

# Macro-Bite of USA

Analysis and Interpretation of Macroeconomic data up  
to Q3 2025



# Outline

**Consumer**

**Sentiment, Employment, Housing, Spending & Inflation**

**Investments**

**Sector vs Geography**

**Exports & Imports**

**Goods vs Services**

**Government Fiscal & Monetary**

**Debt & Bonds, Money Supply & Velocity, Spending, Gold & Dollar**

**USA Economic Summary**

**GDP, Population, Consumption behaviors**

# Executive Summary

## Consumer

- ∞ Consumer sentiment is maintaining historical lows, while spending at high rates from inflation
- ∞ Improvement won't come from simple Political or Social trend – Economics has to improve
  - ∞ Full-time job is a major barrier in income
  - ∞ Still very biased for White & Men (>25% rate of higher income class for all else same)
  - ∞ Housing doubled in unaffordability over past 7 years
    - ∞ Stock was squeezed from Institutional buyers, Price pinched up - all buyers already in

## Investments

- ∞ Europe primary investments partner, Canada oversized investor in US
- ∞ Little direct business/investments with Middle East & Africa despite global importance in development

## Exports & Imports

- ∞ Goods net negative for GDP, Services net positive driven by Intellectual Property licensing and Travel
  - ∞ Changes in IP law from AI could see dramatic loss

## Government Fiscal & Monetary

- ∞ GDP growth driven more by Monetary policy, shift in trend downward post 2008 with return from post-COVID policies
- ∞ Consumption driven by shrinking group of high earners, recent inflation depleted savings and pushed consumer debt

# GDP By Definition

$$\text{GDP} = \text{C} + \text{I} + \text{G} + (\text{X} - \text{M})$$

Consumer Spending      Investment      Gov. Spending      Exports Minus Imports

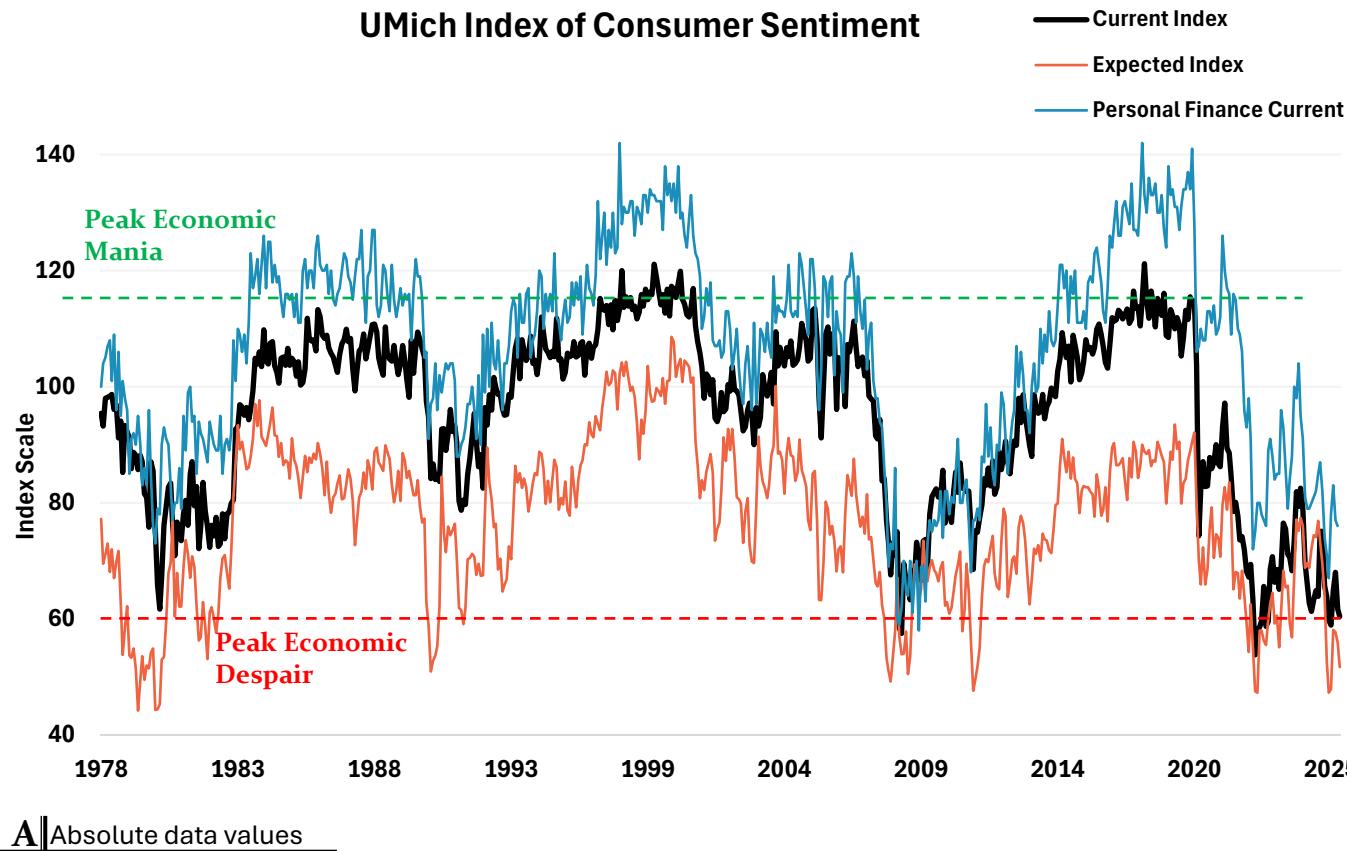
This analysis focuses on a macroeconomic lens on the USA, through the definition of GDP.

The economic strength of a system is equal to the Consumer plus Government spending, Investment into the system, and the net result of *external* trade.

# Consumer Overview

- ∞ Index of Consumer Sentiment
- ∞ Employment Breakdown
- ∞ Housing
- ∞ Spending, Credit & Savings

# Consumer Sentiment



- ∞ US is hovering around “Peak Economic Despair”, worst consumer sentiment period on record
- ∞ Sentiment worsening, fears over Personal Financial future most foreshadowing economic pain<sup>1</sup>
  - ∞ Consumers typically negative about general economy, positive about own financial future
  - ∞ Consumers believe they’ll outperform general economy after crisis, otherwise tie own financial future to current economy<sup>2</sup>

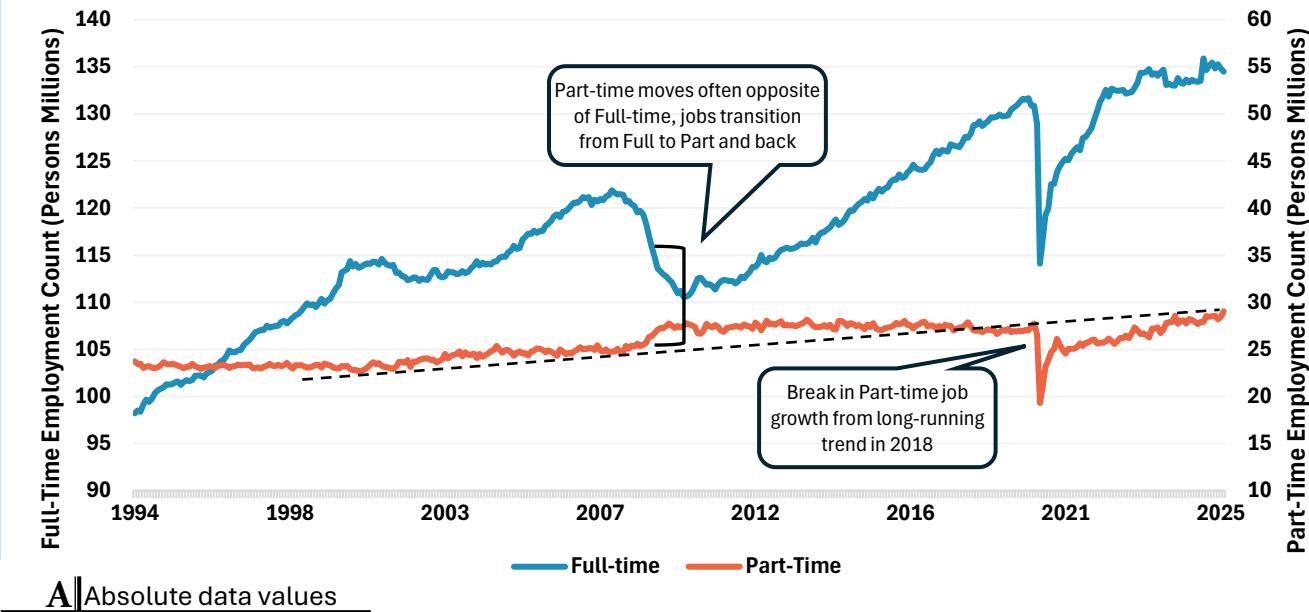
1 Consumer Sentiment & Personal Finance Normalized for expected changes reveals General Negativity, Personal Positivity

2 Consumer Sentiment Normalized to Initial Reading finds Consumers' expectations have tied to current post-2008 crisis; lacks leading effect

# Employment

- ∞ Employment stalled now falling
  - ∞ Began prior to AI, partially hidden by change in definitions
- ∞ Annual Total Hours worked by all US employees increased from 200 to 260 Billion hours same timeframe, equivalent Growth to Employment
  - ∞ “Cure” for underemployment is working slower

Full & Part Time Employment shows 38% growth in 30 years, <2% in 5



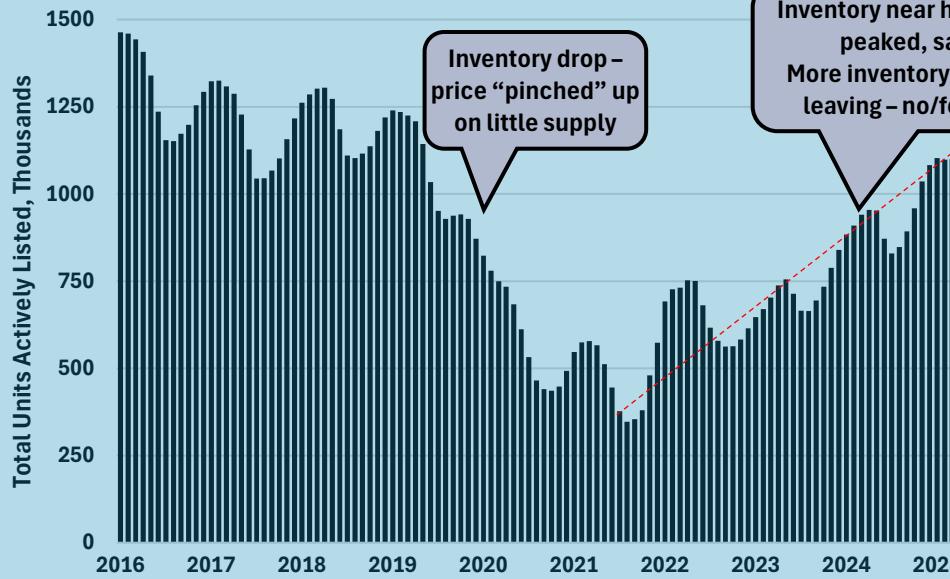
1 Monthly Change in Employment Levels shows (1) Significant flexibility of Part-time labor pool, (2) COVID was more destructive, permanently, to Part-timers, (3) Significant shed of Part-timers in late 2024 on par with 2002 & 2010 Bust periods - months early

2 Monthly Change in Multiple Job Holders shows those with Multiple-Part time jobs are gaining employment the most, stressing lack of full-time mobility

