

This Week's Domestic Economic Results

Event	Actual	Consensus	Result
PPI MoM	0.80%	0.80%	In-Line
Core PPI MoM	0.50%	0.60%	Missed
IBD/TIPP Economic Optimism	38.1	41	Missed
API Crude Oil Stock Change (in millions)	0.736	-1.314	Beat
Retail Sales MoM	-0.30%	0.20%	Missed
Import Prices MoM	0.60%	1.10%	Missed
NY Empire State Manufacturing Index	-1.20%	3.00%	Missed
Retail Sales Ex Autos MoM	0.50%	0.80%	Missed
NAHB Housing Market Index	67.00	68.00	Missed
Business Inventories MoM	1.20%	1.20%	In-Line
EIA Crude Oil Stocks Change (in millions)	1.956	-1.314	Beat
EIA Gasoline Stocks Change (in millions)	-0.71	0.01066	Missed
Interest Rate Projection 1st Yr	3.80%		
Interest Rate Projection - Longer	2.50%		
Interest Rate Projection - 2nd Yr	3.40%		
Interest Rate Projection - Current	3.40%		
Net Long-term TIC Flows (in billions)	\$ 87.70		
Housing Starts May (in millions)	1.54900	1.70100	Missed
Building Permits May (in millions)	1.69500	1.78500	Missed
Housing Starts MoM	-14.40%	-1.50%	Missed
Building Permits MoM	-7.00%	-1.70%	Missed
Initial Jobless Claims	229K	215K	Missed
Philadelphia Fed Manufacturing Index	-3.30000	5.50000	Missed
Industrial Production YoY	5.80%	4.90%	Beat
Industrial Production MoM	0.20%	0.40%	Missed

*Bloomberg 6/17/2022

- The Federal Reserve's (Fed) 75 basis point rate hike was the largest since 1994 in an attempt to tame 40-year high inflation (8.6%), risking higher unemployment and an economic slowdown.
- This week's economic data intensified the risks of a recessions as most of the economic data missed consensus estimates, illustrating economic pain amid the current macro backdrop.
- Stagflation pressure remains our base case as the supply and demand economics of supply side inflation may result in higher unemployment as the Fed can only curb demand side of inflation.

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