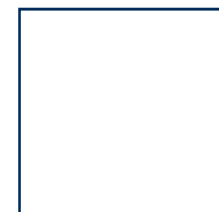


# National and State Economic Conditions

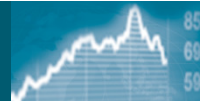
Matthew Martin

January 6, 2009

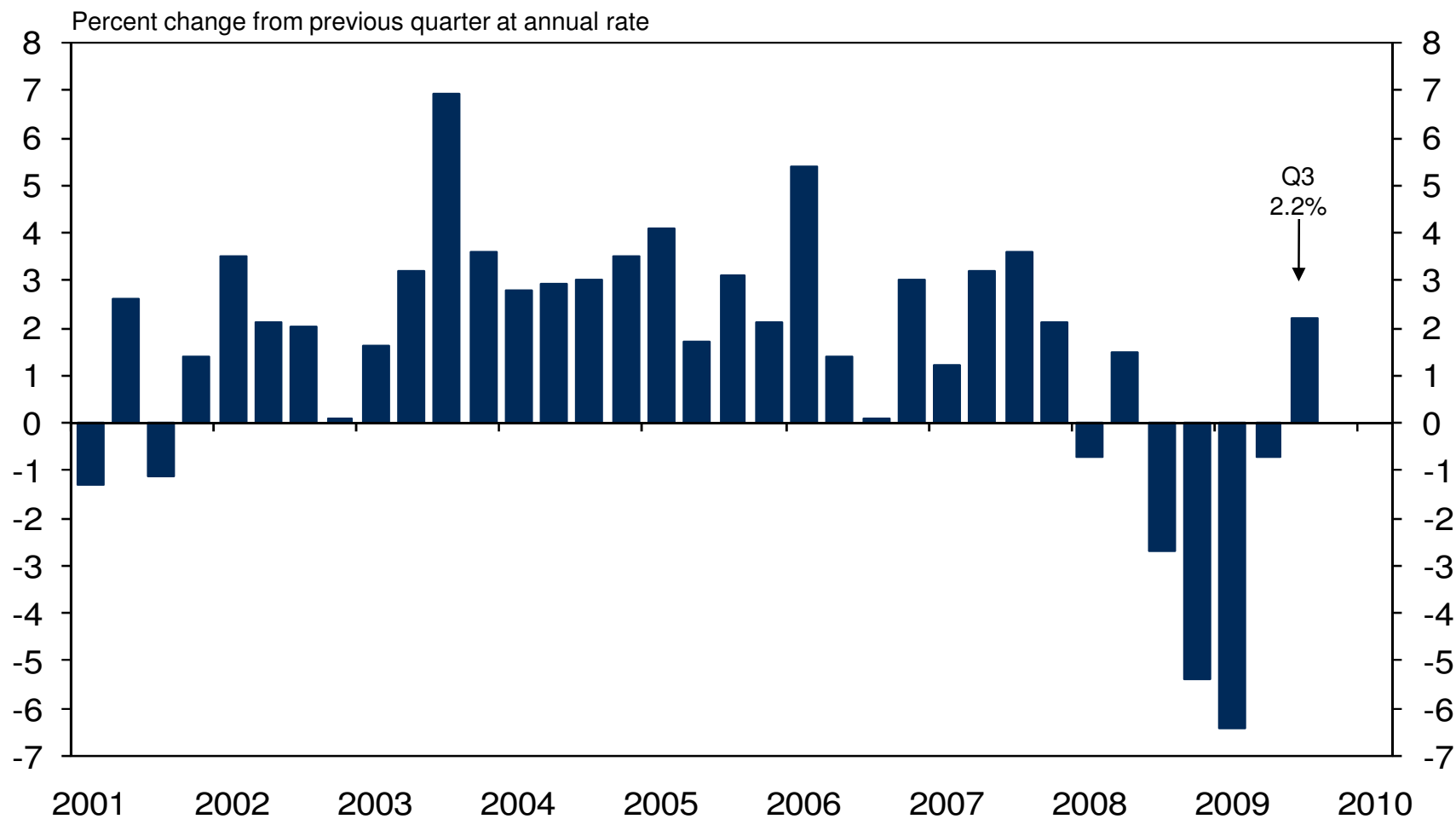


THE FEDERAL RESERVE BANK OF RICHMOND

