

2yr/10yr Spread, 3m/10yr Spread, 2yr/FF Spread

2/10 YC Spread

3mo/10 YC Spread

2yrT/FFR Spread

FF/2yr Spread
11/7/22
0.72 %

Quick Summary

The 3m/10yr spread (the most reliable indicator of a recession) has been inverted for 10 days, averaging -0.11%.

"When short-term interest rates rise above the level of long-term rates, a recession almost invariably follows within the next year or two ... Indeed, prior to all 10 U.S. recessions since 1955, the Treasury yield curve inverted." --- SF Fed, Report, 5/9/22

3m/10yr Spread
11/7/22
-0.07%

%

2yr/10yr Spread
11/7/22
-0.50%

Recession Indicators

(0.50)

(1.00)

- 1) FF/2yr Spread - a measure of policy expectations/policy space.
- 2) 2yr/10yr Spread - offers a particularly muddled view (Fed Board, 8/5/22).
- 3) 3m/10yr Spread - a reliable indicator (SF Fed, 5/9/22) (Richmond Fed, 8/8/22).