# Housing

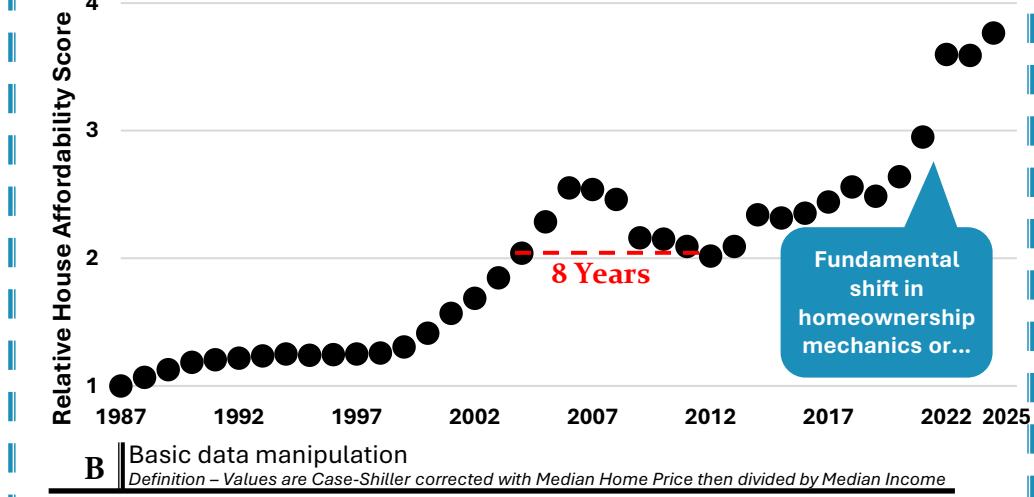
- ∞ Fiscal & Monetary policy post-COVID weaponized Institutional ownership of Housing for trickle-down fiscal stability of municipalities, and inflation of GDP and US collateral asset markets
- ∞ Ownership affordability has dropped over past 7 years, twice as expensive as 2012
- ∞ **Institutional Ownership >11% of Total US Housing Stock**

Active Listings Housing Inventory shows extreme supply-issues post-COVID, returning to norm



A || Absolute data values

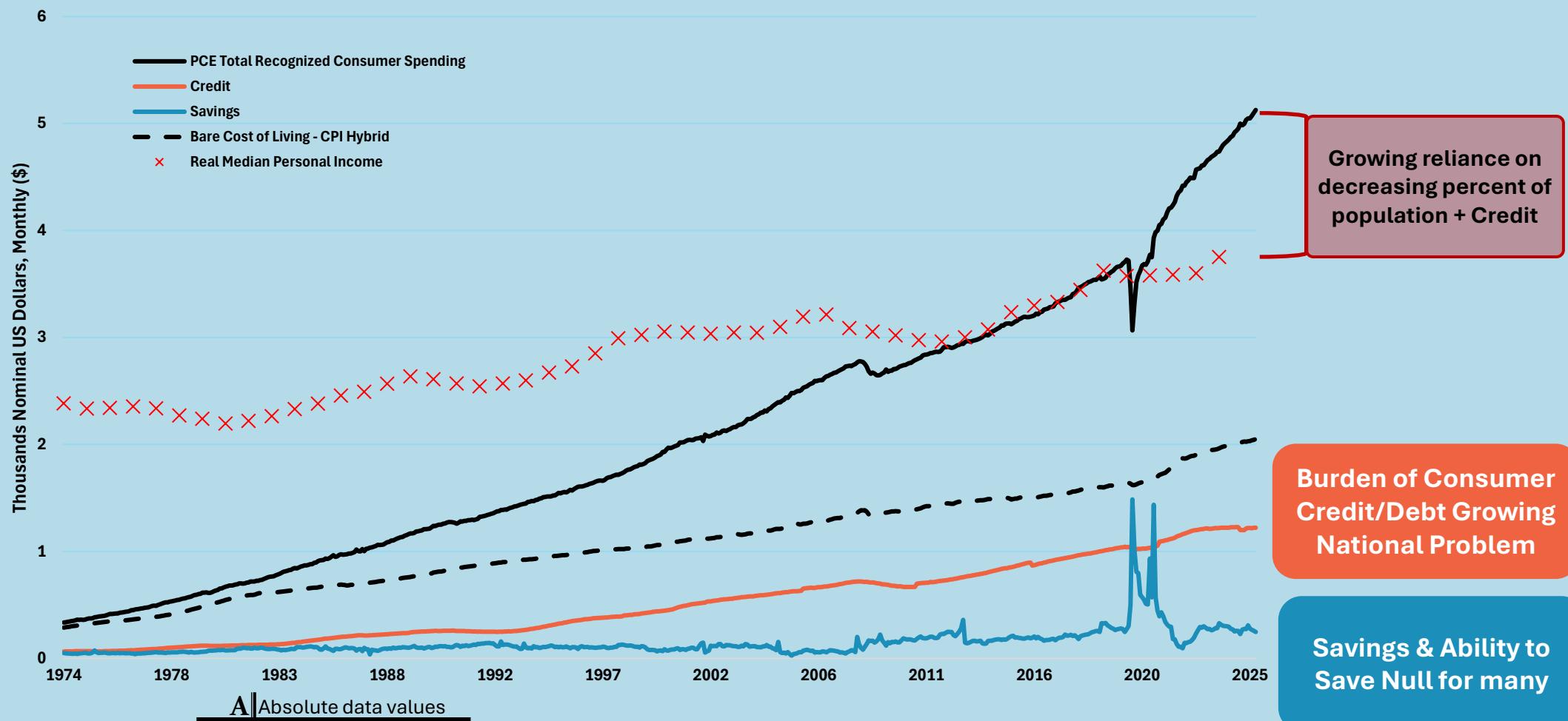
Housing Affordability, Normalized Price to Median Income, shows doubling of REAL cost to own since 2012



8 Years

# Spending, Savings & Credit

Monthly Consumer Spending, Credit, Savings and Income show growing weight of Credit in maintaining above necessities



\*Bare Cost of Living – CPI Hybrid: Internally calculated bare minimum cost of living in Oct. 2025, historically driven by Consumer Price Index  
Monthly bill: Housing - \$1200, Communications - \$60, Groceries- \$300, Transportation - \$200, Healthcare - \$300

# **Investments**

**∞ By Sector**

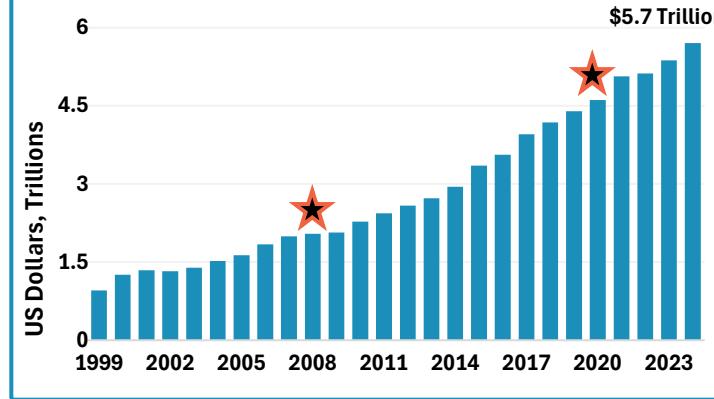
**∞ By Geography**

# Investments by Sector

- ∞ High US stock prices often result in negative balance due to duplicate listings (US public market prices often inflated vs domestic market)
- ∞ Dollar devaluation versus foreign currencies often results in positive balance due to rise in value of US investments in foreign-backed assets

## Foreign Investments into US

Investments into US show similar periodic effects as GDP & PCE



A || Absolute data values

B || Basic data manipulation  
Definition – All Values Average of Yearly sector makeup 1999-2024

## Manufacturing & Mining

37%

20%

## Trade (Wholesale & Retail)

14%

5%

## Media & Telecom

7%

4%

## Banking, Finance, Real Estate

22%

63%

## Professional (Scientific, Technical)

3%

2%

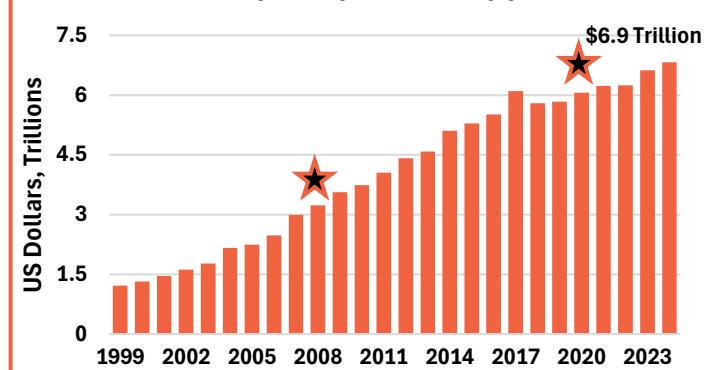
## Other (Ag, Construction, Health, +)

17%

9%

## US Investments into Foreign

Investments by US show Foreign policy uninterrupted by crisis, only politics



A || Absolute data values

\*Rounding may cause sums above 100%

2024 Net:  
-\$1.2  
Trillion

# Investments by Geography

- ∞ Latin America outsized benefits in investments, Asia Pacific neutral, Canada net positive for US
- ∞ Small direct business/investments with Africa & Middle East despite global importance

## Foreign Investments into US

Europe, Asia Pacific, Canada Largest Investors in US



A || Absolute data values

Latin America:  
Into US -  
1999-2024 Avg: 4%  
2024 Total: \$0.2 Trillion  
From US -  
1999-2024 Avg: 18%  
2024 Total: \$1.1 Trillion

Africa:  
Into US -  
1999-2024 Avg: 0.1%  
2024 Total: \$0.009 Trillion  
From US -  
1999-2024 Avg: 1%  
2024 Total: \$.05 Trillion

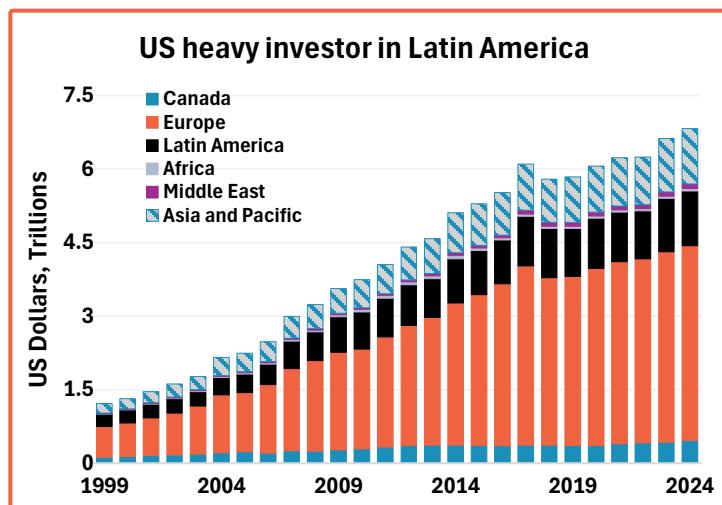
Middle East:  
Into US -  
1999-2024 Avg: 1%  
2024 Total: \$0.04 Trillion  
From US -  
1999-2024 Avg: 1%  
2024 Total: \$0.1 Trillion

B || Basic data manipulation  
Definition – All Values Average of Yearly sector makeup 1999-2024

\*Rounding may cause sums above 100%

## US Investments into Foreign

US heavy investor in Latin America



A || Absolute data values

Canada:  
Into US -  
1999-2024 Avg: 10%  
2024 Total: \$0.7 Trillion  
From US -  
1999-2024 Avg: 8%  
2024 Total: \$0.5 Trillion

Europe:  
Into US -  
1999-2024 Avg: 69%  
2024 Total: \$3.6 Trillion  
From US -  
1999-2024 Avg: 57%  
2024 Total: \$4.0 Trillion