RICHMOND ■ BALTIMORE ■ CHARLOTTE



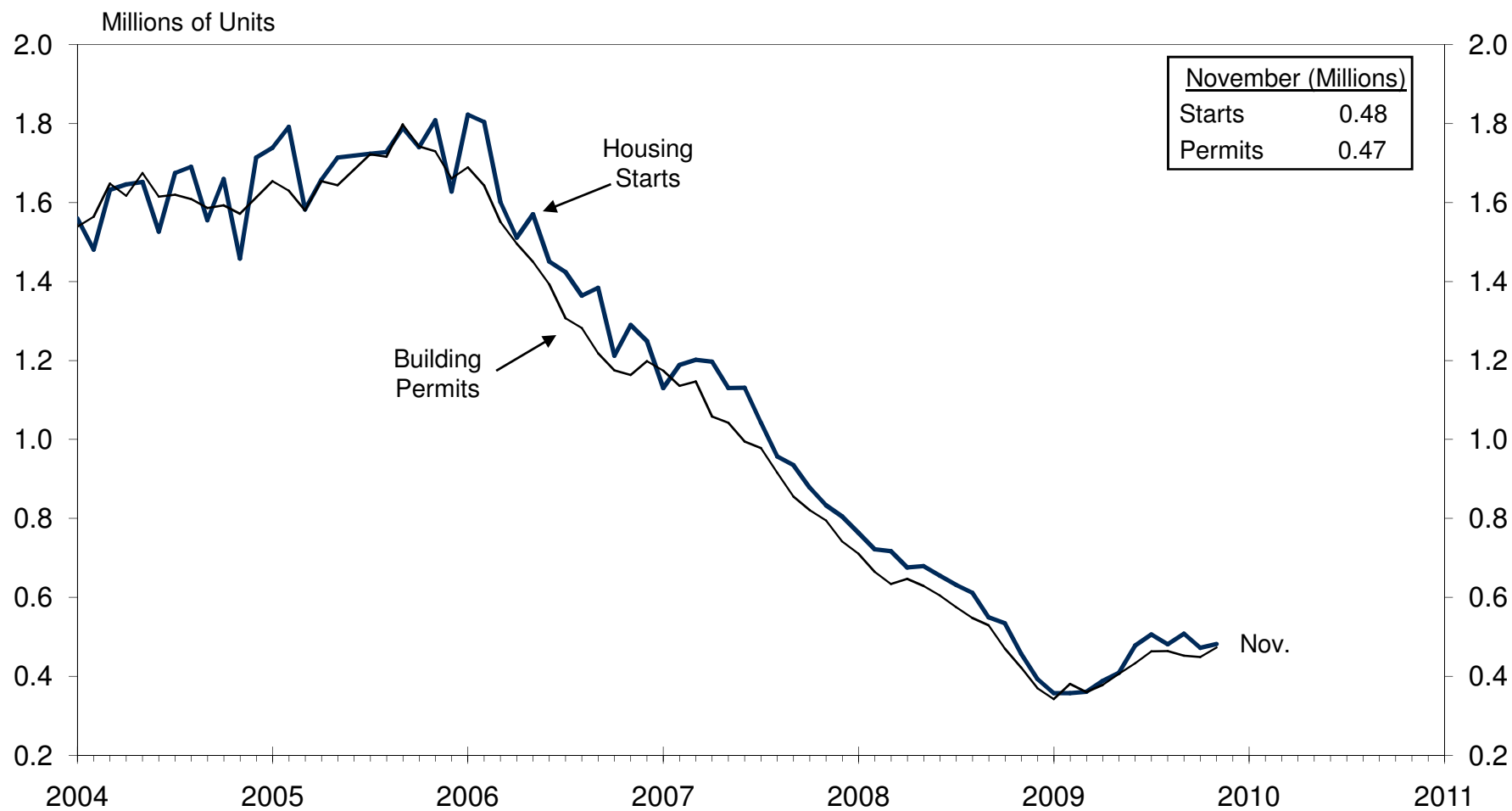
# Real Gross Domestic Product

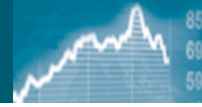


Notes: 2009:Q4 value is the forecast from Macroeconomic Advisers as of 12/11.

