



Video transcript

China begins to recover

After a difficult quarter, China's manufacturers have brought a halt to recent falls with HSBC's latest Flash PMI™ coming in at 50.1.

That's a marked improvement from July's 47.7 and represents the first time the PMI™ has been above 50 since April – albeit only marginally above that key 50 mark which signifies the difference between an industry contracting or expanding.

New export orders continue to fall, so it has been left to domestic demand to lift the industry.

Qu Hongbin, HSBC's Chief Economist for Greater China, believes recent policies aimed at boosting growth will continue to filter through.

"We expect further filtering through, which is likely to deliver some upside surprises to China's growth in the coming months."

August's final PMI™ is due for release on 2 September.