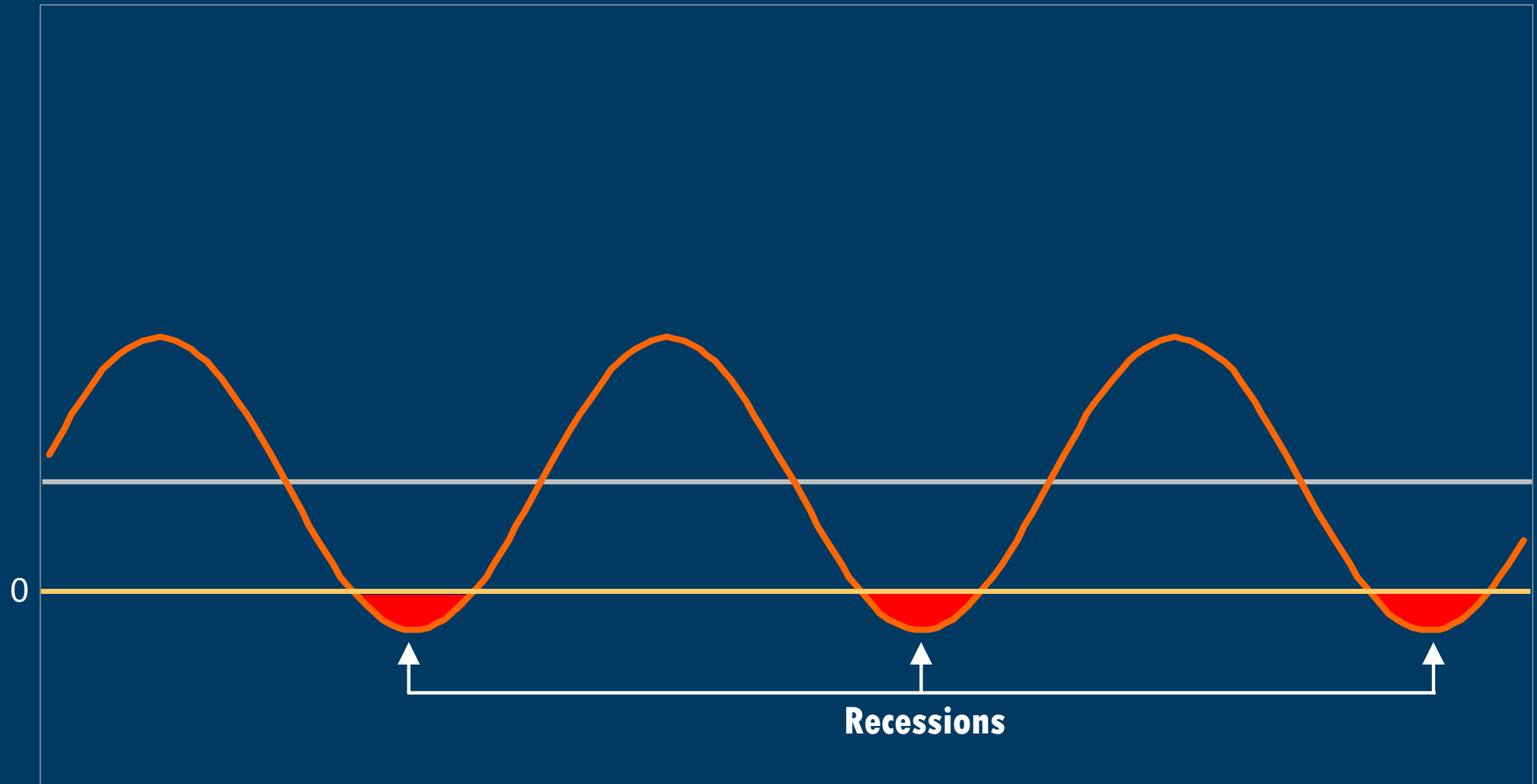


Get Ready for More Recessions

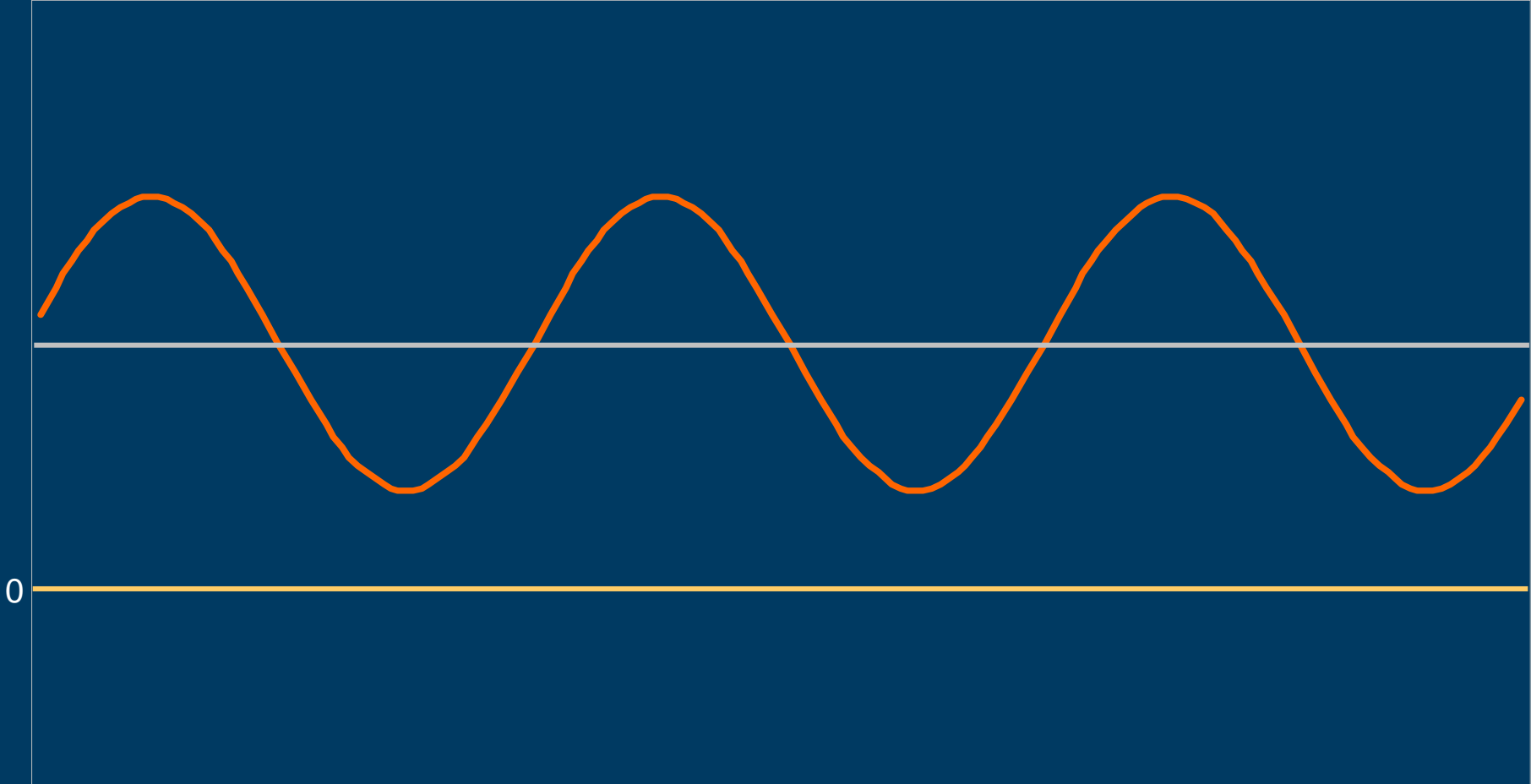


June 2010

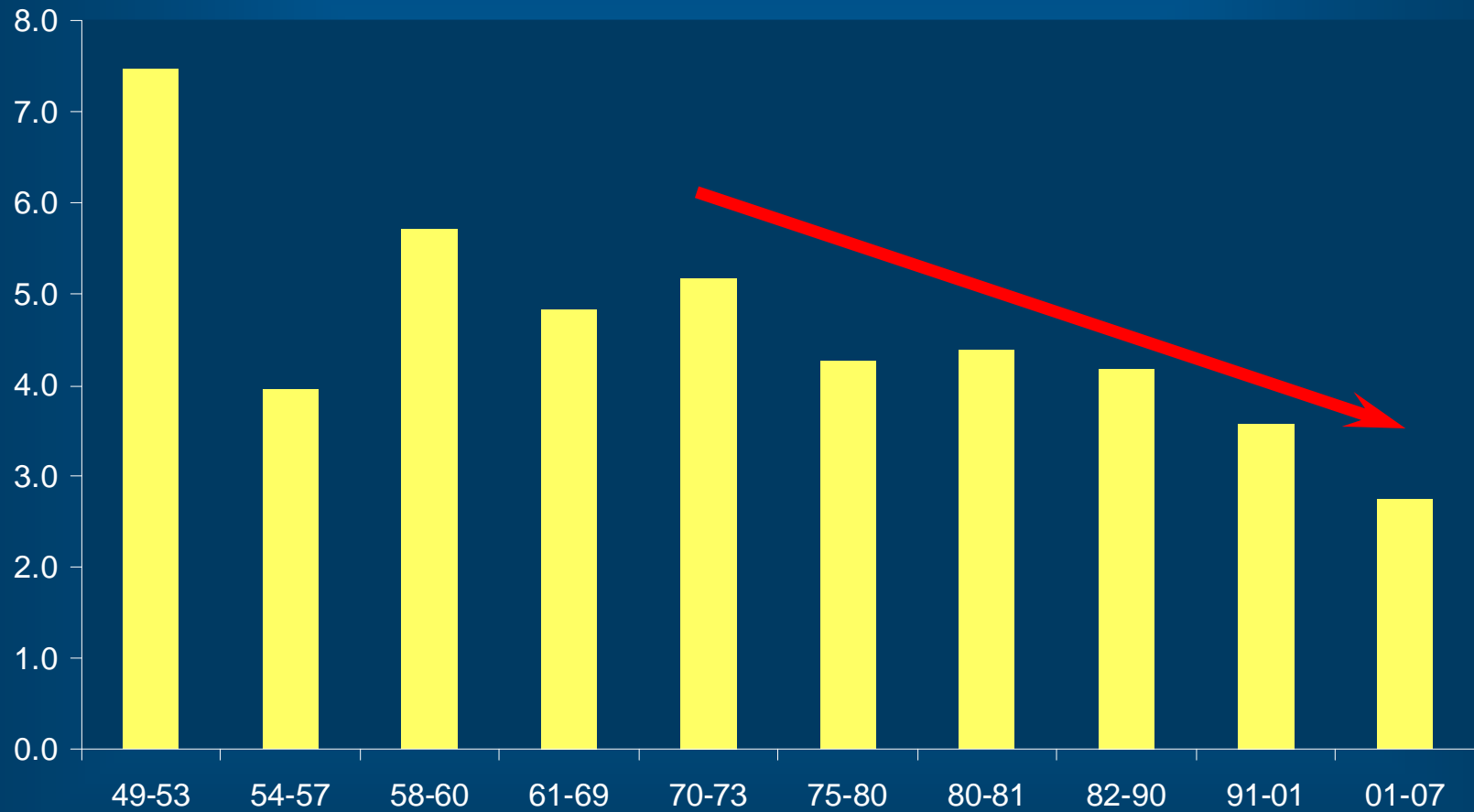
