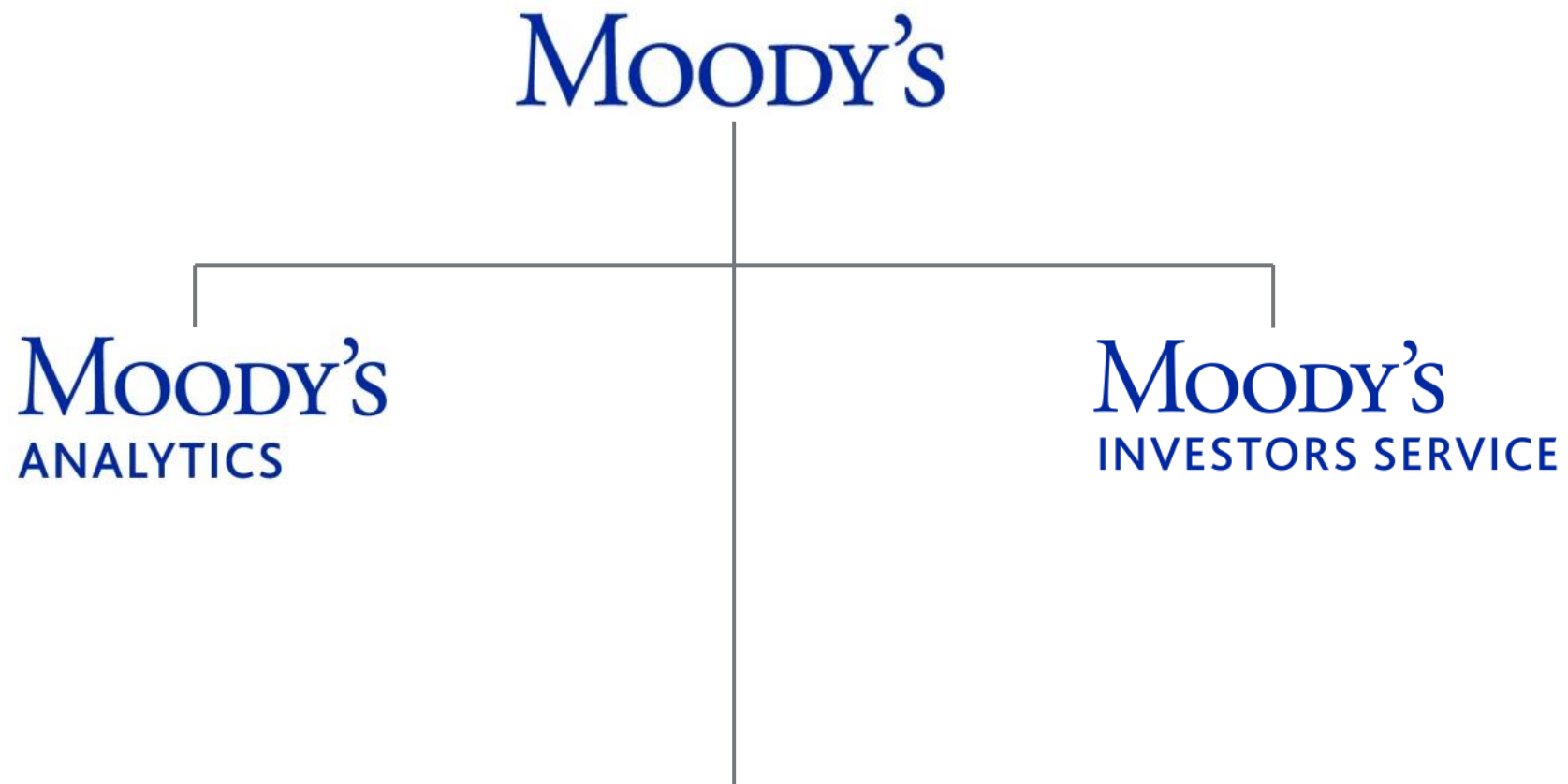
