

# Macro Microscope

Higher for Longer



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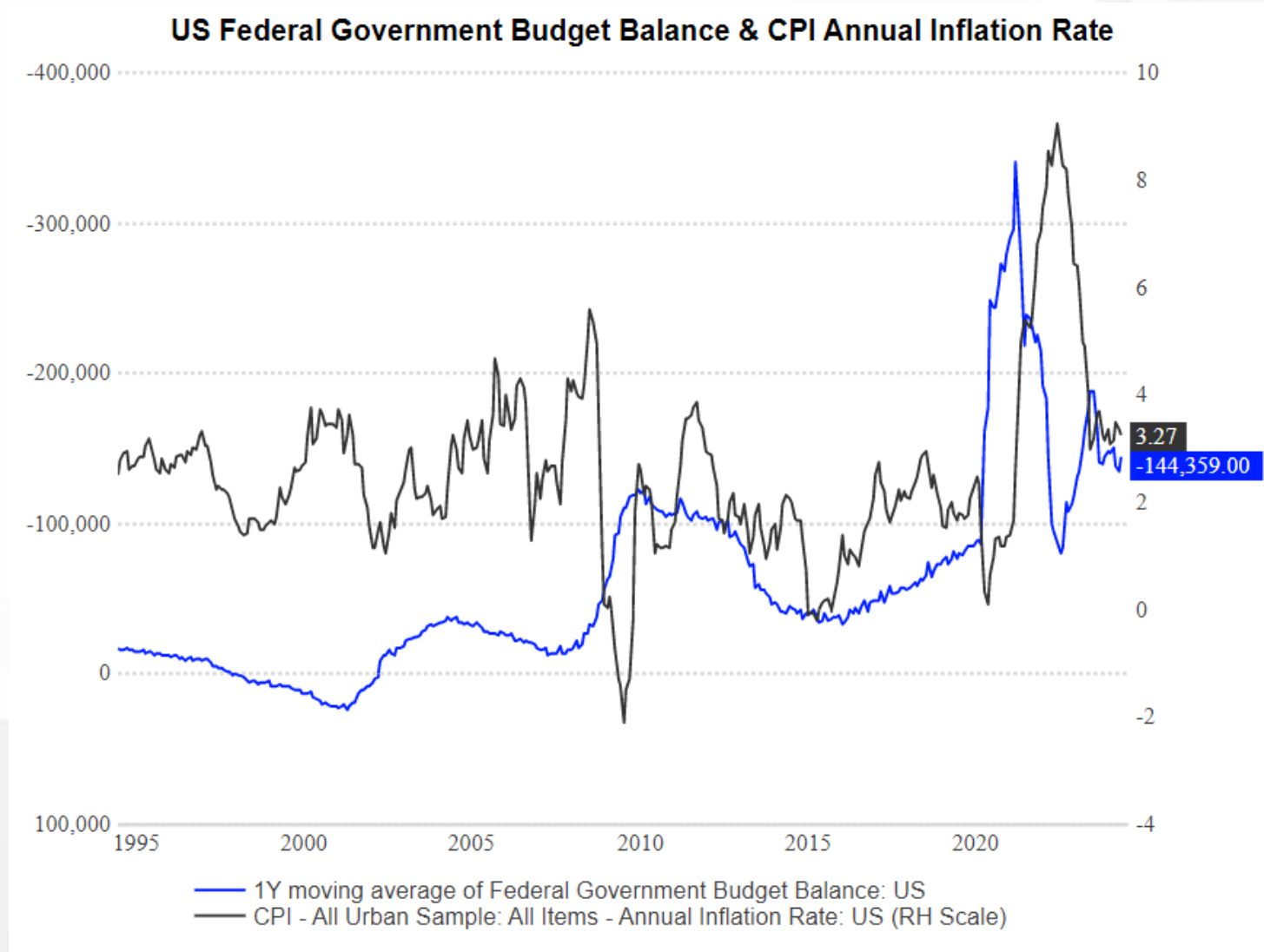
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