A Stylized View of Recession



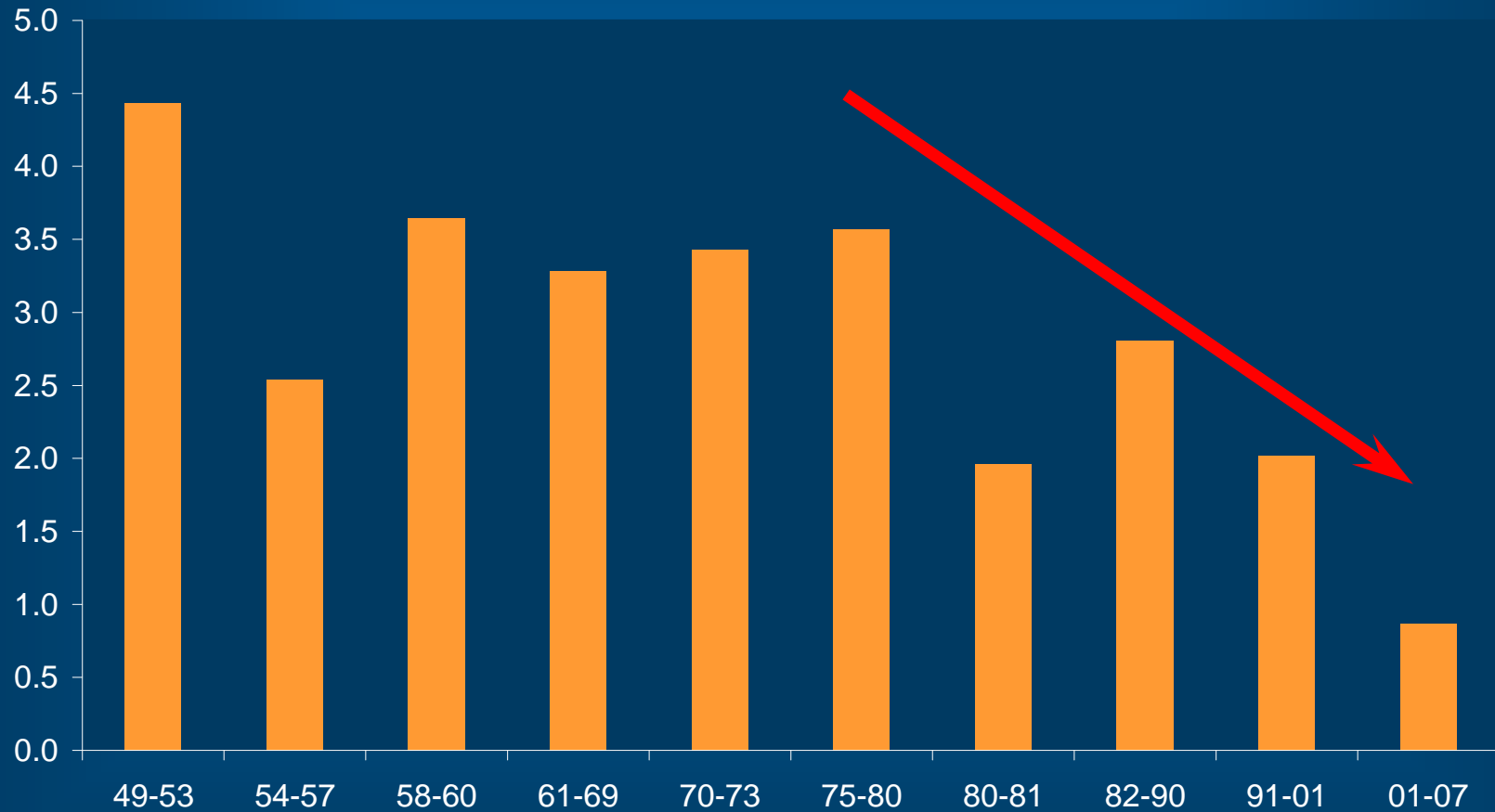
Effect of Higher Trend



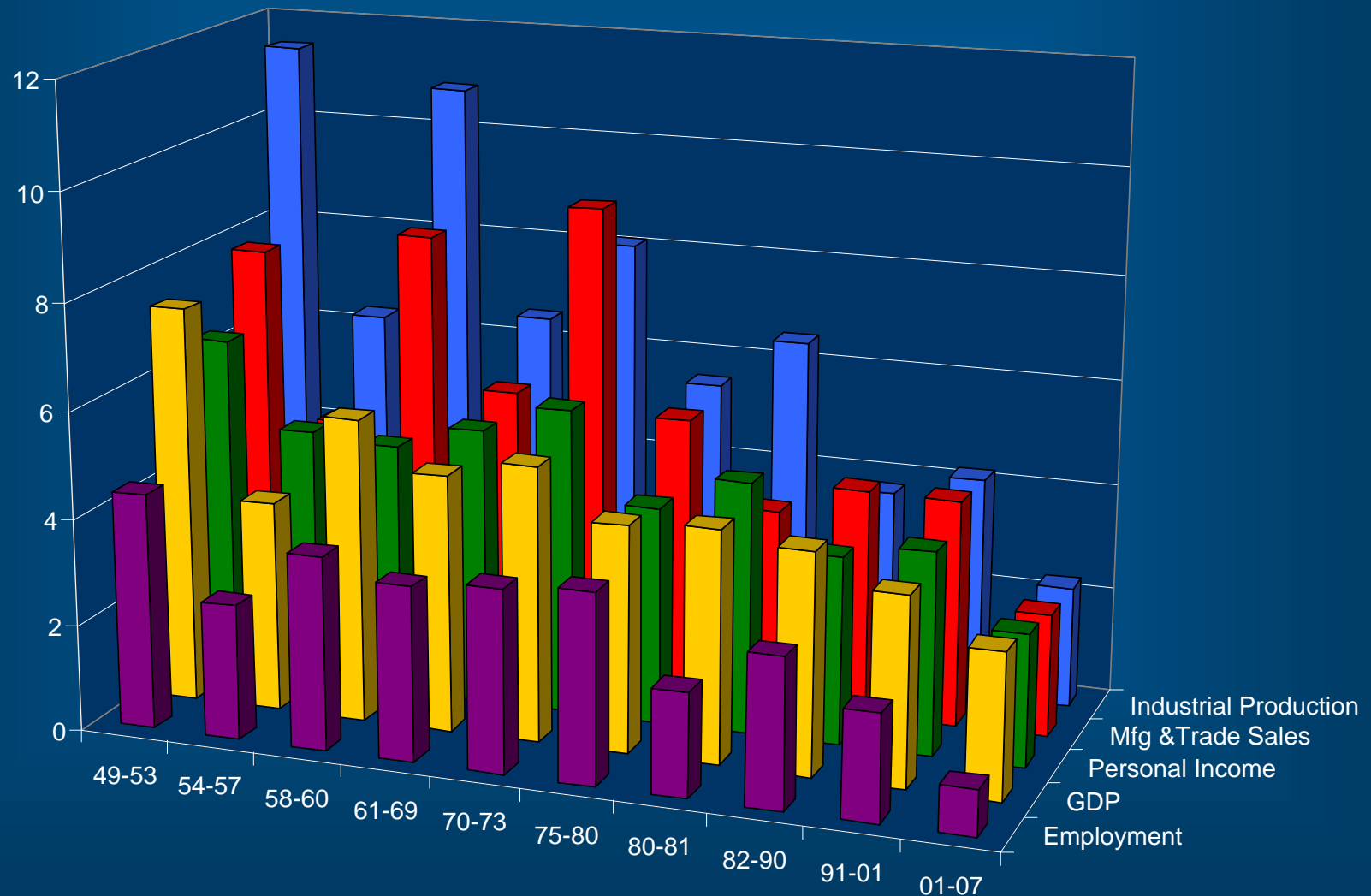