Asia & Pacific:  
Into US -  
1999-2024 Avg: 17%  
2024 Total: \$1.1 Trillion  
From US -  
1999-2024 Avg: 16%  
2024 Total: \$1.1 Trillion

2024 Net:  
-\$1.2  
Trillion

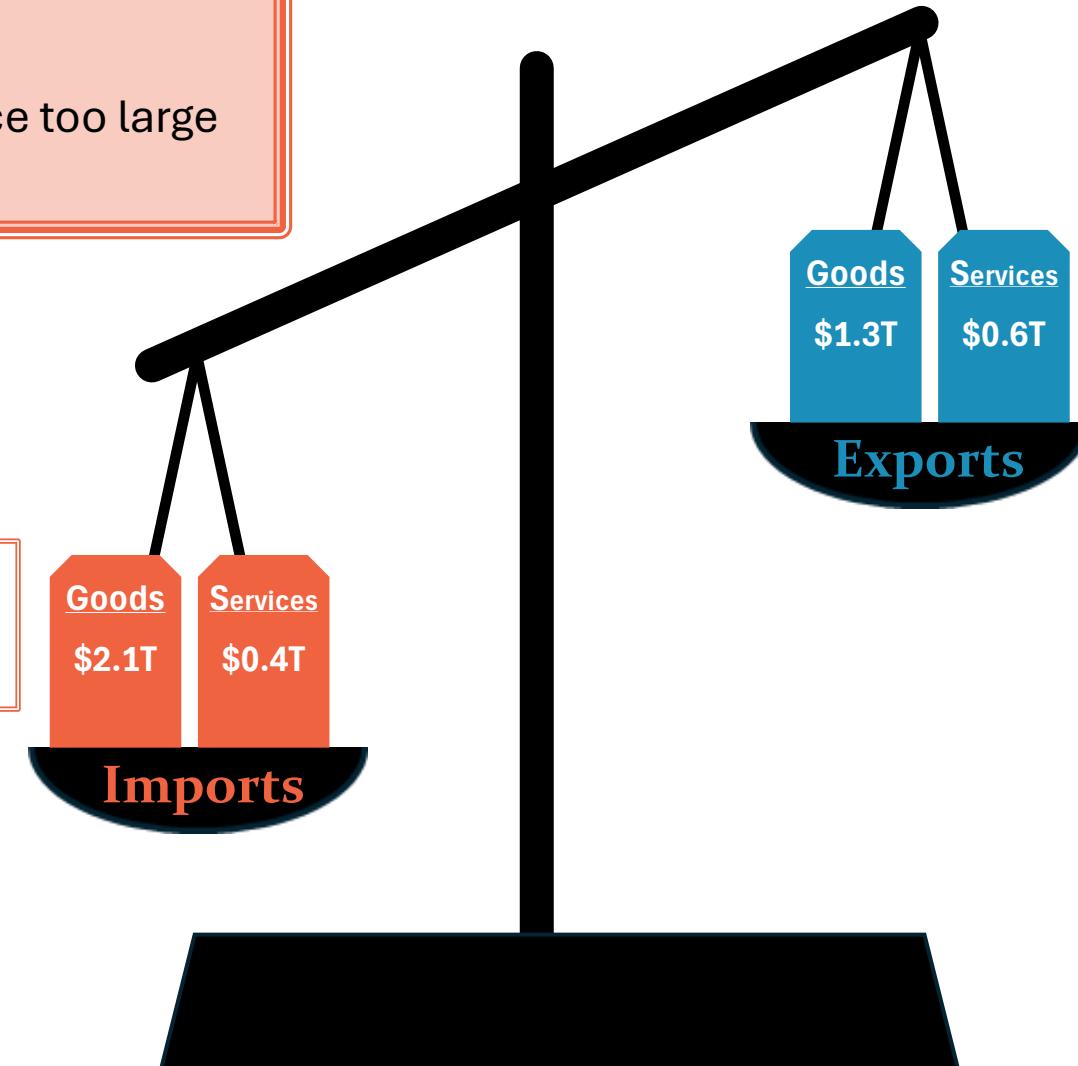
# **Exports & Imports**

**∞ Goods**

**∞ Services**

# Exports vs Imports

- ∞ US economy is Import-reliant
- ∞ Services net positive, but Goods imbalance too large

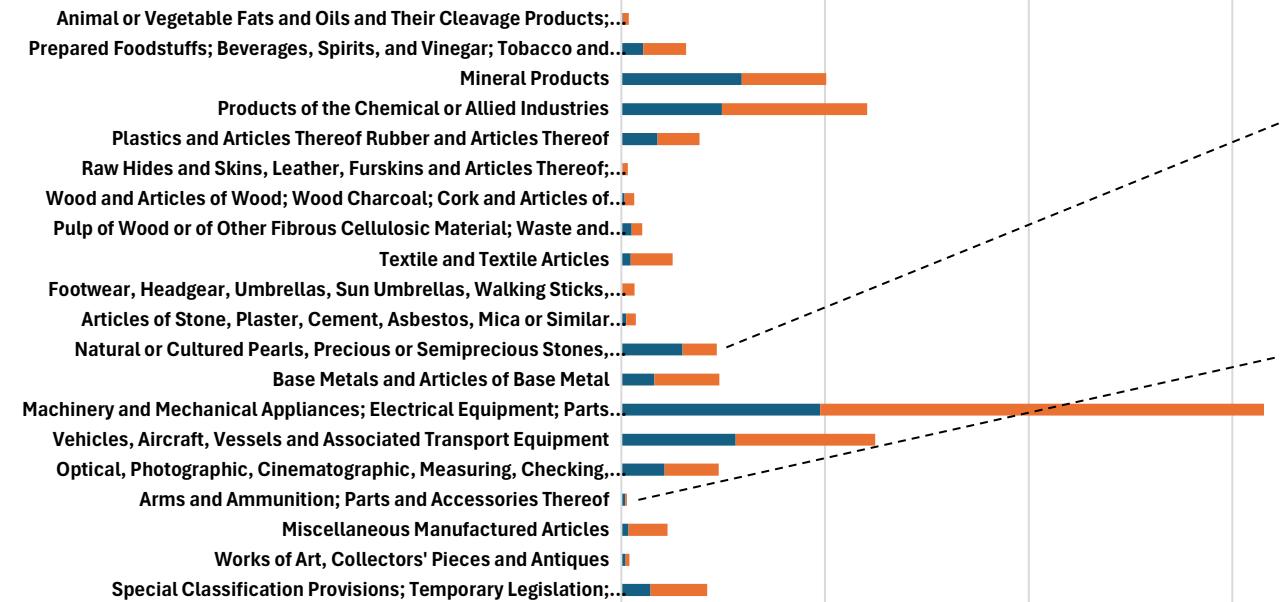


# Exports vs Imports

∞ Goods a heavy drag on US economy, Services mostly positive change in balance

Imports & Exports by Classification Section shows High-Tech US reliant on Imports for High-Tech

Services  
Goods



Imports & Exports of Services & Goods Year to Date 2025 vs 2023 & 2024 show large Goods slowdown, smaller rise in Services



B Basic data manipulation  
Definition – 2025 YTD percent difference vs 2023/2024 average of same period

A Absolute data values

# Export vs Import of Goods

Export & Import of Goods shows significant slowdown Q1-Q3 vs 2023 and 2024, same period

Legend	
Value YTD	Exports   Imports
Avg Difference 2023/24 vs YTD	Exports   Imports

## ALL Goods

**\$2.1T | \$1.3B**  
-18% | -13%

## Food

<b>\$12B   \$17B</b>	<b>\$1B   \$5B</b>
-23%   -10%	+5%   -22%

Animal Products      Fats & Oils

<b>\$23B   \$22B</b>	<b>\$19B   \$37B</b>
-23%   -13%	-22%   -13%

Vegetable Products      Prepared Foodstuffs

<b>\$103B   \$73B</b>	<b>\$86B   \$125B</b>
-26%   -33%	-20%   +1%

Mineral Products

<b>\$31B   \$36B</b>	<b>\$10B   \$51B</b>
-23%   -19%	-33%   -23%

Plastics & Rubbers

## Manufacturing

<b>\$12B   \$17B</b>	<b>\$4B   \$8B</b>
-30%   -19%	-26%   -23%

Chemical & Allied Products      Wood products      Stone, Plaster, Cement, Glass+

<b>\$28B   \$56B</b>	<b>\$6B   \$34B</b>
-26%   -21%	-27%   -29%

Leather & Textiles      Base Metals      Misc. Manufactured

## Special

<b>\$53B   \$30B</b>	<b>\$4B   \$3B</b>
+31%   +104%	-26%   -21%

Precious Metals & Stones      Works of Art, Antiques

<b>\$25B   \$49B</b>
-14%   -12%

Special Classification Provisions

## Adv. Manufacturing

<b>\$171B   \$382B</b>	<b>\$98B   \$120B</b>
-13%   -7%	-20%   -29%

Machinery & Mechanical eq.      Vehicles, Aircraft, Vessels

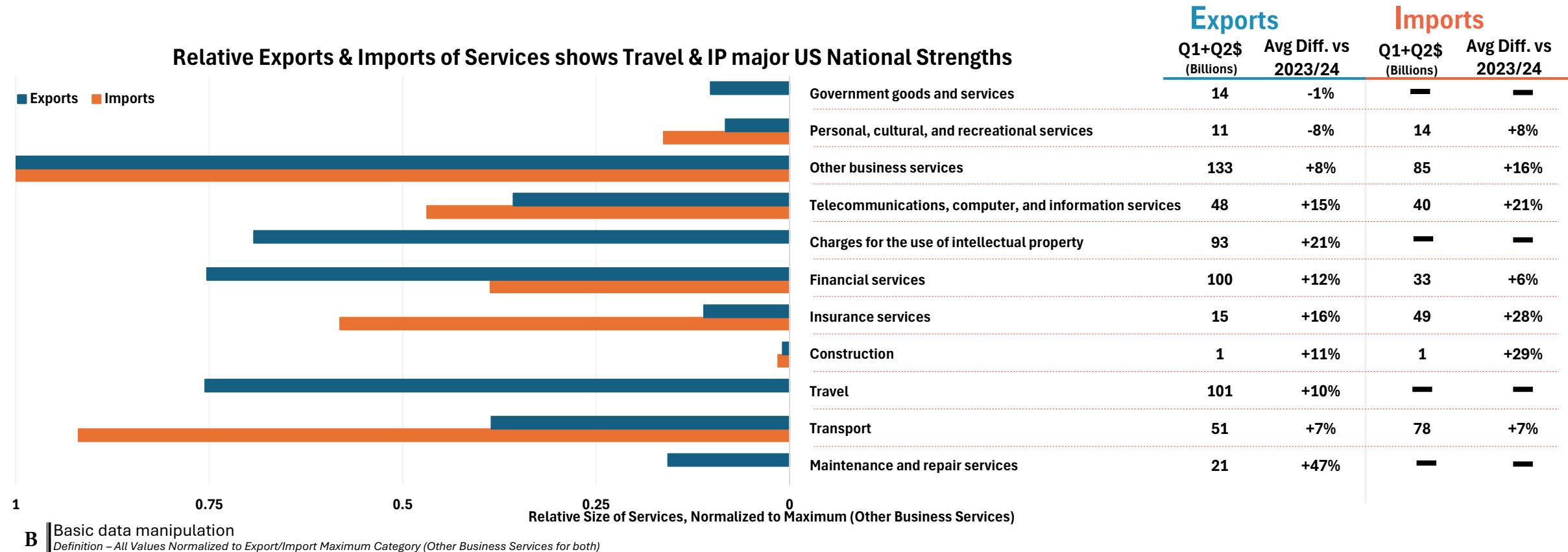
<b>\$37B   \$47B</b>	<b>\$3B   \$1B</b>
-21%   -16%	+15%   -27%

