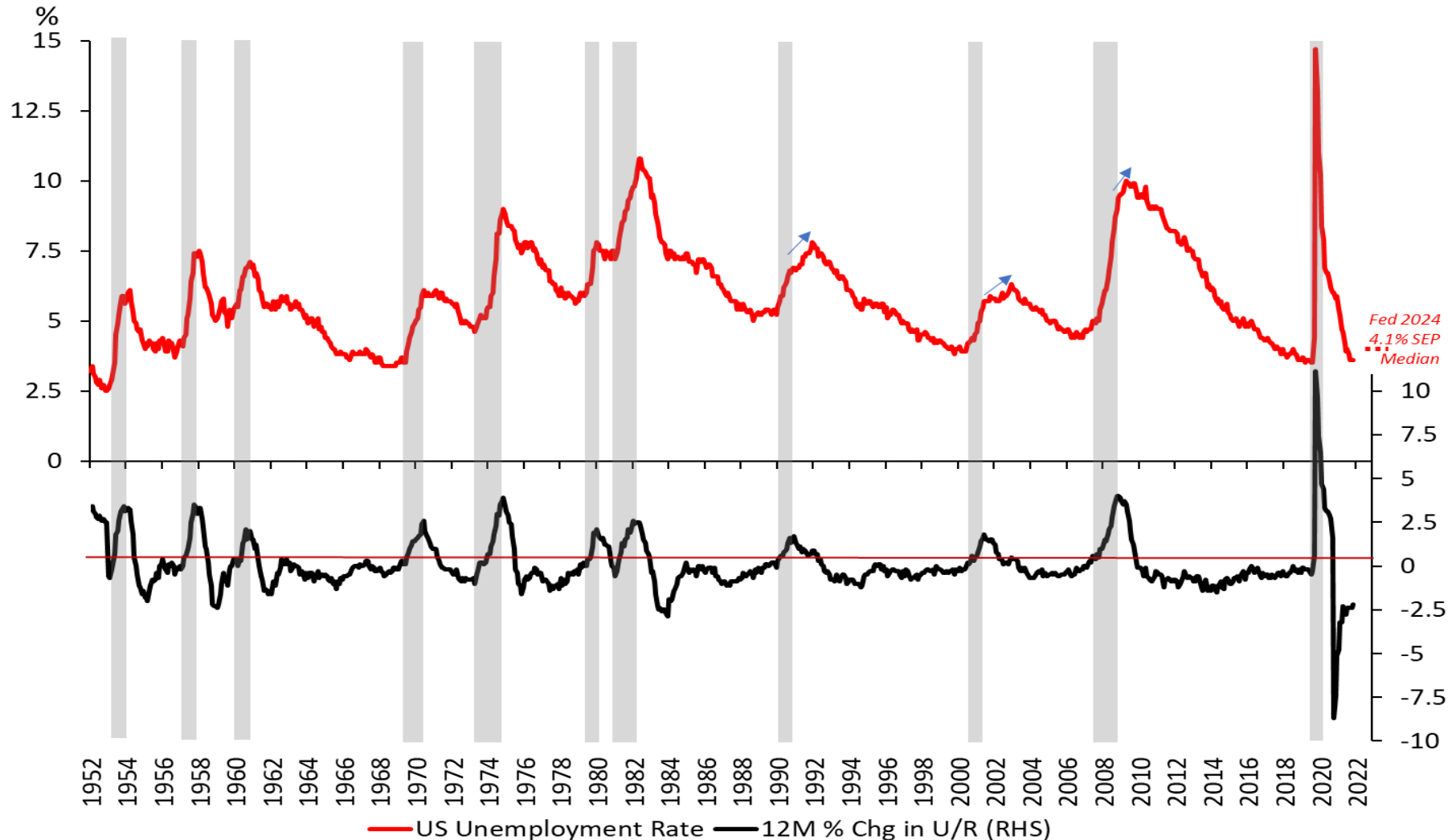


US Macro Outlook: Unemployment Rate Trends