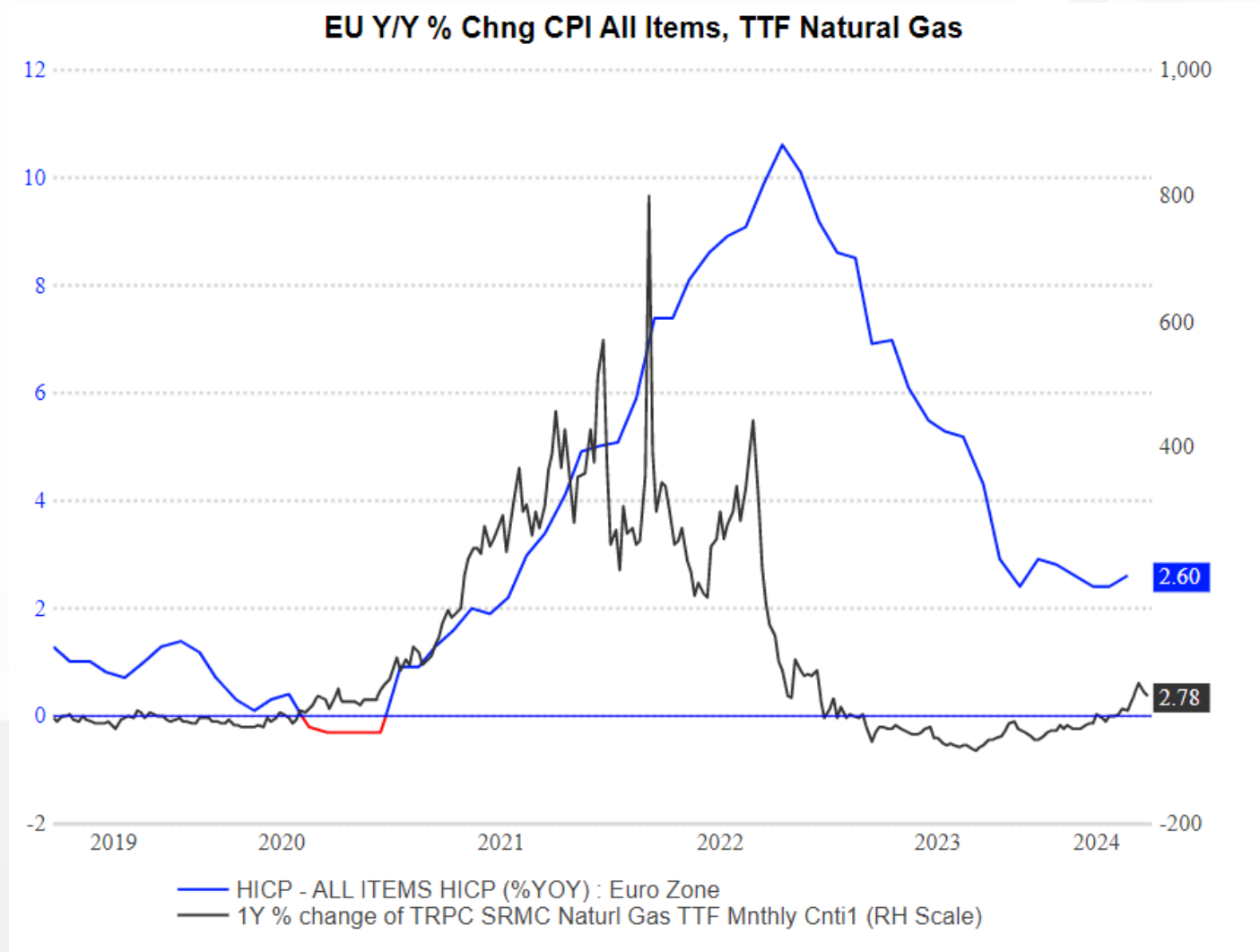


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# Higher for Longer: Key US Consumer Inflation Drivers