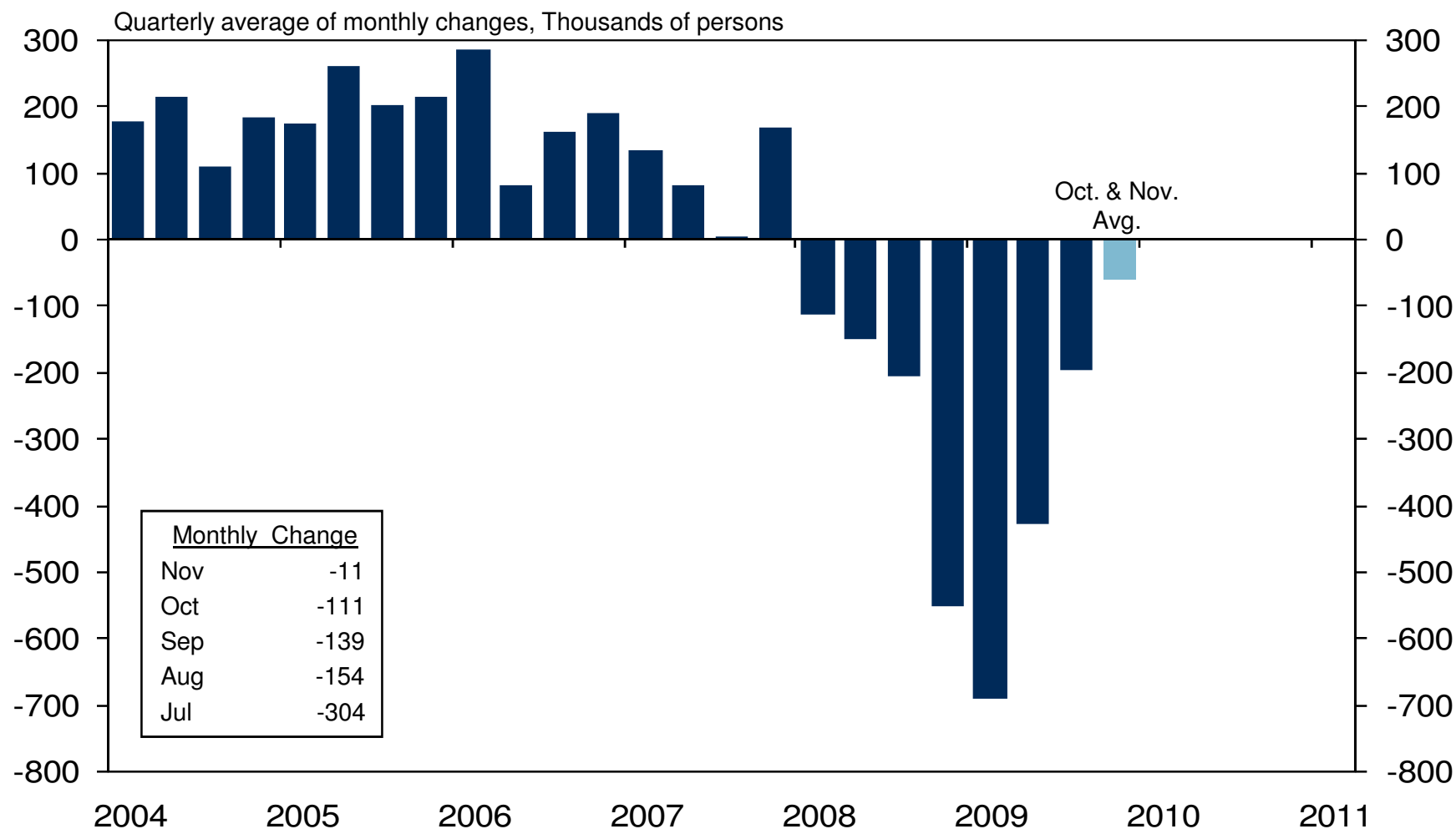


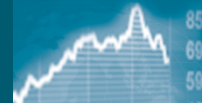
# Single-Family Building Permits & Housing Starts