Annualized Pace of Growth in U.S. GDP in Postwar Expansions (%)



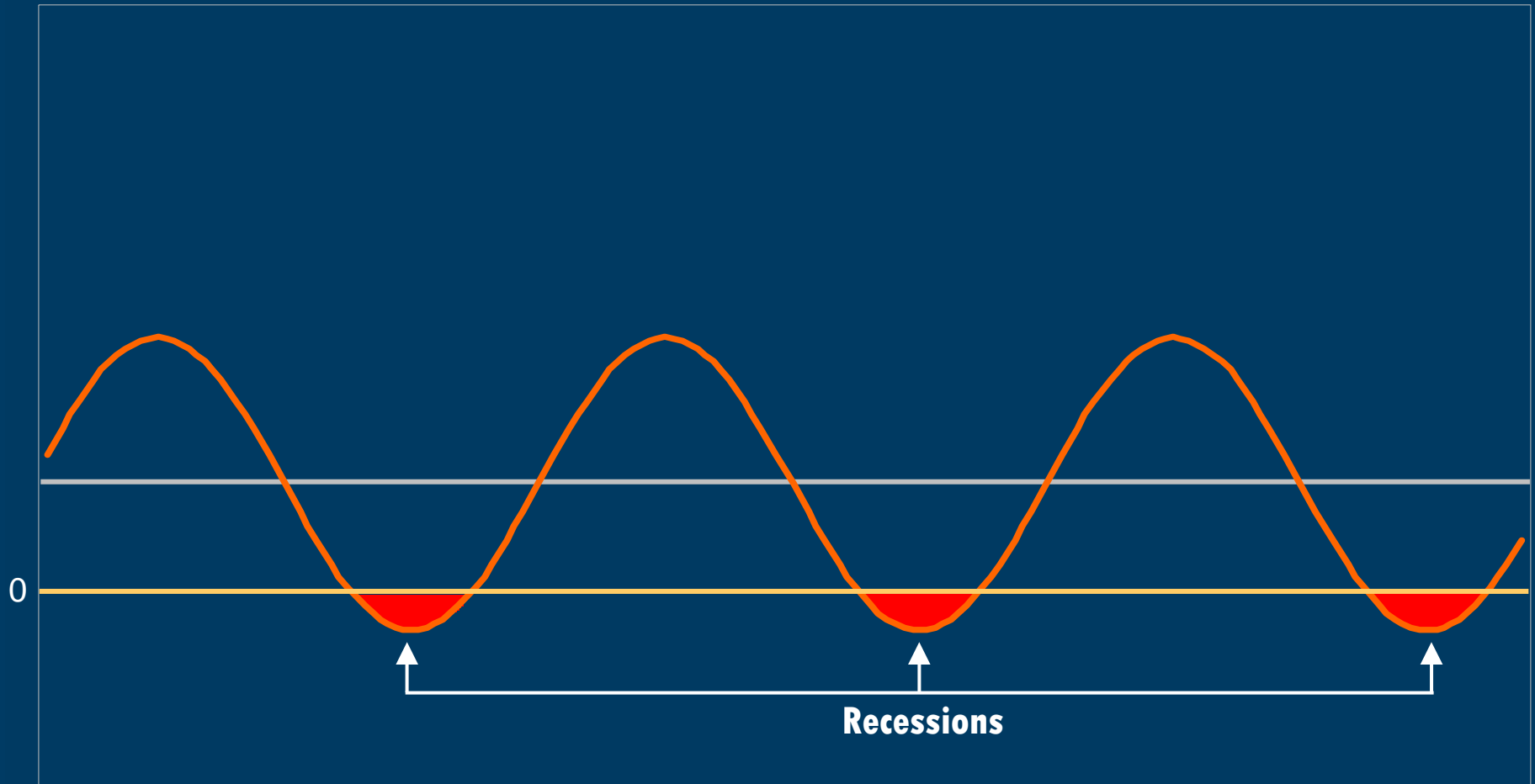
Annualized Pace of Growth in U.S. Employment in Postwar Expansions (%)



