

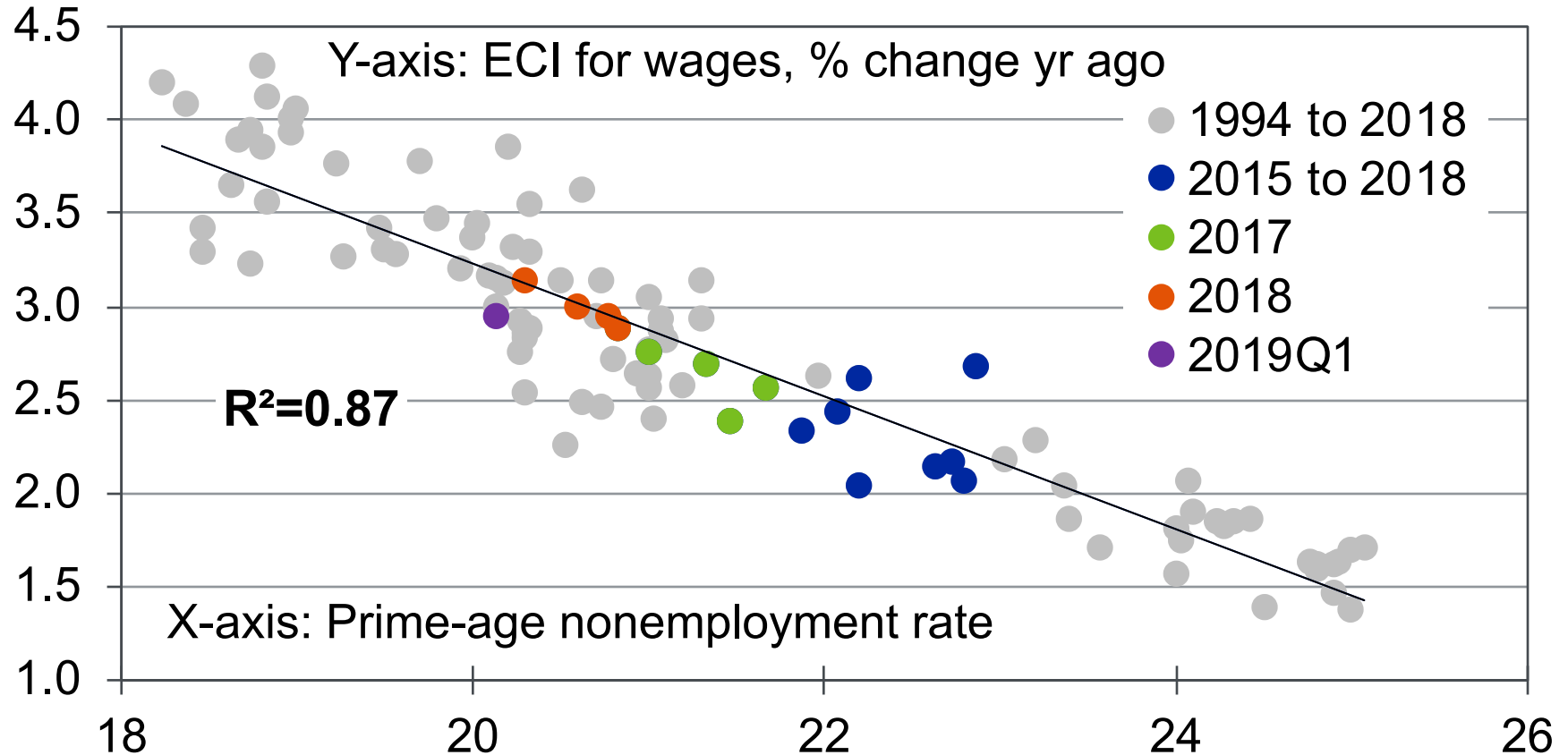
On a Razor's Edge

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June 2019

Job Market Holds Firm