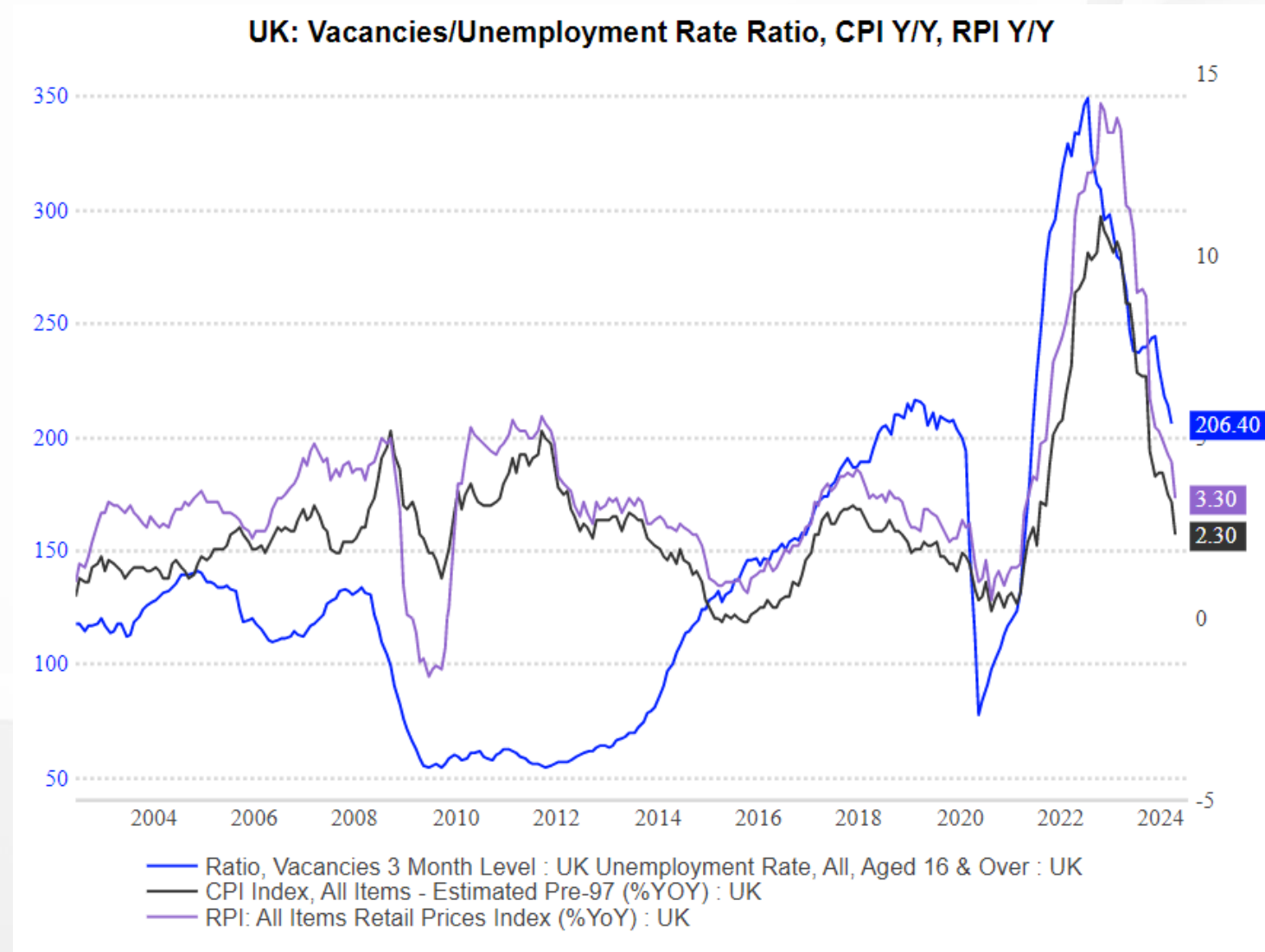


# Higher for Longer: Key EU Consumer Inflation Driver

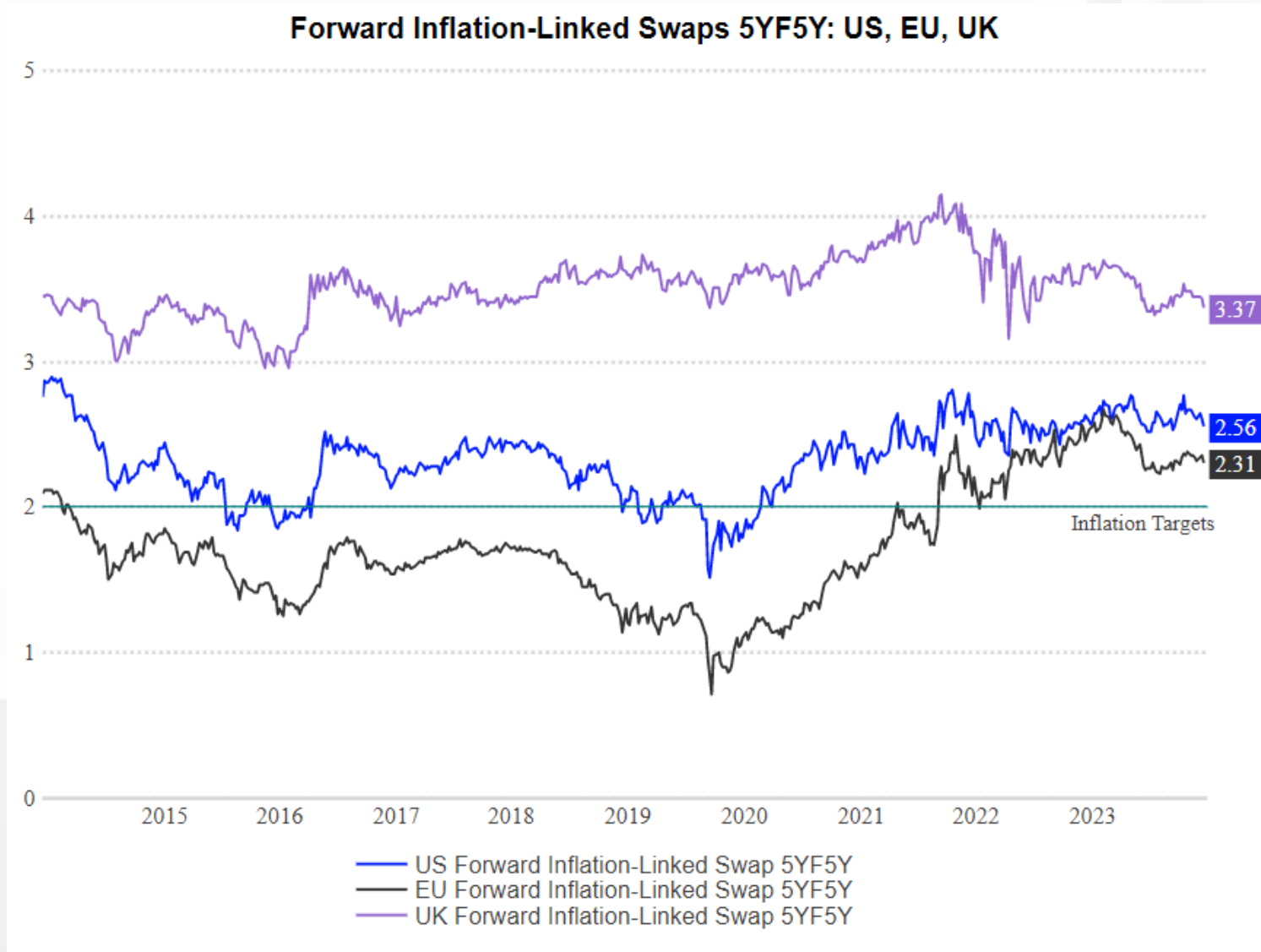




# Higher for Longer: Key UK Consumer Inflation Driver

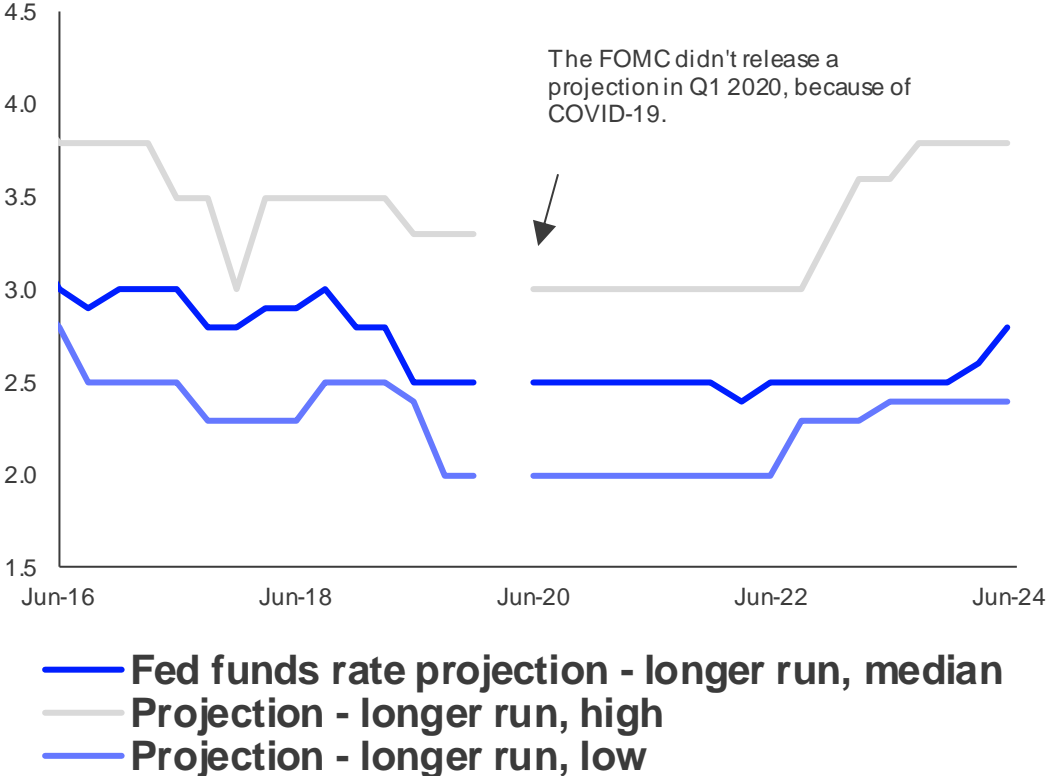


