

Economic Indicators to Watch for Signs of Recovery



Philadelphia Council for Business Economics

A Chapter of the National Association for Business Economics (NABE)



**Bloomberg
BRIEF**

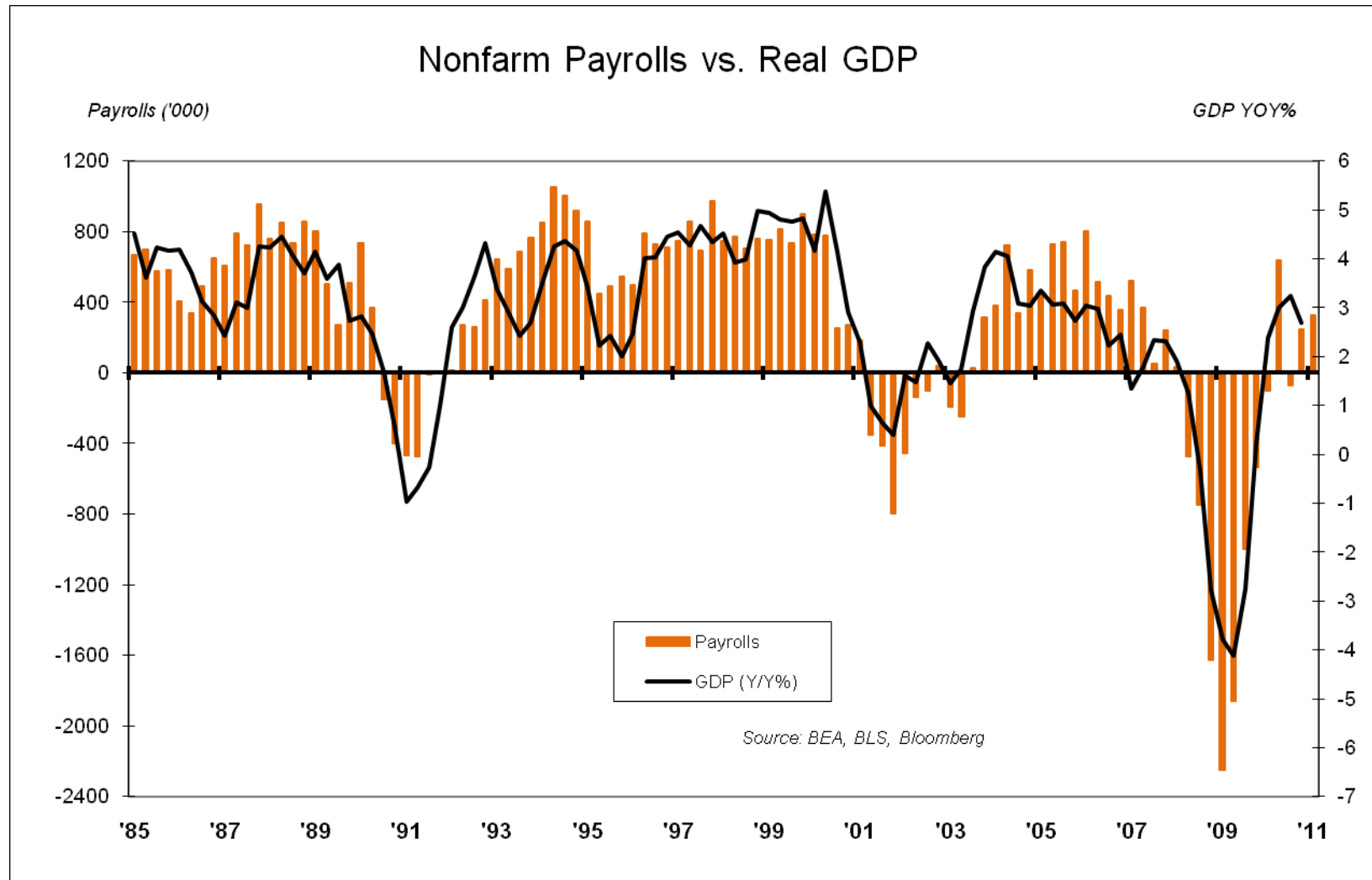
Philadelphia, PA

Wednesday, April 6, 2011

Richard Yamarone

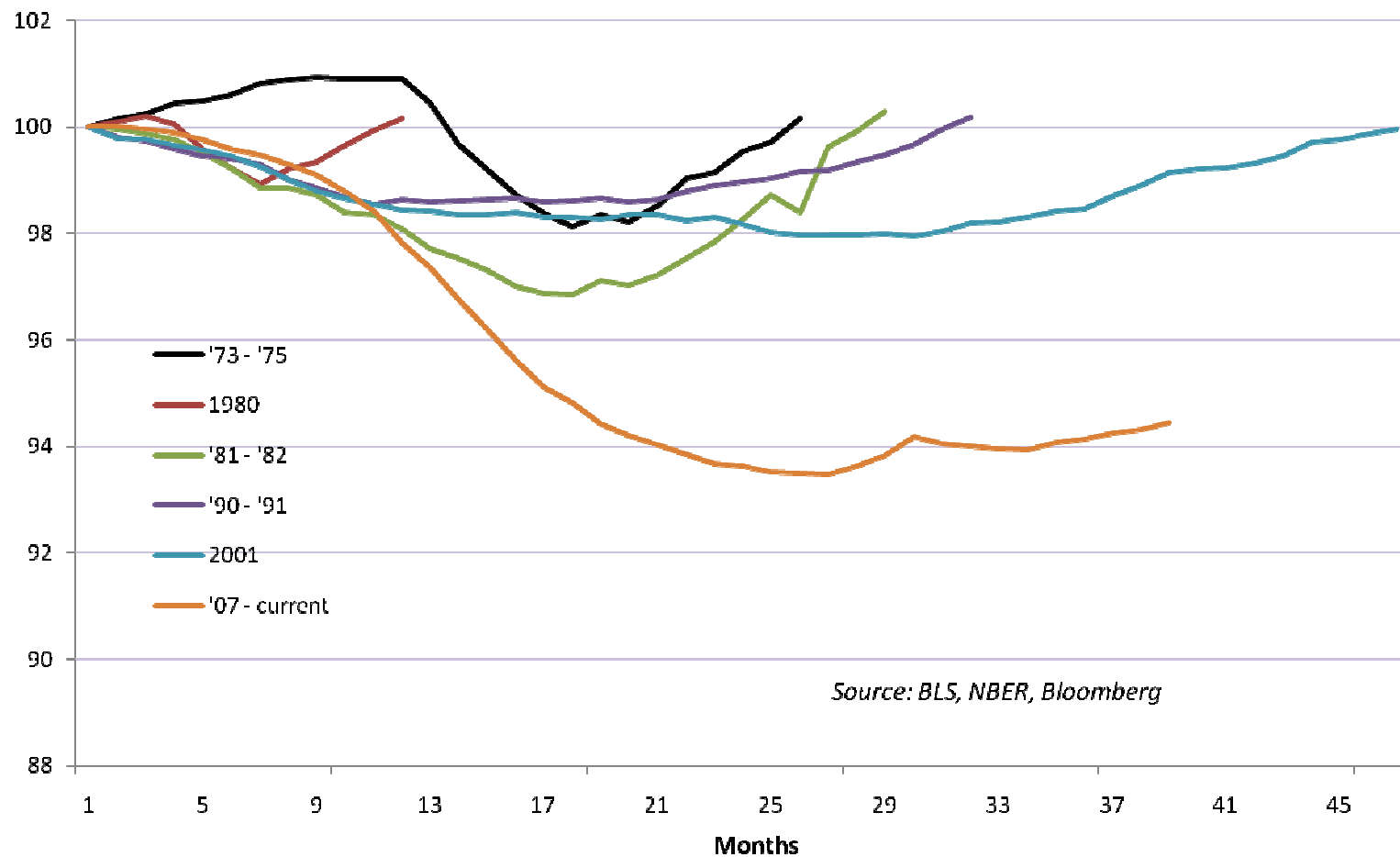
Author of "The Trader's Guide to Key Economic Indicators"

Economy Isn't Advancing Fast Enough to Engender Job Creation



Employment To Be a Slow Train Coming

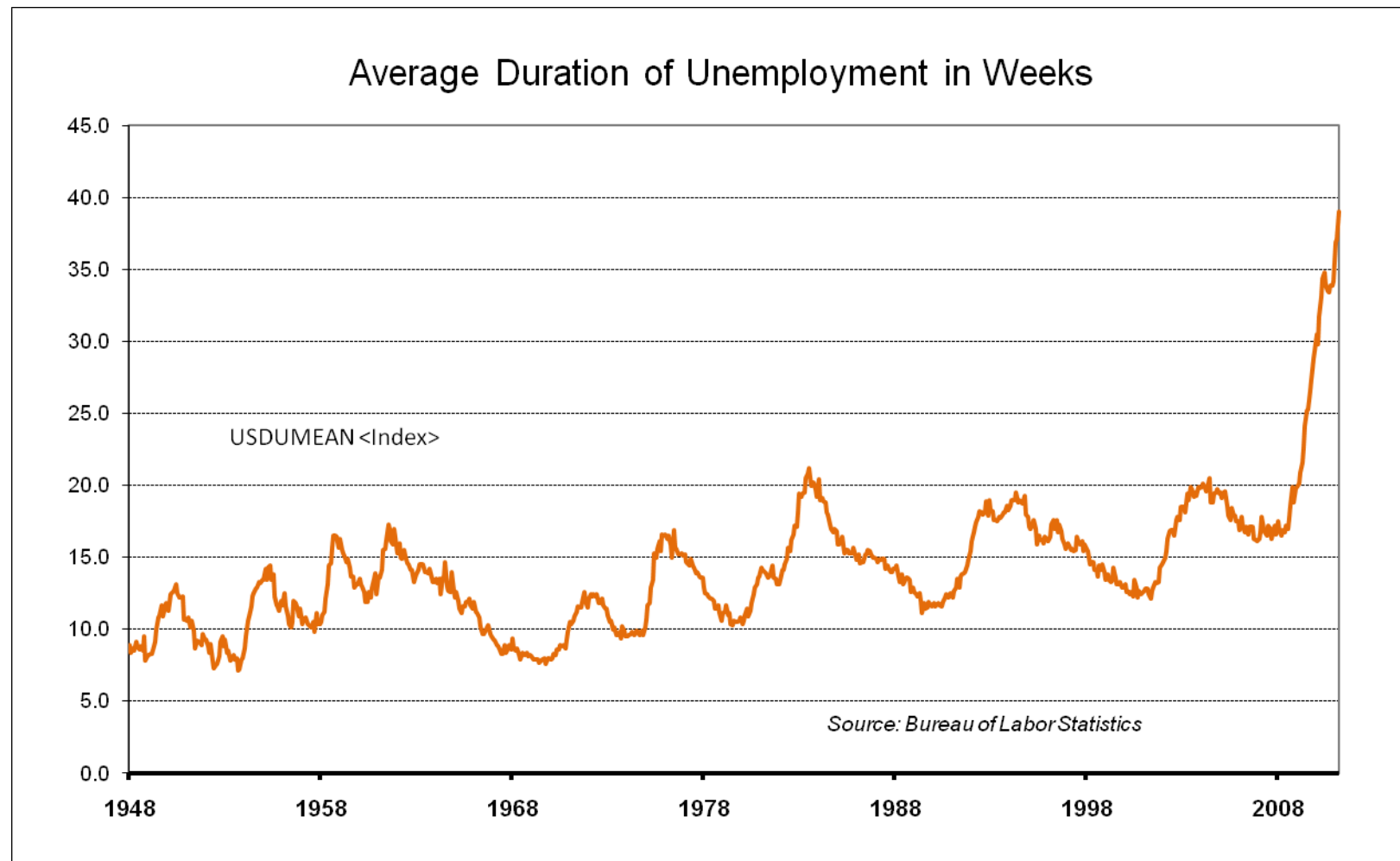
Nonfarm Payroll Creation From Onset of Recession



Employment To Be a Slow Train Coming -- II

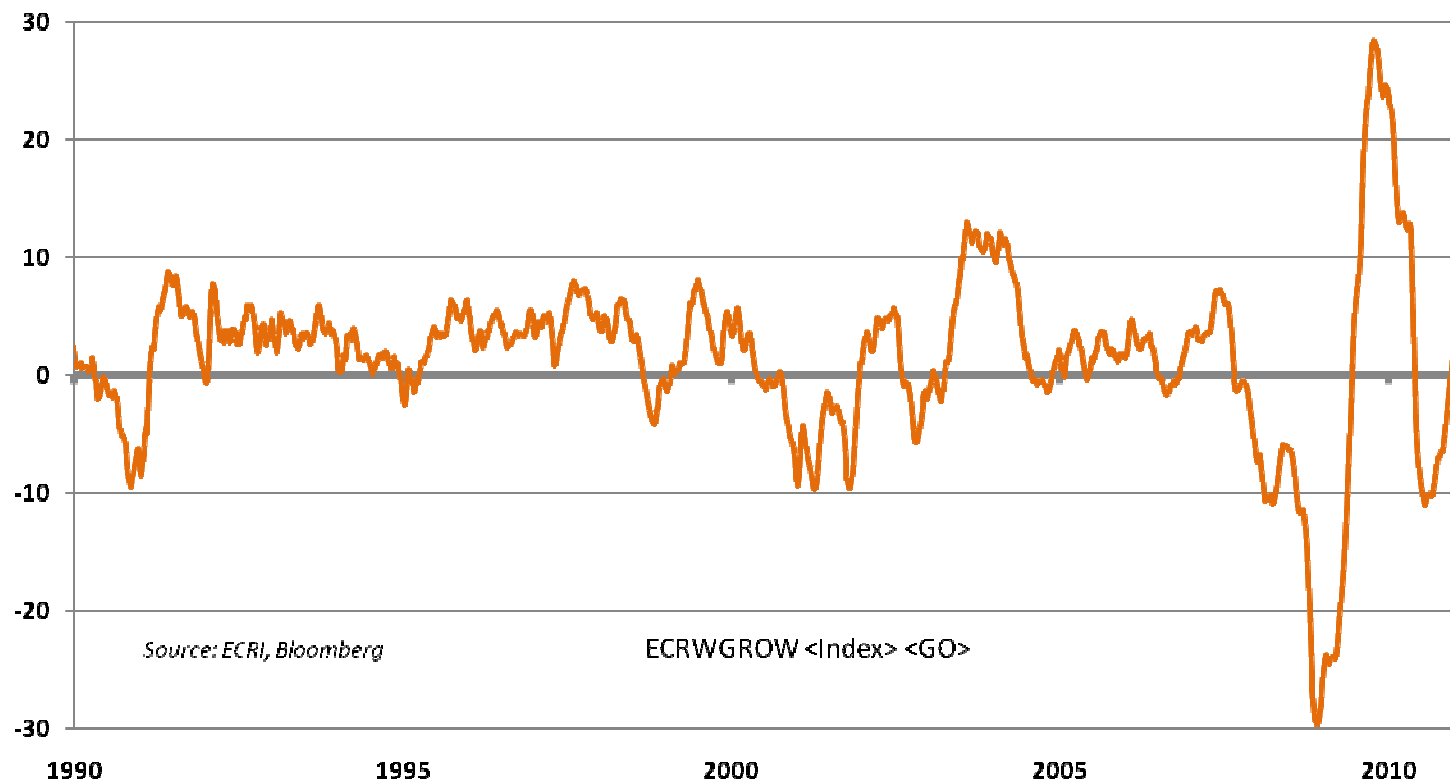
		<i>peak-to-trough</i>		<i>% jobs lost</i>	
	<i>Recession Date</i>	<i>(months)</i>	<i>total jobs lost (millions)</i>	<i>months to job restoration</i>	<i>peak-to-trough</i>
Period 1	1948-49	11	2.34	22	5.17
	1953-54	10	1.71	23	3.33
	1957-58	8	2.22	20	4.17
	1960-61	10	1.19	20	2.16
	1969-70	11	1.04	18	1.46
	1973-75	16	2.17	19	2.70
	1980	6	1.16	10	1.20
	1981-82	16	2.84	28	3.09
	AVG:	11	1.83	20	2.91
Period 2	1990-91	8	1.62	32	1.40
	2001	8	2.71	48	2.04
	AVG:	8	2.16	40	1.72
Period 3	2007-09 (current)	18	8.31	?	6.03

