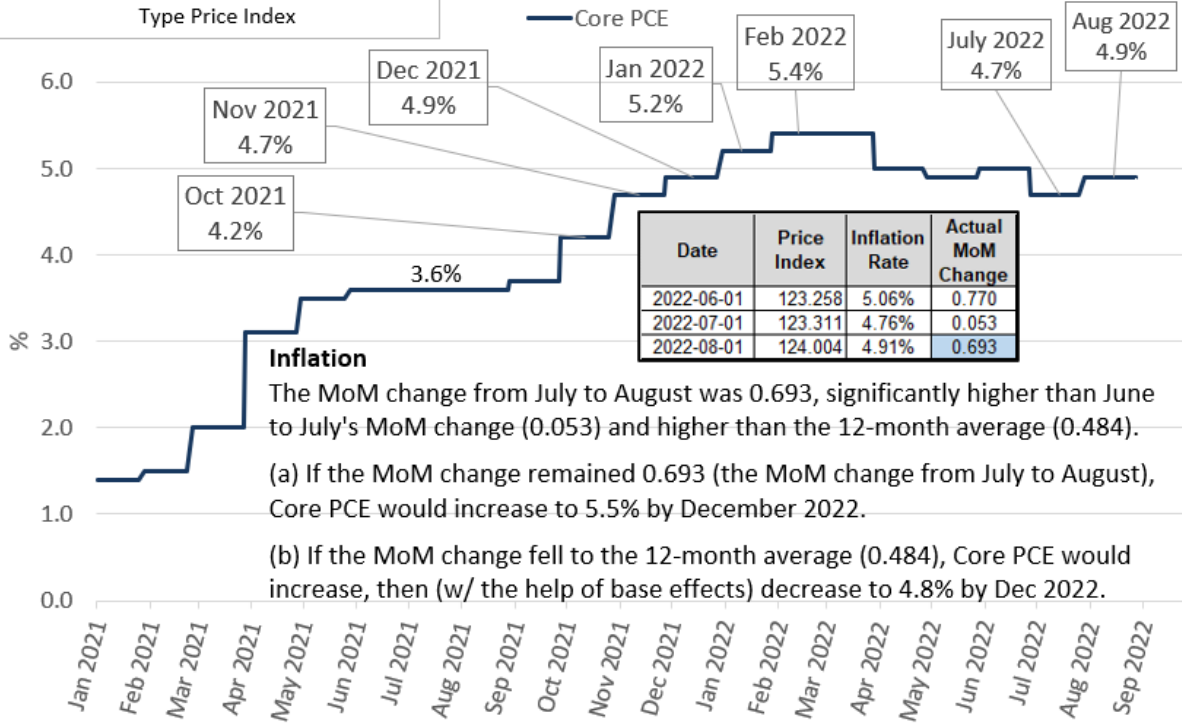


Index values in the example below are based on St. Louis Fed's Core PCE's Chain-Type Price Index

## Core PCE



### Inflation

The MoM change from July to August was 0.693, significantly higher than June to July's MoM change (0.053) and higher than the 12-month average (0.484).

(a) If the MoM change remained 0.693 (the MoM change from July to August), Core PCE would increase to 5.5% by December 2022.

(b) If the MoM change fell to the 12-month average (0.484), Core PCE would increase, then (w/ the help of base effects) decrease to 4.8% by Dec 2022.