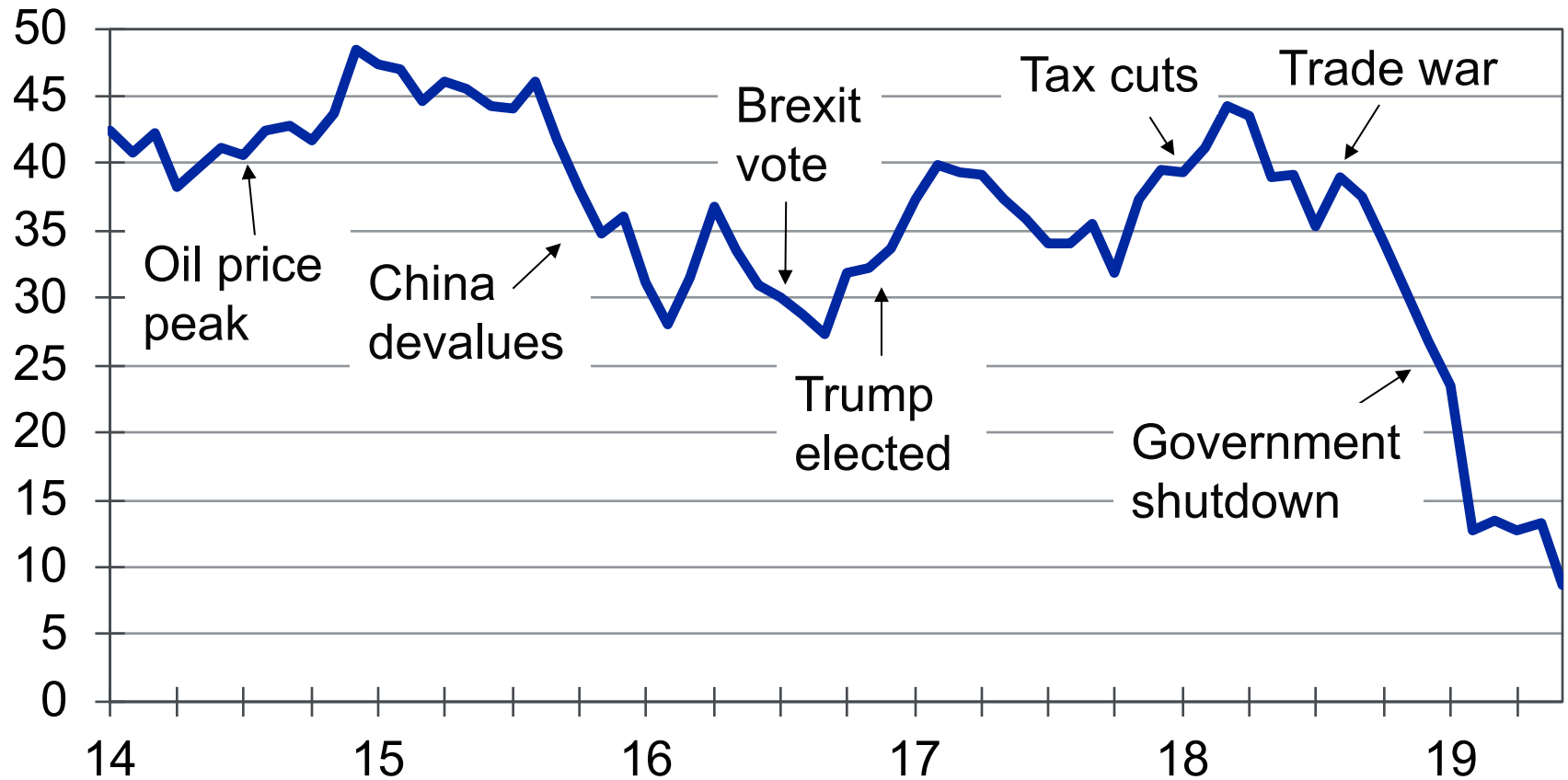
Wage growth Phillips curve, quarterly, 1994Q1 to 2019Q1



Sources: BLS, Moody's Analytics

Trade War Undermines Sentiment...