Record High Length of Unemployment – More than Nine Months

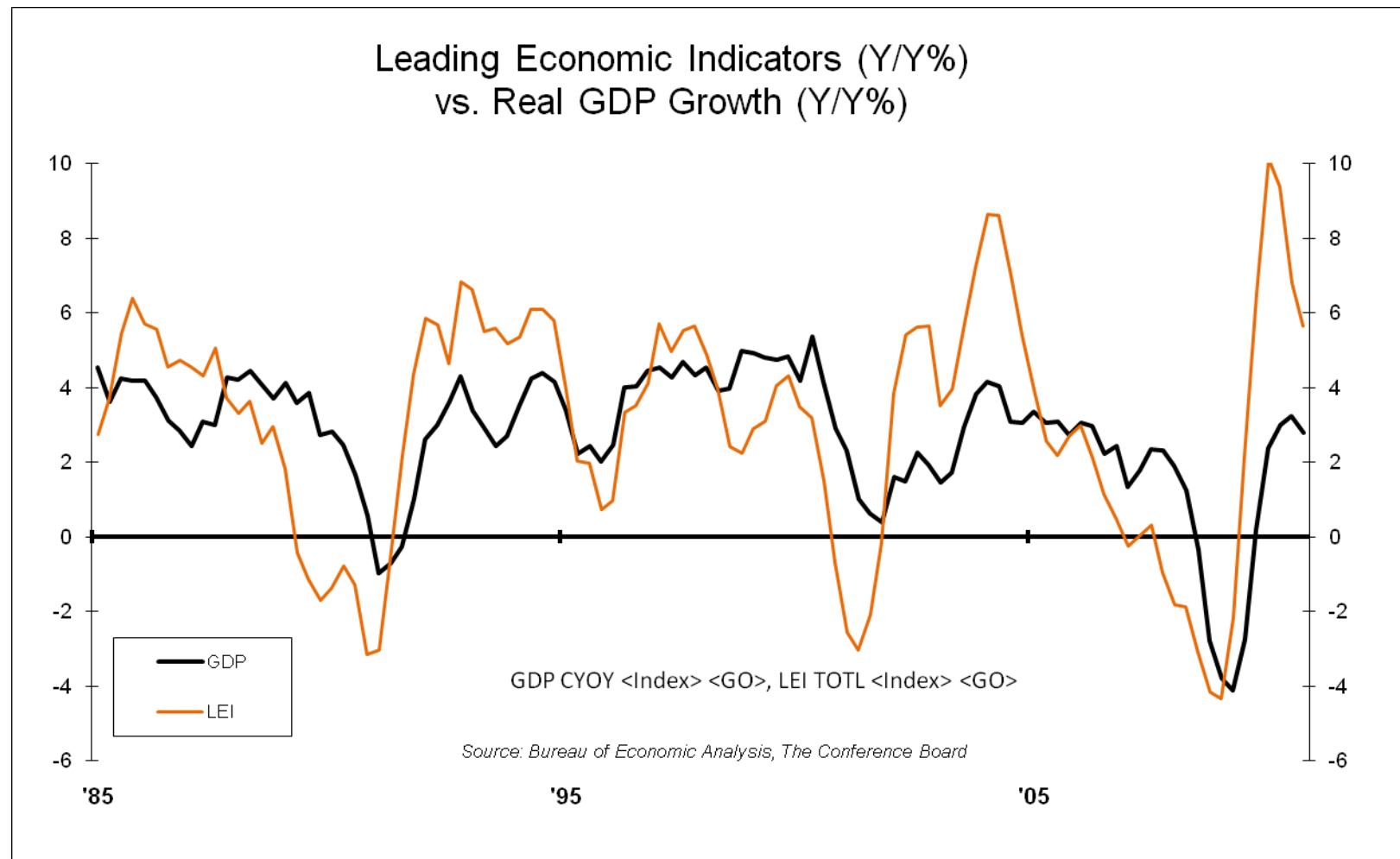


Trusted Street Indicator Signaled 'Double-Dip'

ECRI Weekly Leading Index
Smoothed Growth Rate (%)

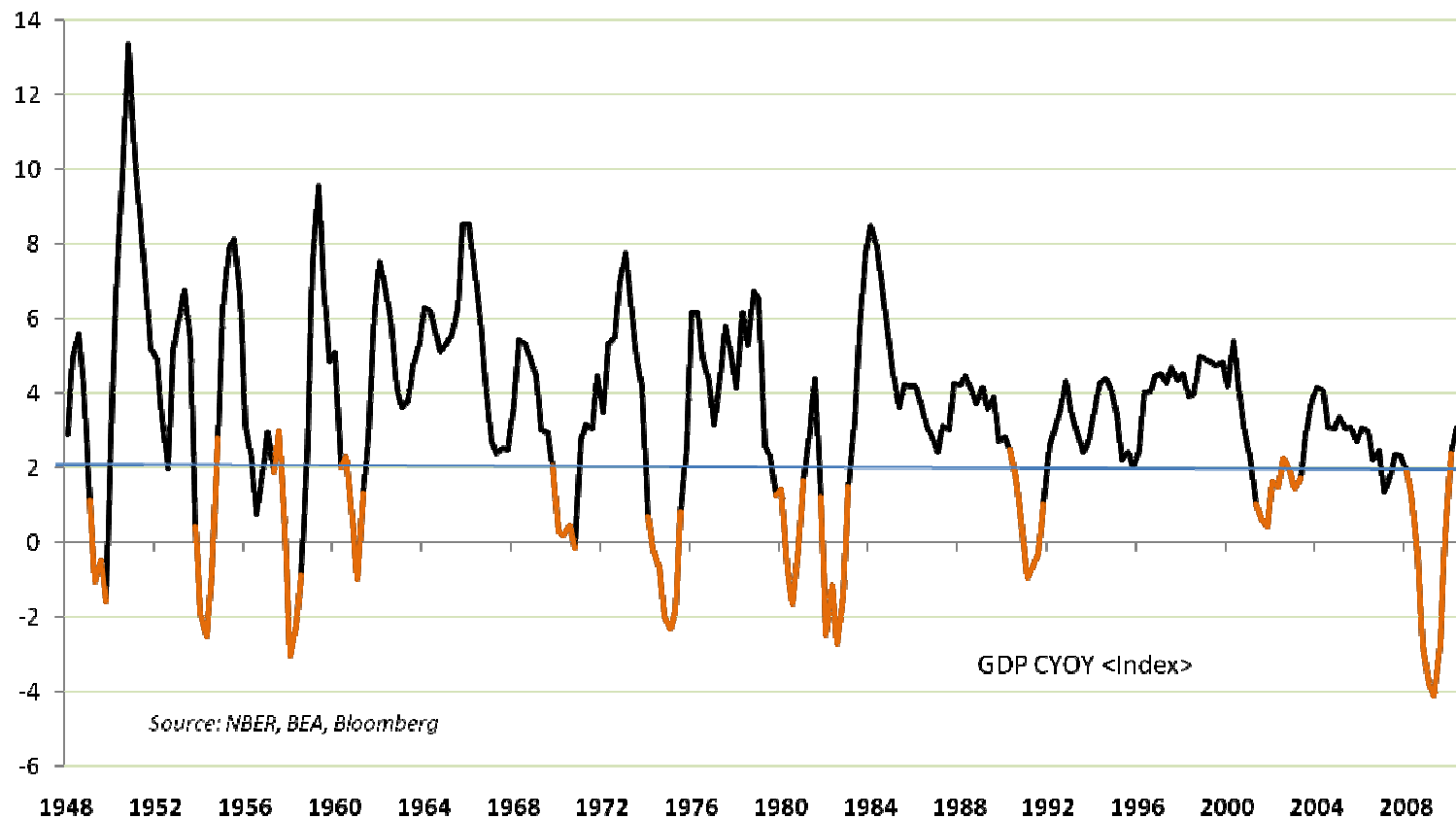


Economy Set for An 'About-Face'

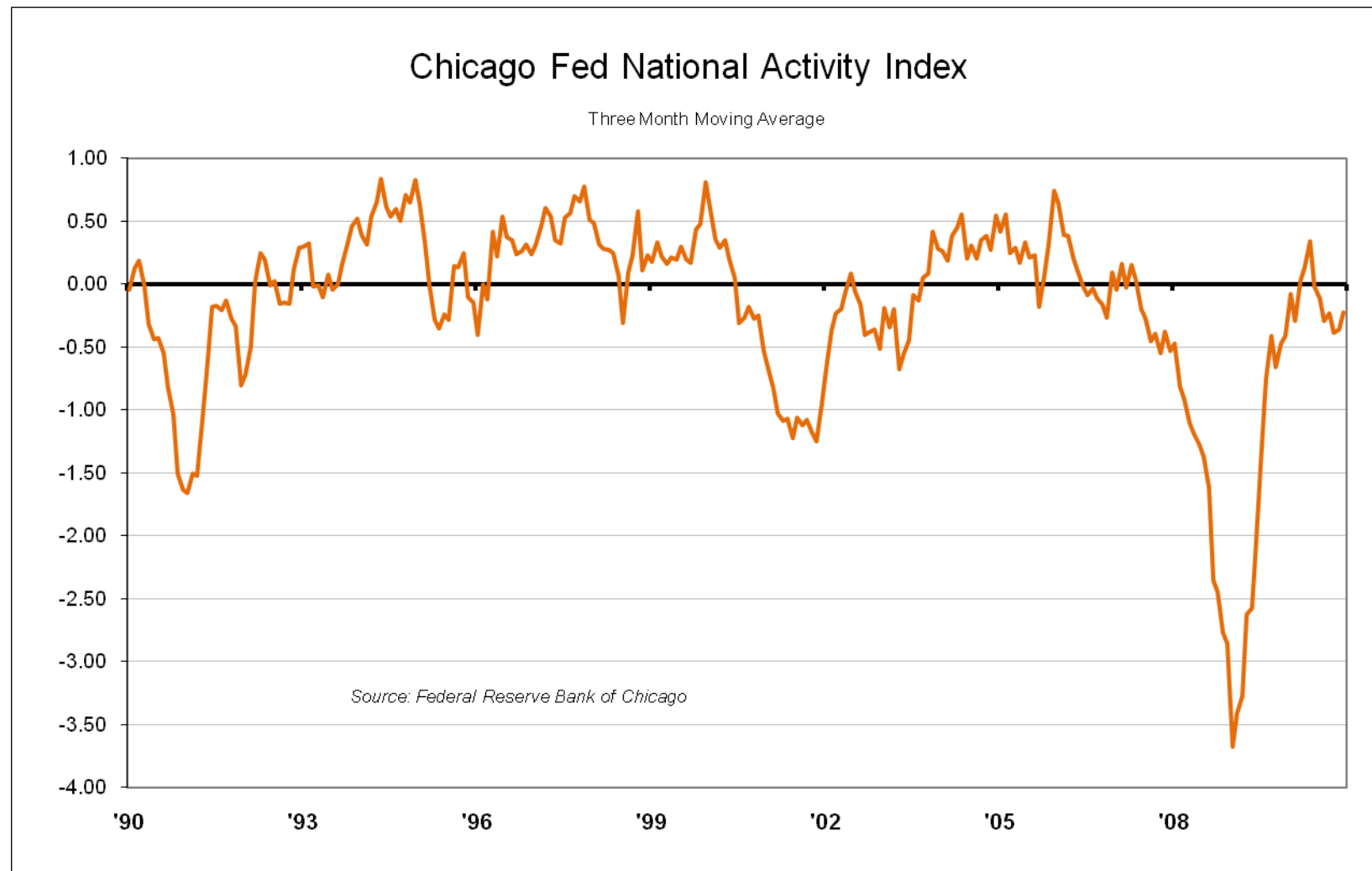


If GDP Dips to 2.0% -- It's Recession Time

Real GDP (Y/Y %)