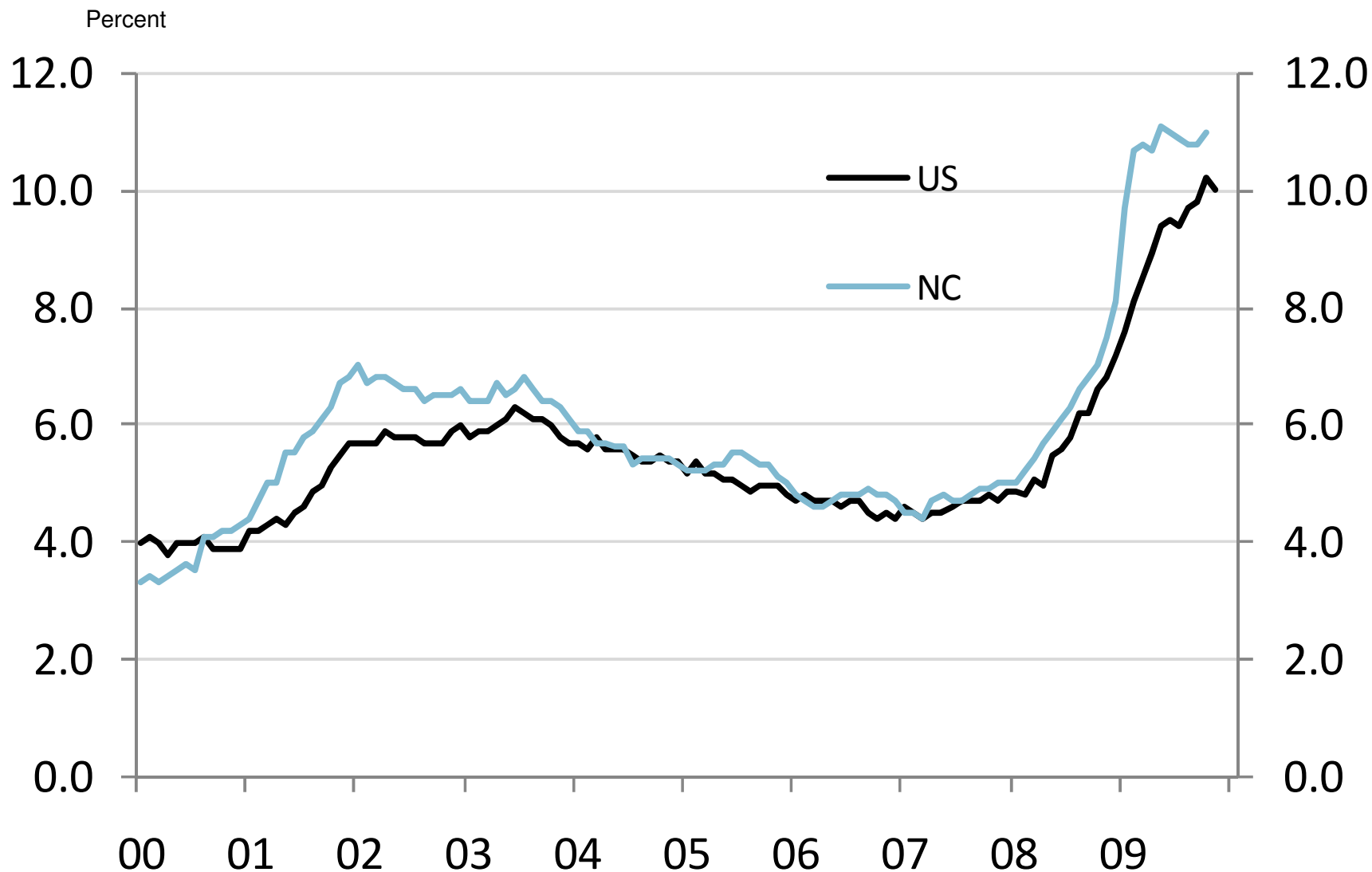


# Nonfarm Payroll Employment



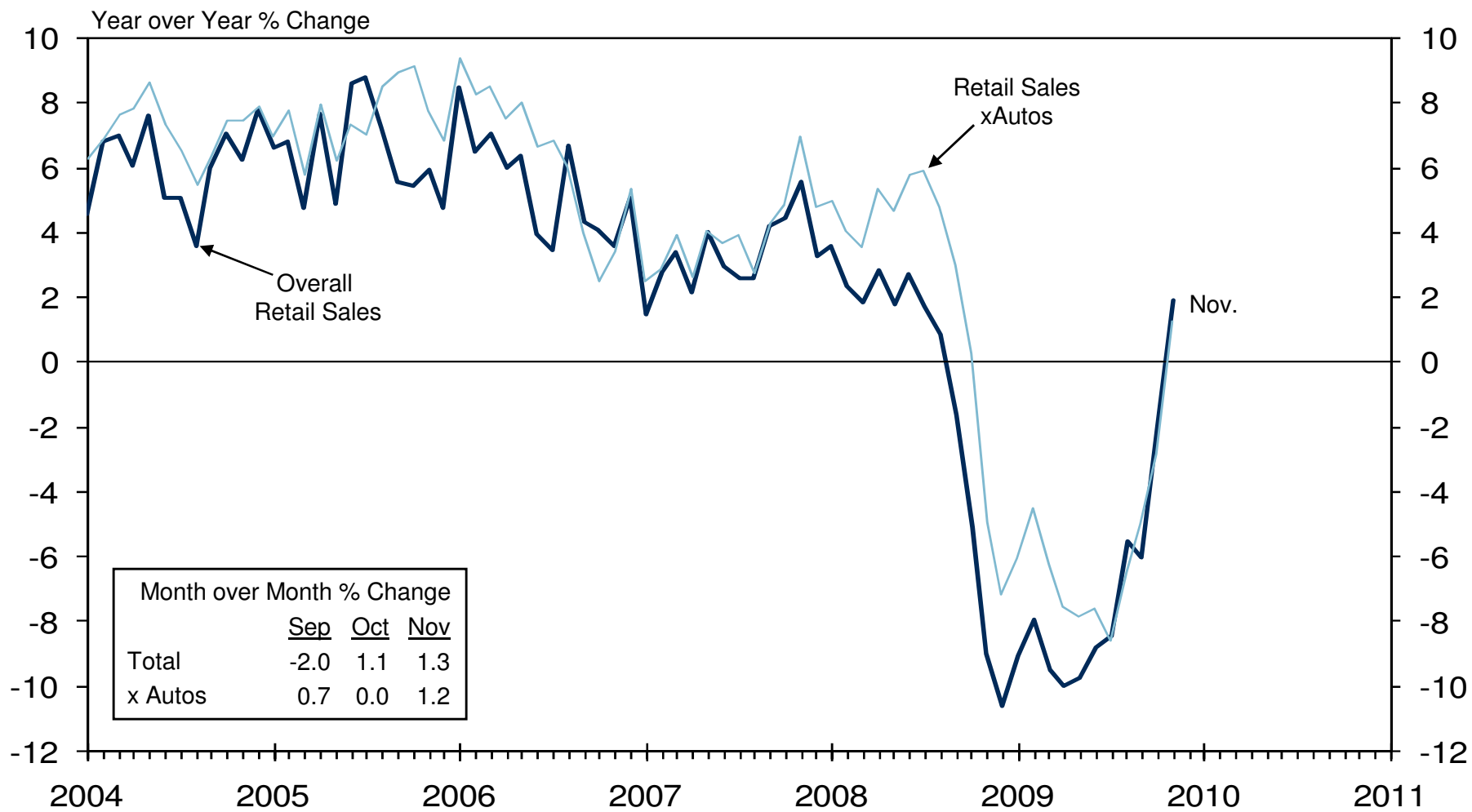