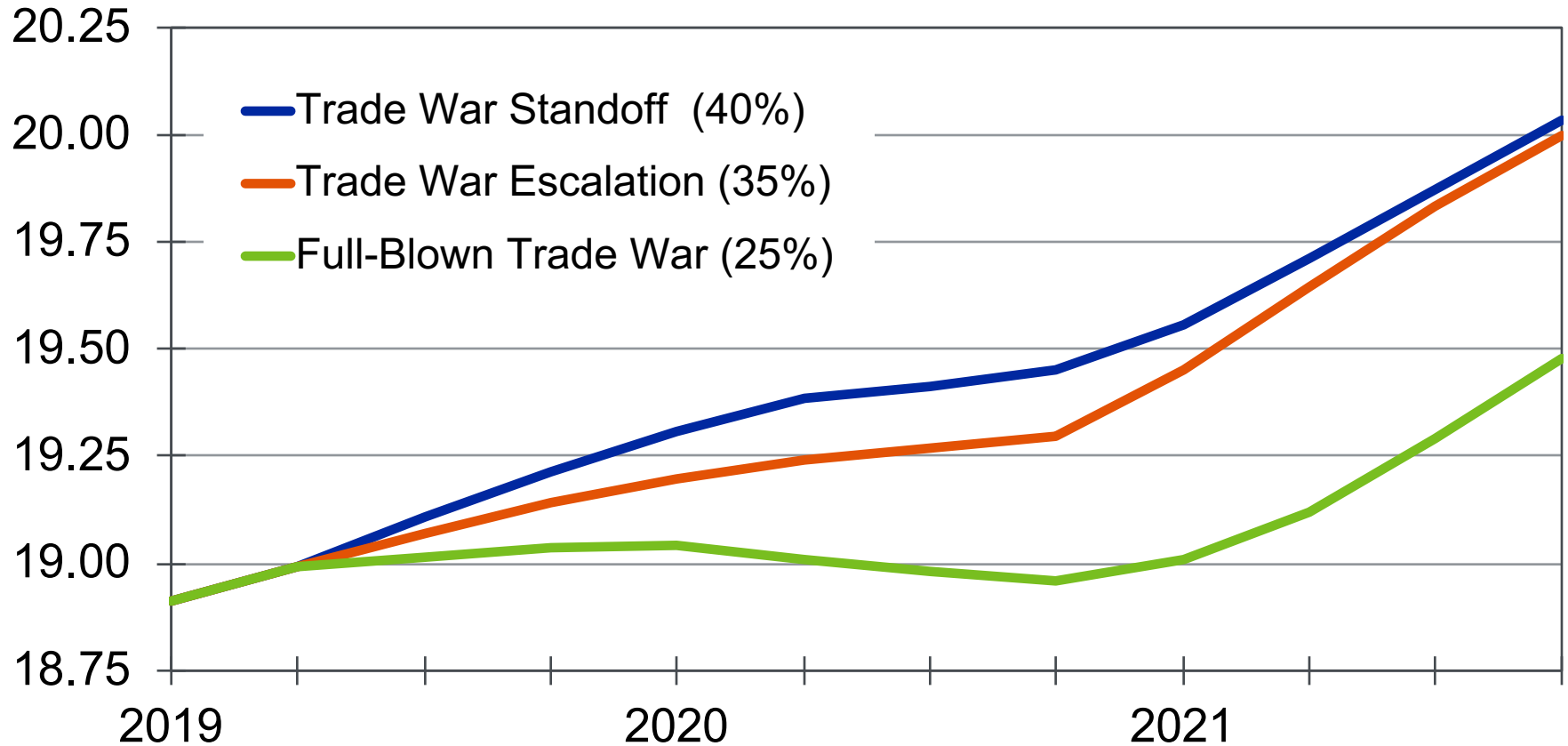
Moody's business sentiment diffusion index, net % positive