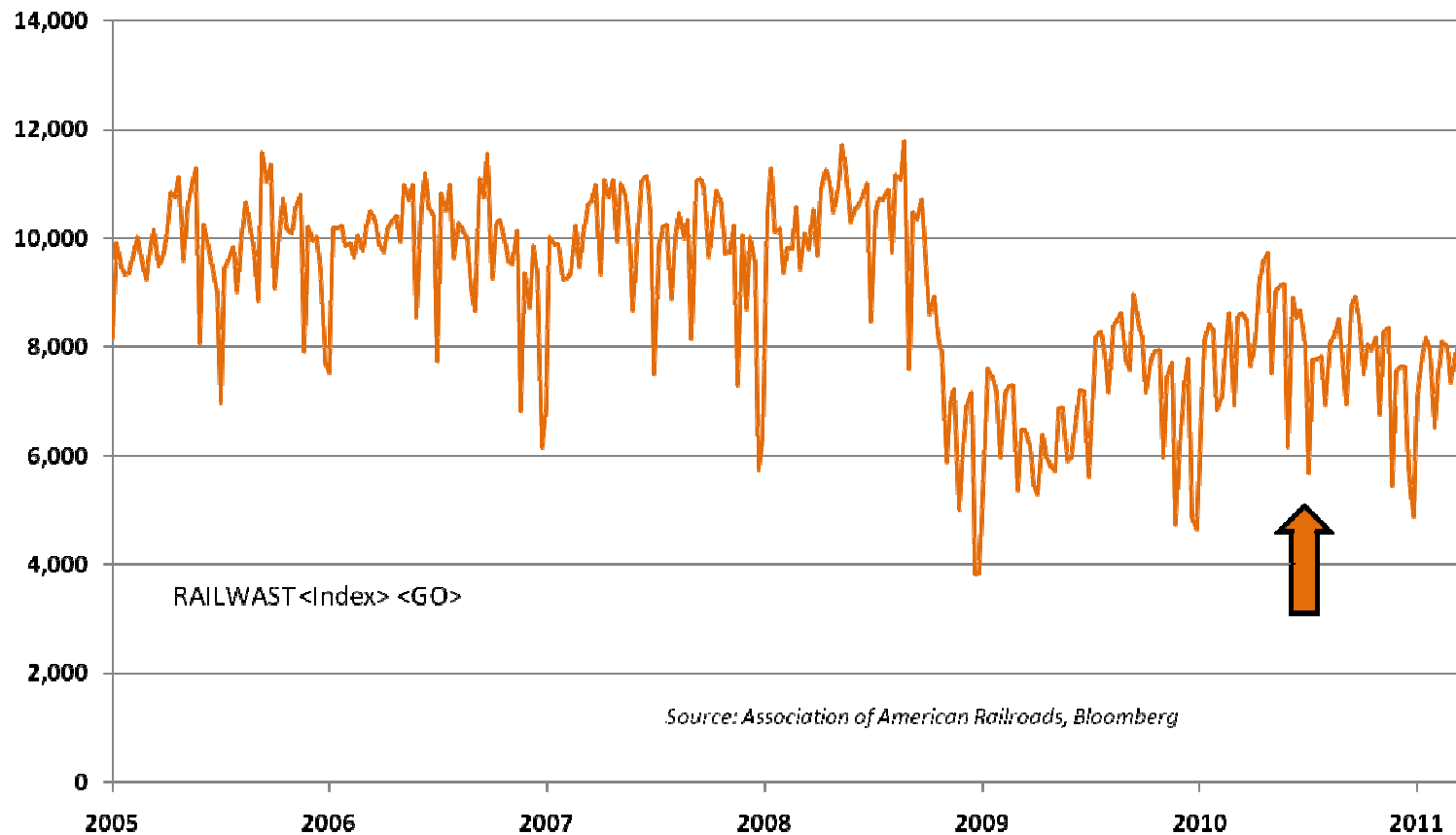


Robust Fed Index Points to Sub-Par Performance

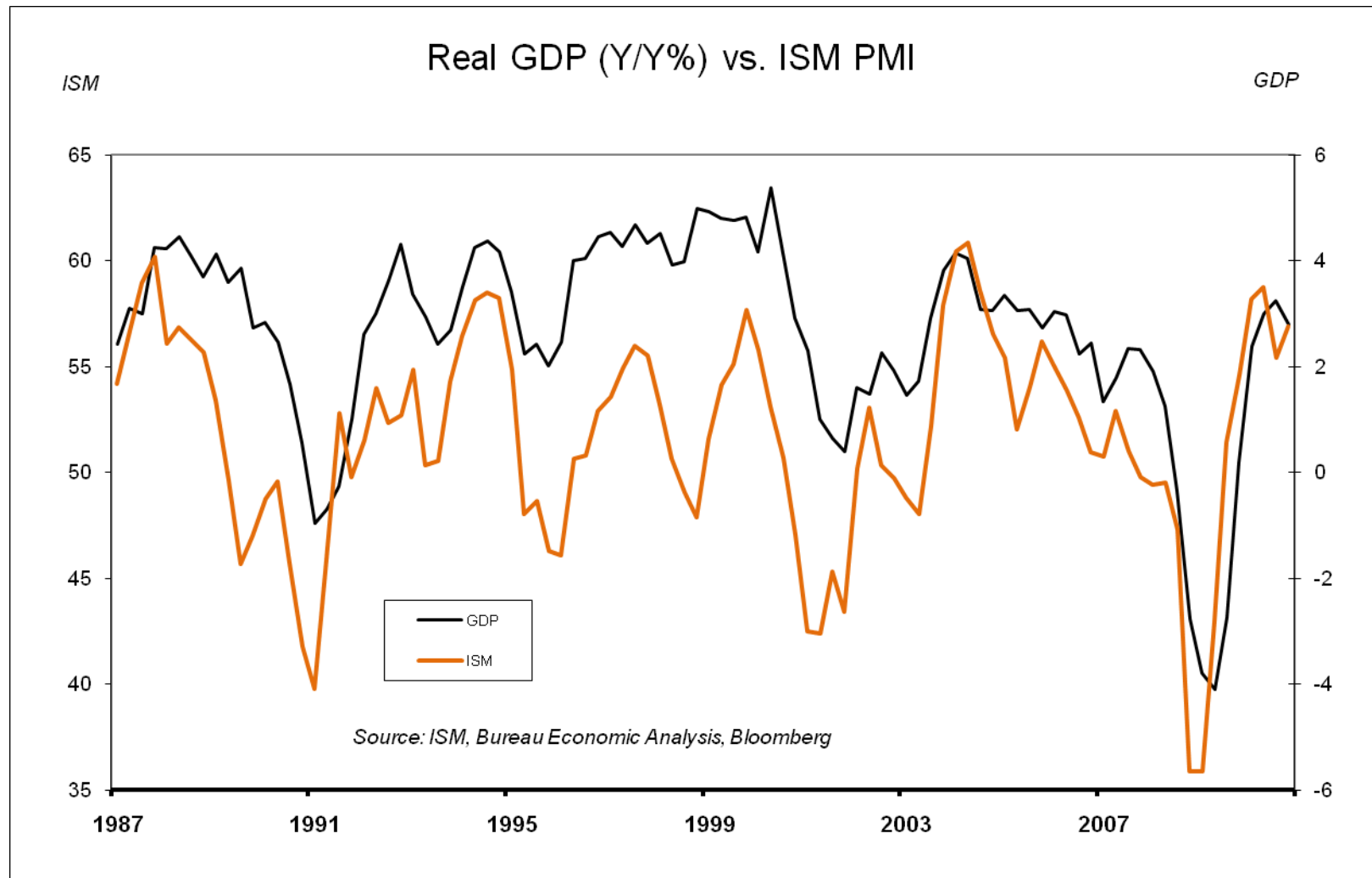


Economic Deceleration Occurred During Early June

Weekly U.S. Rail Carloads -- Waste/Scrap

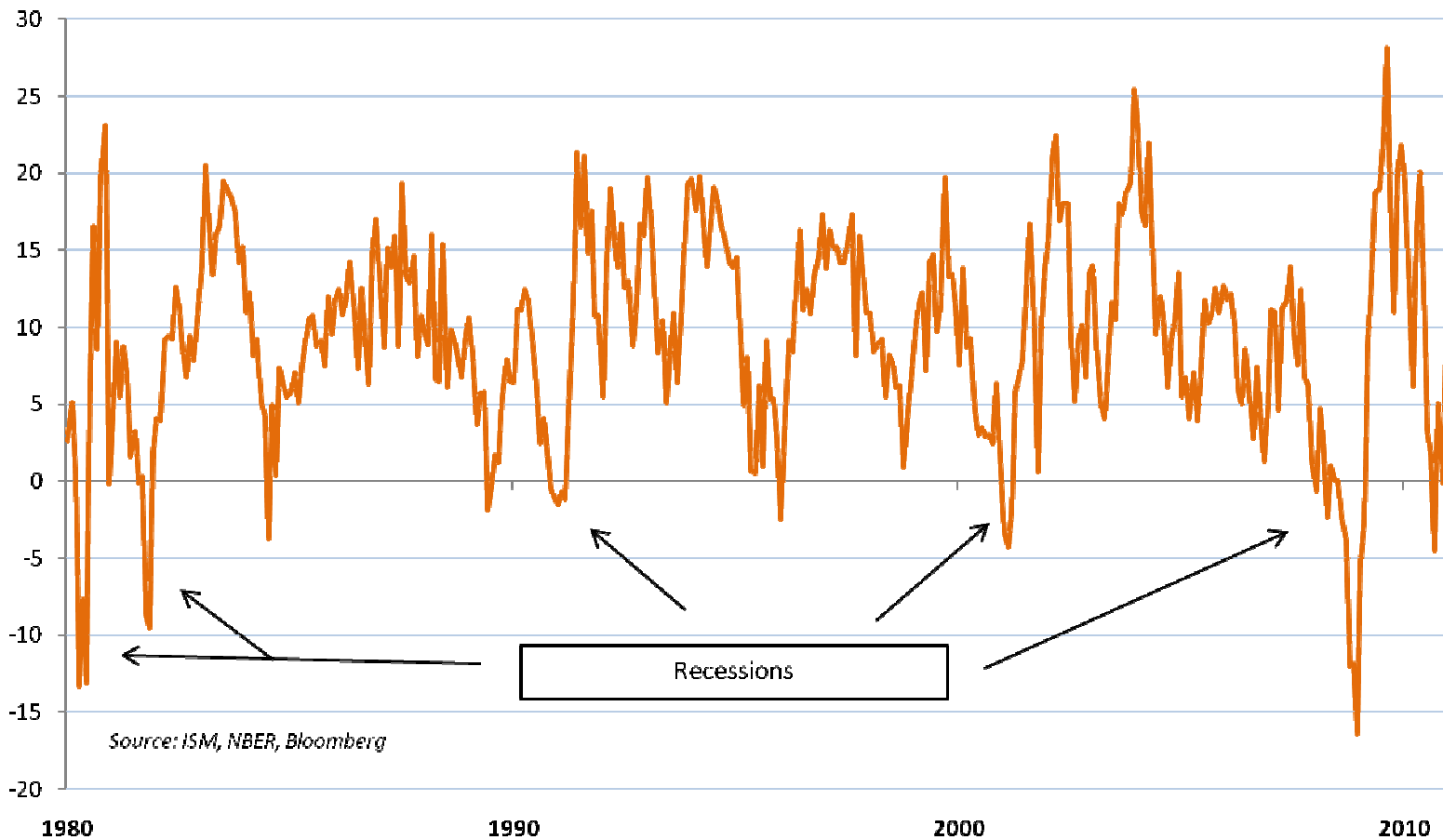


ISM Signals Moderation in Recovery



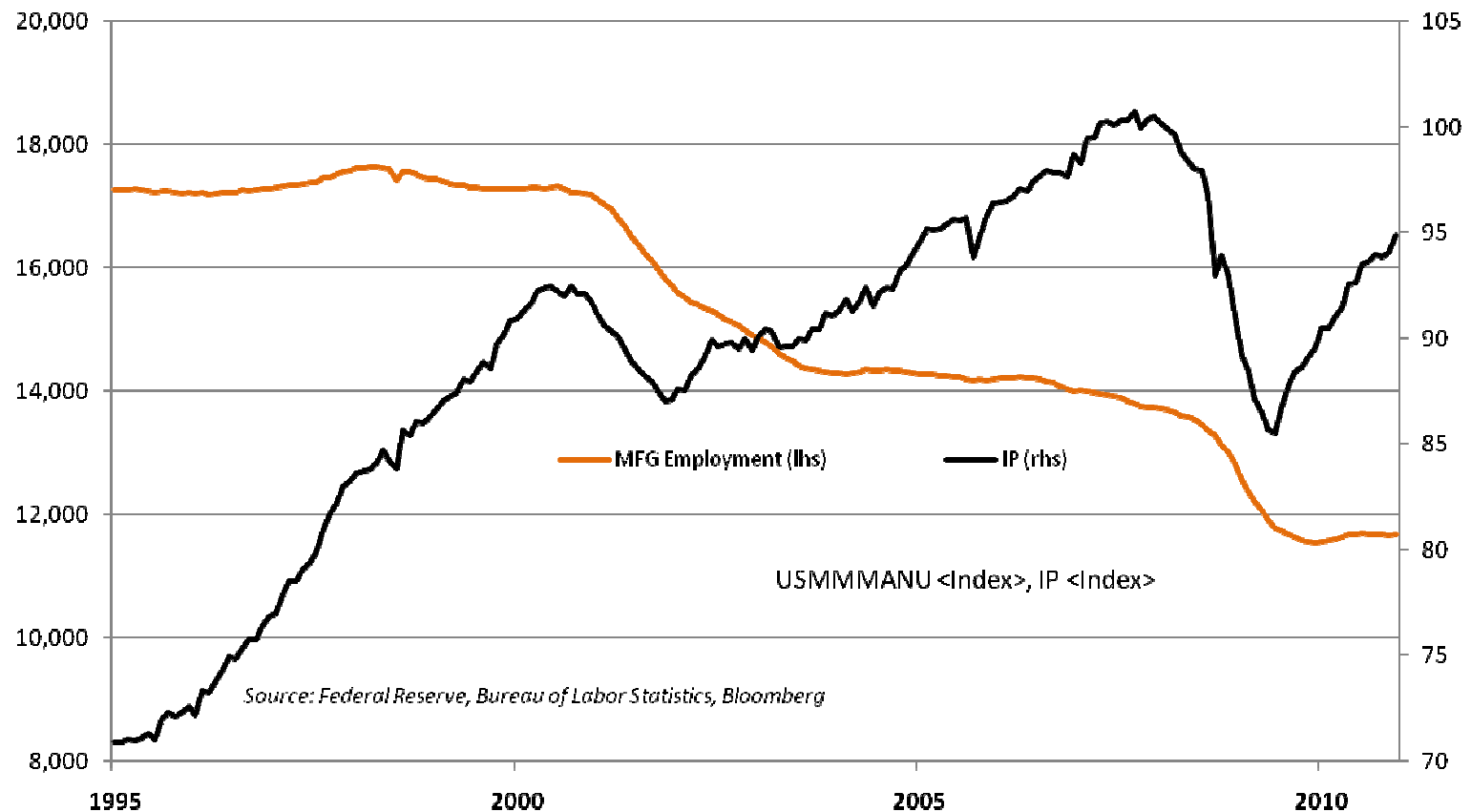
ISM Inventory-Orders Indicator Projects Recession

ISM New Orders Index minus Inventories Index



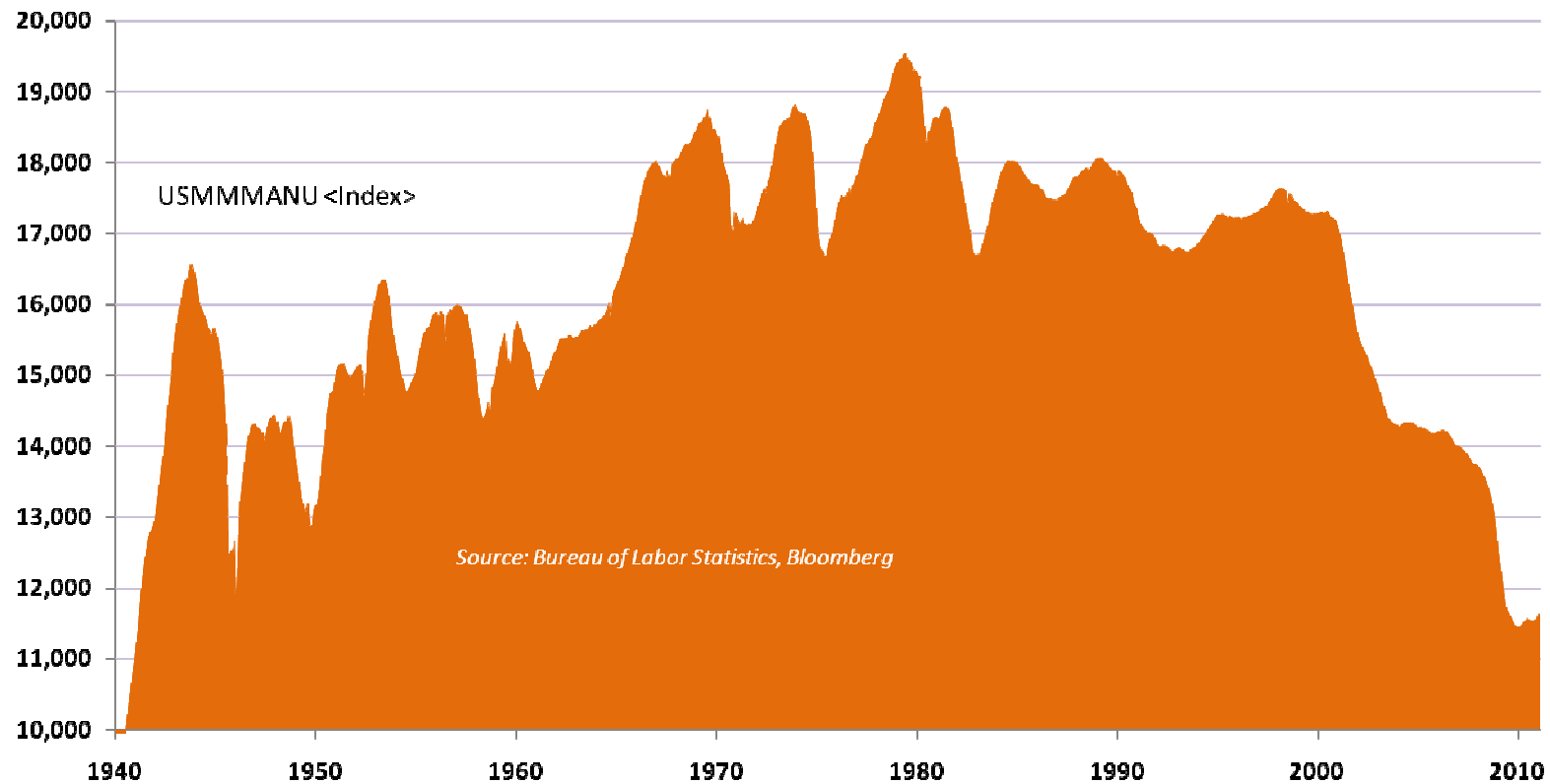
Manufacturing Gains Not Generating Jobs

Industrial Production Index, Manufacturing Jobs ('000)



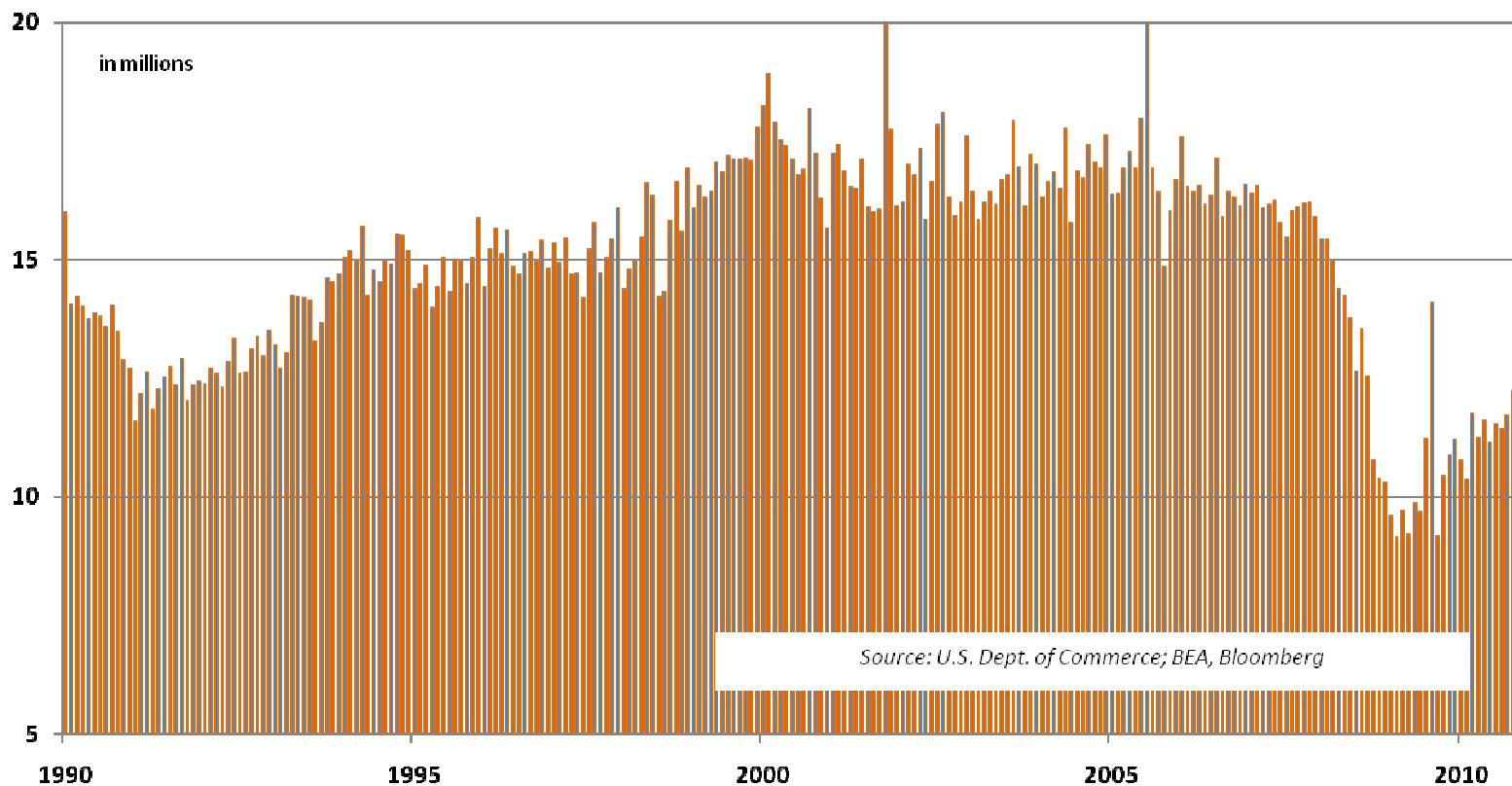
It's 1941 For Manufacturing

U.S. Manufacturing Employment
(in thousands)



