

Financial Sense Newshour Macro Tide charts for week of November 22

August 4, 2022 - Tweet

Narrow minded? 2 negative Qtrs = recession

Broader assessment = No recession yet

It matters

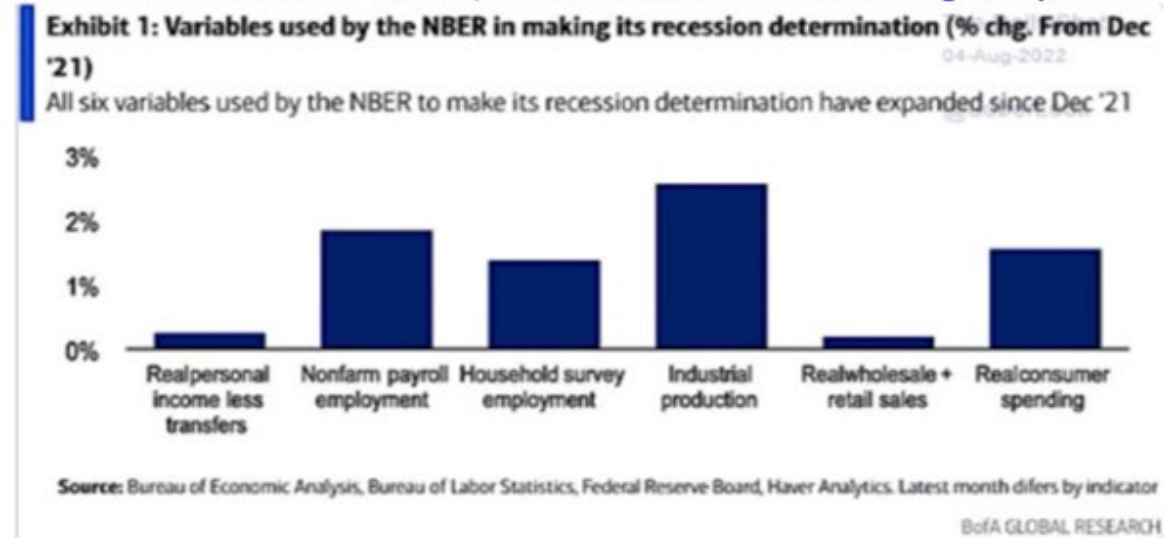
FOMC members believe no recession yet

View will shape policy

Which matters - Your view? Ego?

Be objective

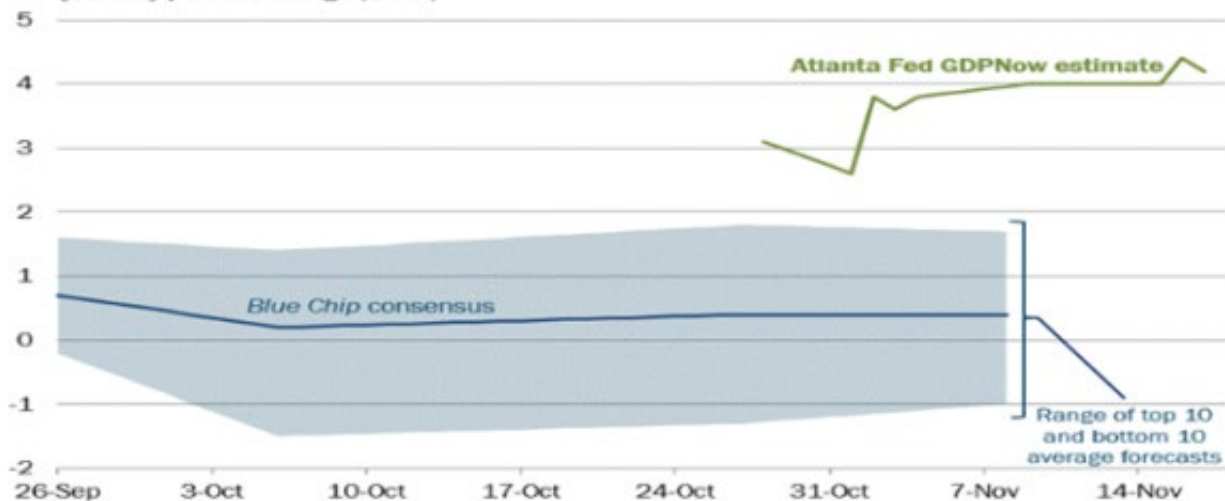
NBER Recession Variables – June 30, 22 NO RECESSION versus GDP 2 negative quarters



Atlanta Fed GDP Now – Fourth quarter GDP +4.2%, Q3 +2.6%

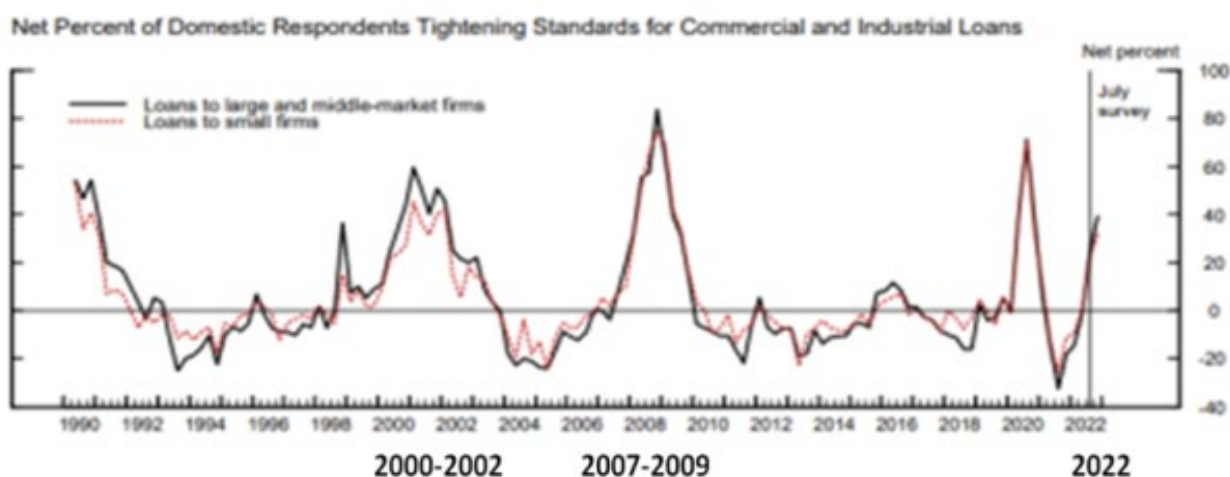
Evolution of Atlanta Fed GDPNow real GDP estimate for 2022: Q4

Quarterly percent change (SAAR)



C&I Lending standards up = more monetary tightening – Fed is spigot, Banks are nozzle

Measures of Supply and Demand for Commercial and Industrial Loans, by Size of Firm Seeking Loan



Tighter Lending Standards – Bad for Profits

Fig. 1: Tighter lending standards will likely weigh on profit growth

S&P 500 EPS growth; Senior Loan Officer Opinion Survey, % of banks tightening



Source: Bloomberg, UBS as of 7 November 2022