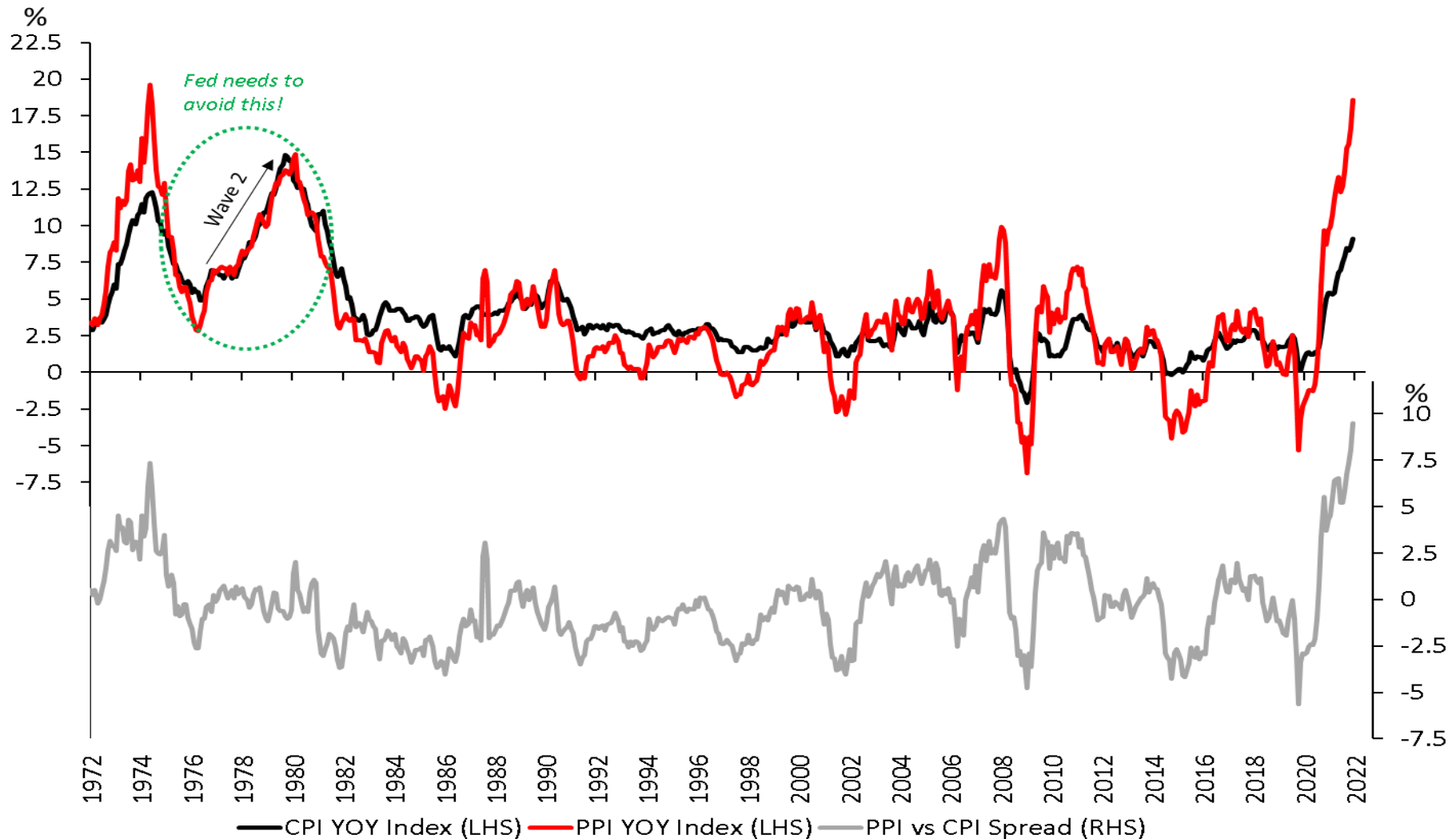
Whenever the U/R climbs over 0.5% or more from a local low a recession is near...