# Unemployment



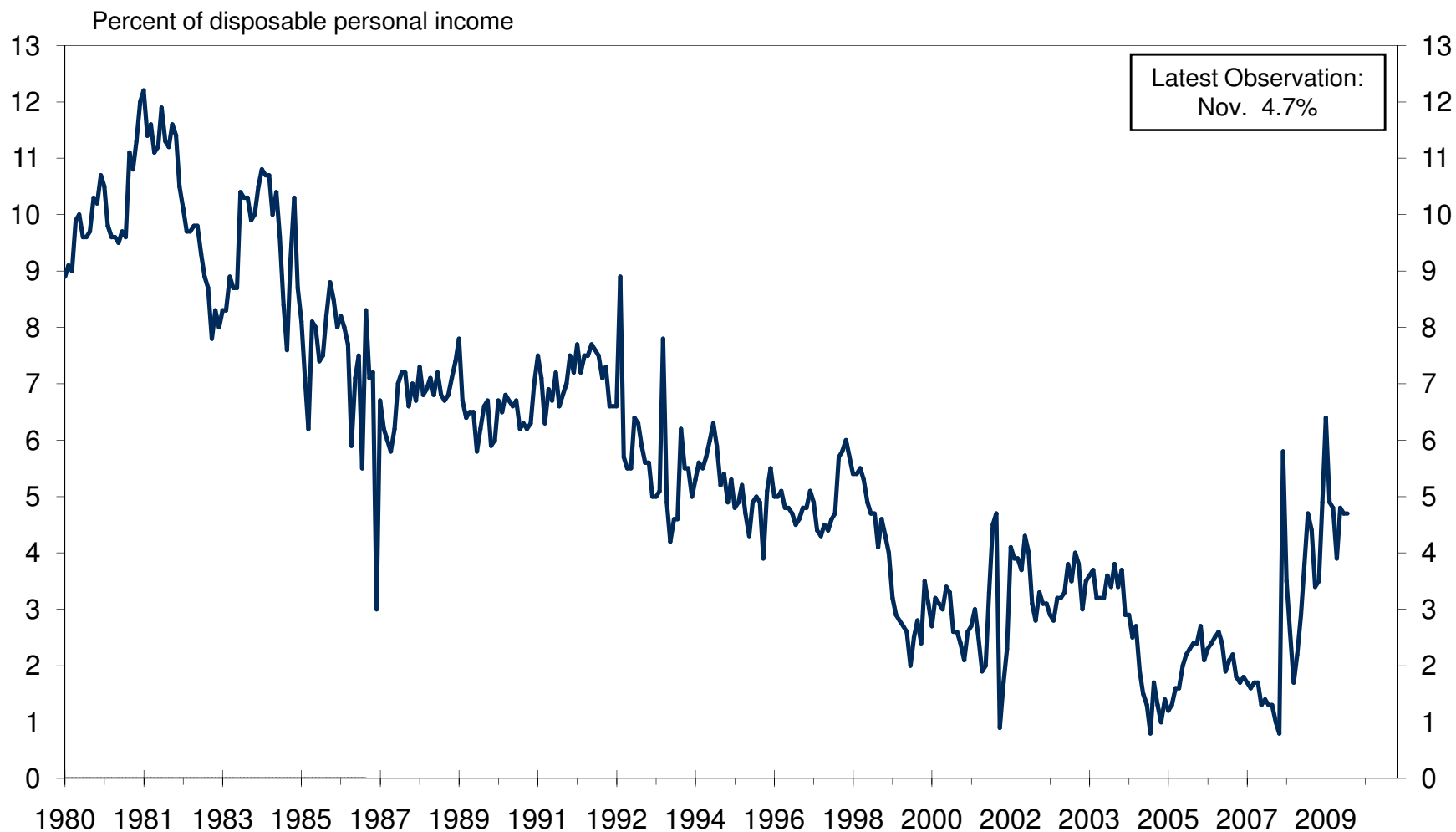


# Retail Sales





# Personal Saving Rate