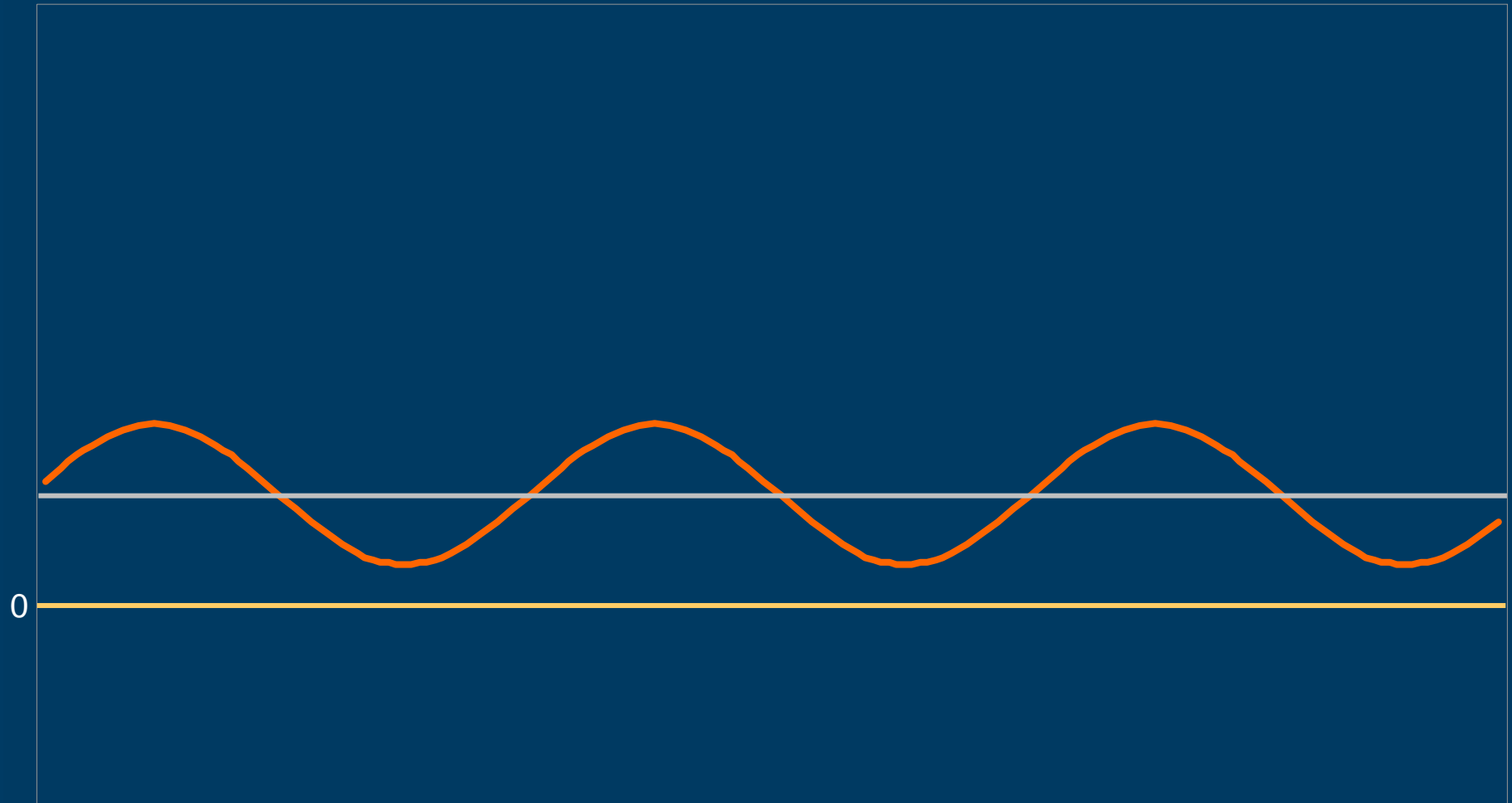
Annualized Pace of Growth in U.S. Coincident Indicators in Postwar Expansions (%)