Advanced Medical, Surgical, Optical+      Arms & Ammo

A Absolute data values

- ∞ All Exports & Imports down show general slowing of US economy, and global reliance or utilization of US goods
- ∞ Only Fats & Oils + Arms & Ammo categories improved, both very small

# Export vs Import of Services



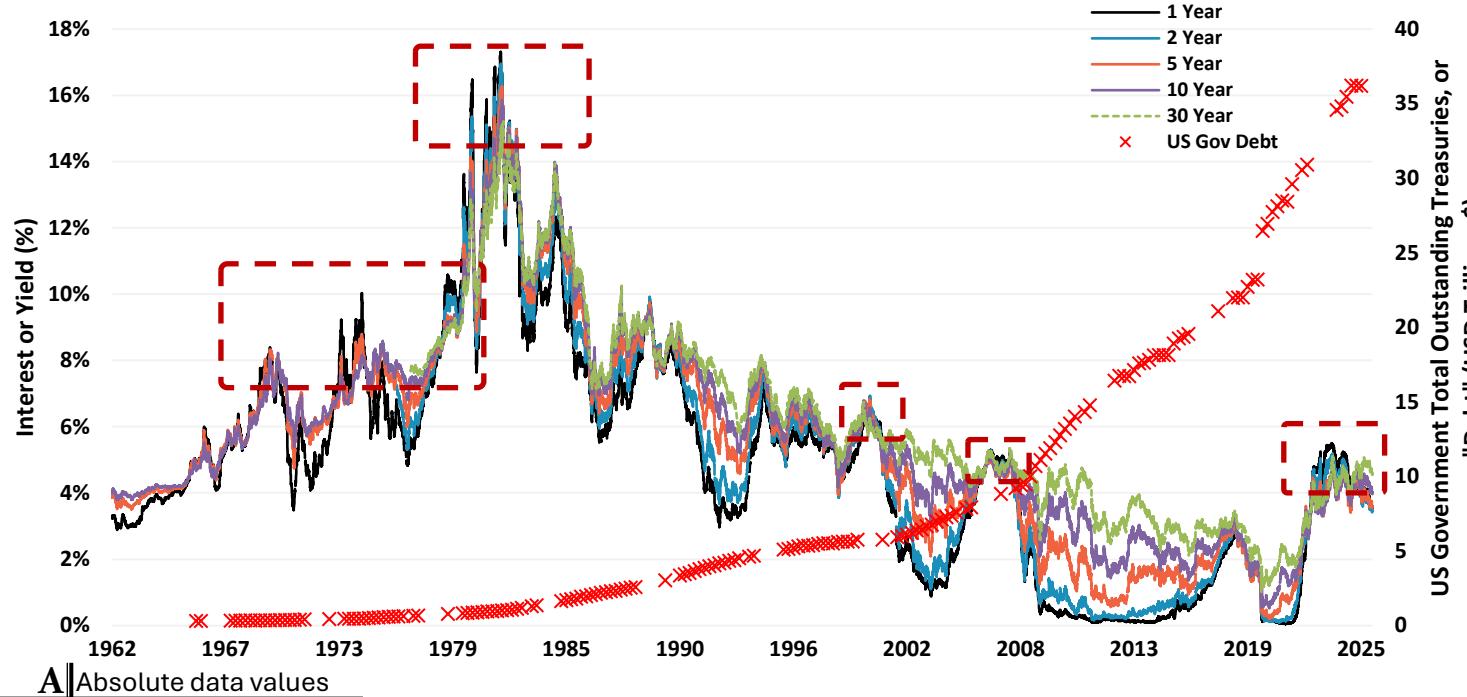
- ∞ Overall, Services are a boon for GDP, with + \$300 Billion in 2023 and 2024
- ∞ AI and Intellectual Property law revamp could see significant harm to IP Exports
- ∞ International Travel has seen decline in headcount, growth inflation-backed

# **Government Fiscal & Monetary**

- ∞ **Debt & Bonds**
- ∞ **Money Supply & Velocity**
- ∞ **Gold & Dollar Index**
- ∞ **Spending**

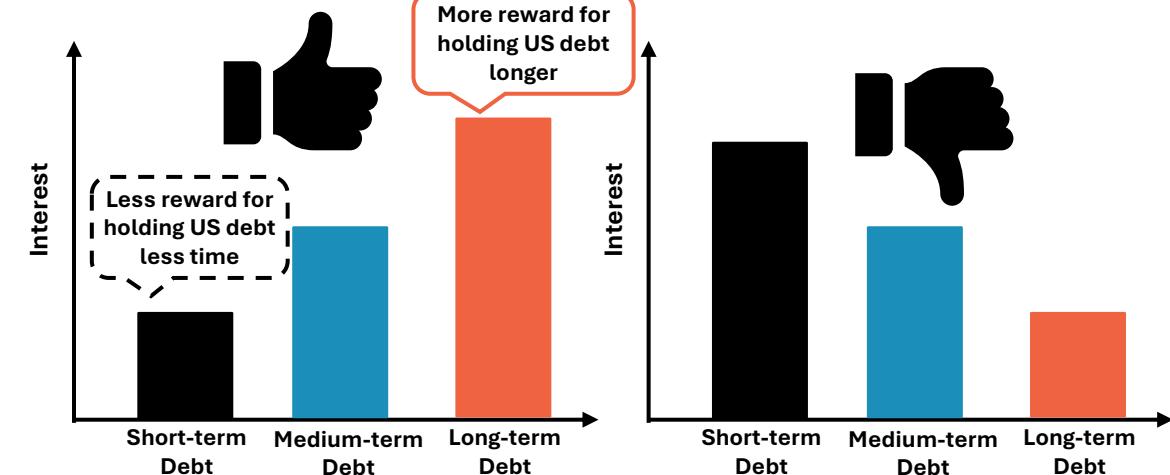
# US Treasury Securities, or Gov Debt & Yield

US Treasury Securities, the Bond Curve, Government debt expenses - many names for many purposes

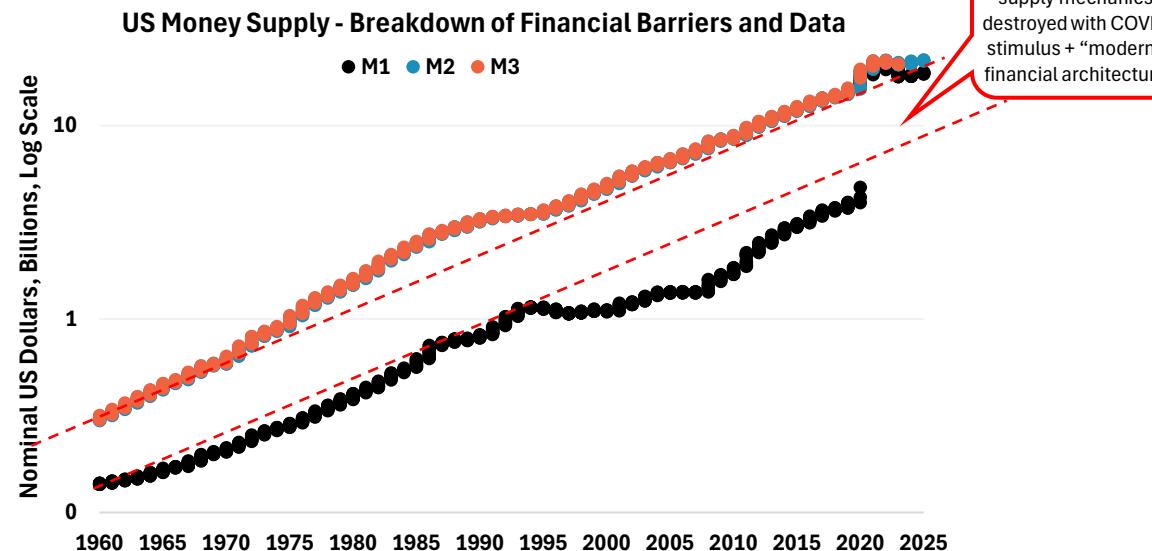


- ∞ Bond Curve/Spread destabilized in 2016, has not stabilized for >1yr period since.
  - ∞ Latest inversion, or financing struggle, started in 2023
- ∞ Debt has ballooned since 2008/GFC crisis

- ∞ Treasury Yields are a band of Highest Bid and Lowest Ask
- ∞ Generalized: Short-term debt requires lowest effort on investor, should get lowest reward
- ∞ Inversion typically happens in financing crises; Gov spends more money to bid investments
  - ∞ Either lack of Government credibility or investor collateral



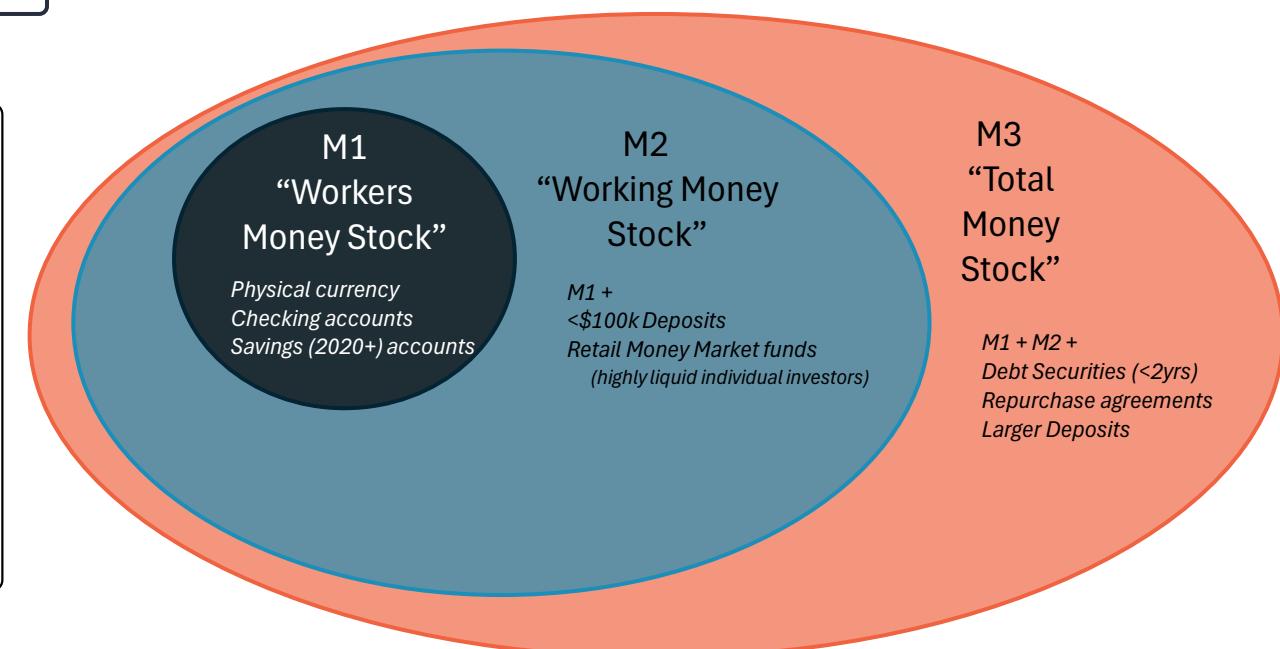
# Money Supply



A | Absolute data values

- ∞ Monetary Stock, critical for evaluation of rate of economic activity. Definitions were changed in 2020 with the release of US relief checks. M3 has been since discontinued by the Federal Reserve, with less frequent and transparent releases of M1 and M2 data, as well as removal of monetary velocity.
  - ∞ M1 is the most liquid pool of currency, used for day-to-day life, reflects active consumer economy.
  - ∞ M2 includes larger funds that remain liquid for use, accounts used for smaller and liquid businesses often get included.
  - ∞ M3 is all available currency within the system that could be reasonably used or liquidated within 2 years time.