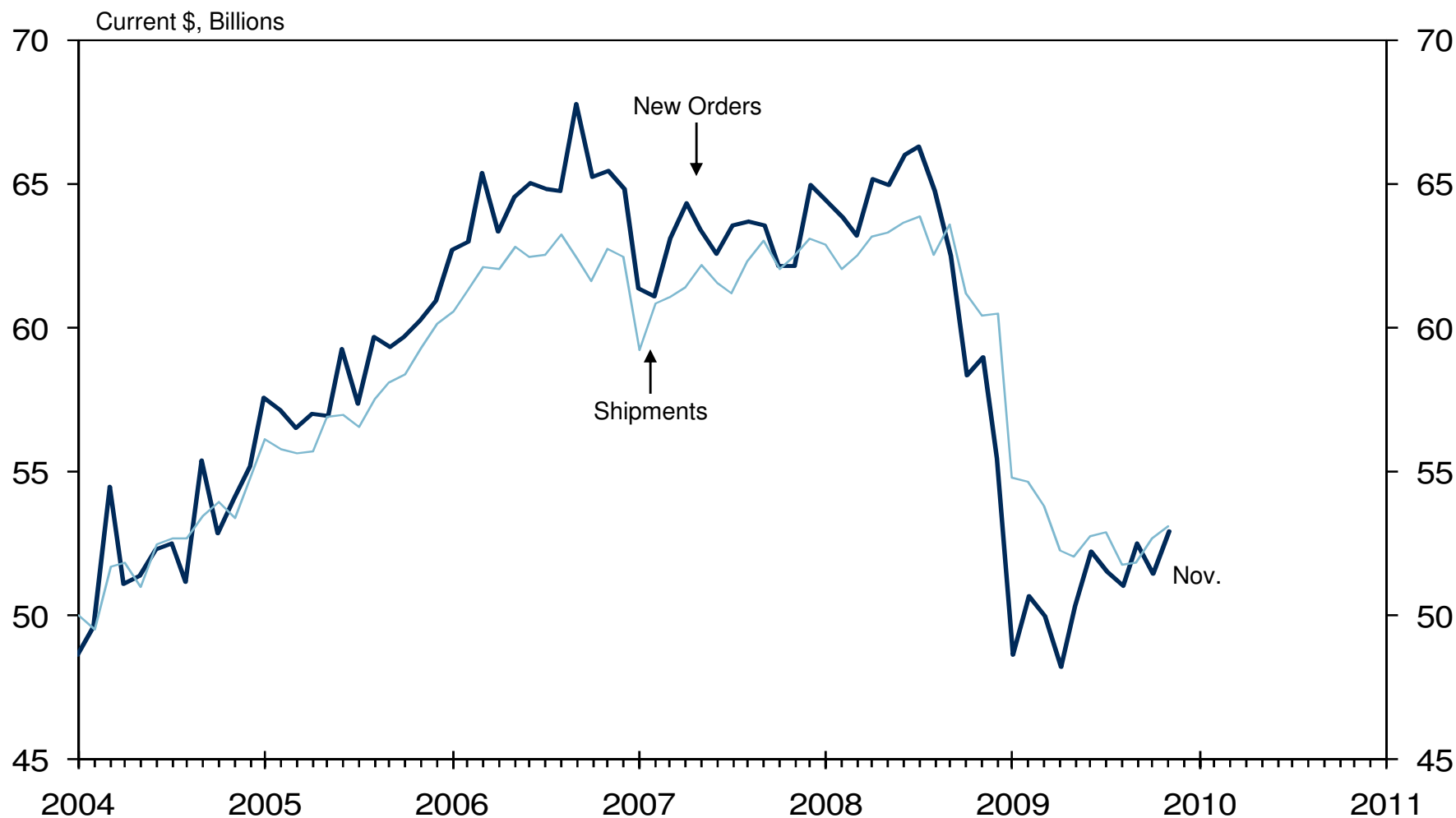


Notes: December 2004 personal saving rate excludes Microsoft dividend.