Source: Moody's Analytics

...And Threatens the Expansion

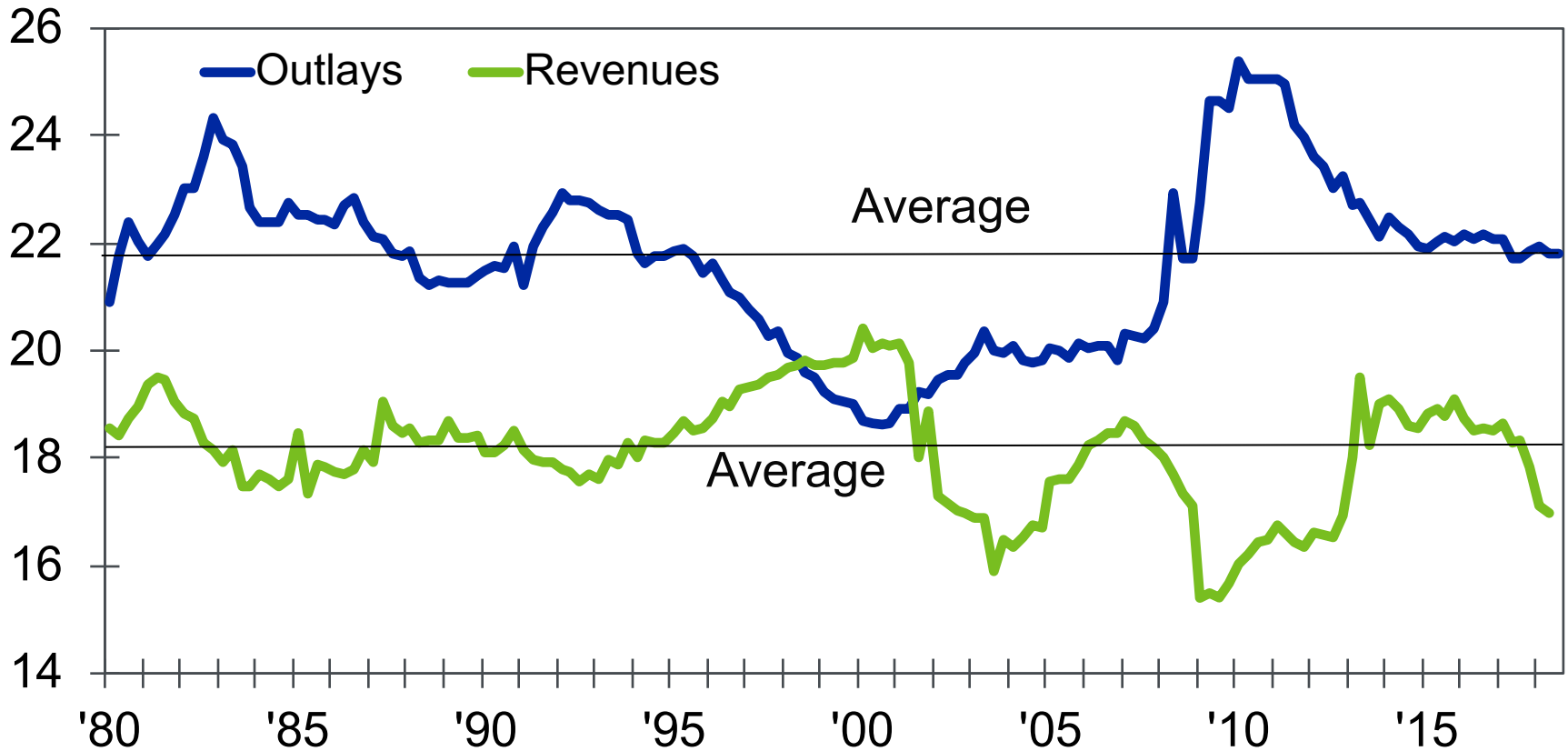
Real GDP, tril, 2012\$



Sources: BEA, Moody's Analytics

Dysfunction in D.C.