- ∞ Money Stocks maintained separate channels at alternate rates of growth due to difference in functions – all destroyed from COVID relief with erosion of monetary supply barriers in consumer vs investment stocks
- ∞ Only time in history Money Stock has decreased was leading up to and during Great Depression

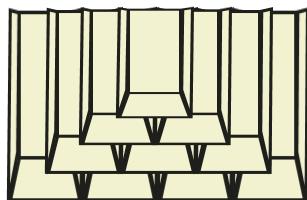


# Gold & Dollar Index

## Olde World

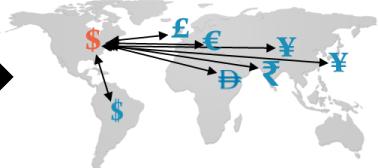


## Old World



Gold still used as National Bank reserves, formal role in financial orthodoxy; promoted largely as “backup” financial system but largely exists as inflationary asset.

## Current World

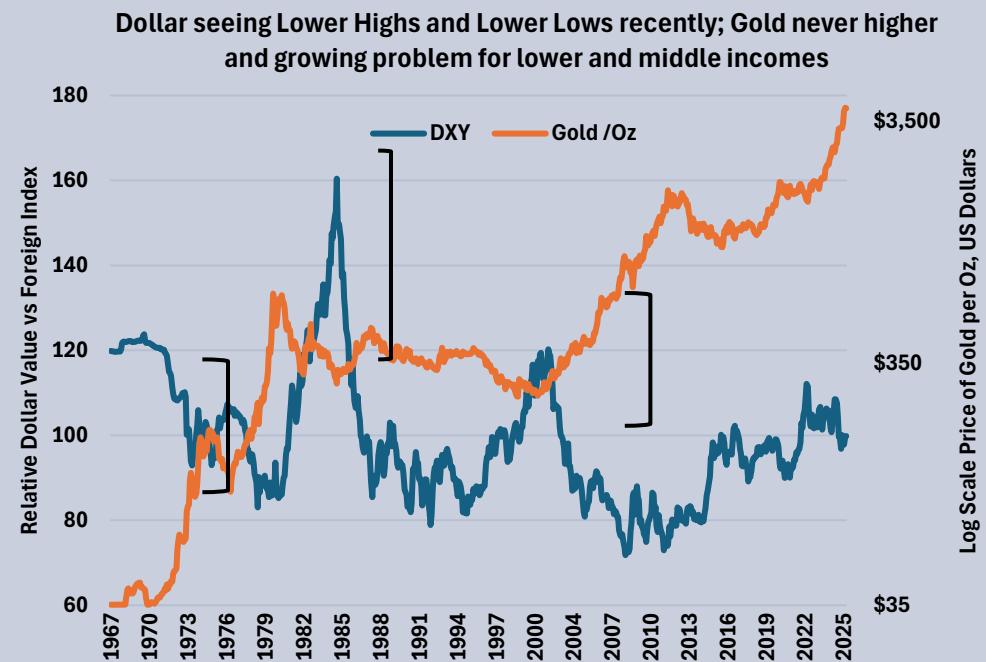


Growing international, private, and public pushes for alternative asset-backed currencies displacing US Dollar. Decreasing sustainability of Bretton Woods.

## New(?) World

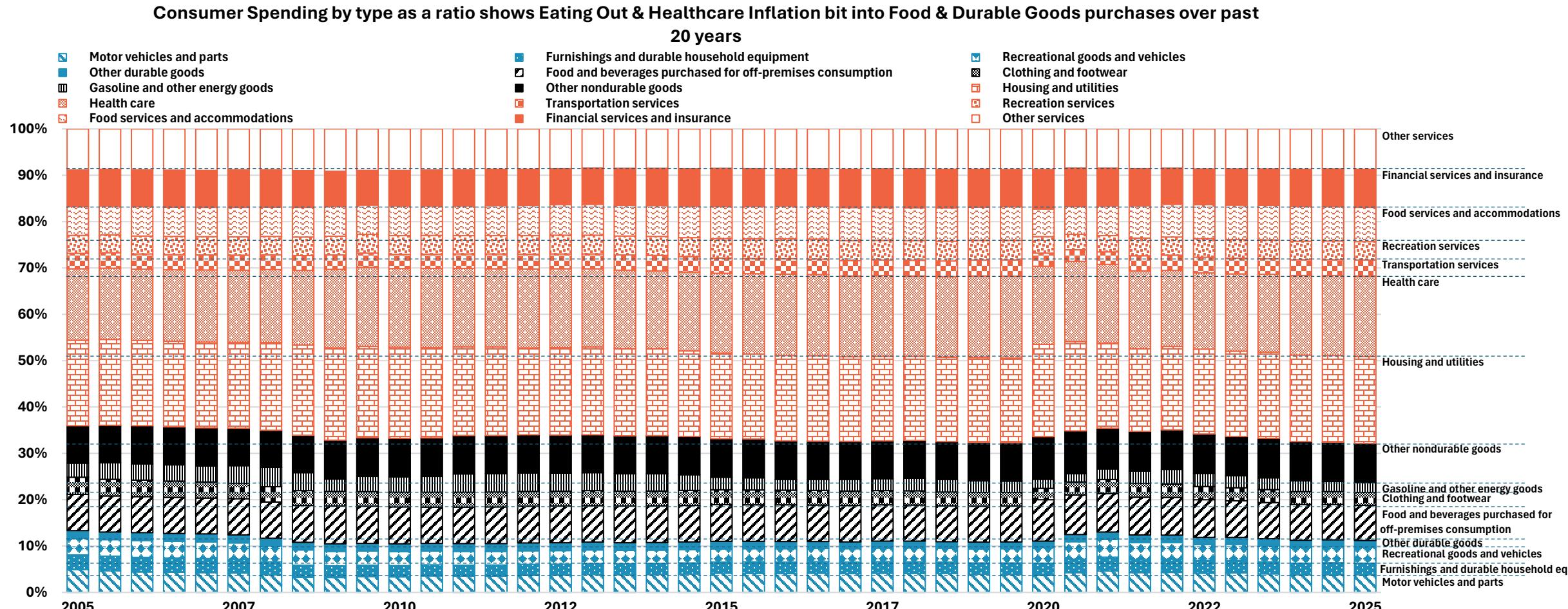


- ∞ Dollar on the decline in strength (*making it easier for other countries to get Dollars*)
  - ∞ Basis for monetary policy to devalue US Dollar is logic more countries will do business with US as Dollar's are cheaper/easier to get/borrow
- ∞ Dollar Broad Index (DXY) a ratio between US Dollar and broad group of foreign currencies
  - ∞ High DXY = Strong Dollar
  - ∞ As majority of international bonds/debt written in US Dollar, as \$ increases it causes global inflation and financing strains as cost to borrow and buy \$'s to repay debts increases
- ∞ Gold largely behaves inverse of Dollar strength



# Spending

- ∞ Consumer Spending largely static over past 20 years by Category
  - ∞ Healthcare & Eating Out Inflation most extreme in category expansion



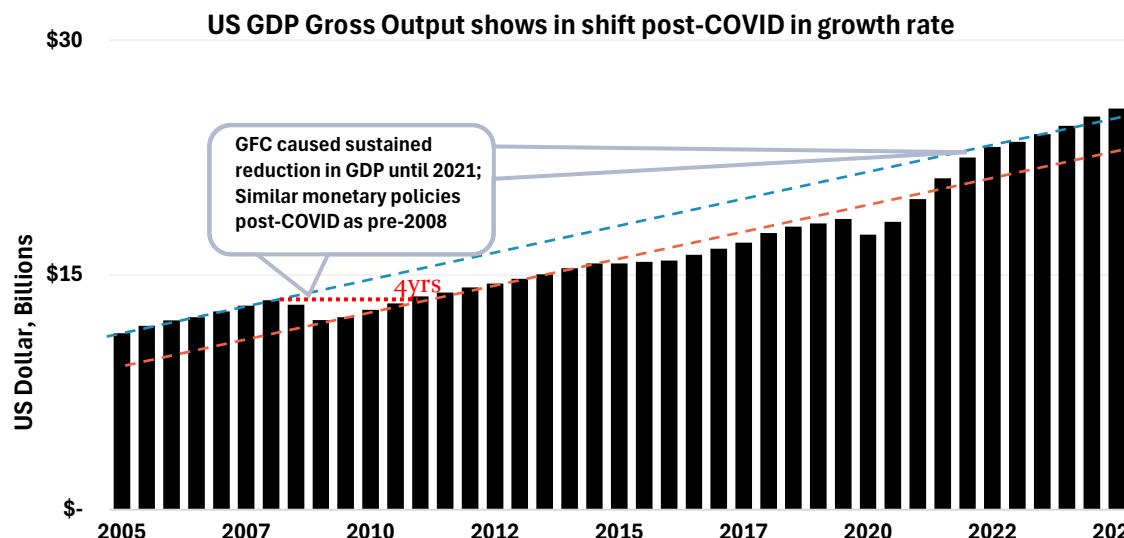
B Basic data manipulation

Definition – All Values a Percent of Consumer Spending by Half Year

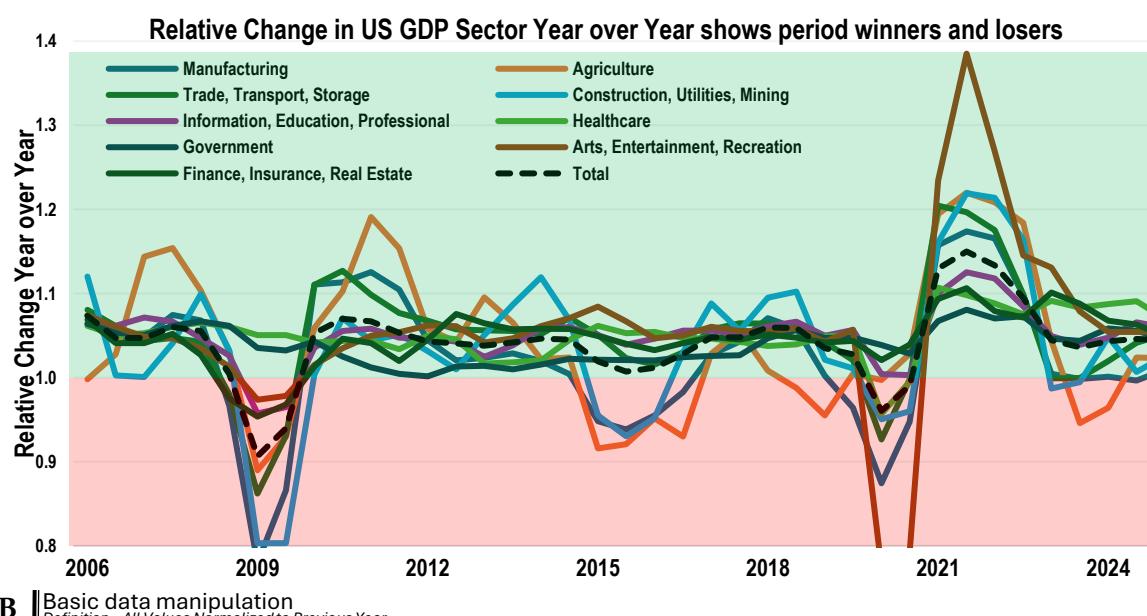
# **USA Economic Overview**

- ∞ **GDP By Makeup**
- ∞ **GDP By Equation**
- ∞ **Consumer Spending**
- ∞ **Population & Household Income**