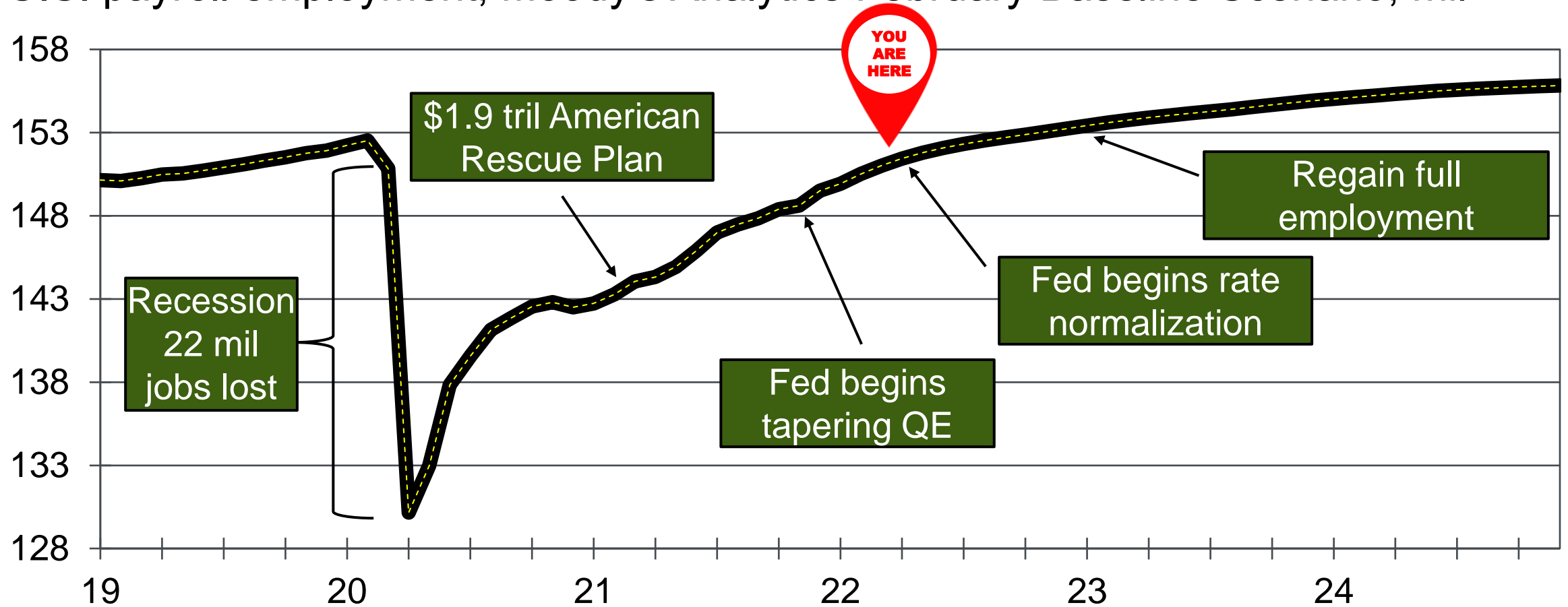