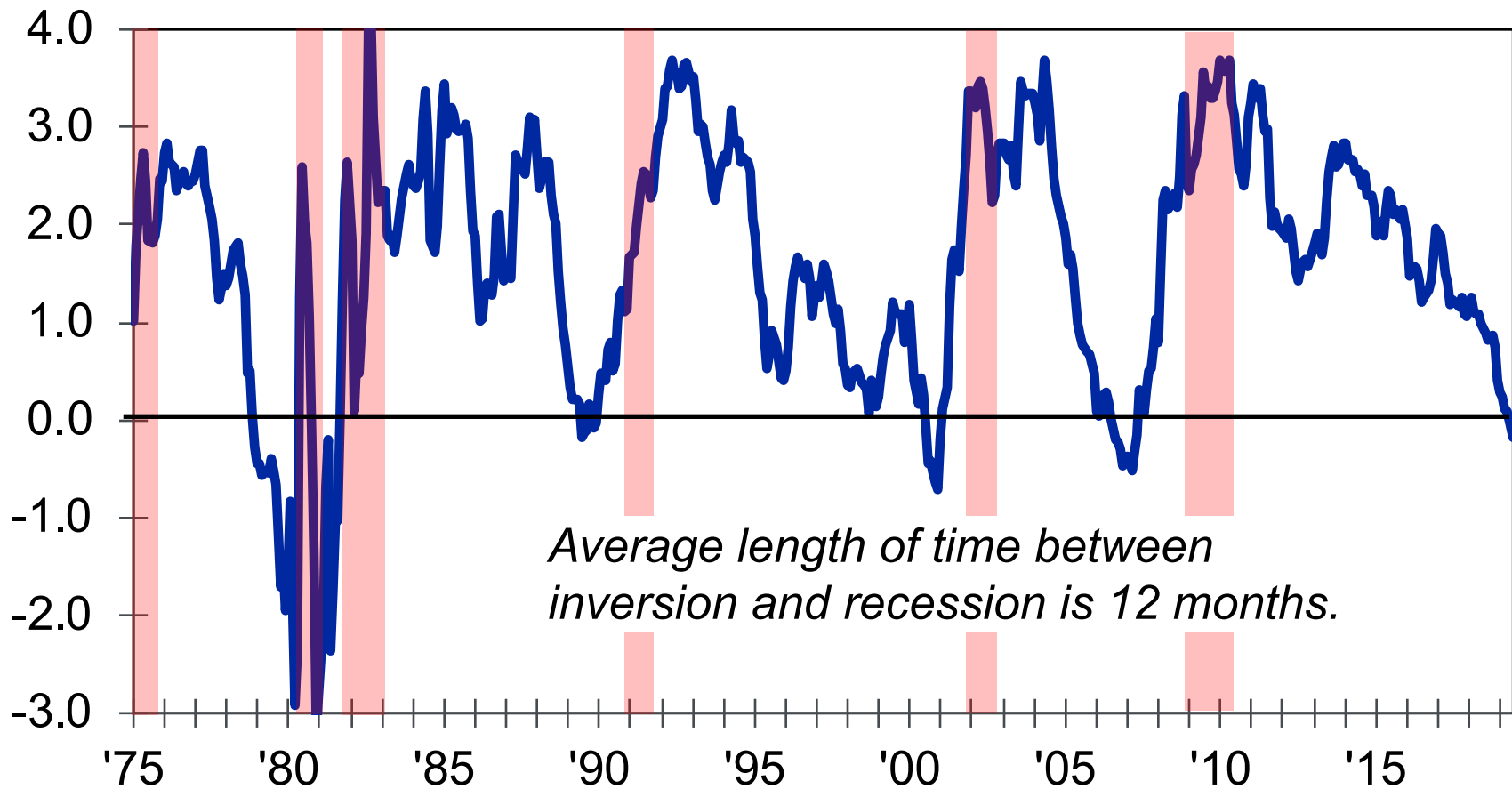
Share of GDP, %



Sources: BEA, Moody's Analytics

Treasury Yield Curve Sends a Warning

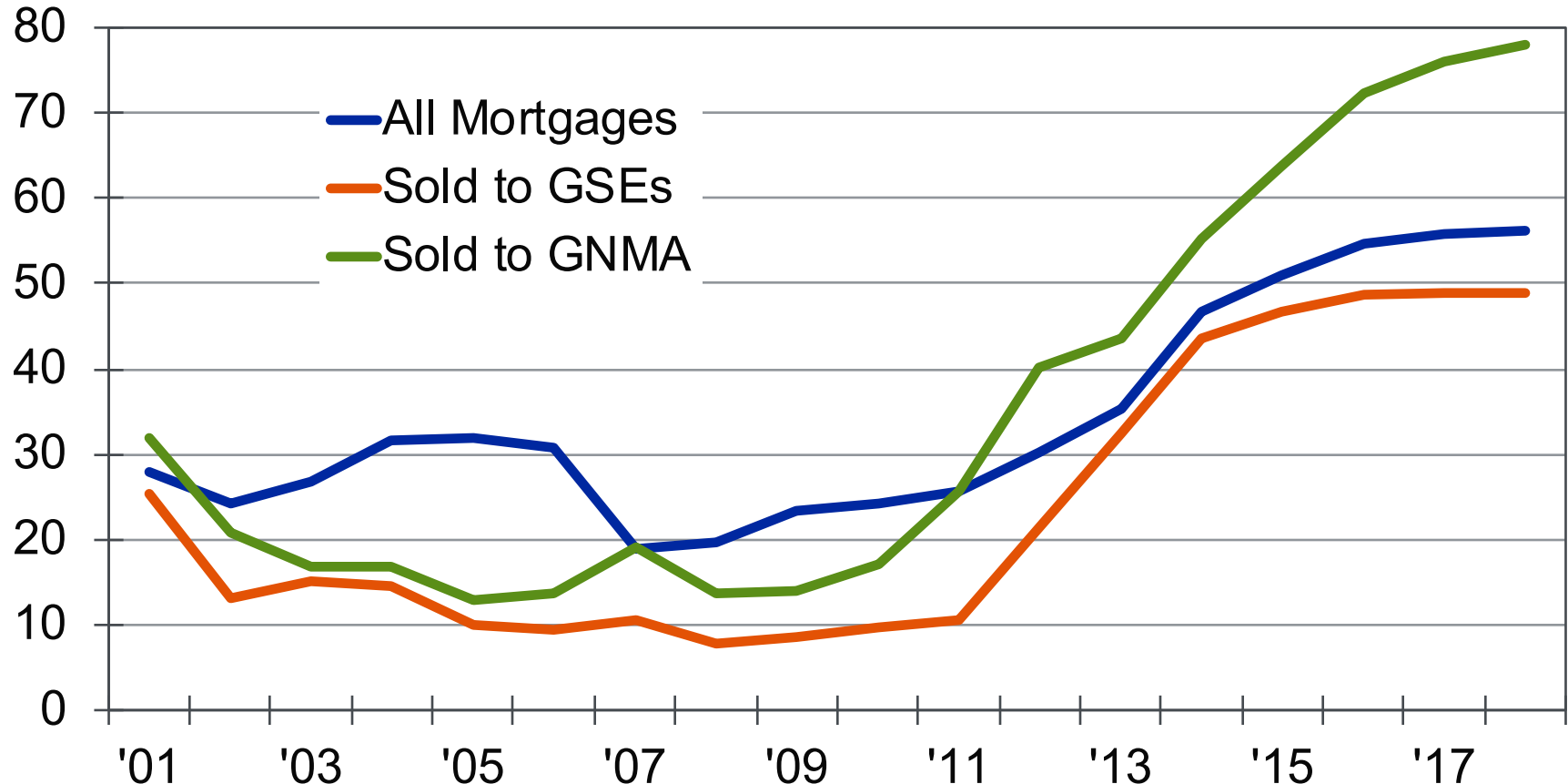
Difference between 10-yr Treasury yield and 3-mo EBY, %



Sources: Federal Reserve, Moody's Analytics

The Shadow Financial System Darkens

% of mortgage originations originated by nonbanks



Sources: Federal Reserve, Brookings

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