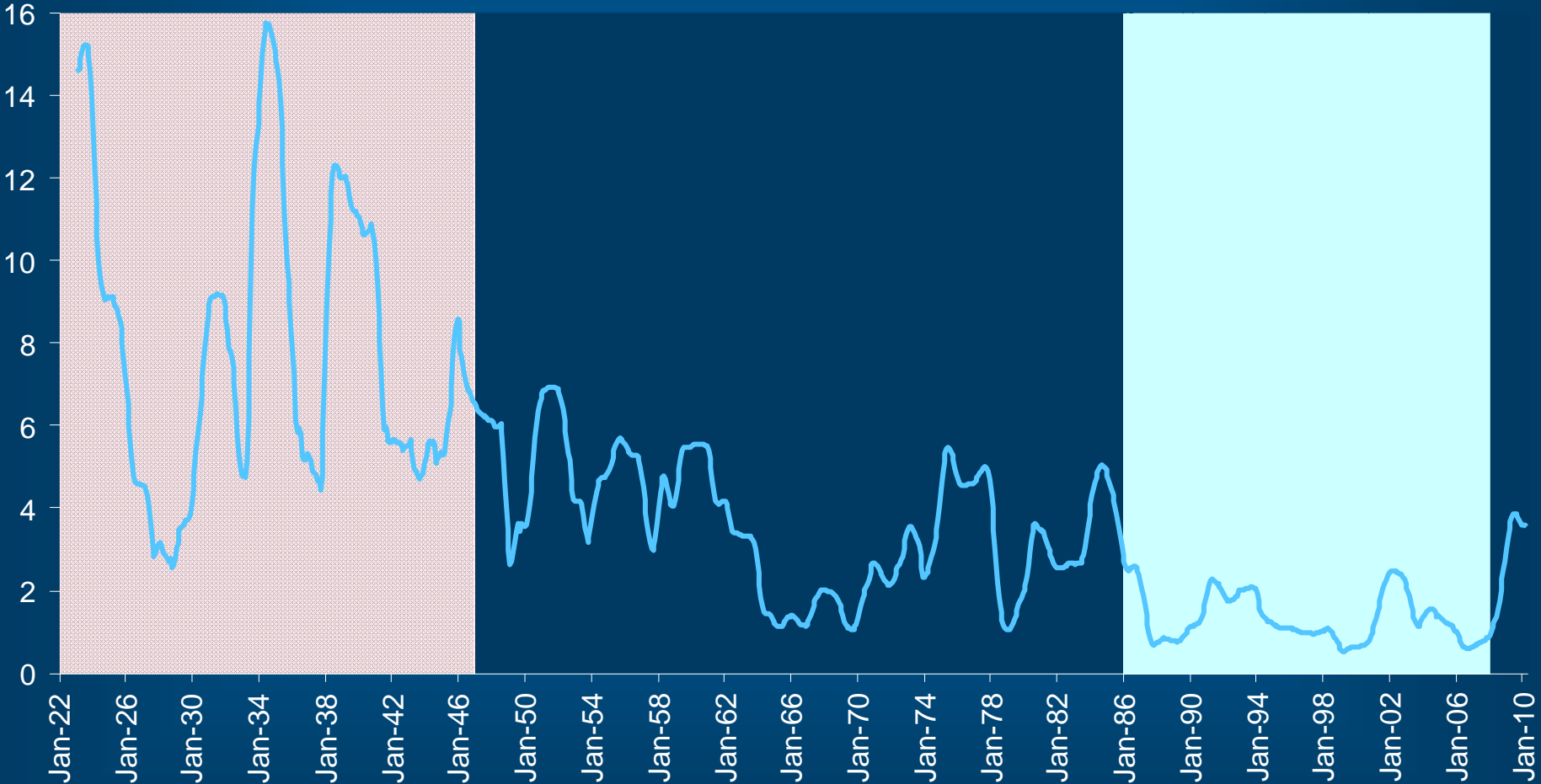
A Stylized View of Recession



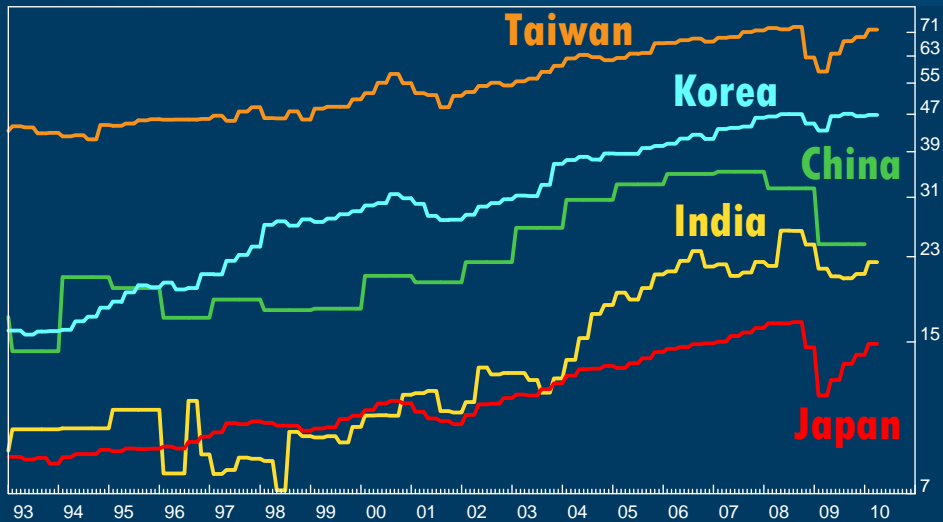
Effect of Lower Cyclical Volatility



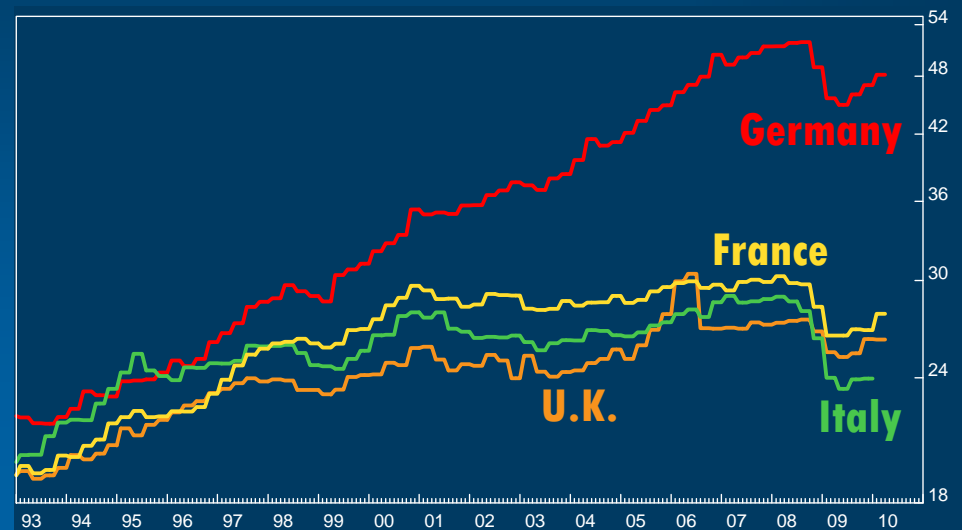
Volatility of U.S. Economic Growth



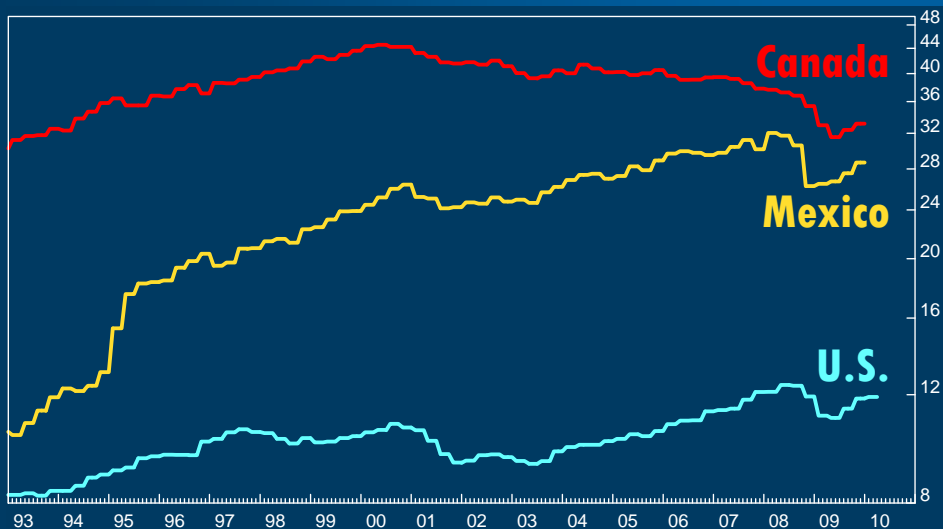
Exports as a Percentage of GDP in Asia-Pacific