# Higher for Longer: US, EU, UK 5Y5Y Forward Inflation-Inflation Linked Swaps

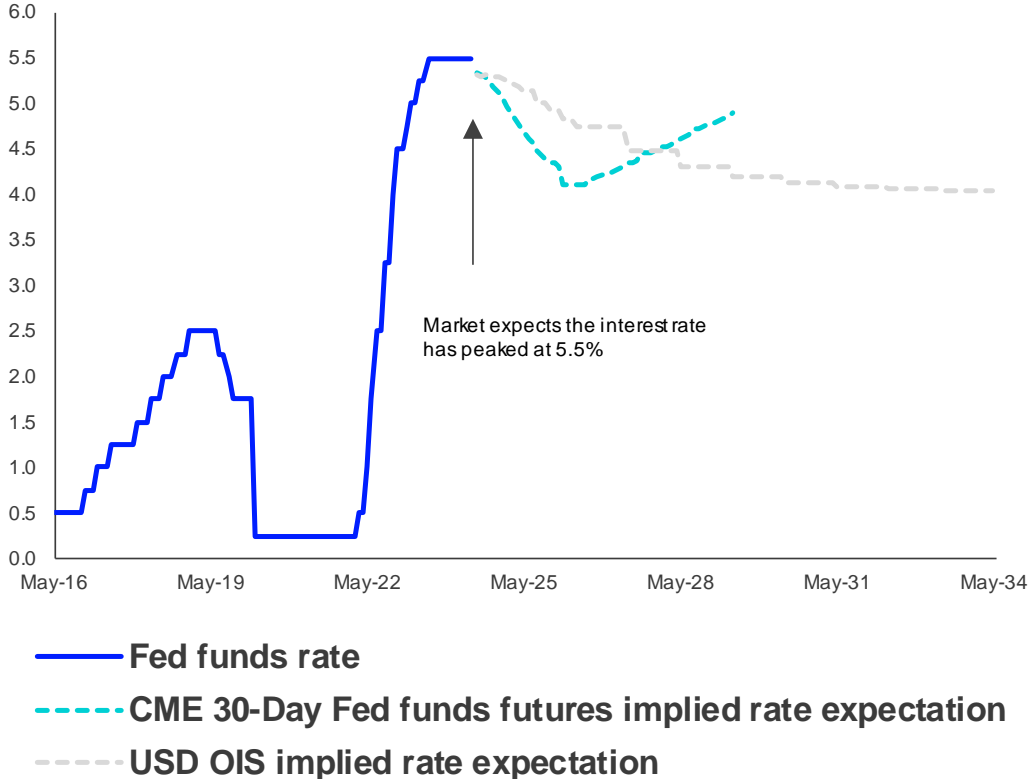


# Higher for Longer: FOMC projections & Market expectations for Fed Funds Rate in the longer term

### FOMC projection of the