

Recession dashboard

December 2022



Indicators	Measure	1974	1980	1981	1991	2001	2008	2020	Average	Current	Earliest implied recession date (Based on average days from key level recession)
Labor market	Increase in claims	32k	90k	68k	80k	125k	50k	3k	64k	59k	02/2023
Inflation	Increase in core PCE	2.17%	2.38%	0.94%	1.90%	1.05%	1.40%	1.40%	1.61%	4.06%	12/2023
Housing	Decline in housing starts	-770k	-856k	-506k	-1,089k	-329k	-1,236k	-50k	-691k	-380k	05/2024
Yield curve	10-year Treasury yield – federal funds rate	-5.99%	-6.64%	-9.57%	-1.56%	-1.76%	-0.86%	-0.67%	-3.86%	-0.26%	02/2024
Spreads	Bloomberg Corp High Yield –10-yr Treasury yield	-	-	-	9.30%	9.58%	5.80%	3.91%	7.15%	5.01%	02/2025
Manufacturing	ISM Index	57.8	44.8	46.7	45.1	42.1	50.1	47.8	47.8	49.0	07/2025
Average:										05/2024	

Sources: Bloomberg and Federated Hermes. Data as of 12/1/22.

Recent updates

12/1:

For the first time this cycle, ISM Manufacturing fell into contraction territory, hitting a fresh 2-year low of 49.0 vs. last month's reading of 50.2. The indicator is solidly yellow. ↓

12/1:

The fed funds rate vs. the 10-year yield inverted for the first time this cycle during November, moving from a positive slope of 0.97% last month to a 0.26% inversion. This indicator now turns yellow. ↓

12/1:

High Yield spreads are relatively unchanged at 5.01% this month vs. 5.10% last month. Still spreads remain elevated, so the indicator remains yellow. =

11/28:

Core PCE remained relatively flat coming in at 5.0% this month vs. an upwardly revised 5.2% last month. The indicator remains well within recessionary territory. ↑

11/27:

Initial jobless claims have, once again, been on the rise in recent weeks, with the four-week moving average increasing nearly 10,000. With the increase off of the cycle low vacillating around the 60,000 mark on a week-to-week basis, this indicator continues to shift between yellow and red. ↓

11/19:

Housing Start declined again from 1,439,000 to 1,425,000. The continued decline comes amid a myriad of data pointing to a meaningful slump in housing. The indicator remains yellow. ↓

Past performance is no guarantee of future results.

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