# GDP By Makeup



A | Absolute data values



- ∞ GDP experiencing increase in growth rate since COVID – now above pre-GFC trend
- ∞ 3 Year recovery post-2008, 1.5 Year post-COVID; mechanics of crisis different but recovery resulted in return to faster rate of pre-08
- ∞ Agriculture & Manufacturing prominently running negative in GDP growth since 2012

## US GDP Sector Makeup Average 2005-2024

Finance, Insurance, Real Estate	18.7%
Manufacturing	18.1%
Information, Education, Professional	17.0%
Trade, Transport, Storage	14.5%
Government	11.5%
Construction, Utilities, Mining	8.0%
Healthcare	6.7%
Arts, Entertainment, Recreation	4.0%
Agriculture	1.4%

B | Basic data manipulation  
Definition - All Values Average of Yearly Weighting 2005-2024

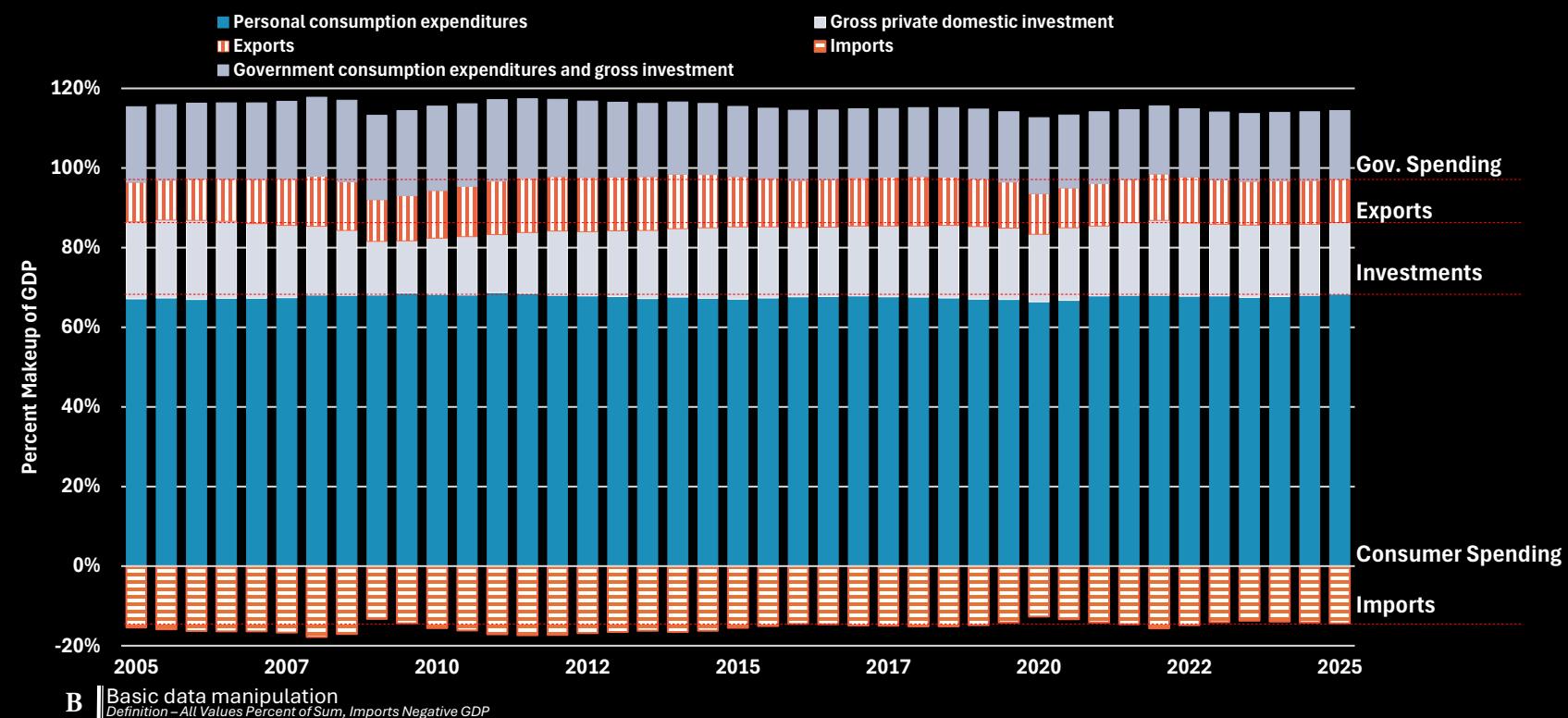
# GDP By Equation

$$GDP = C + I + G + (X - M)$$

Consumer Spending      Investment      Gov. Spending      Exports Minus Imports

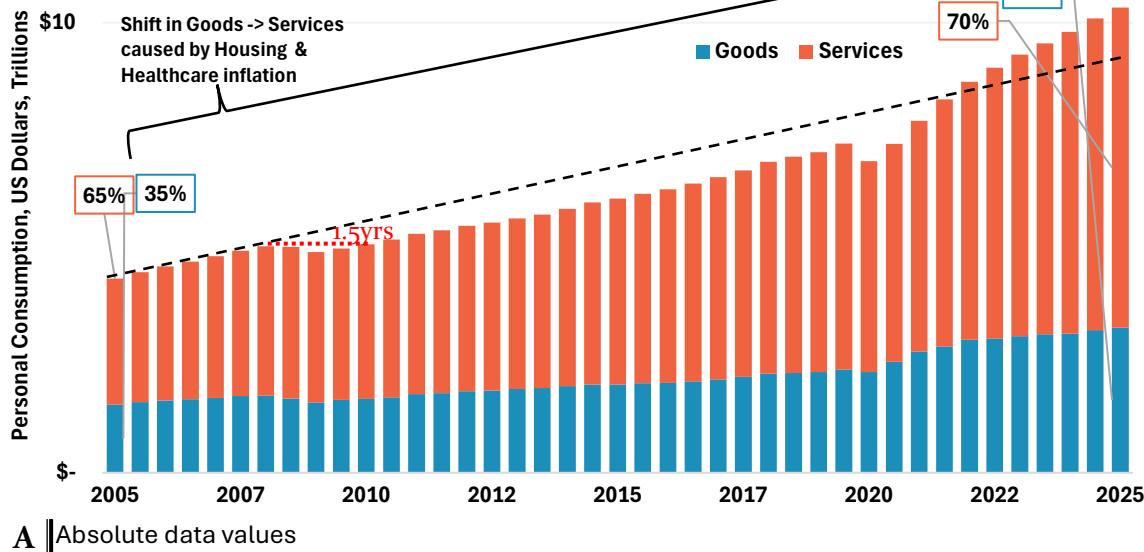
The economic strength of a system is equal to the Consumer plus Government spending, Investment into the system, and the net result of *external trade*.

General Makeup of GDP largely unchanged in 20 years, Consumer Spending +1.15%, Imports consistent -15%



# Consumer Spending

Consumer Spending Illustrates similar affects, different effects from  
Fiscal & Monetary approaches vs GDP



- ∞ Spending on Services increased 5% by makeup over past 20 years
- ∞ Driven largely by Housing & Healthcare Spending/Inflation
  - ∞ Inflation vs Spending as no real growth in home ownership or housing, purely monetary increase hence inflation
- ∞ Consumer Spending shows similar periodic mechanics as GDP, stronger direct inflationary effects

## Durable Goods – 11%

Motor vehicles and parts	4%
Furnishings and durable household eq.	2.5%
Recreational goods and vehicles	3%
Other durable goods	1.5%

## Non-Durable Goods – 22%

Food and beverages purchased for off-premises consumption	8%
Clothing and footwear	3%
Gasoline and other energy goods	3%
Other nondurable goods	8%

## Services – 67%

Housing and utilities	18%
Health care	16%
Transportation services	3%
Recreation services	4%
Food services and accommodations	7%
Financial services and insurance	8%
Other services	8%

B || Basic data manipulation  
Definition – All Values Average of Yearly Weighting 2005-2024

# Population & Household Incomes

White	126,726,746
Black or African American	22,416,192
American Indian and	
Alaska Native	2,403,327
Asian	10,982,216
Native Hawaiian and	
Other Pacific Islander	476,477
Two or More Races	5,332,924
<b>Total</b>	<b>168,337,882</b>



White	127,554,852
Black or African American	24,192,654
American Indian and	
Alaska Native	2,339,971
Asian	11,842,792
Native Hawaiian and	
Other Pacific Islander	463,235
Two or More Races	5,379,602
<b>Total</b>	<b>171,773,106</b>

168M Males  
172M Females  
**135M Households**



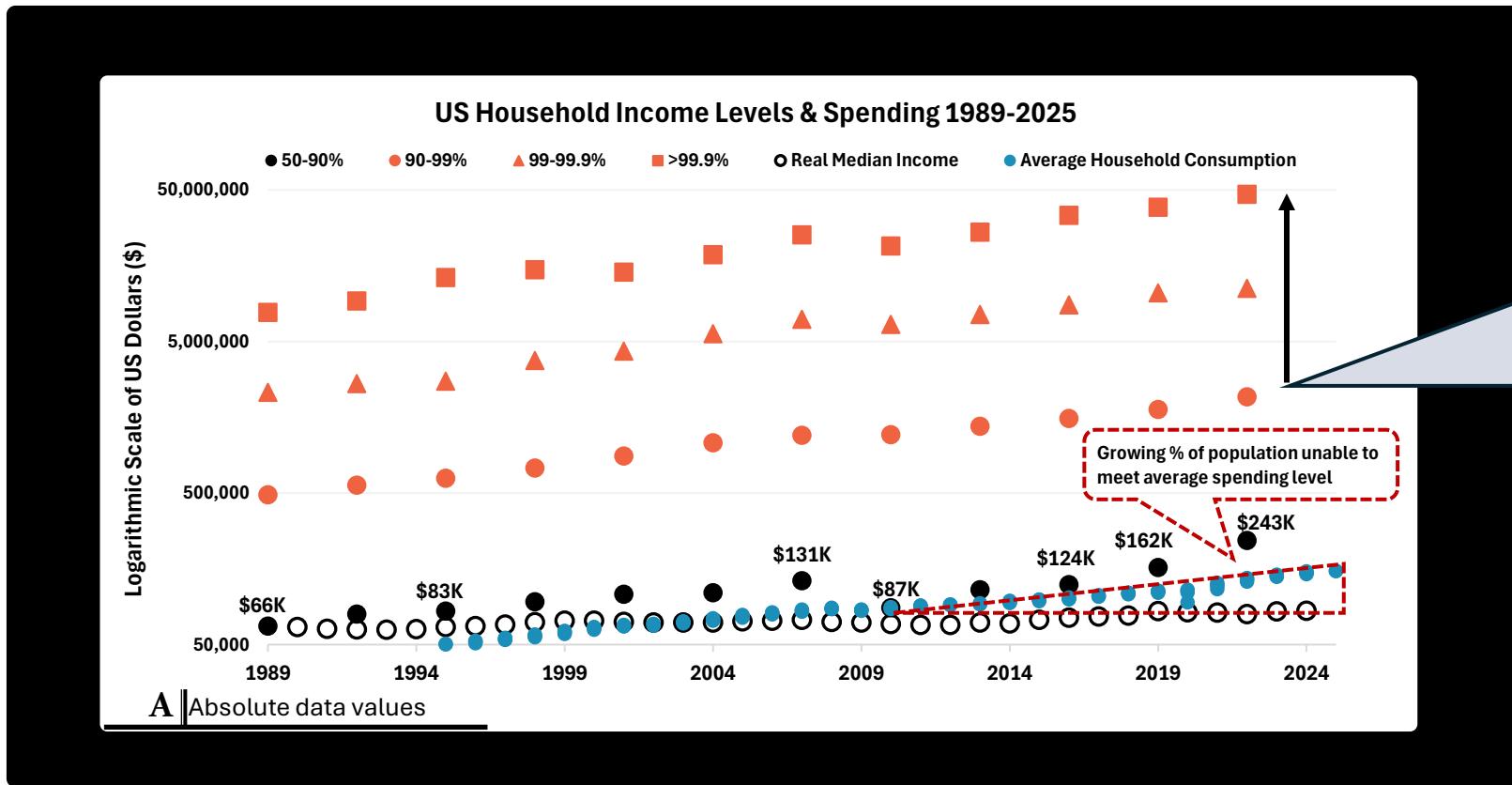
Income Threshold	Total Households (Millions)	Lower Bottom 20%	Lower Middle 21-40%	Middle 41-60%	Upper-Middle 61-80%	Upper 81+%
	134.8	<\$34,510	\$34,509-65,109	\$65,100-105,499	\$105,500-175,699	>\$175,700
White Alone	84.7	17%	19%	20%	22%	22%
Anyone White	105.7	18%	20%	20%	21%	21%
Anyone Black	19.7	31%	25%	19%	14%	11%
Anyone Asian	9.1	14%	13%	18%	21%	35%
Anyone Hispanic	21.1	23%	24%	22%	18%	13%
Male Only	7.4	15%	23%	25%	21%	16%
Female Only	15.72	27%	27%	23%	16%	7%
Married (no kids)	62.9	7%	14%	19%	27%	33%
Family	86.0	11%	17%	20%	24%	27%