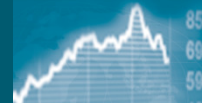


# Core Capital Goods



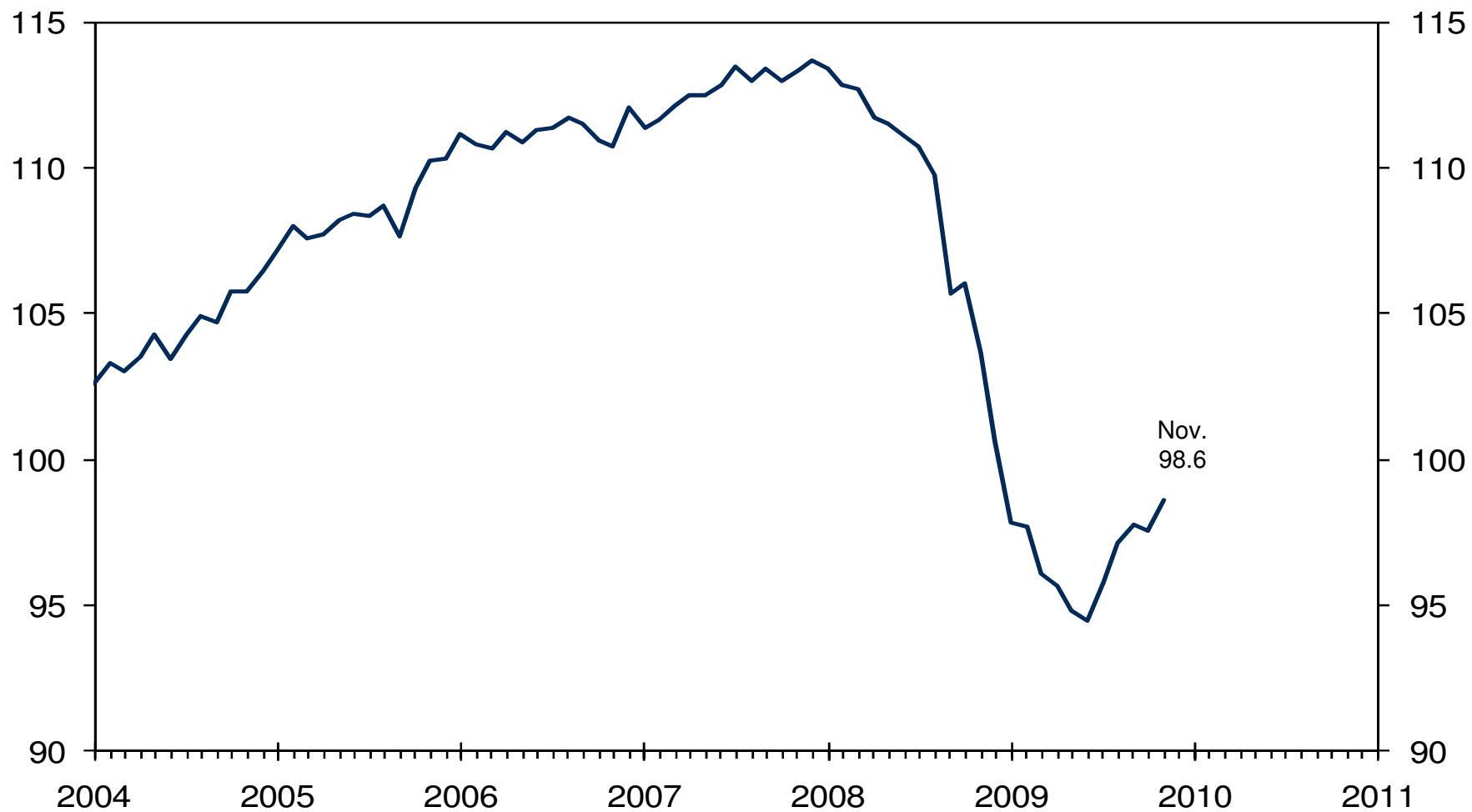
Notes: Core capital goods are nondefense capital goods excluding aircraft.





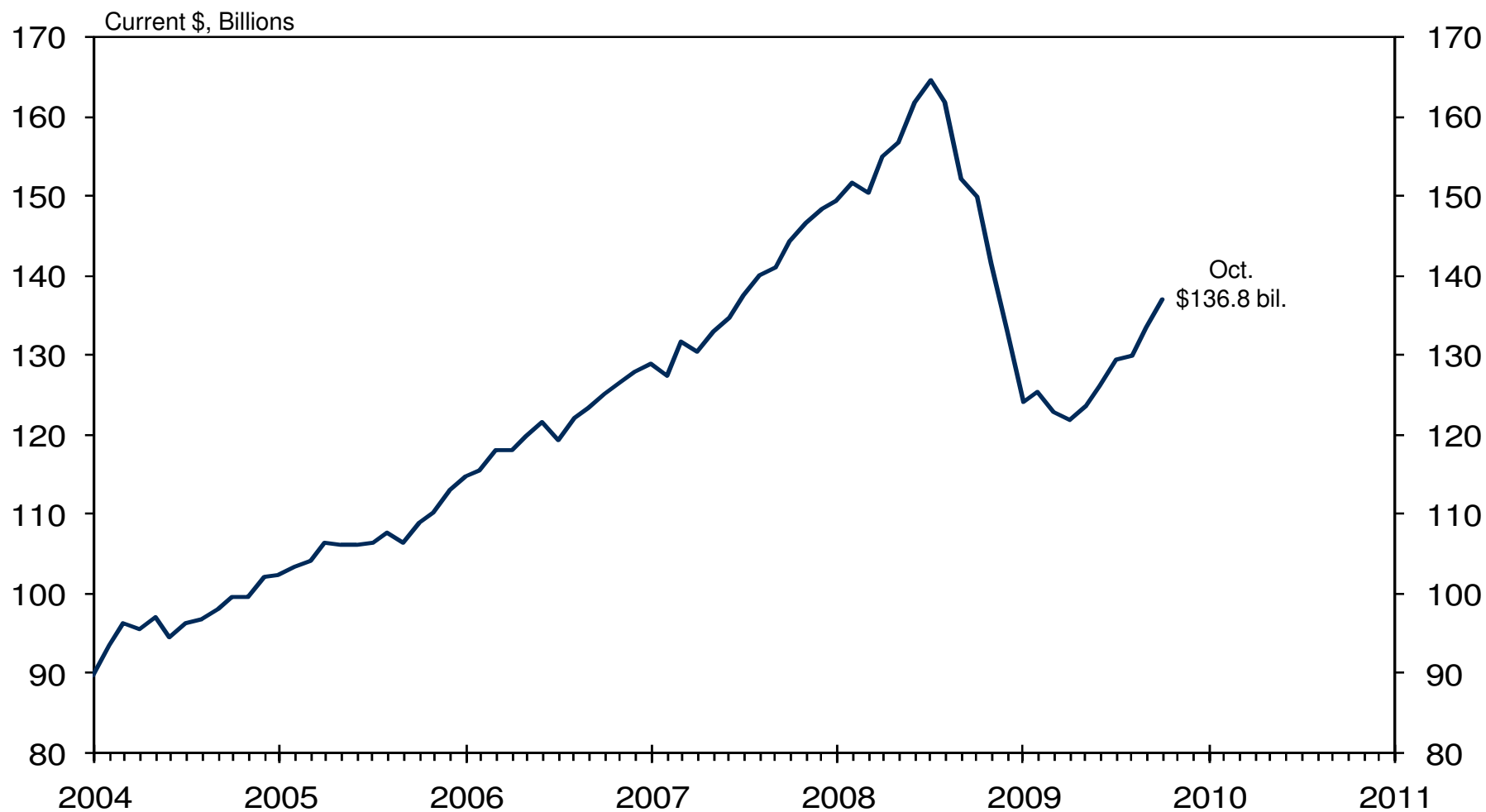
# Industrial Production Index: Manufacturing