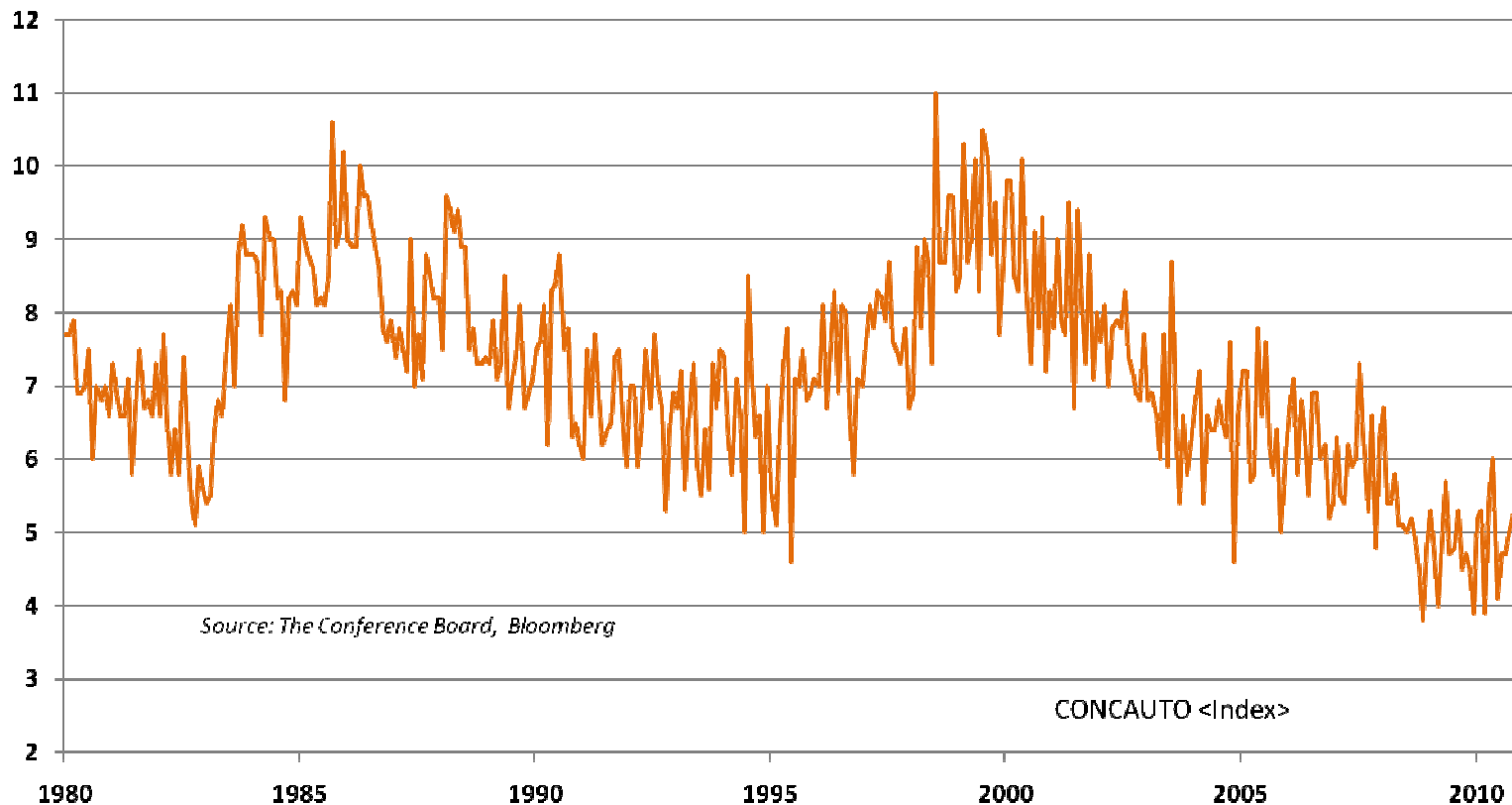
Auto Industry a Fraction of Its Old Self

Light Weight Vehicle Sales: Autos & Light Trucks



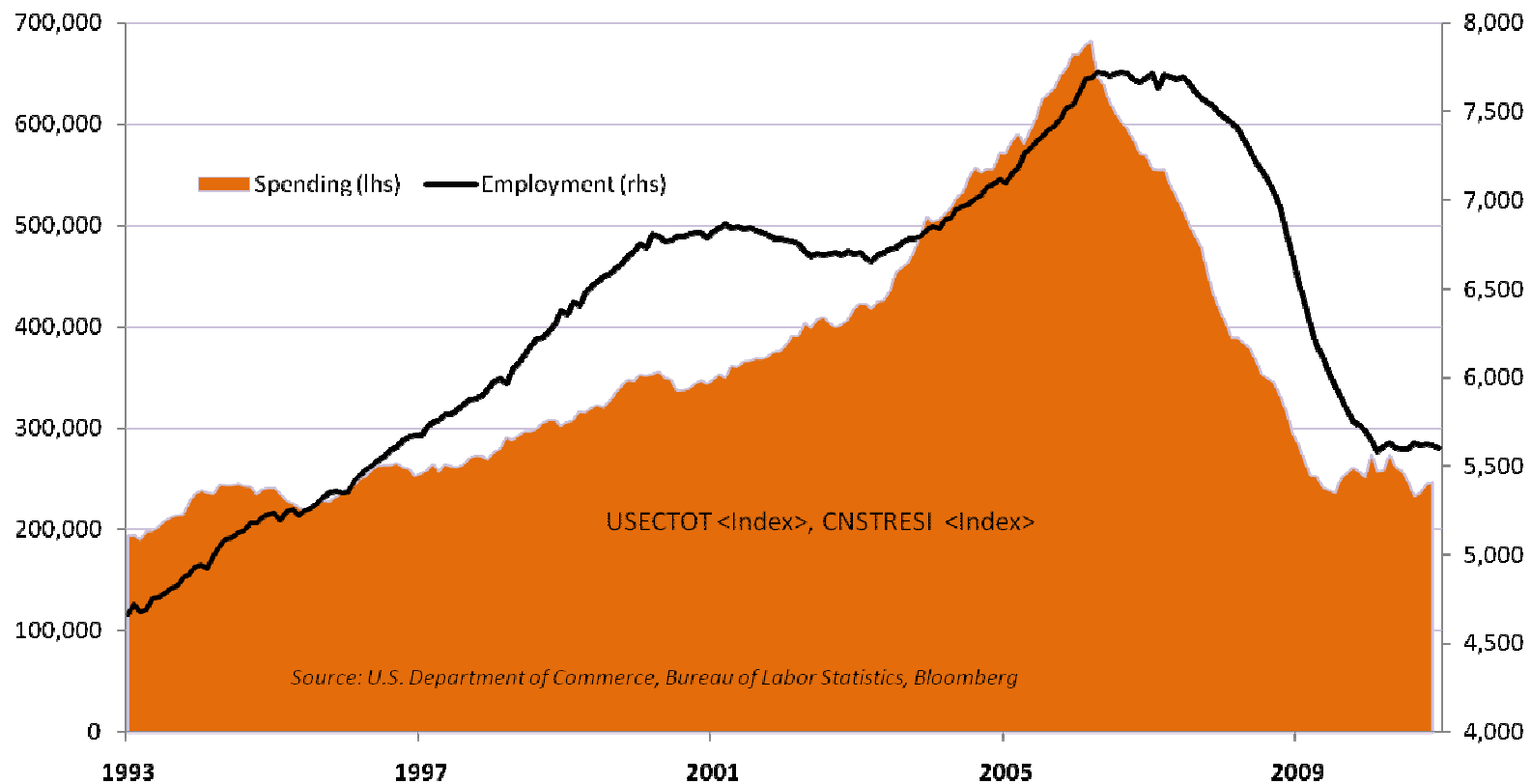
Auto-Buying Intentions Linger Around 30-year Lows

Conference Board's Auto Buying Intentions Index



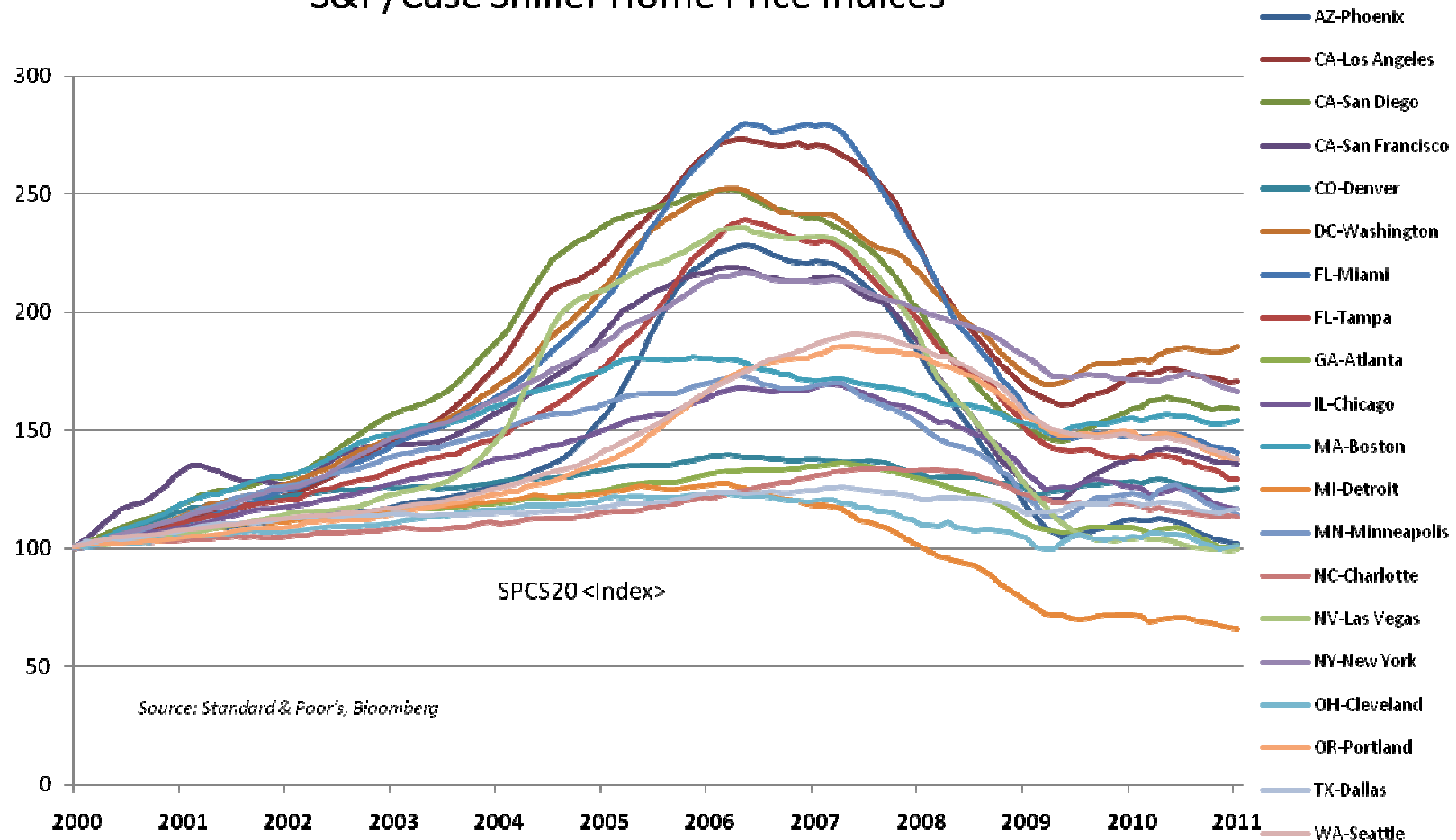
Won't Get Any Jobs from Housing

Residential Construction Spending (\$ mls)
Construction Employment (thousands)