Economic Outlook



The Pandemic Recovery Roadmap

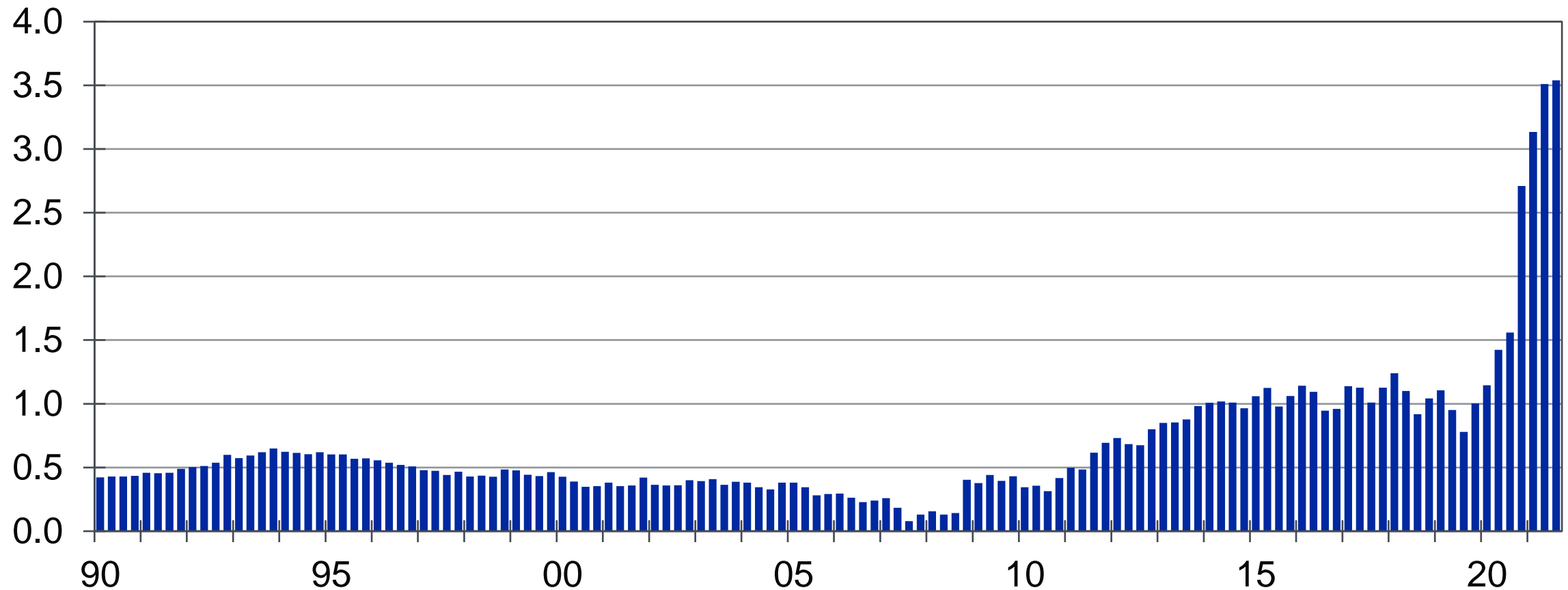
U.S. payroll employment, Moody's Analytics February Baseline Scenario, mil



