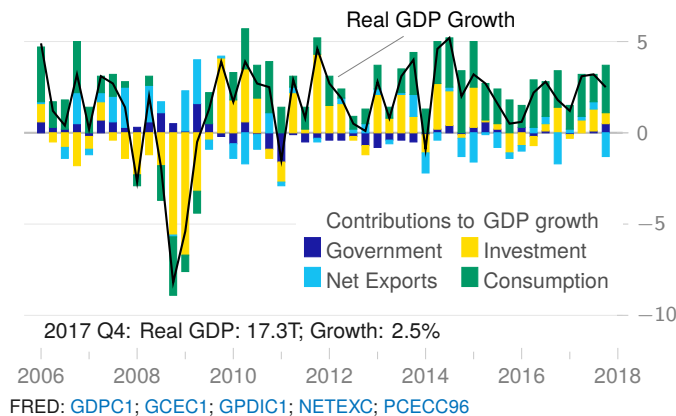


Fourth quarter U.S. economic growth, which remained strong, was driven by increased consumption and partially offset by a growing trade gap. The labor market is gradually nearing full employment and still adding jobs at a strong pace. Inflation remains near the Fed's two percent target in both the core CPI and the full index, with little expected acceleration. Short- and medium-term borrowing costs have increased as Fed interest rate hikes are expected to continue or accelerate.

Economic Growth and Employment

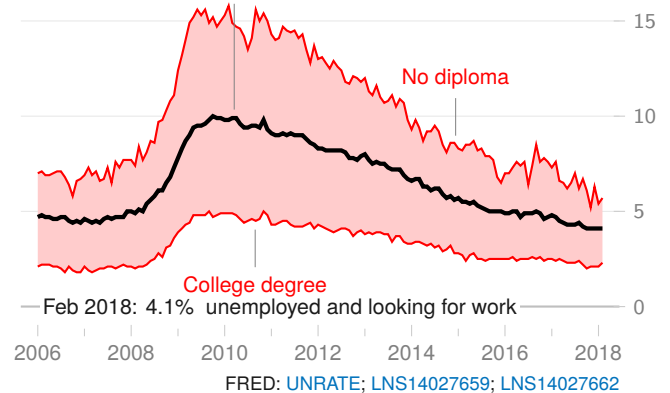
Real gross domestic product (GDP)

(Quarterly percent change, seasonally-adjusted annual rate)



Civilian unemployment rate (percent)

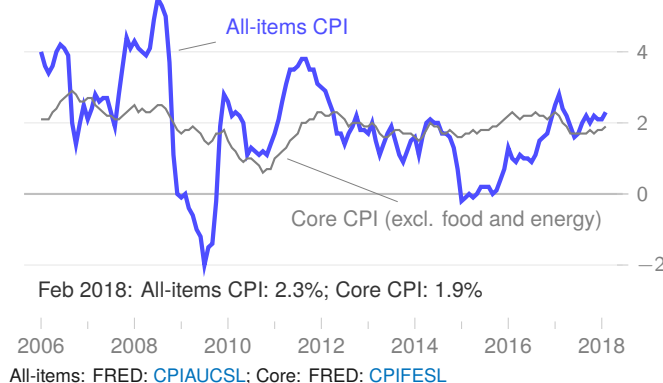
Unemployed and looking for work (U3 rate)



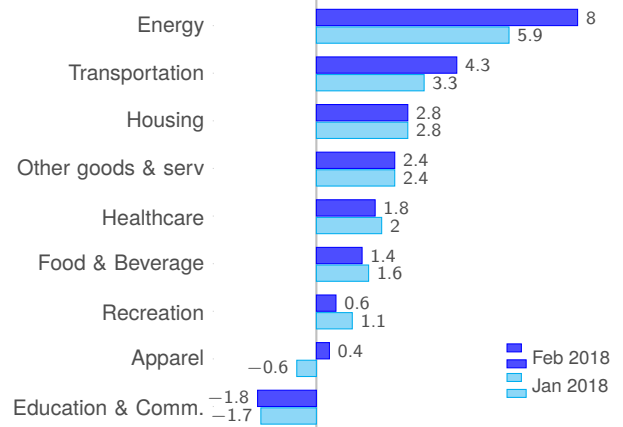
Inflation and Prices

Consumer price index (CPI) (annual percent change)

5-year expected annual inflation rate:
Mar 19, 2018: 2.1% (FRED: T5YIFR)

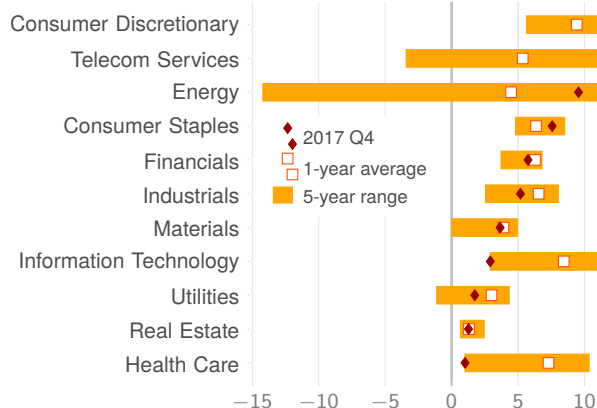


CPI components (annual percent change)



Markets, Interest Rates, and Other Indicators

S&P 500 reported earnings per share by industry



Recent market developments and other key indicators

		one month	one year	as of:
S&P 500 index	2716.94	▲ 0.0%	▲ 14.5%	2018-03-20
CBOE volatility index (VIX)	18.20	▼ -11.7%	▲ 60.5%	2018-03-20
Bank deposit interest rate	0.27%	▲ 0.01	▲ 0.13	Feb 2018
3-month treasury bill yield	1.81%	▲ 0.15	▲ 1.08	2018-03-20
2-year treasury bond yield	2.34%	▲ 0.09	▲ 1.01	2018-03-20
10-year treasury bond yield	2.89%	▲ 0.01	▲ 0.39	2018-03-20
30-year mortgage rate	4.44%	▲ 0.06	▲ 0.14	2018-03-15
US Dollar, broad index	118.24	▲ 0.6%	▼ -5.5%	Mar 2018
Crude oil, US\$/barrel	\$63.42	▲ 2.7%	▲ 31.7%	2018-03-20
Industrial production index	108.2	▲ 1.1%	▲ 4.4%	Feb 2018
Consumer confidence index	99.7	▲ 4.2%	▲ 3.5%	Feb 2018

Retrieved from [FRED](#), [CBOE](#), [Quandl](#), and [University of Michigan](#)