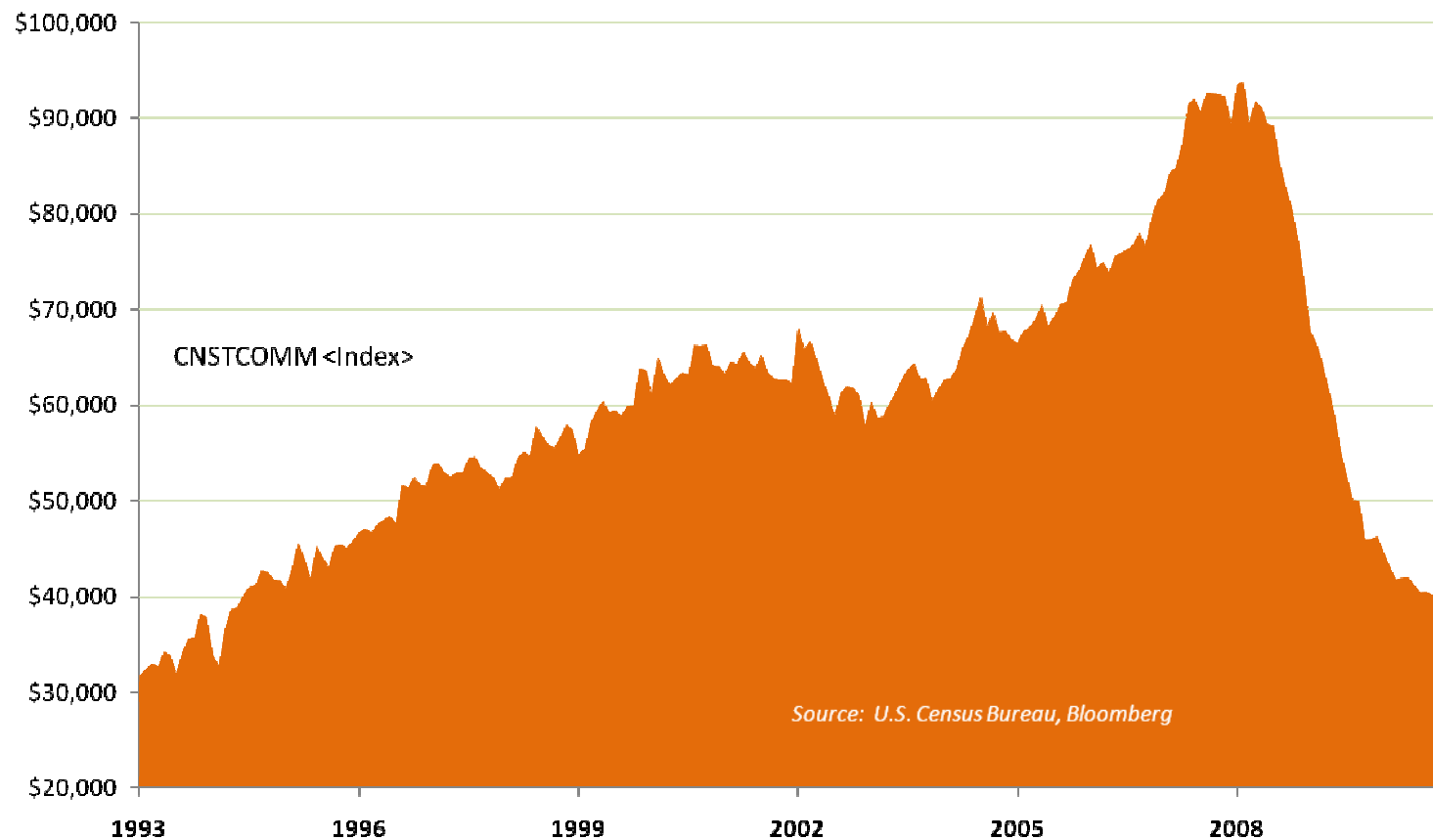
Home Prices Appear to be Rolling Over

S&P/Case Shiller Home Price Indices

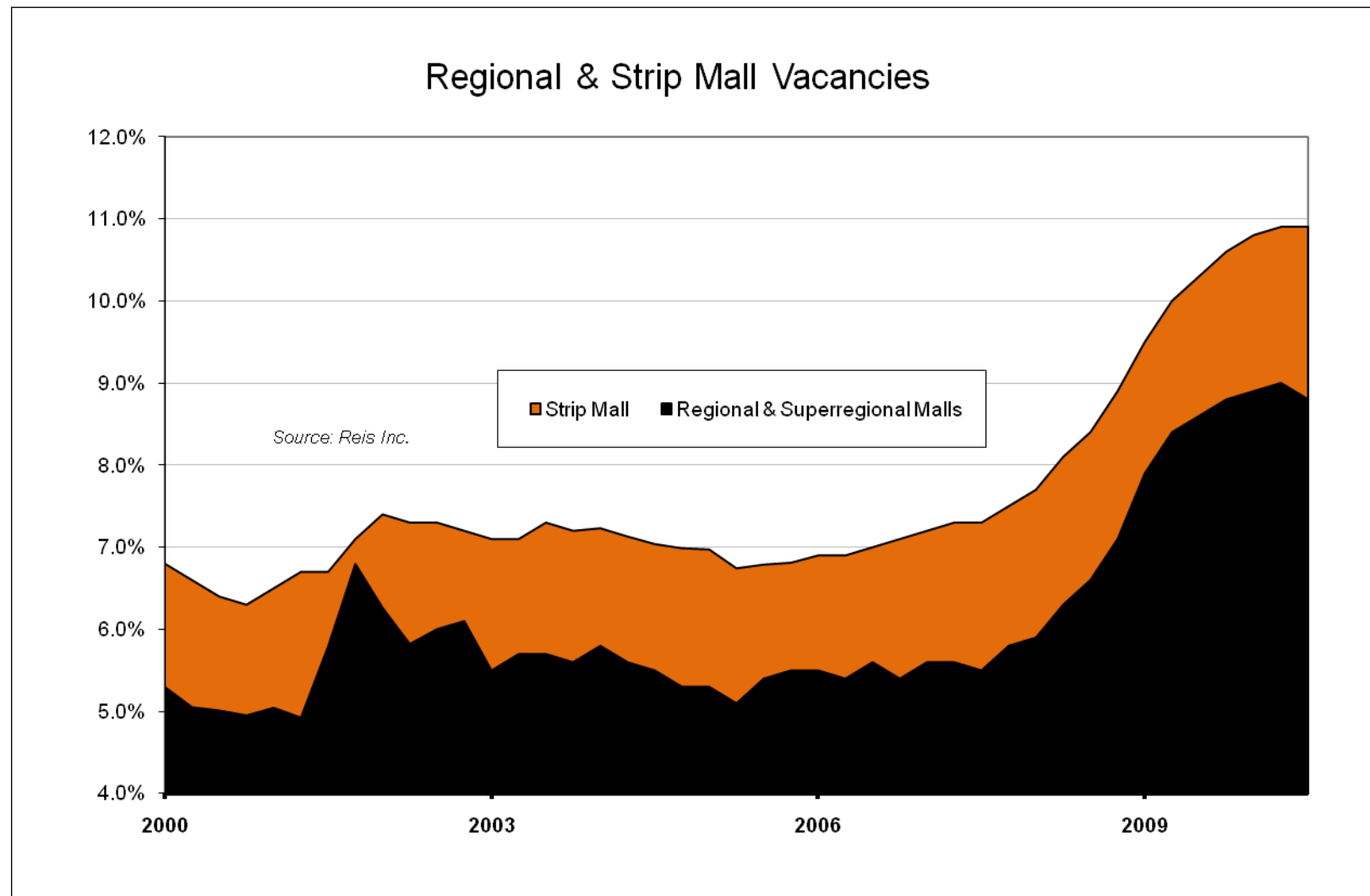


Commercial Construction Slump

Total U.S. Commercial Construction Spending (\$ mlns)



Retailers Headed Out of the Malls



Earnings/Analyst Conference Calls



Bloomberg Orange Book

Summary of Commentary on _____

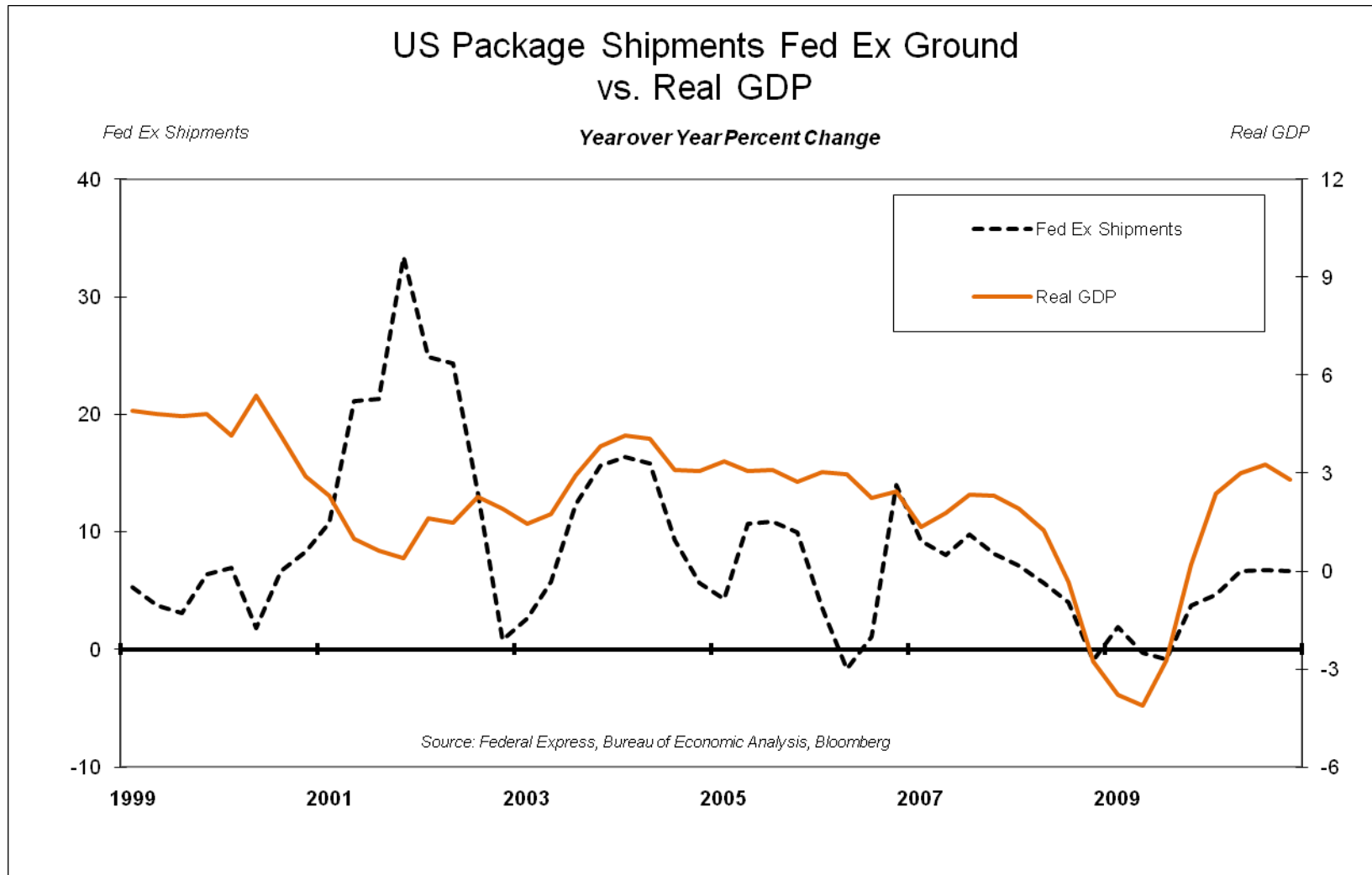
**Current
Economic
Conditions**

By Corporation

from earning statements commencing July 1, 2010

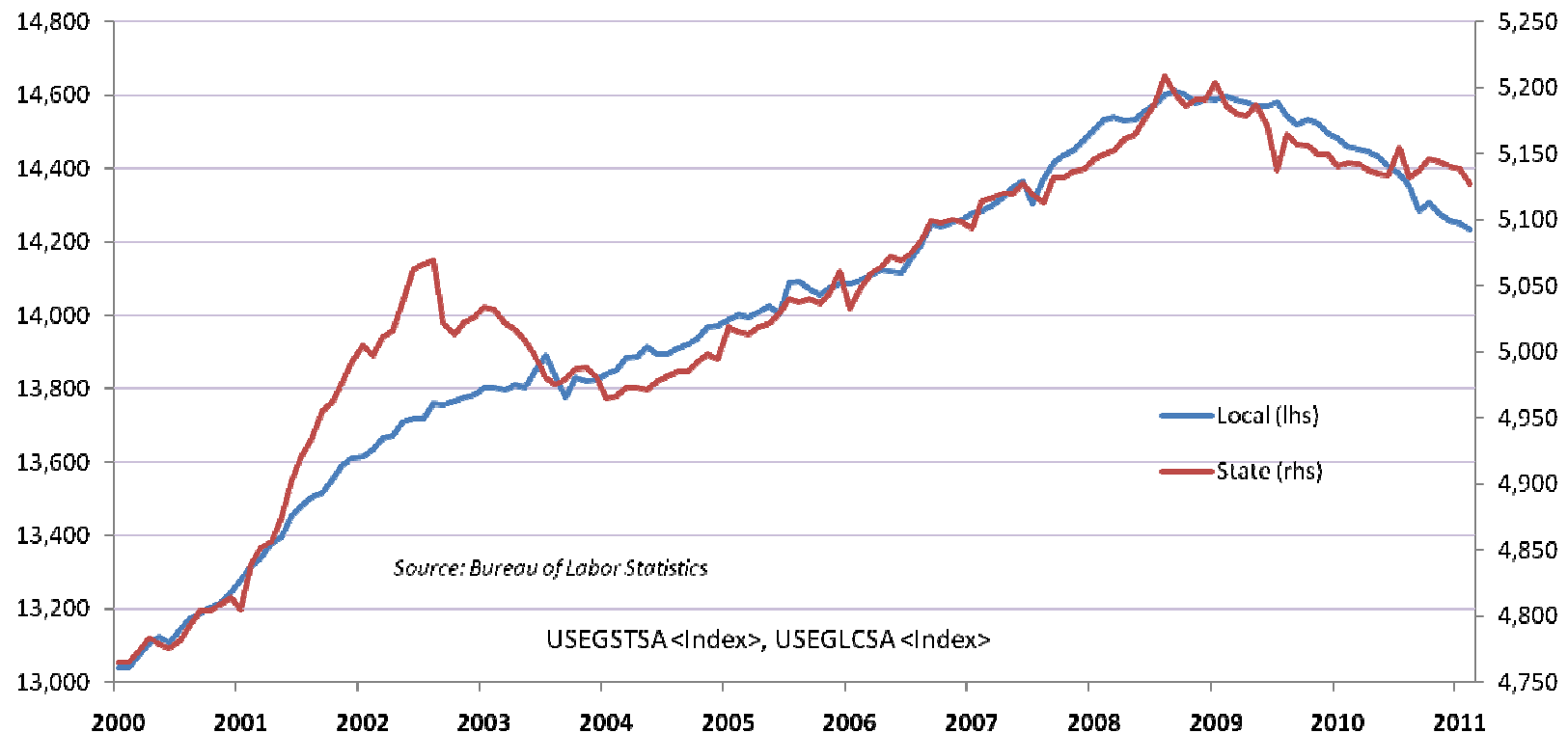
NI ORANGEBOOK <GO>

Package Shipments Paint Soft Macro Picture

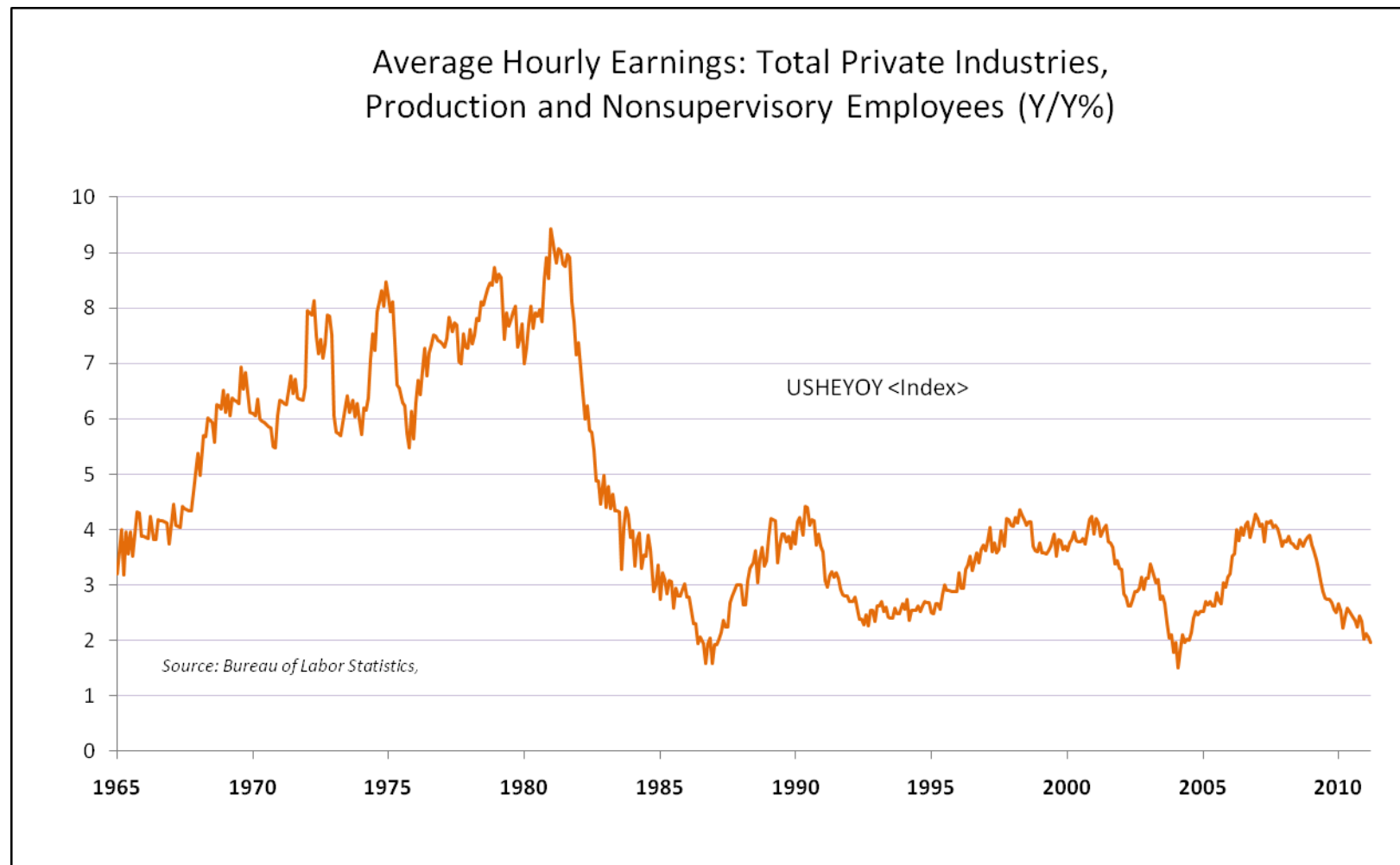


State & Local Governments May be a Ticking Time Bomb

State & Local Government Employment
(in thousands)