US Census Data tracks ethnicity by income quintiles, highlighting classic data points:

- ∞ Dual-Income No Kids are income quintile winners, Families still favorable distribution
- ∞ White-ethnicity only Households fare economically better than Black & Hispanics,
- ∞ Male only Households greatly exceed Female only Households in Income

# Population & Household Incomes

- ∞ US Income levels stress “Sink or Swim” economy
  - ∞ Households at 90+% ballooned income over last 35 years, 50-90% most growth post COVID
- ∞ Average Household Consumption shows more than bottom 50% of Households going without



*Macro-Bite of USA*

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Contact [Advisory@Greytheorem.com](mailto:Advisory@Greytheorem.com)

See more at Greytheorem.com



# Appendix

# Data Sources

## USA Economic Overview

All GDP Data From U.S. Bureau of Economic Analysis  
All Population Data from U.S. Census Bureau  
All Consumption Data from U.S. Bureau of Economic Analysis

## Government Fiscal & Monetary

Debt & Bonds:  
**DGS1, DGS2, DGS5,  
DGS10, DGS30, GFDEBTN**

Money Supply:  
**M1SL, M2SL,  
MABMM301USQ189S**

Spending:  
All Spending Data from  
U.S. Bureau of Economic  
Analysis

Gold & Dollar:  
**DXY and Gold from TVC**

## Consumer

Sentiment:  
**DGS1, DGS2, DGS5,  
DGS10, DGS30, GFDEBTN**

Employment:  
**B4701C0A222NBEA,  
LNU020 -26628/ 26625,  
LNS -12500000/  
12600000**

Housing:  
**WFRBL-N40302/N40301/  
N09303/ N09304/  
99T999308/ TP1310/  
B50300**

Spending & Inflation:  
**PCE, PMSAVE, TOTALSL,  
CPIAUCSL, POPTHM,  
MEPAINUSA672N,  
MEDCPIM158SFRBCLE**

## Exports & Imports

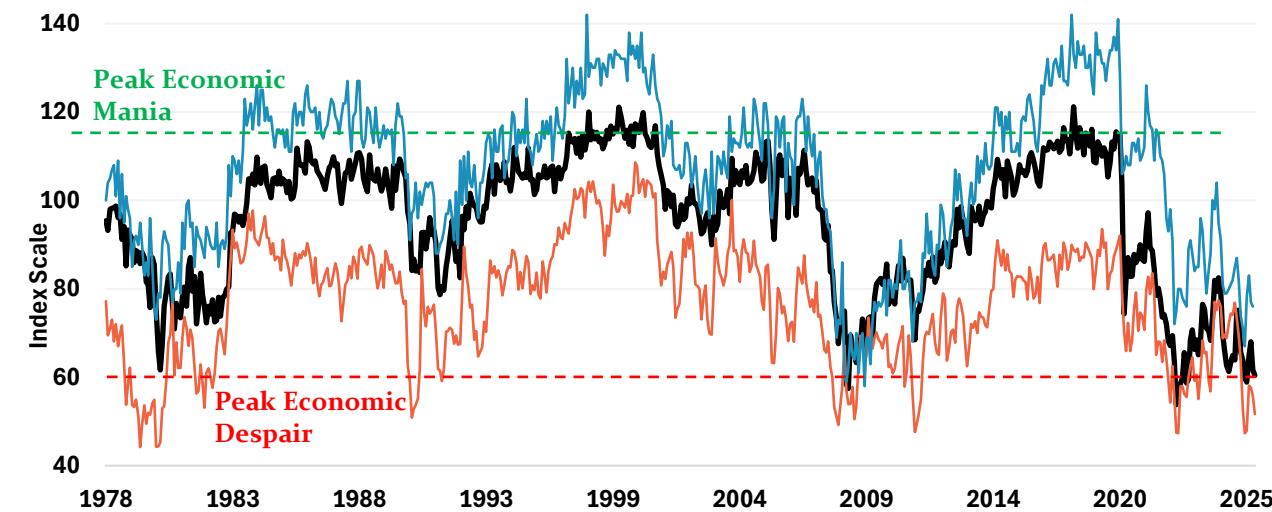
All Exports & Imports Data From U.S. Bureau of Economic Analysis

## Investments

All Investments Data From U.S. Bureau of Economic Analysis

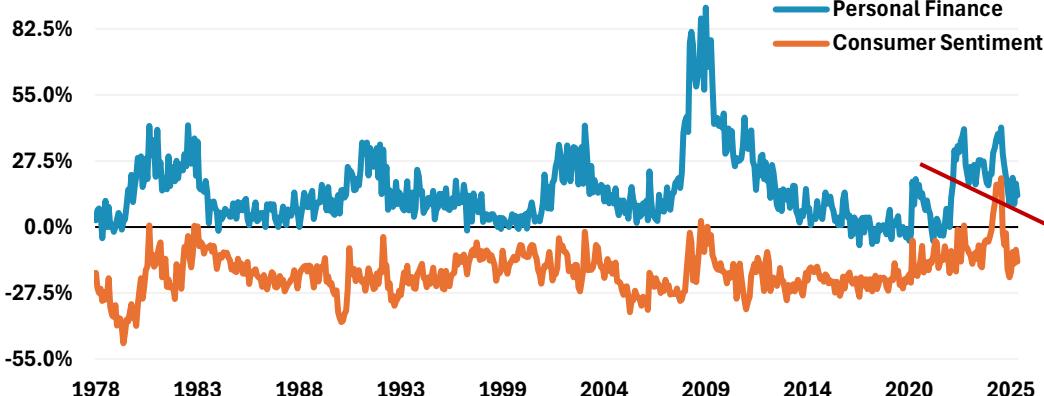
# Appendix - Consumer Sentiment

UMich Index of Consumer Sentiment



A || Absolute data values

1 Consumer Sentiment & Personal Finance Normalized for expected changes reveals General Negativity, Personal Positivity

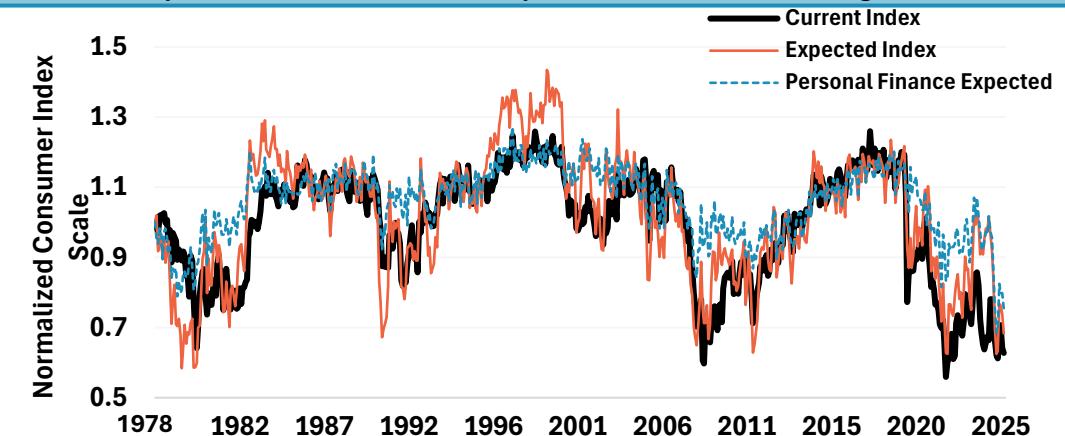


B || Basic data manipulation

Definition –  $(\text{Expected Value} - \text{Current Value}) / \text{Current Value}$  for Percent-based directionality

- ∞ US is hovering around “Peak Economic Despair”, worst consumer sentiment period on record
- ∞ Sentiment worsening, fears over Personal Financial future most foreshadowing economic pain<sup>1</sup>
- ∞ Consumers typically negative about general economy, positive about own financial future
- ∞ Consumers believe they’ll outperform general economy after crisis, otherwise tie own financial future to current economy<sup>2</sup>

2 Consumer Sentiment Normalized to Initial Reading finds Consumers' expectations have tied to current post-2008 crisis; lacks leading effect

