

# Federated's Recession Dashboard

*We do not see a recession on the immediate horizon*

Indicators	Measure	1974	1980	1981	1991	2001	2008	Average	Current	Earliest Implied Recession Date (Based on Avg Days from Key Level Recession)
<b>Labor market</b>	Increase in claims	32k	90k	68k	80k	125k	50k	74k	23k	6/2020
<b>Inflation</b>	Increase in core PCE	2.17%	2.37%	0.93%	1.90%	1.76%	2.54%	1.95%	0.68%	10/2020
<b>Housing</b>	Decline in housing starts	770k	856k	502k	1,089k	329k	1,236k	797k	143k	6/2020
<b>Yield Curve</b>	10-year Treasury yield – federal funds rate	-3.88%	-3.45%	-4.37%	-1.44%	-1.29%	-0.79%	-2.54%	-0.69%	9/2020
<b>Spreads</b>	BarCap Corp High Yield – 10-year Treasury yield	-	-	-	8.21%	9.34%	5.62%	7.72%	4.20%	11/2021
<b>Manufacturing</b>	ISM Index	57.8	44.8	46.7	45.1	42.3	50.1	47.8	49.1	4/2022
									<b>Average:</b>	<b>2/2021</b>

Source: Bloomberg, Federated Investors. Data as of September 1, 2019.

## Recent Updates

- 8/16:** Housing starts fall from 1,241k to 1,191k. ↓
- 8/29:** Claims come in at 215k, 4-week average relatively unchanged at 214.5k vs. 212.2k the prior month =
- 8/30:** Core PCE remains unchanged at 1.6% y/y =
- 9/2:** High Yield spreads widen modestly from 4.04% on 8/1 to 4.30% on 9/2 ↓

- 9/3:** Yield curve continues to invert further, now at 0.69% inverted. Yellow because inversion is triggered, but not yet at average recessionary level of 2.54%. ↓
- 9/3:** ISM Manufacturing falls to 51.2 vs. 49.1. Below 50 is contractionary territory. Yellow because key level is triggered, but not yet at average recessionary level of 47.8 ↓

Past performance is no guarantee of future results.

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