

Macro Roundup Article

Headline: [Fed Will Walk a Tightrope Between SVB, Inflation](#)

Article Link: <https://www.bloomberg.com/opinion/articles/2023-03-15/fed-will-walk-a-tightrope-between-svb-and-sticky-inflation?sref=U3dOGIDF>

Author(s)	John Authors
Publication	Bloomberg
Publication Date	March 15, 2023

Tweet: .@johnauthors worries about the highly leveraged commercial real estate sector. Vornado's market cap is back at its January 2000 level and Bloomberg Office Property REIT index has halved in the past year. @markets

Summary: The market cap of Vornado Realty Trust, one of the biggest developers of office property in New York City is now worth barely any more than it was at the turn of the millennium. Bloomberg's index of office property real estate investment trusts (REITs) is still above its worst level from the GFC, but it's halved in the last 12 months to a point it first reached in September of 1996. Few people are terribly bothered by the prospect of property developers losing money. The problem is that such developers tend to be heavily leveraged. If they're not able to repay their loans, that could be a problem for everyone. Keep an eye on the skyscrapers.

Primary Topic: Business Cycle

Topics: Business Cycle, Financial Markets, Op-Ed/Blog Post

Permalink: <https://www.edwardconard.com/macro-roundup/johnauthors-worries-about-the-highly-leveraged-commercial-real-estate-sector-vornados-market-cap-is-back-at-its-january-2000-level-and-bloomberg-office-property-reit-index-has-halved-in-the-past?view=detail>

Featured Image

Link: <https://www.edwardconard.com/wp-content/uploads/2023/03/Office-REIT-Index-.jpg>