Sources: BLS, Moody's Analytics

Lots of Gas in the Tank

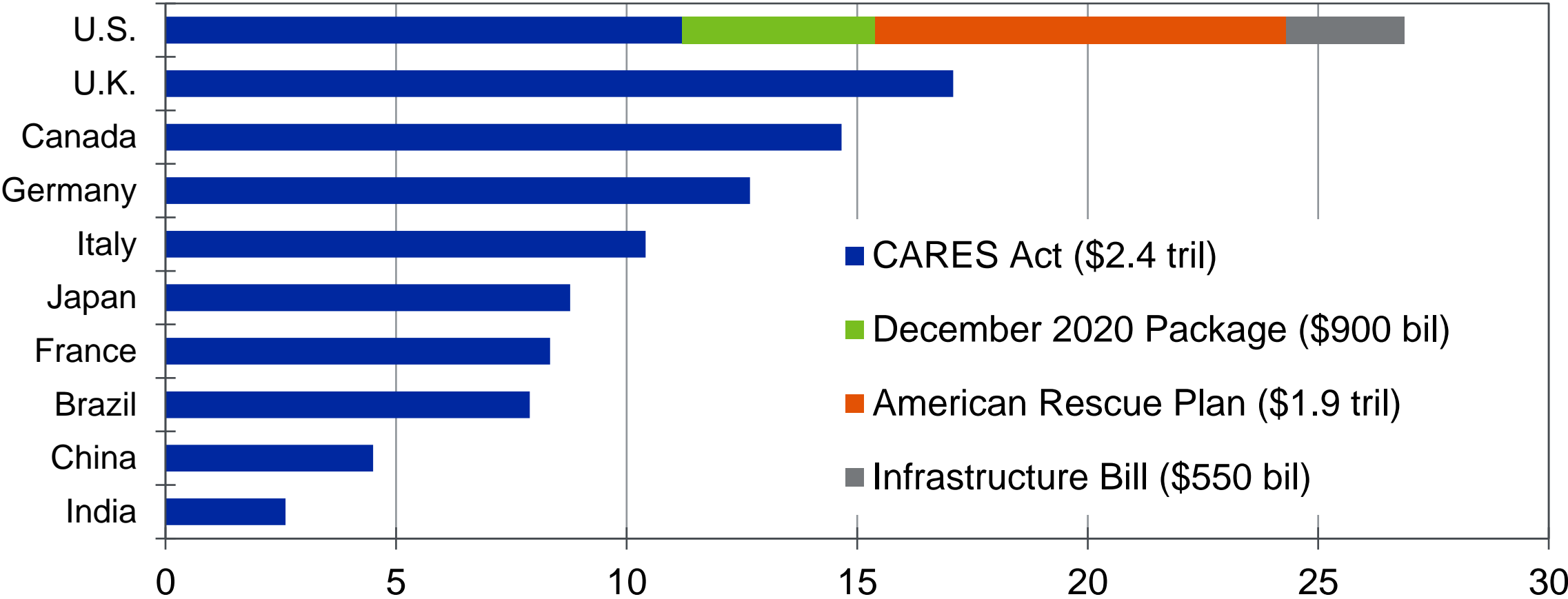
Household checkable deposits and currency, \$ tril