longer run federal funds rate (%)

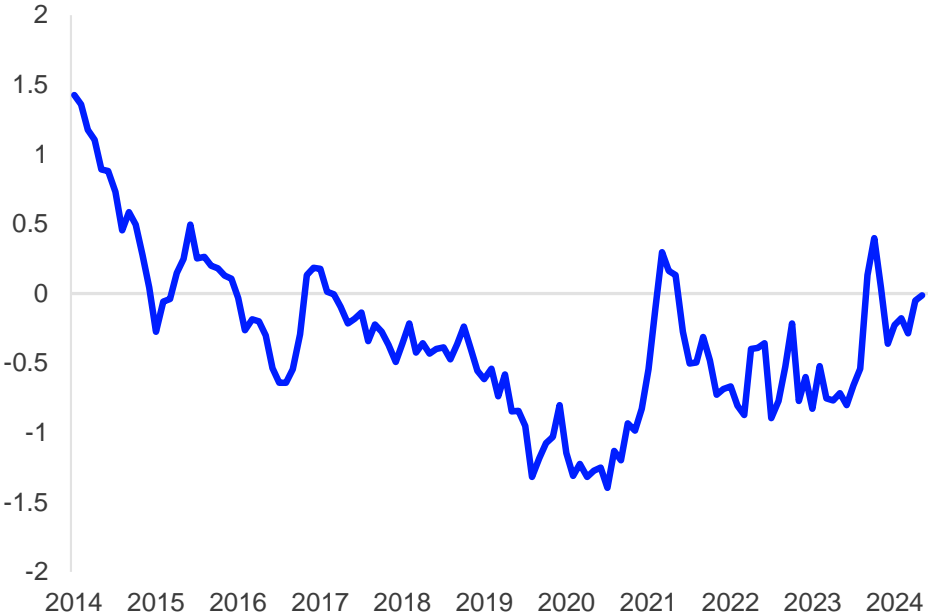


### Fed funds rate vs market implied rate expectation (%)



# Higher for Longer: Implications for the US 10-year Treasury Yield & US labour productivity growth

### US ACM Treasury term premia



ACM model = Adrian, Crump, and Moench

### US labor productivity - nonfarm business, quarterly



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Thank you



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