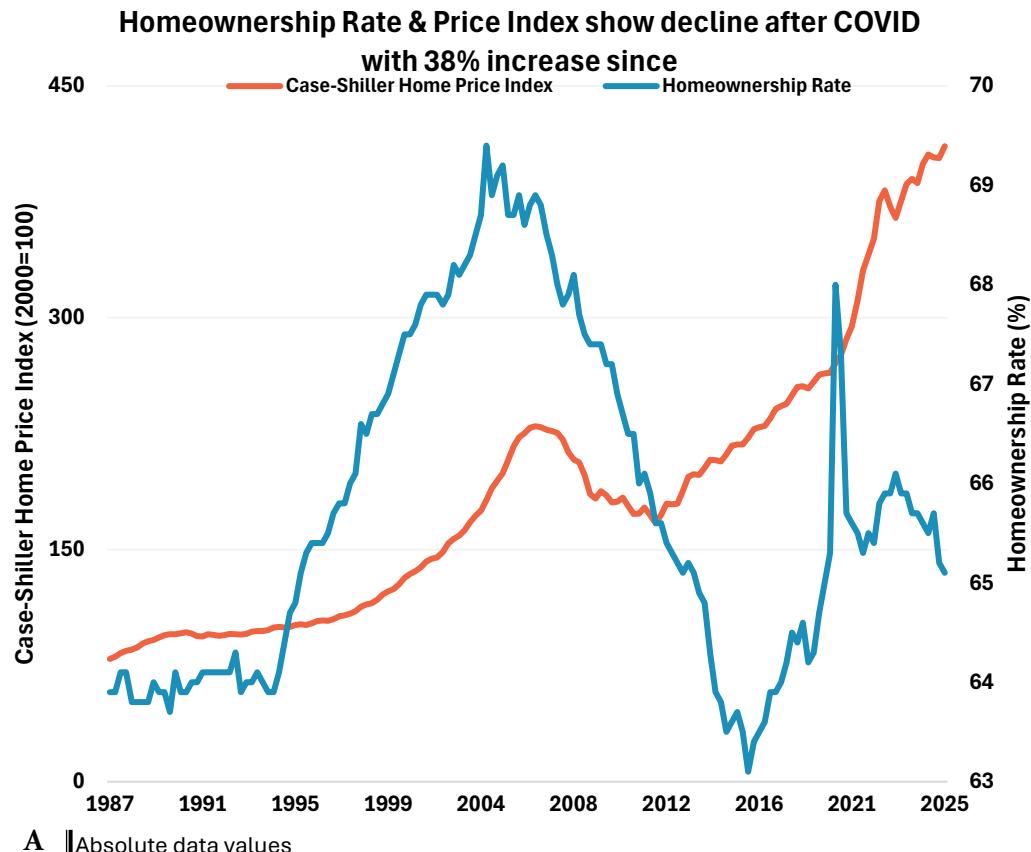


B || Basic data manipulation

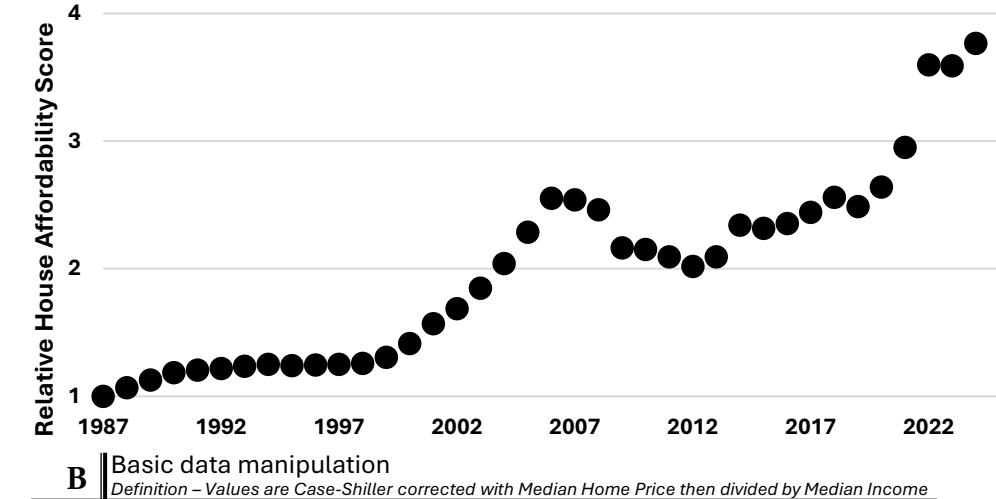
Definition – Each series normalized to own initial read in 1978

# Appendix - Housing

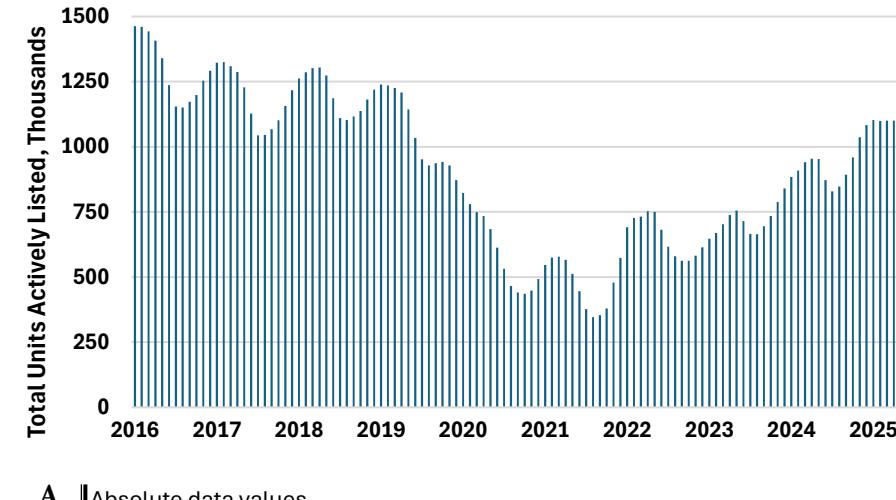
- ∞ Fiscal & Monetary policy post-COVID weaponized Institutional ownership of Housing for trickle-down fiscal stability of municipalities, and inflation of GDP and US collateral asset markets
- ∞ Ownership affordability has dropped over past 7 years, twice as expensive as 2012
- ∞ **Institutional Ownership ~11% of Total US Housing Stock**



**Housing Affordability, Normalized Price to Median Income, shows doubling of REAL cost to own since 2012**

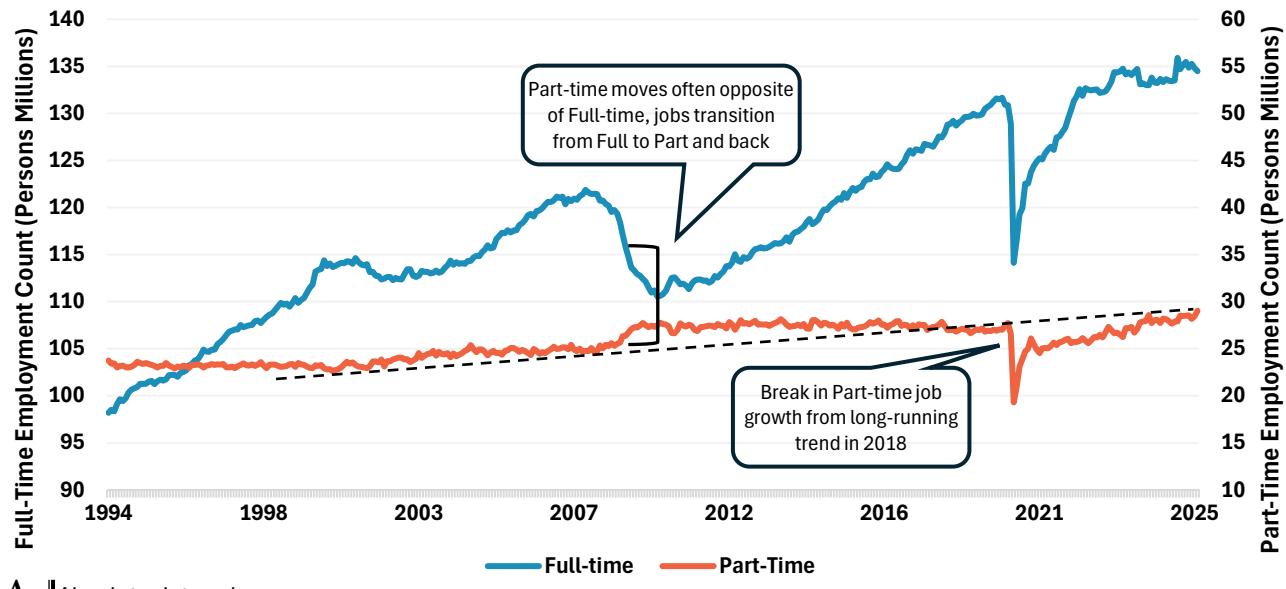


**Active Listings Housing Inventory shows extreme supply-issues post-COVID, returning to norm**



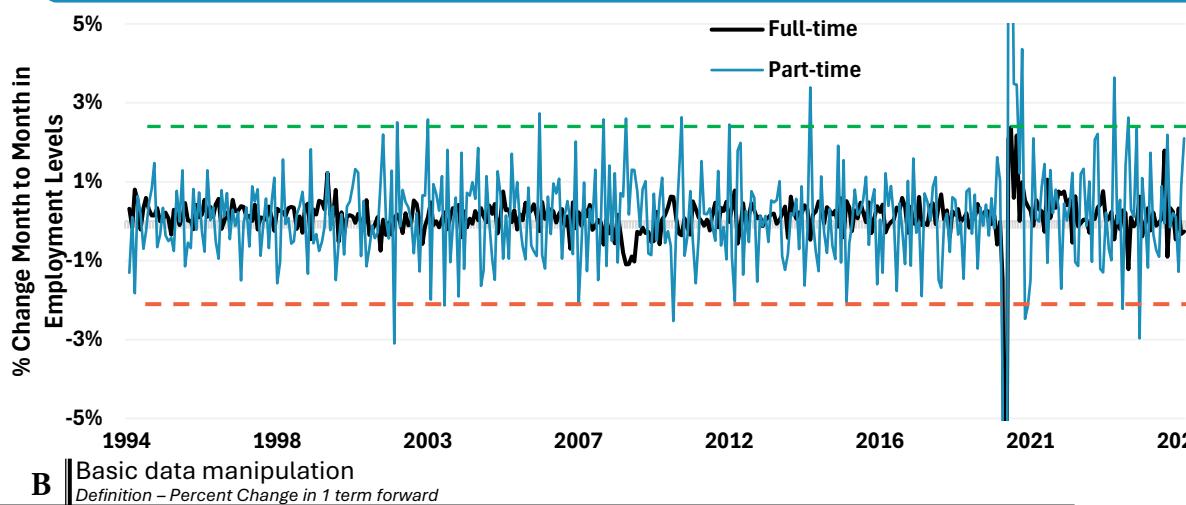
# Appendix - Employment

**Full & Part Time Employment shows 38% growth in 30 years, <2% in 5**



A || Absolute data values

**1** Monthly Change in Employment Levels shows (1) Significant flexibility of Part-time labor pool, (2) COVID was more destructive, permanently, to Part-timers, (3) Significant shed of Part-timers in late 2024 on par with 2002 & 2010 Bust periods - months earl



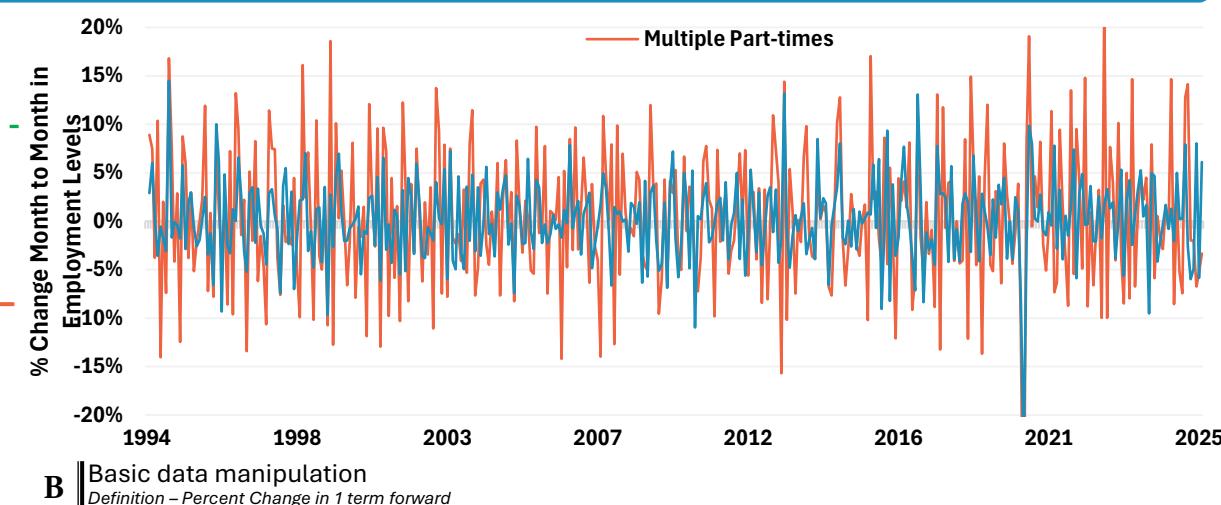
B || Basic data manipulation  
Definition – Percent Change in 1 term forward

∞ US

∞ Annual Total Hours worked by all US employees increased from 200 to 260 Billion hours same timeframe, equivalent Growth to Employment

∞ “Cure” for underemployment is working slower

**2** Monthly Change in Multiple Job Holders shows those with Multiple-Part time jobs are gaining employment the most, stressing lack of full-time mobility



B || Basic data manipulation  
Definition – Percent Change in 1 term forward

*Macro-Bite of USA*

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