Sources: Federal Reserve, Moody's Analytics

Record Level of Fiscal Support

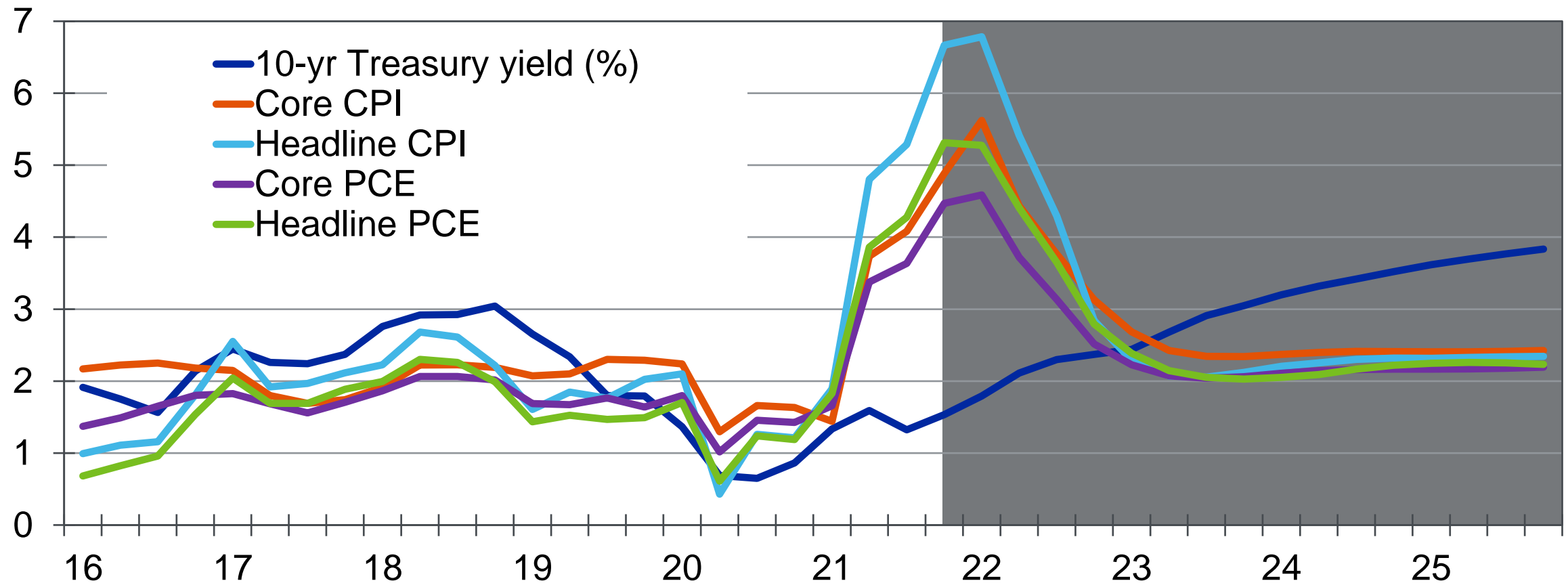
Fiscal support since start of pandemic, % of 2019 GDP