Source: Bloomberg, BLS, MUFG US Macro Strategy

US Macro Outlook: Headline CPI vs PPI (and spread)

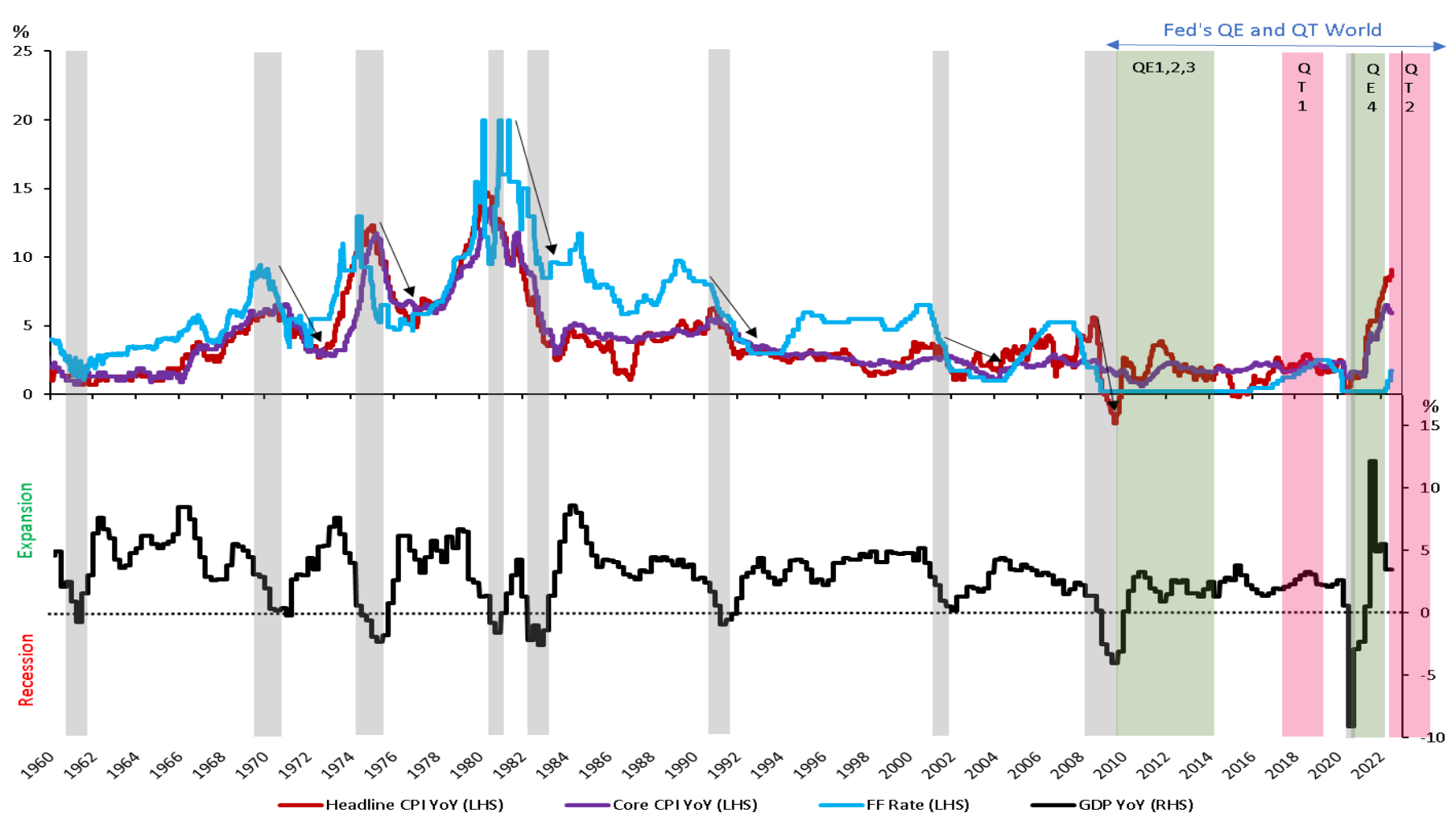
The Fed needs to first corral inflation but also avoid future CPI waves forming later on...