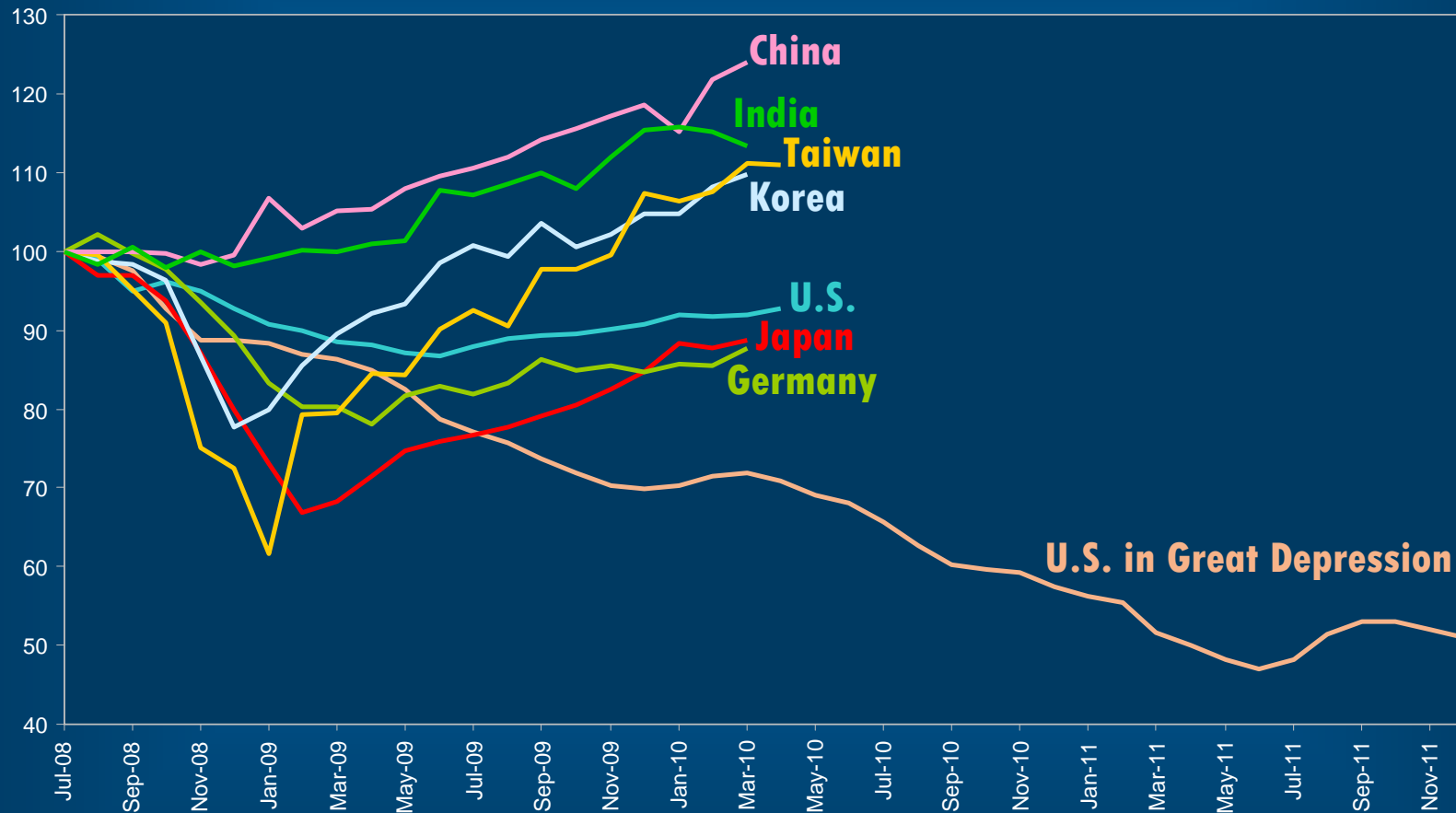
Exports as a Percentage of GDP in Europe



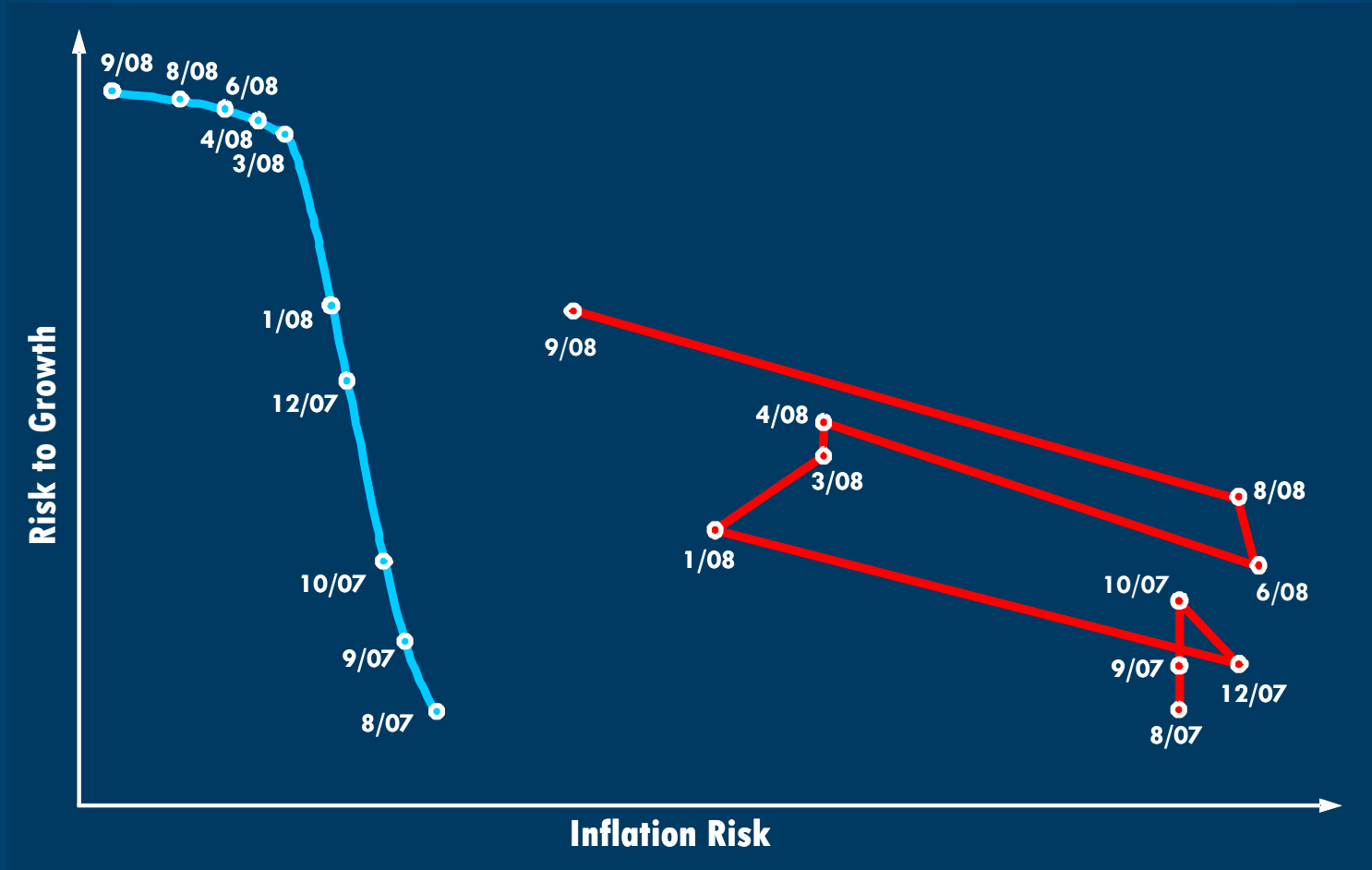
Exports as a Percentage of GDP in North America