Sources: BEA, National Finance Ministries, Moody's Analytics

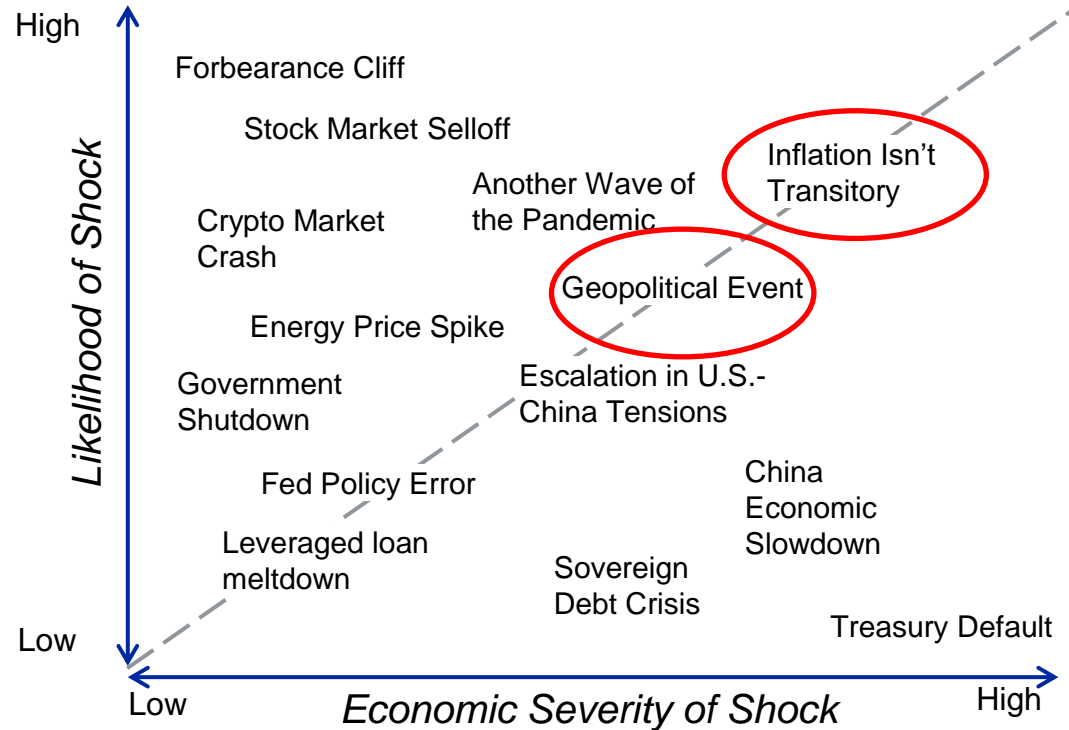
Not Done With Inflation Yet

Pre-invasion forecast, % change yr ago



Sources: Federal Reserve, Treasury, BLS, Moody's Analytics

Realization of Risks



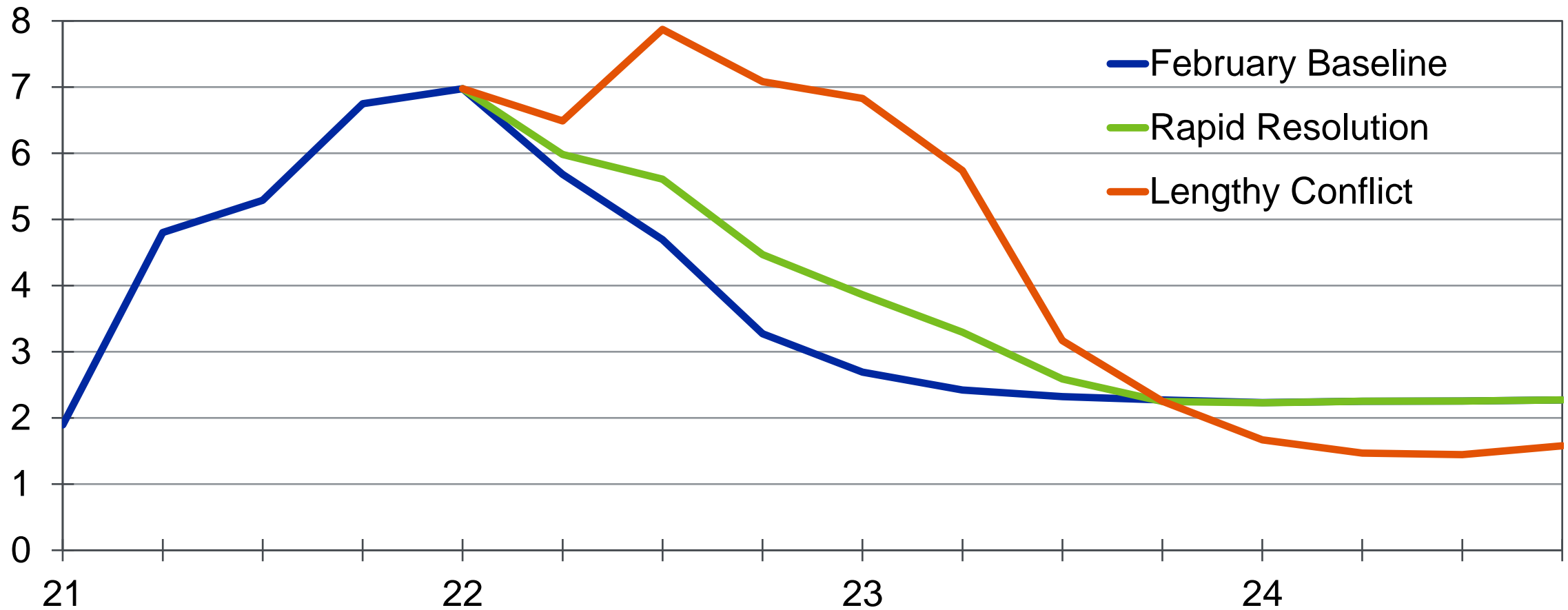
Source: Moody's Analytics

The Russian invasion of Ukraine represents the realization of two significant risks to the economic outlook:

- Geopolitical Uncertainty – The exogenous shock and subsequent sanctions create significant uncertainty for businesses and households.
- Inflation – Supply disruptions and uncertainty cause price pressures to remain in place over a substantially longer period of time.

Invasion Will Keep Inflation Higher, Longer...

