

Macro Roundup Article

Headline: [Synchronized Easing](#)

Article Link: <https://fedguy.com/synchronized-easing/>

Author(s)	Joseph Wang
Publication	Fed Guy Blog
Publication Date	March 26, 2024

Tweet: [As the global rate-cutting cycle gets underway in advanced economies @FedGuy12 expects risk assets to appreciate.](#)

Summary: The Swiss National Bank kicked off the developed market central bank cutting cycle with a surprise cut this week, but everyone else is right behind them. The macro backdrop remains benign for risk assets, where speculative psychology appears to be taking hold. Fiscal policy remains loose as the popular culture continues to demand more fiscal spending. Longer-dated yields appear to be stable, potentially responding to an imminent QT tapering. Economic growth remains steady, unemployment remains low, and most importantly the central banks are no longer standing in the way. While the declines in 2008 and 2020 understandably loom large in the memory of many speculators, that is not the only possible path for an upward price trend. There are also periods like the 1990s and 1920s where the market can rise longer and higher than anyone ever imagined. Related: The Fed and the Secular Decline in Interest Rates and The Fed's Growth Optimism Puts a Floor Under Rates and Has the U.S. Economy Transitioned to a Higher Long-Run Real Interest Rate Regime?

Primary Topic: Banking

Topics: Banking, Business Cycle, Financial Markets, GDP, Monetary Policy, Op-Ed/Blog Post

Permalink: <https://www.edwardconard.com/macro-roundup/as-the-global-rate-cutting-cycle-gets-underway-in-advanced-economies-fedguy12-expects-risk-assets-to-appreciate?view=detail>

Featured Image

Link: <https://www.edwardconard.com/wp-content/uploads/2024/03/Cutting-Cycle-Underway-.png>