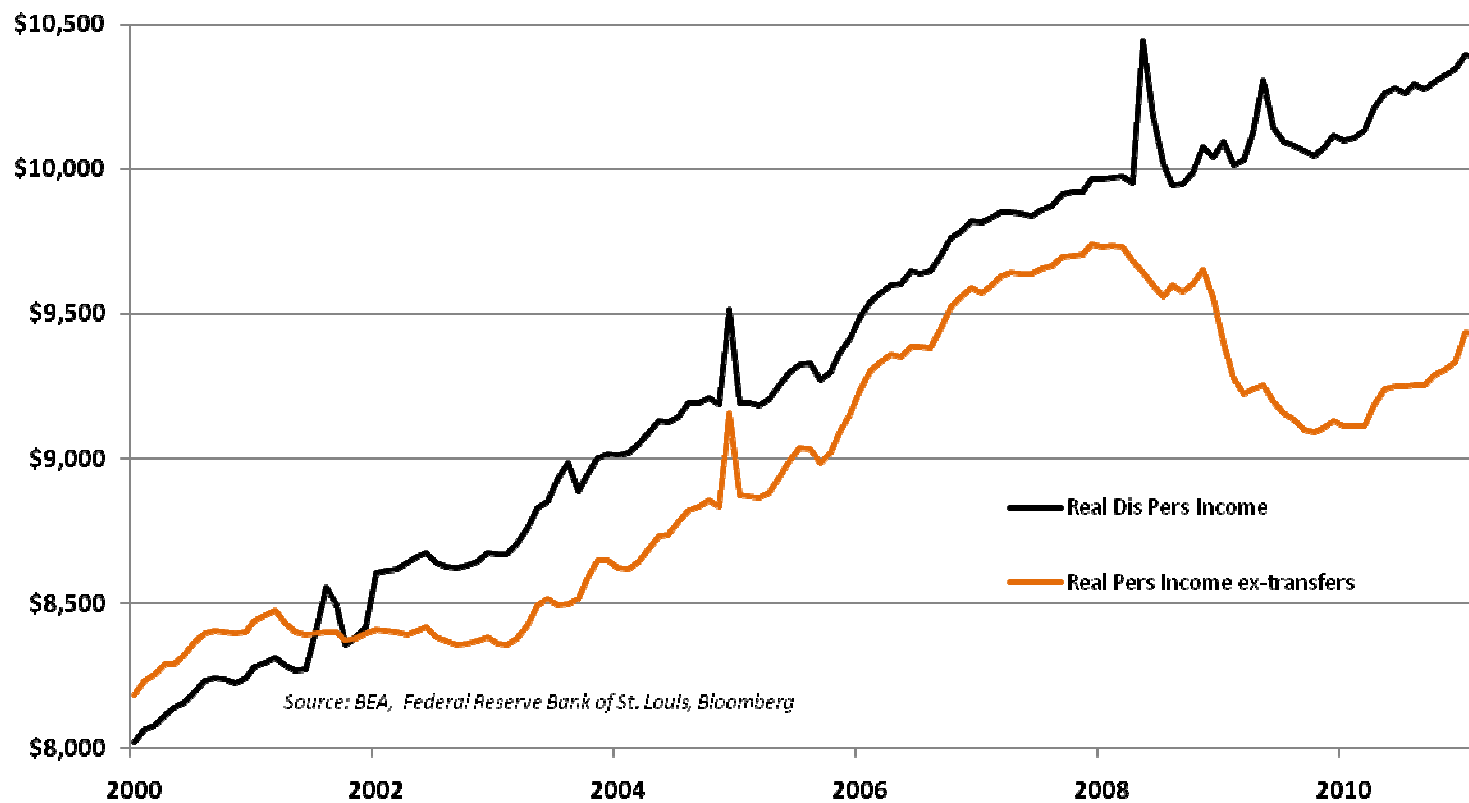
Not Enough Fuel in the Tank



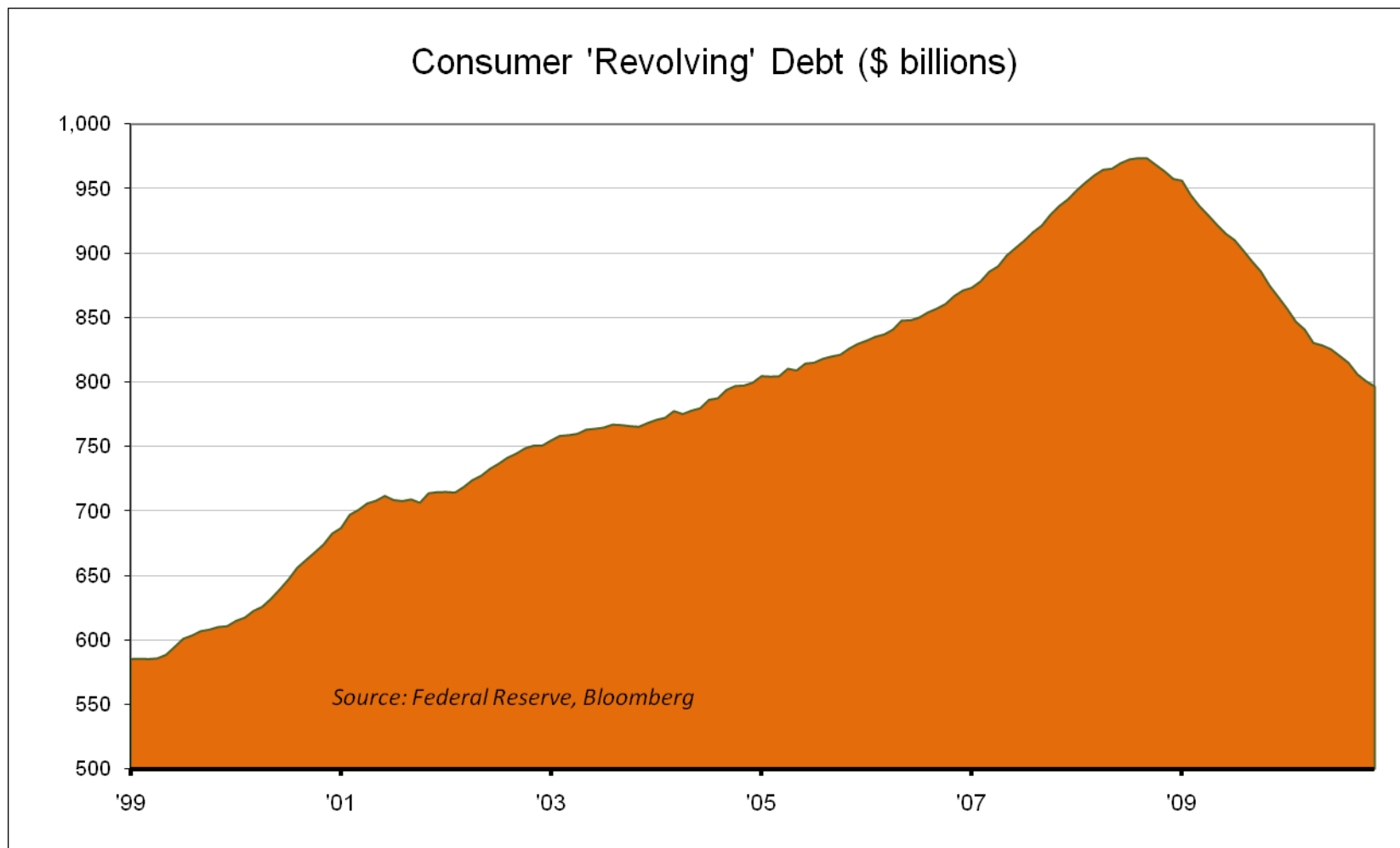
What Happens When the Stimulus Ends?

Government Stimulus Driving Incomes

Incomes in \$ billions

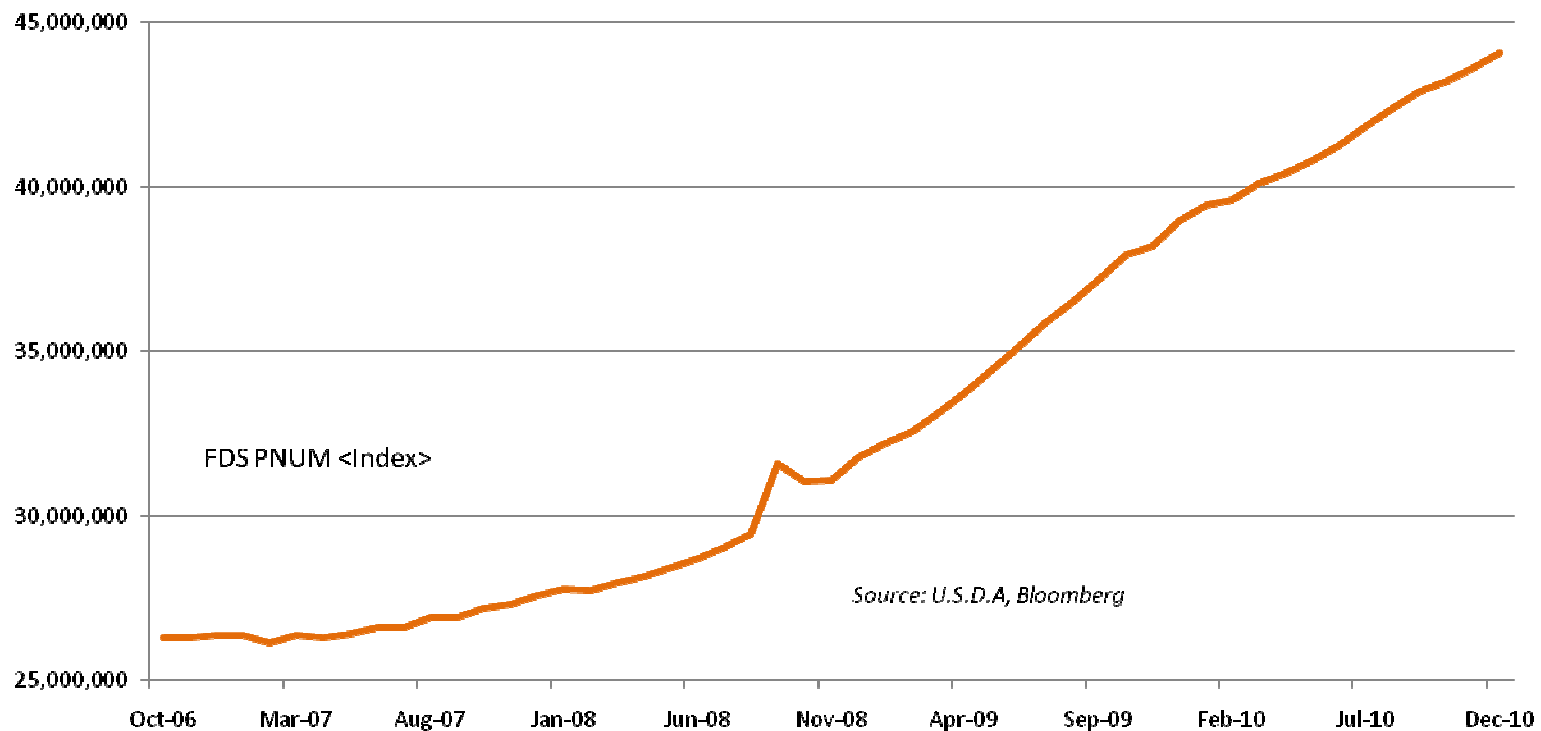


Collapse In Credit Card Debt



Persons Receiving Food Stamps at All-Time High

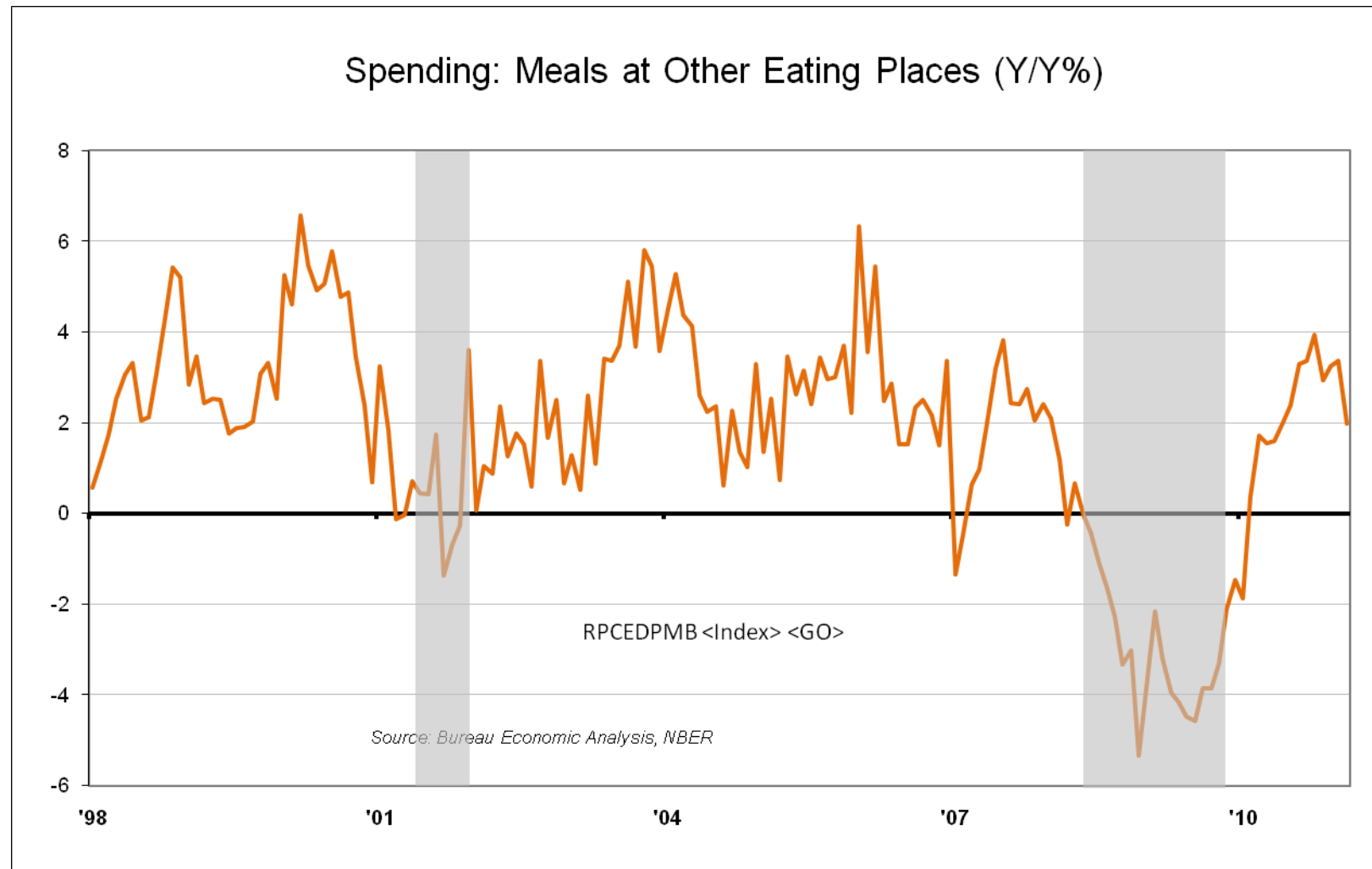
Supplemental Nutrition Assistance Program Number of Participants