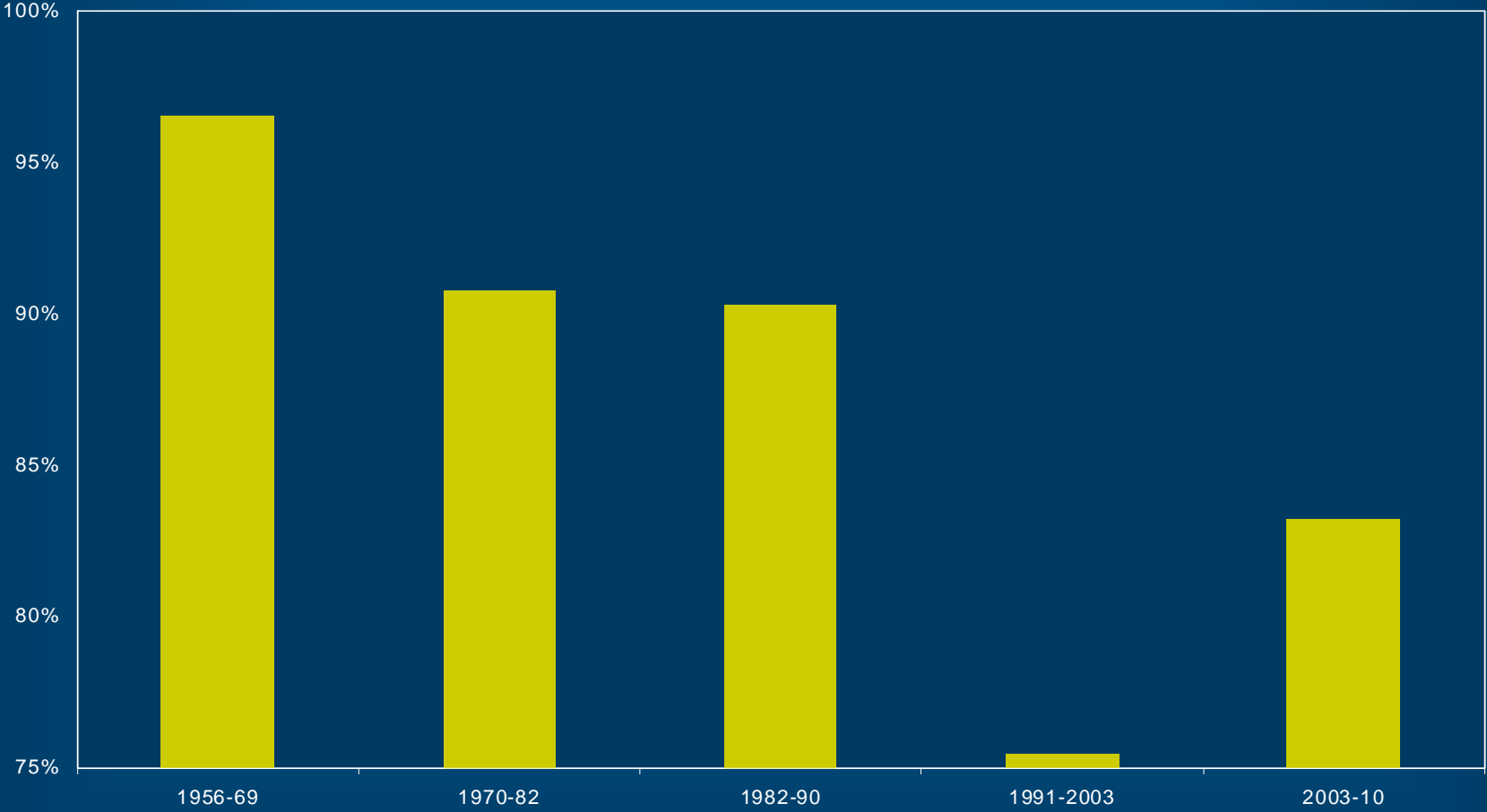
Industrial Production in Key Economies (July 2008=100) & U.S. Great Depression (August 1929=100)



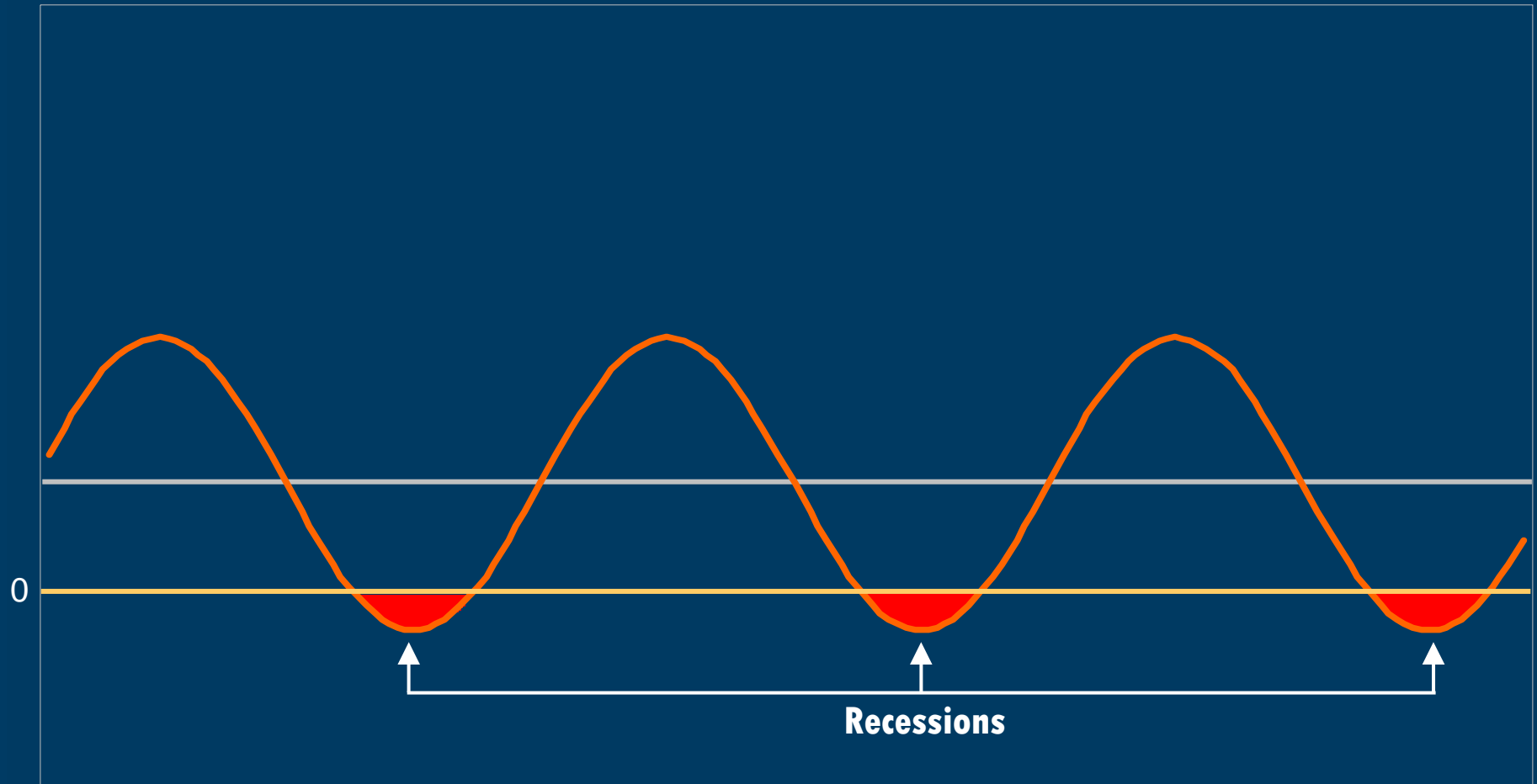
Evolution of ECRI's and Fed's Views About Inflation and Growth Risk