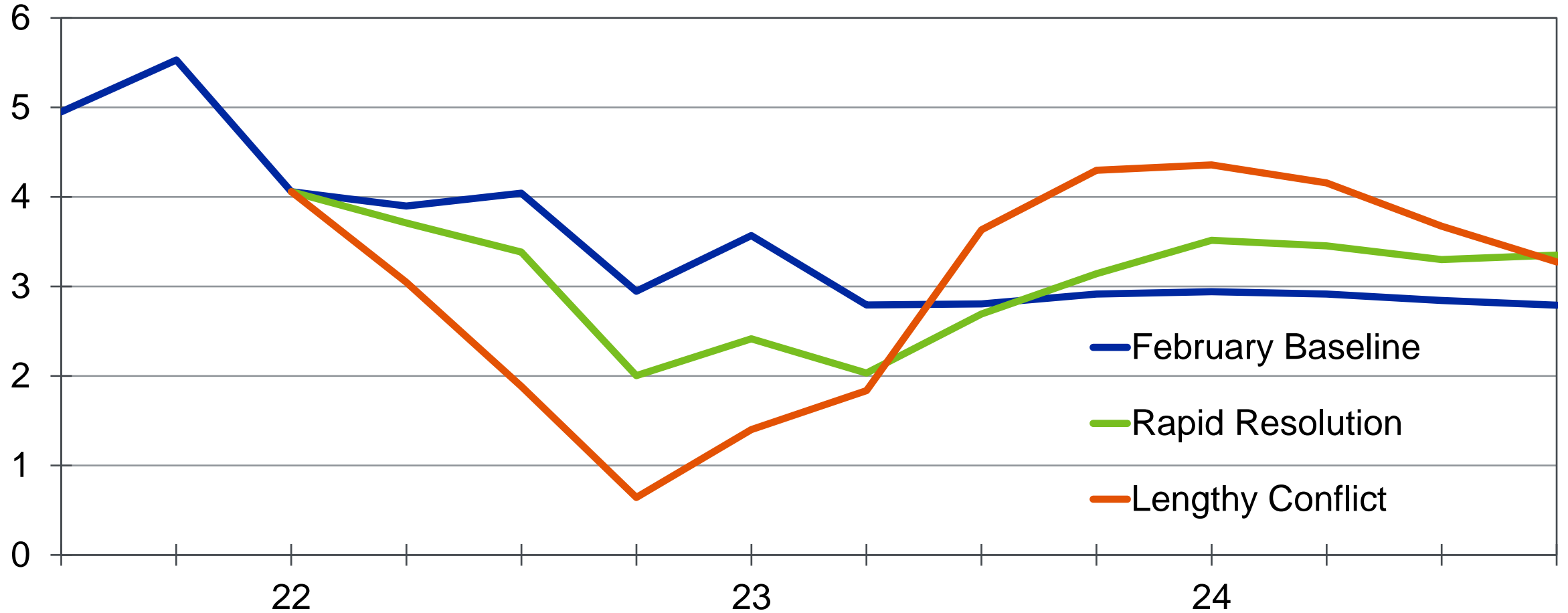
U.S. consumer price index, % change yr ago



