

Macro Roundup Article

Headline: [Larry Summers Says Fed Will Need to Boost Rates More Than Markets Expect](#)

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Summary: Interest-rate futures suggest traders expect the Fed to raise rates to about 5% by May 2023, compared with the current target range of 3.75% to 4%. "Six is certainly a scenario we can write," Larry Summers said with regard to the peak percentage rate for the Fed's benchmark. "And that tells me that five is not a good best-guess." Summers reiterated that he didn't think the Fed ought to change its inflation target to, say, 3% from the current 2% -- in part because of potential credibility issues after having allowed inflation to surge so high the past two years.

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