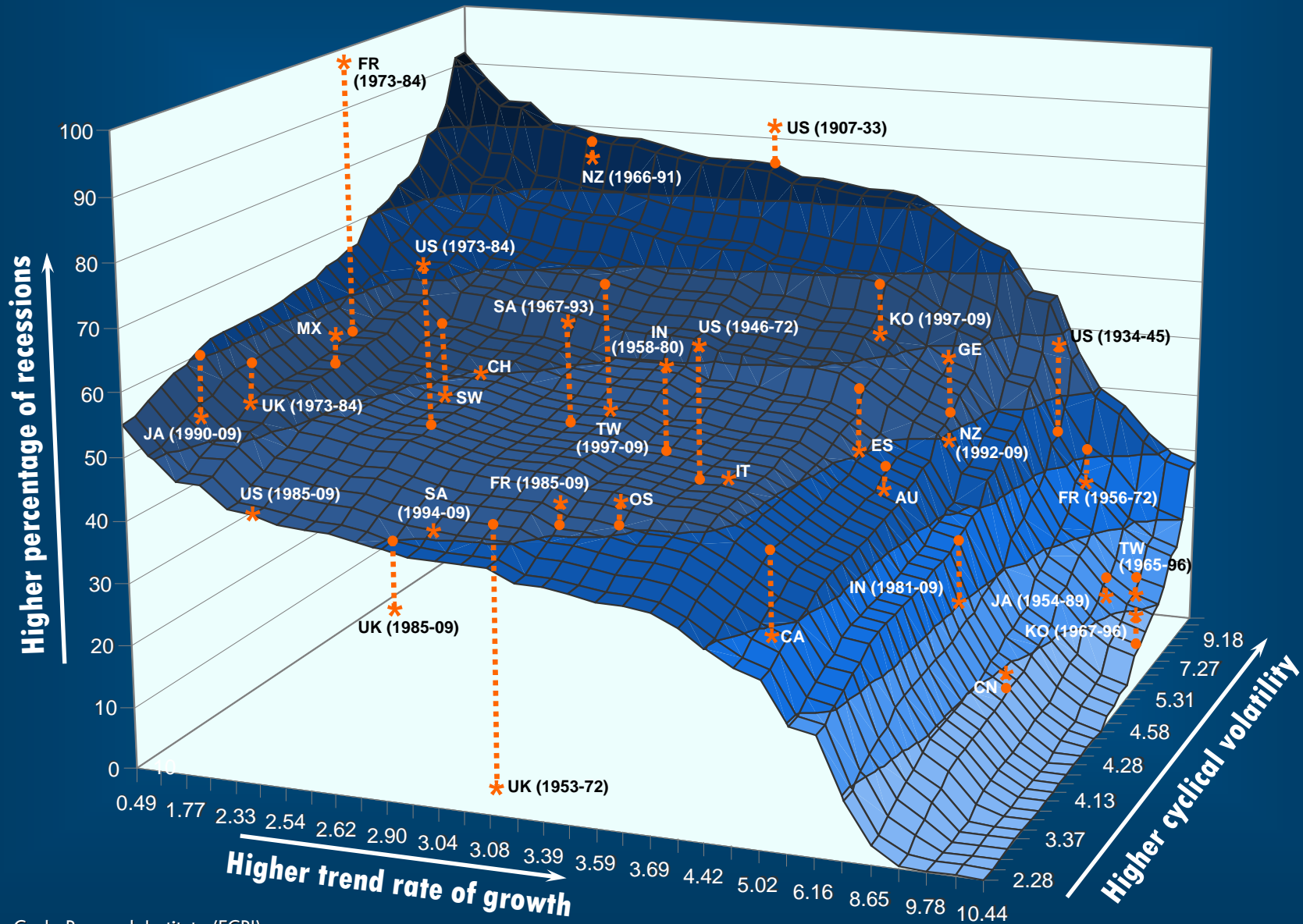
Average Percentage of G5 Economies in Business Cycle Expansions During U.S. Business Cycle Expansions



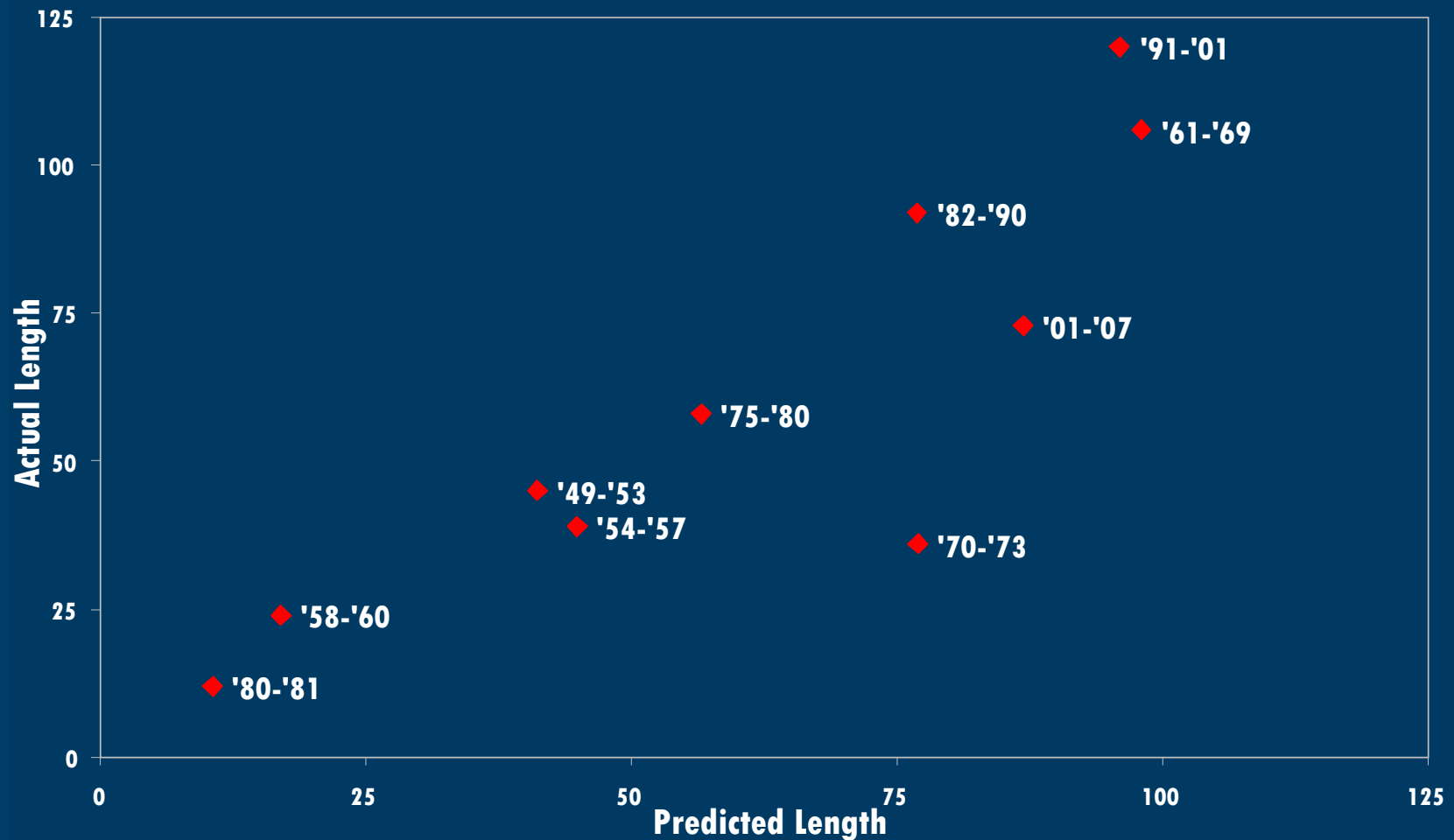
A Stylized View of Recession



Estimates of Recession Frequency



Predicted and Actual Lengths of U.S. Expansions (months)



Inflation, Deflation and the Relative Durations of Expansions and Contractions