Sources: BLS, Moody's Analytics

...and Slow the Pace of Economic Growth

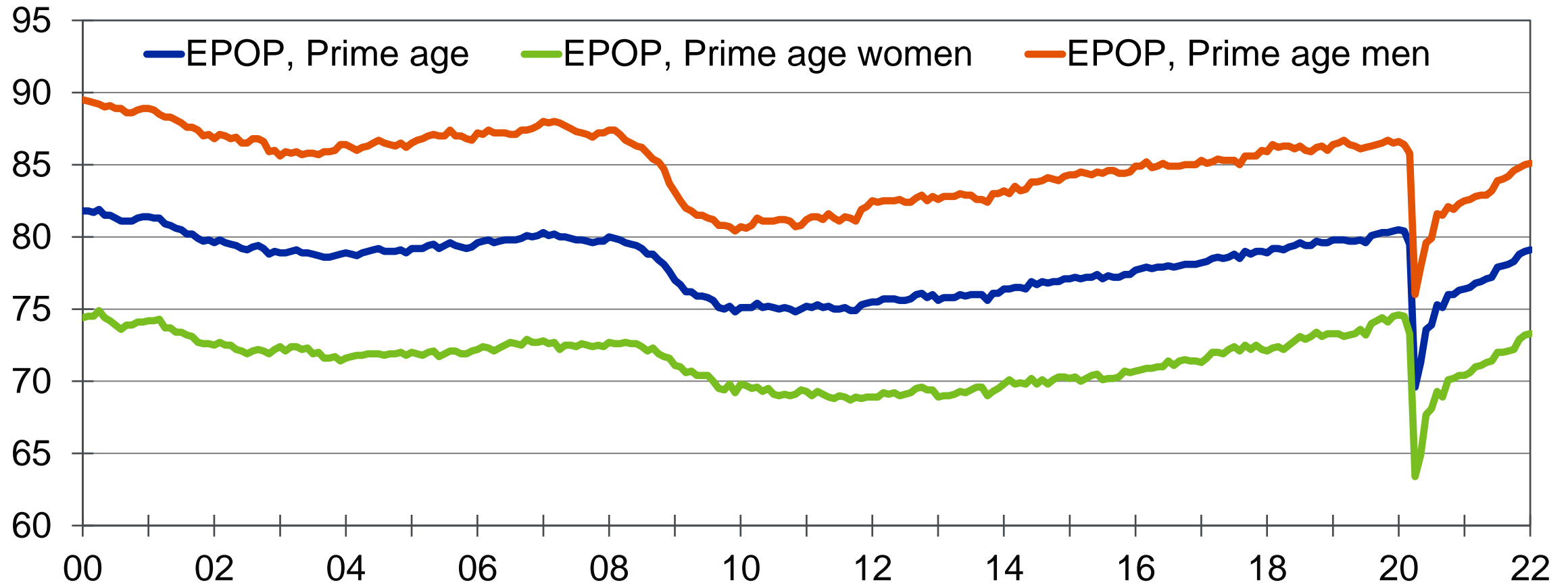
U.S. GDP, % change yr ago



Sources: BEA, Moody's Analytics

What to watch? EPOP

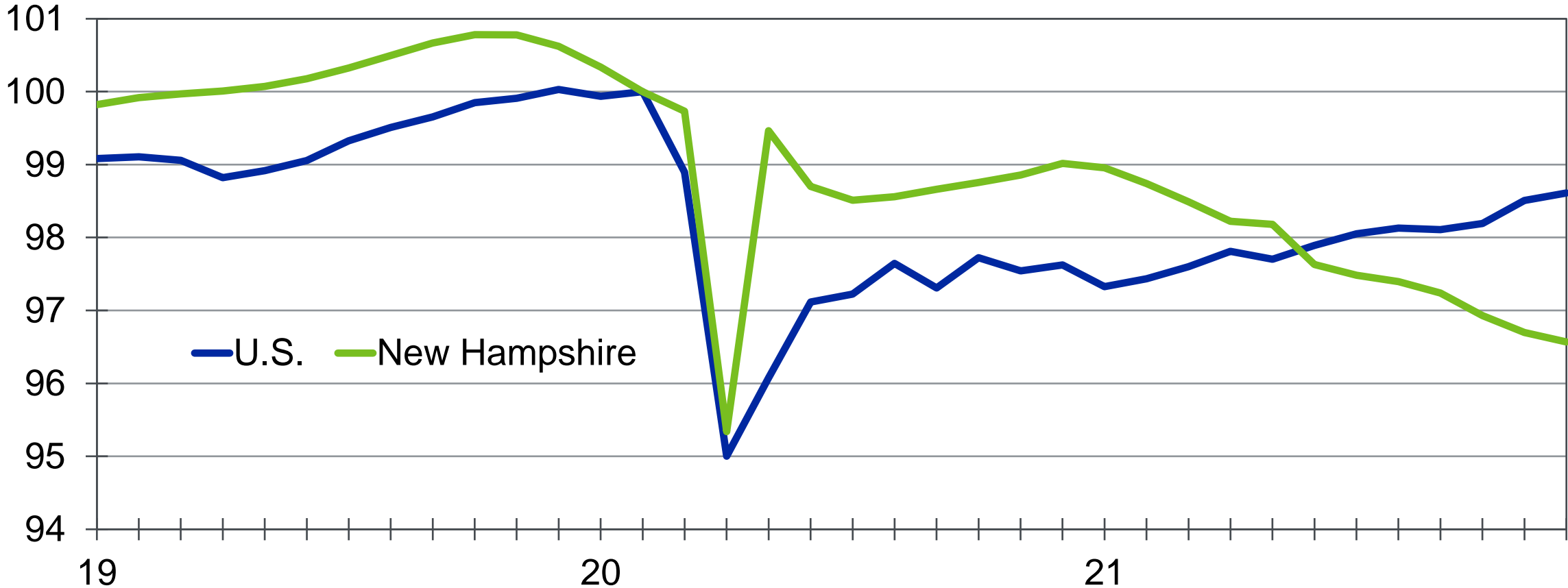
Ratio of U.S. employment to prime working age population, %



Sources: BLS, Moody's Analytics

Labor Force Recovery Especially Key to NH

Labor force, Feb 2020=100



Sources: BLS, Moody's Analytics

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