

FEDERAL RESERVE MEETING TRANSLATION DASHBOARD

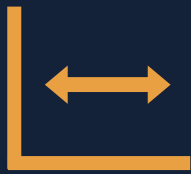
JANUARY 31, 2024

FOMC MEETING DIALOGUE HIGHLIGHTS:

- THE FED LEFT INTEREST RATES UNCHANGED AS EXPECTED.
- THE FED REMOVED THEIR TIGHTENING BIAS FROM THE POLICY STATEMENT BUT ADDED LANGUAGE THAT CLEARLY SAYS THEY ARE NOT YET READY TO LOWER RATES.
- WHILE THE FED CONTINUES TO REDUCE ITS U.S. TREASURY & MBS HOLDINGS BY A CAP OF \$95 BILLION PER MONTH DISCUSSIONS HAVE BEGUN ON ENDING THIS PROGRAM (MORE DETAILS TO COME IN MARCH).

TRANSLATION: "THE FED USED THEIR POLICY STATEMENT TO PUSH BACK ON MARKET EXPECTATIONS FOR AGGRESSIVE RATE CUTS WHILE POSITIONING FOR A GRADUAL END TO ITS BALANCE SHEET REDUCTION PROGRAM AND LOWER RATES LATER IN THE YEAR (IF THE ECONOMY EVOLVES GENERALLY AS EXPECTED).

MAIN POLICY TOOL FED FUNDS RATE



NO CHANGE

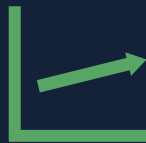
THE FED'S
TARGET RANGE:

5.25% – 5.50%

MARKET REACTION: AT A GLANCE

PRE VS. POST-MEETING MARKET LEVELS¹

10 YR U.S. T-NOTE



UP

2.27 BPS

CHANGE IN BPS
OBSERVED²
PRE & POST FED MEETING

S&P 500



DOWN

-0.67%

CHANGE IN VALUE
OBSERVED²
PRE & POST FED MEETING

\$ USD



UP

0.34%

CHANGE IN VALUE
OBSERVED²
PRE & POST FED MEETING



DEEPER DIVE | THE FED PLAYBOOK³

THE FED IS SET TO FURTHER DISCUSS PLANS FOR ITS BALANCE SHEET IN MARCH. HERE'S A LOOK BACK AT THE FED'S PLAYBOOK FROM 2019 WHEN THEY LAST ENDED BALANCE SHEET RUNOFF & LOWERED INTEREST RATES.

UP NEXT:

U.S. EMPLOYMENT REPORT

FEBRUARY 2, 2024

CPI REPORT

FEBRUARY 13, 2024

FOMC MEETING

MARCH 20, 2024

¹ SOURCE: BLOOMBERG – JAN 31, 2024. ² VALUE RECORDED AT 1:59PM EST JAN 31, 2024 VS. VALUE RECORDED AT 3:20PM EST JAN 31, 2024.

³ SOURCE: FEDERAL RESERVE, PERFORMA