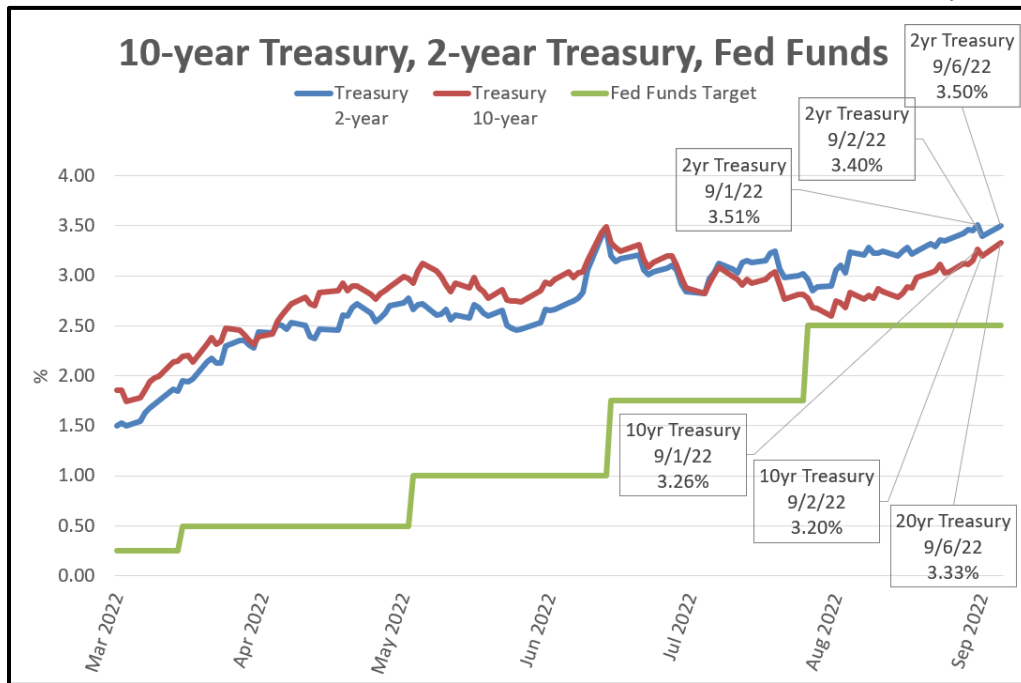


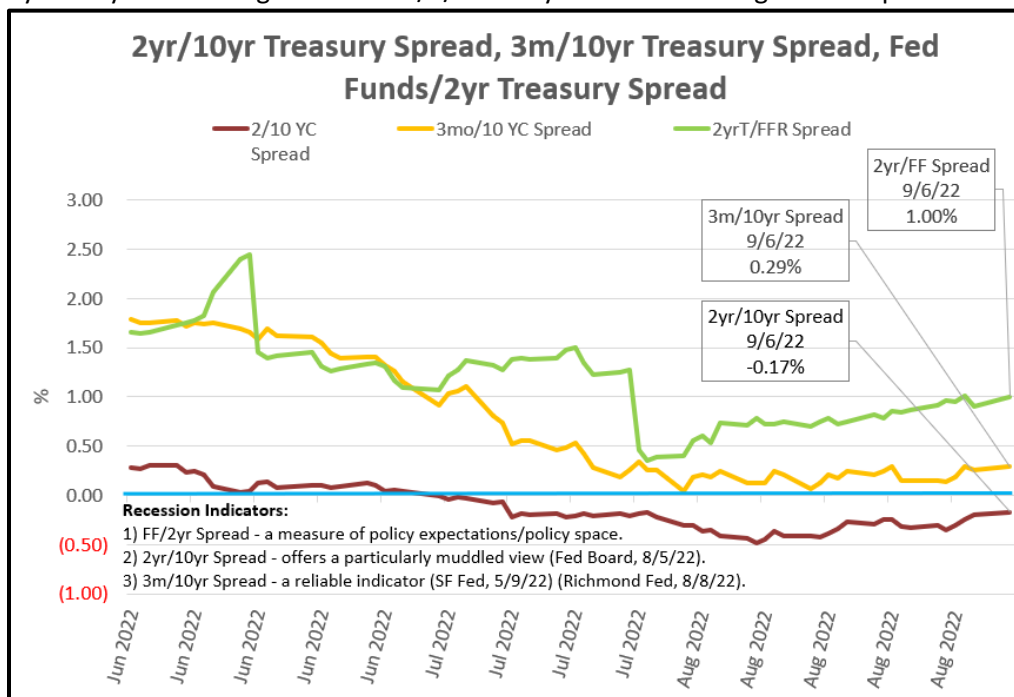
2-year & 10-year Treasury, Fed Funds

- 2-year Treasury – increased 10bps.
- 10-year Treasury – increased 13bps.
- Although there were no Fed speeches or interviews today, it's likely the Fed's collective commentary at Jackson Hole and since has convinced markets that substantial rate hikes are on the way.



YC Spreads

- 2yr & FF – as a measure of policy expectations, the Fed has room for a 100bps hike.
- 3m & 10yr – not negative yet, although close – 30yr historical average is 1.68bps.
- 2yr & 10yr – been negative since 7/6/22 – 30yr historical average is 1.14bps.



DAILY TRENDS – In Perspective: “Right. And this question really gets to the fact that any asset price or bond yield or equity price or something like that, reflects a lot of different conditions. It reflects where people expect the economy to go, where they expect interest rates to go. And also, the amount of risk that they associate with those or uncertainty around those. So, it is harder to just look at one asset price or another and say, well, this must mean that or must mean something else.” --- John Williams, 8/30/22

Fed Unfiltered – Subscribe for \$25.00 a Year

- We report on the Federal Reserve Board and the 12 Districts, and their impact on rates.
- Instead of an analysis, read what the Fed actually said in their published reports, speeches and interviews.
- Search a growing database of Fed commentary and receive a Weekly Report outlining the week's key info.