There is No Holy Grail of Economic Indicators

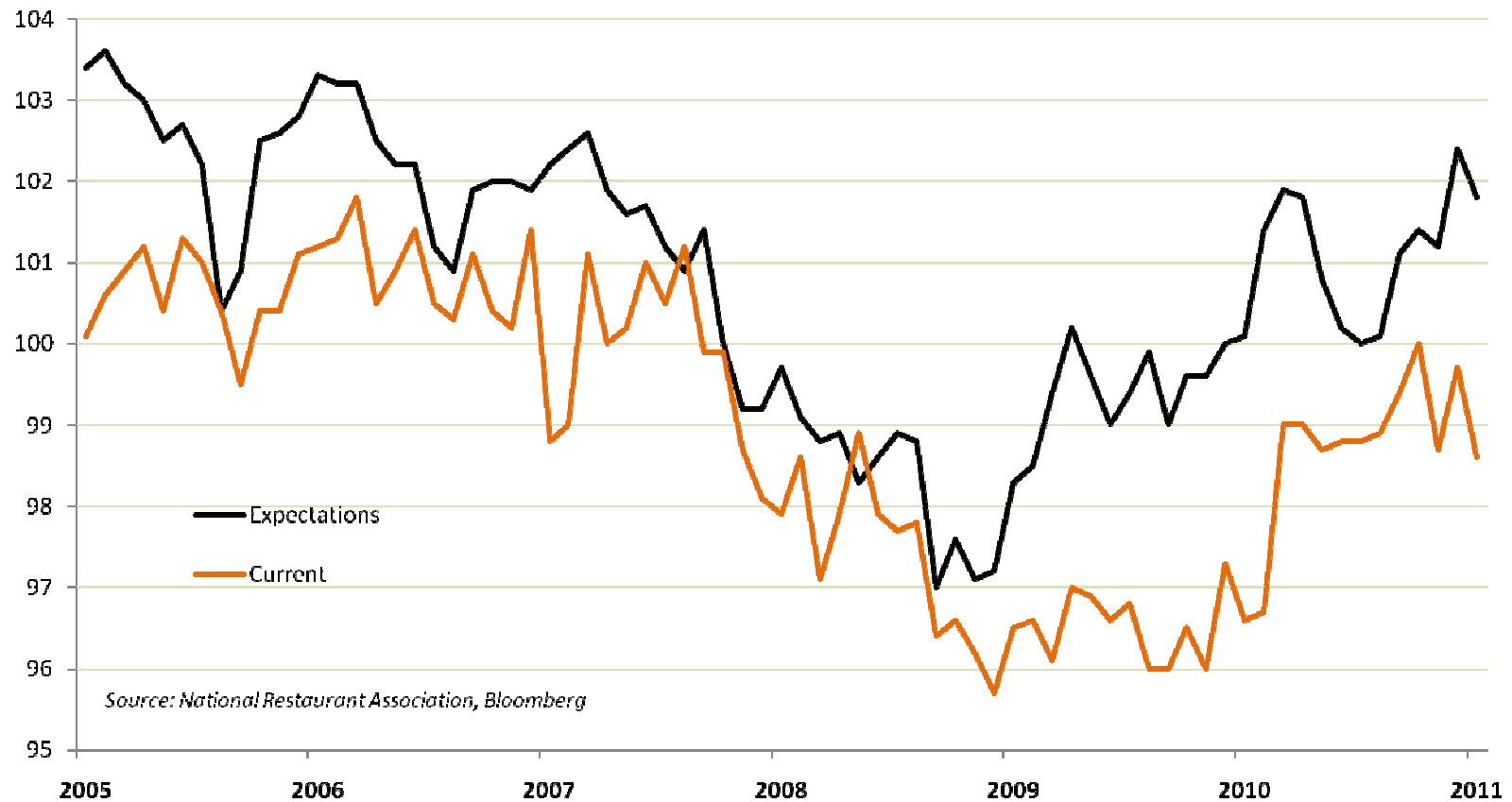


'Fab Five' – Dining Out

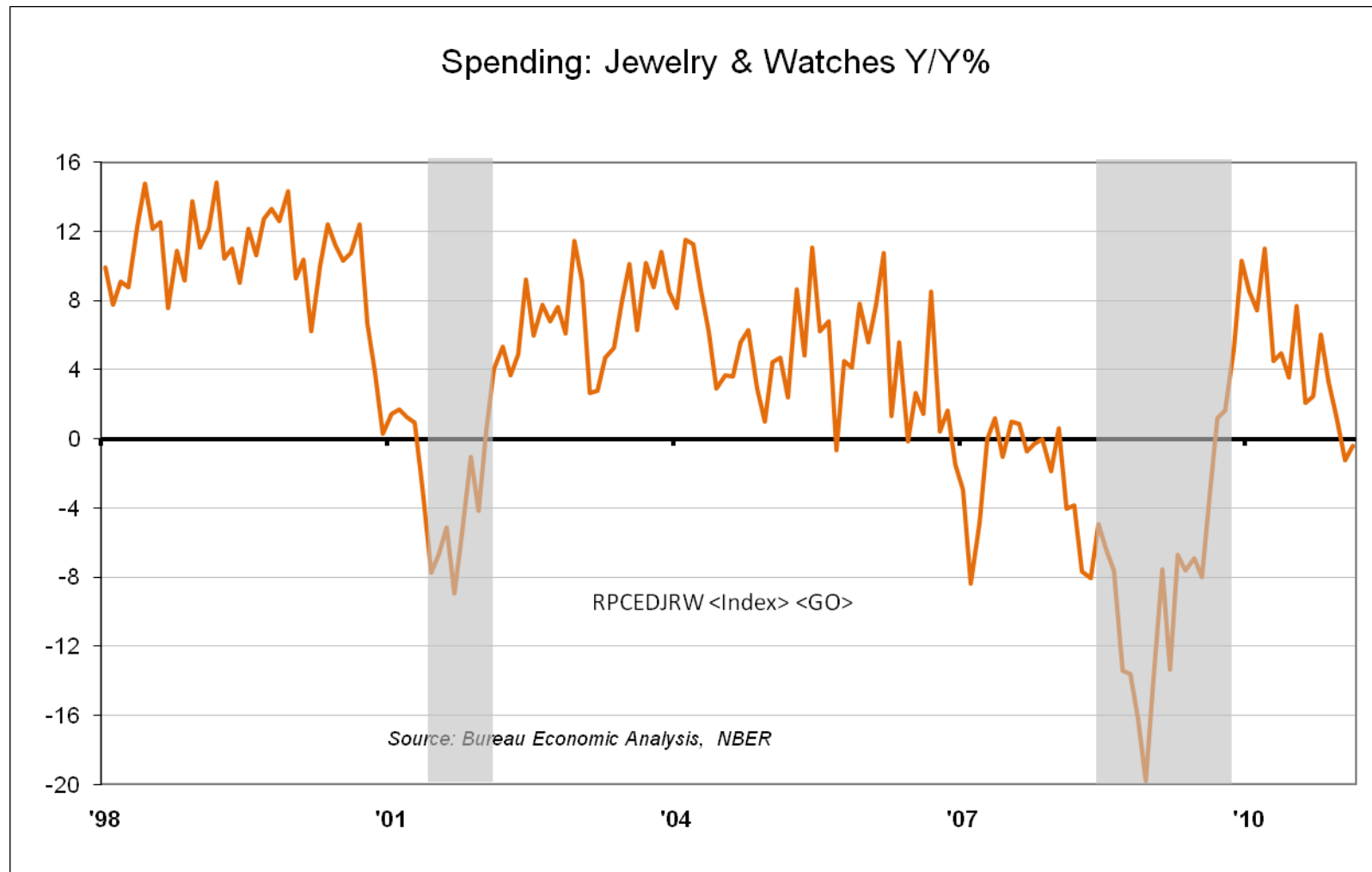


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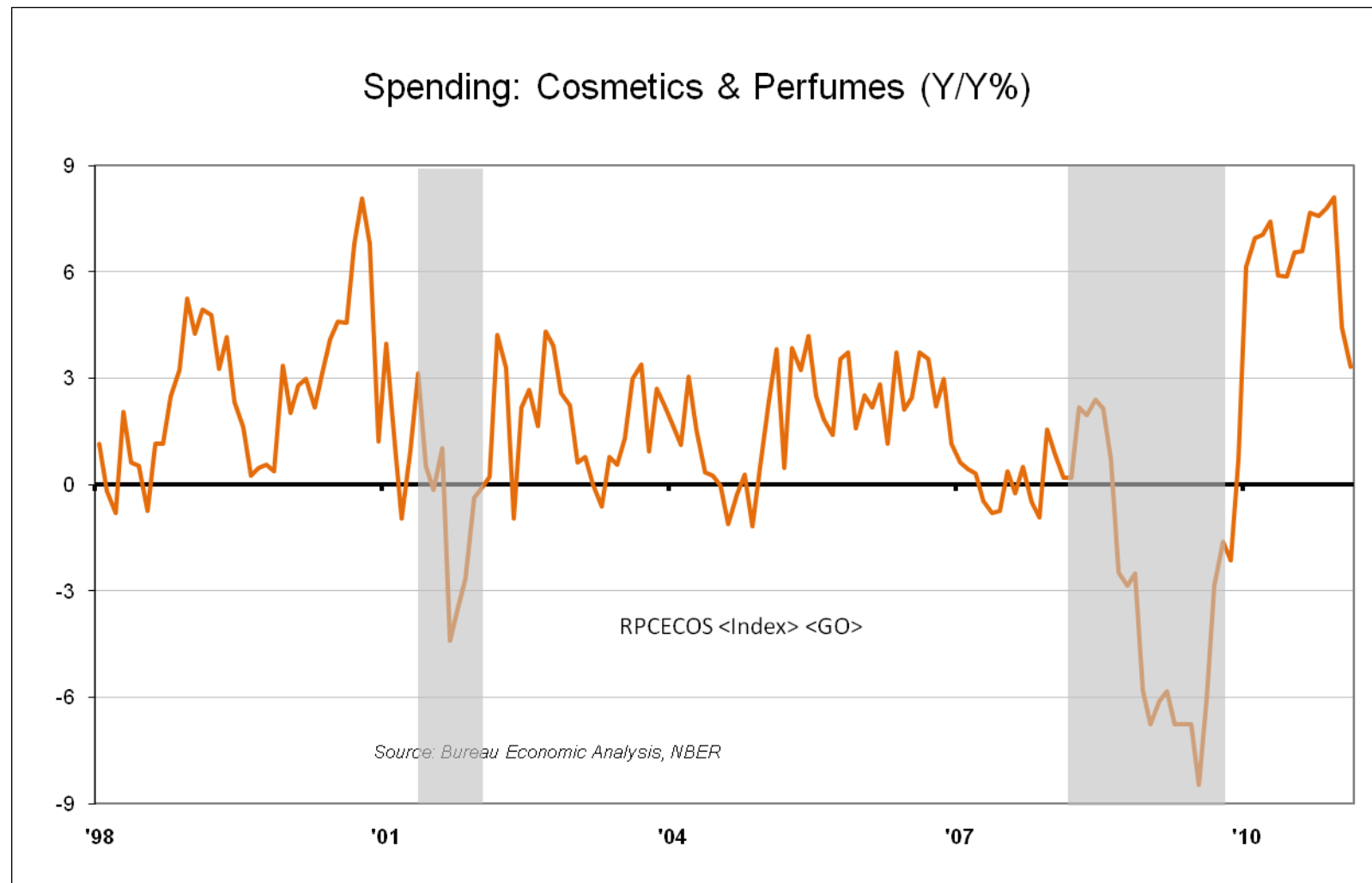
Restaurant Performance Index: Current, Expectations