Source: Bloomberg, BLS, MUFG US Macro Strategy

US Macro Outlook: Recessions can corral inflation fast

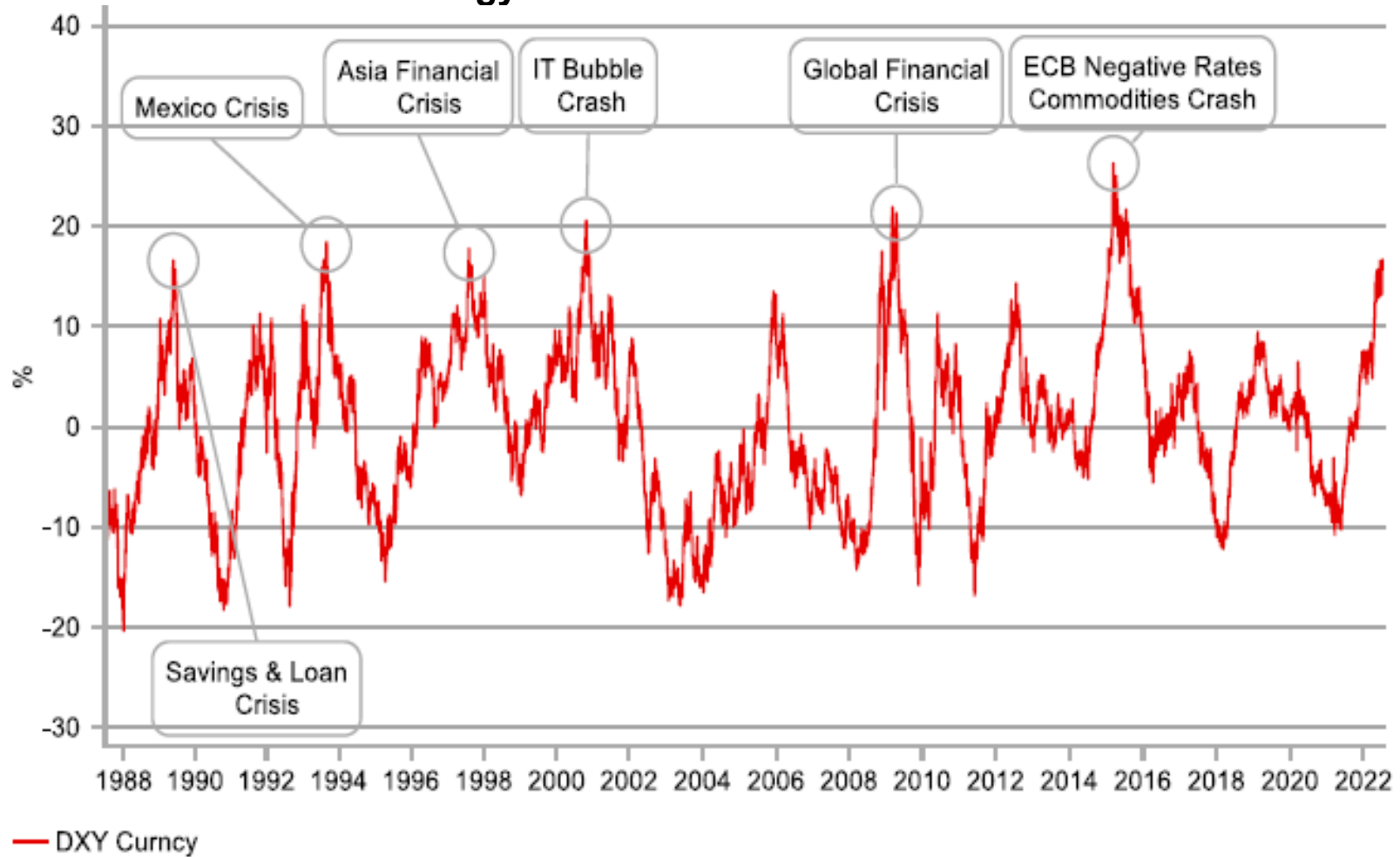
As the Fed addresses high inflation, they typically trigger a recession shortly thereafter...



Source: Bloomberg, MUFG US Macro Strategy

Cross-FI: Annual Change in DXY – A Warning!

From MUFG Global FX Strategy Team



Source: Bloomberg & Macrobond

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