'Fab Five" – Jewelry & Watches

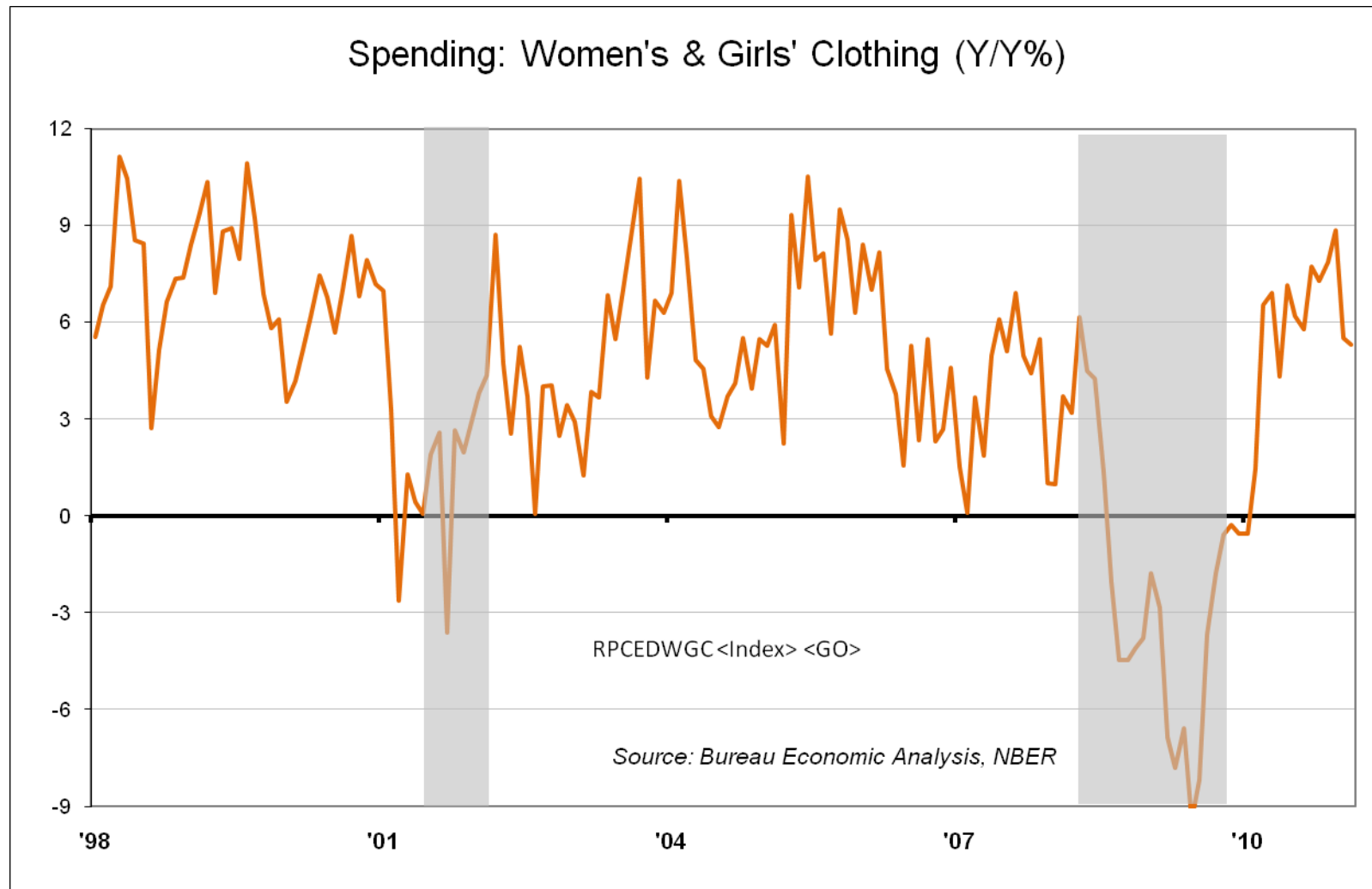


'Fab Five' – Cosmetics & Perfumes

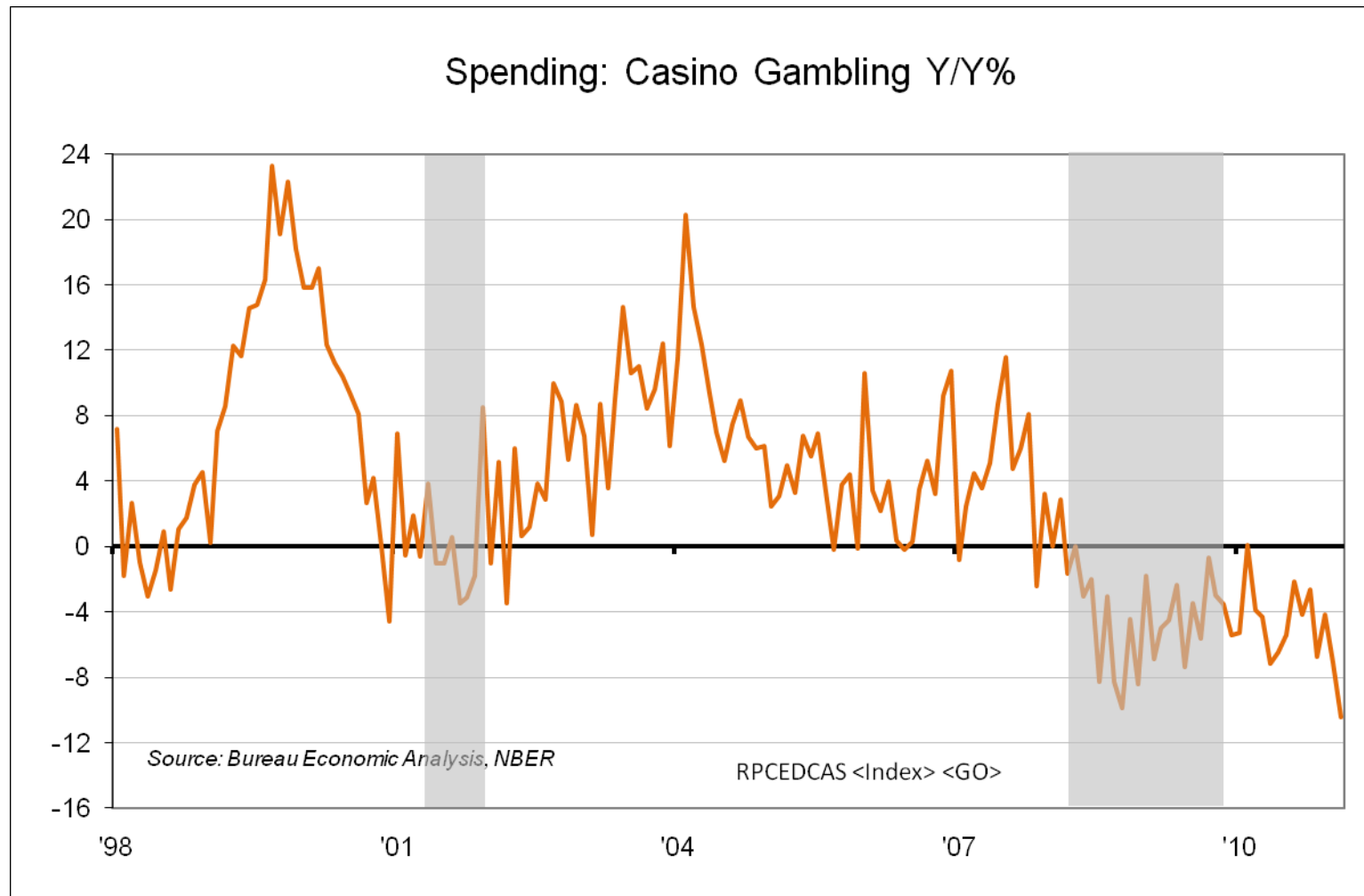




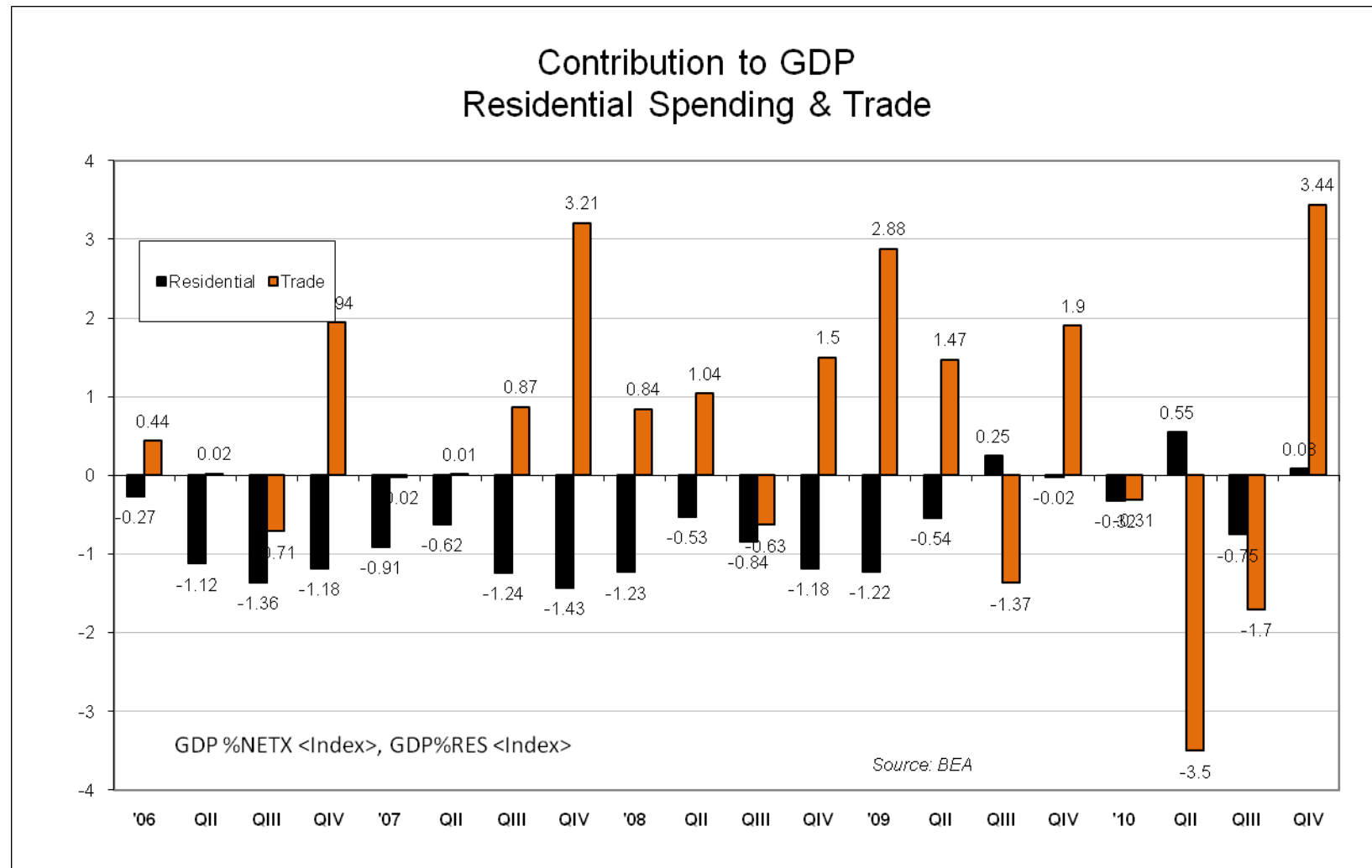
'Fab Five' – Women's Dresses



'Fab Five' – Casino Gambling

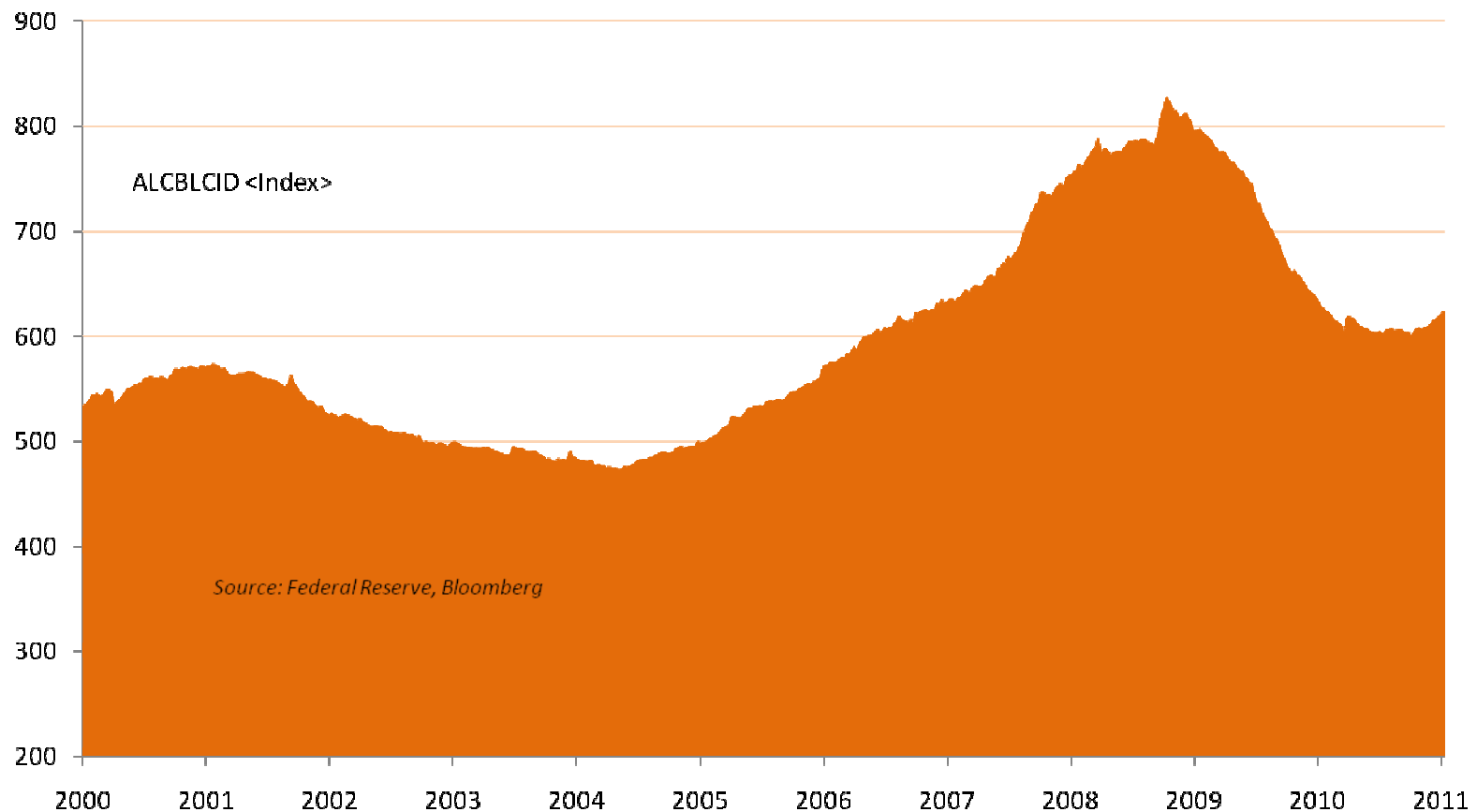


Trade Not Convincingly a Contributor



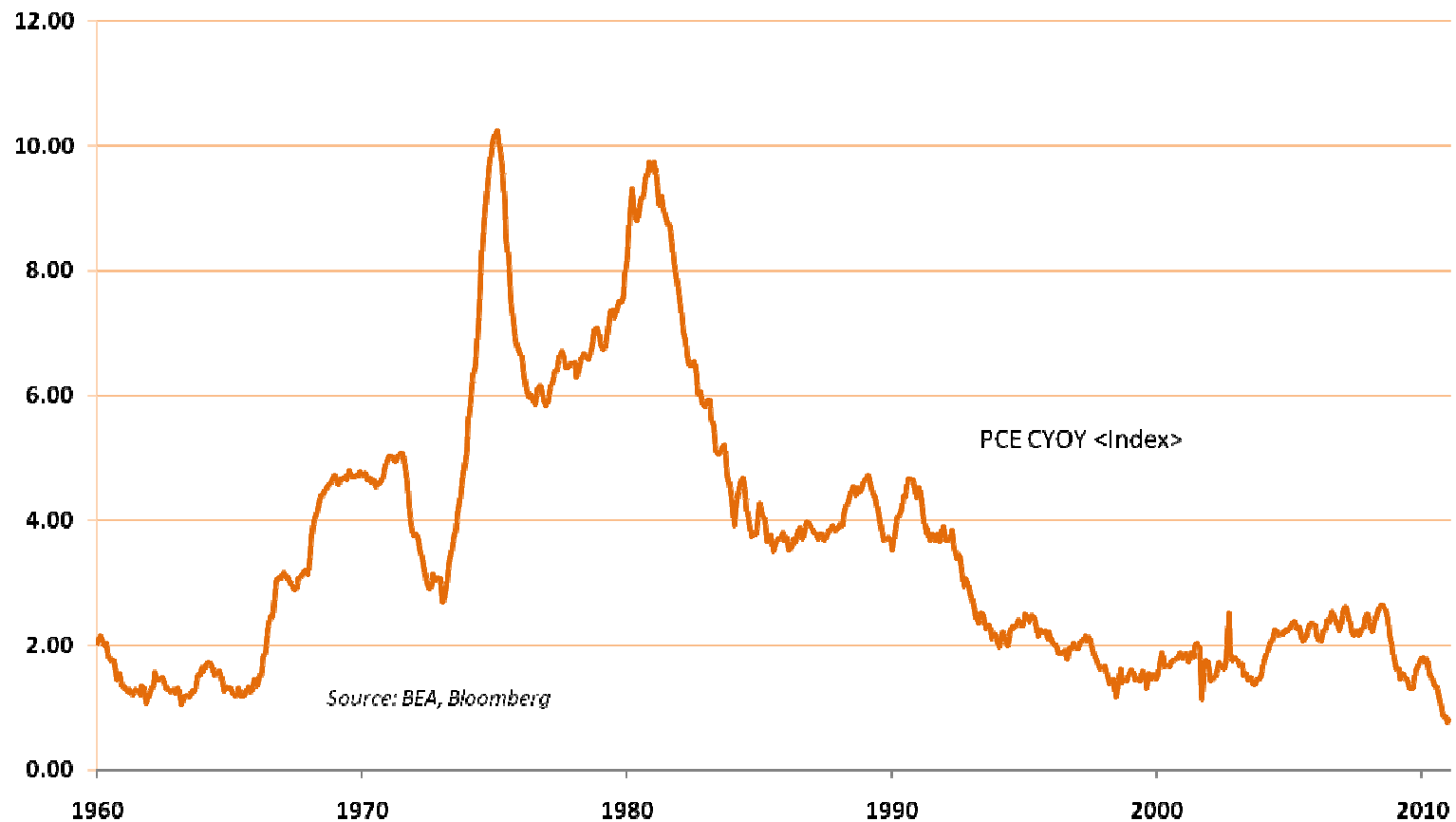
Money Not Entering Goods Market

C&I Loans Large Commercial Banks (\$blns)



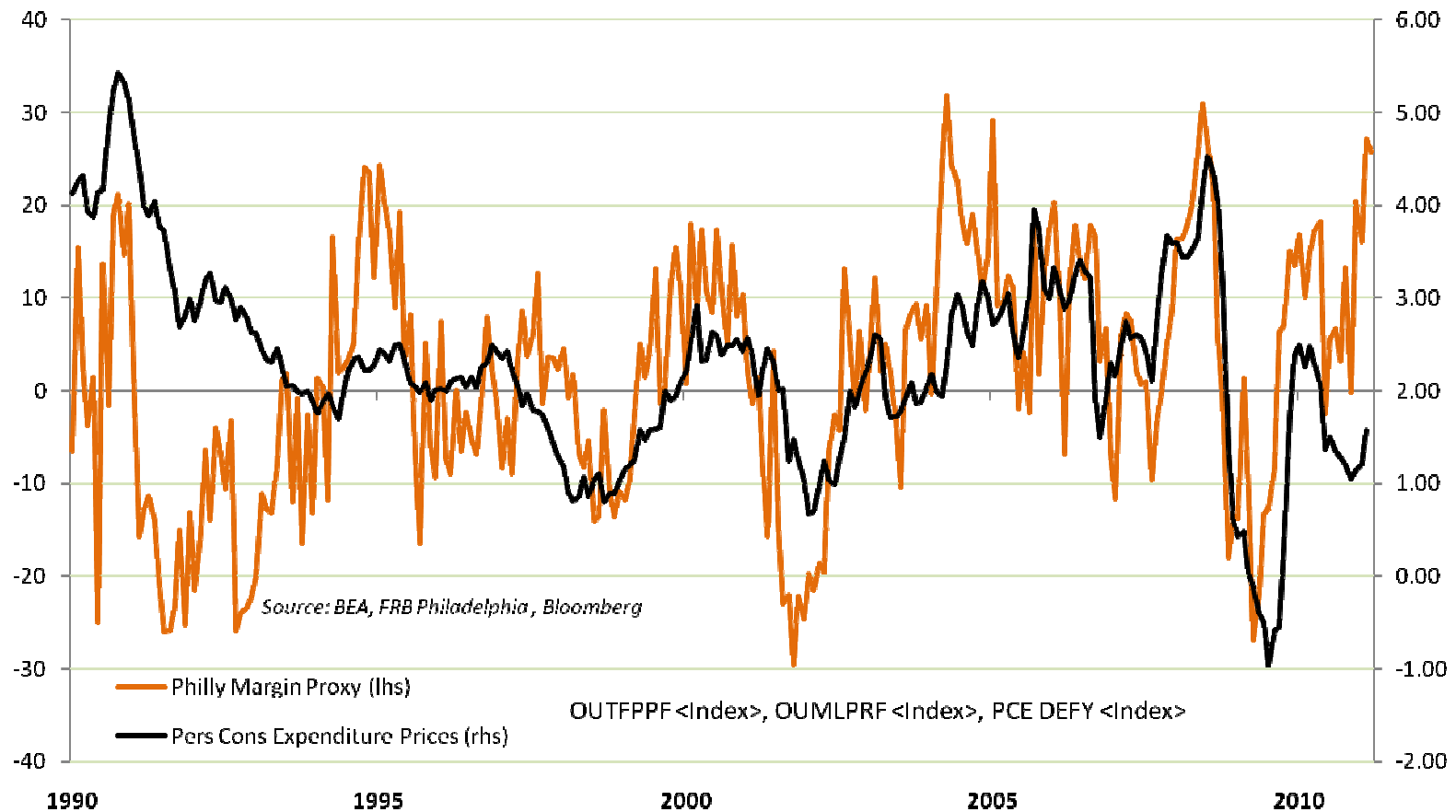
Inflation Not A Primary Concern

Core Personal Consumption Expenditure Deflator (Y/Y%)



One Gauge Points to Higher Pass-Alongs

Philly Fed Price Differential
vs. Personal Consumption Expenditure Deflator (Y/Y%)



Economics

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MARKETS & ECONOMY

09.13.10
MONEY

MARKETS ON BLOOMBERG

- **Stocks** Higher despite Fed's hawkish move
- **Oil** Falls after Fed's hawkish move
- **Gold** Rises after Fed's hawkish move
- **Commodities** Mixed
- **FX** Dollar rises after Fed's hawkish move
- **Options** Volatility rises after Fed's hawkish move
- **Energy** Oil falls after Fed's hawkish move
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Bank Shares Gain on Basel Capital Rules; HP Deal

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Merger Is Out of Touch: His Inflation Dog Is Pure Fiction

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Structured Notes

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