2002 = 100





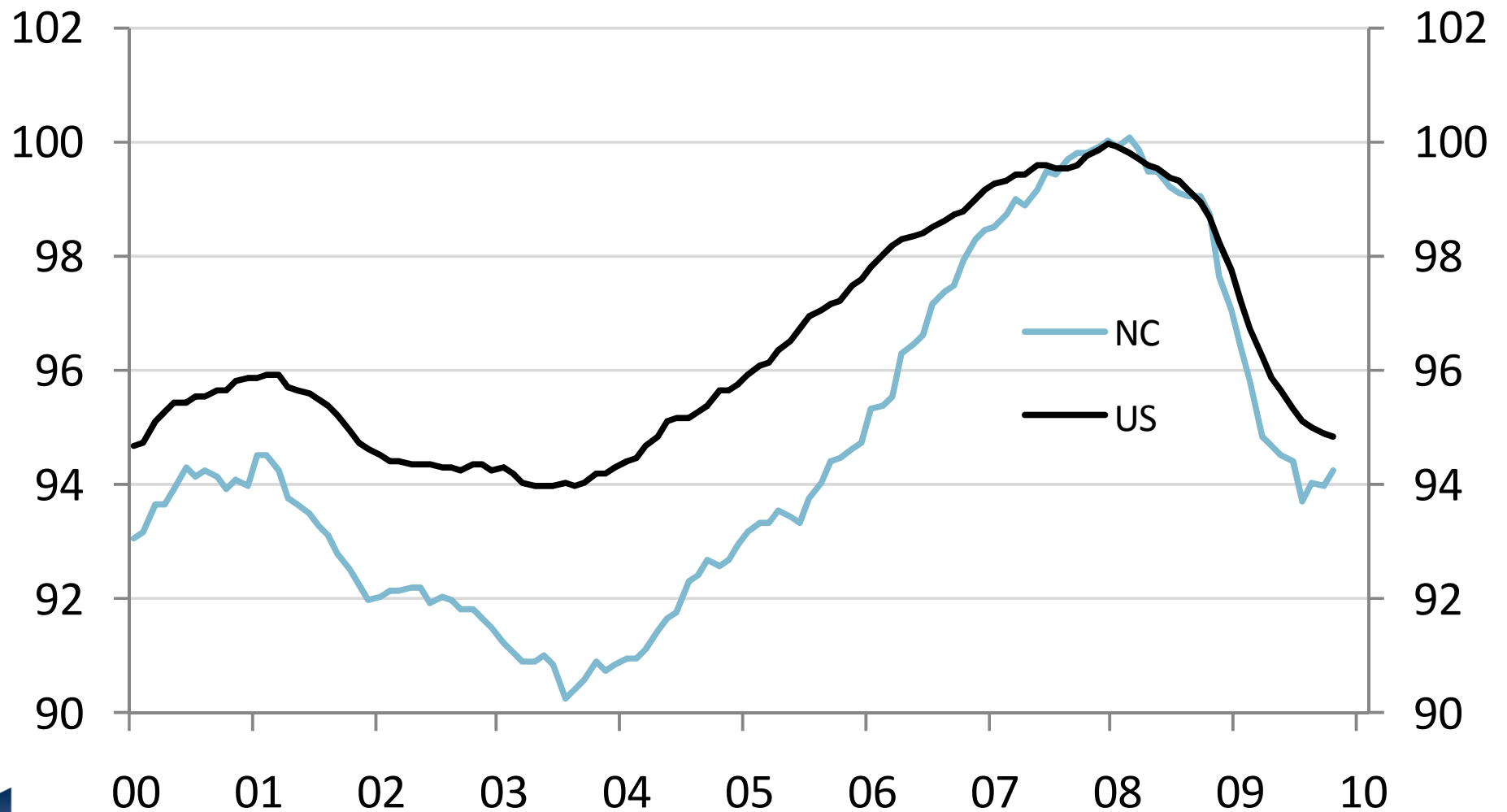
# Exports





# Employment

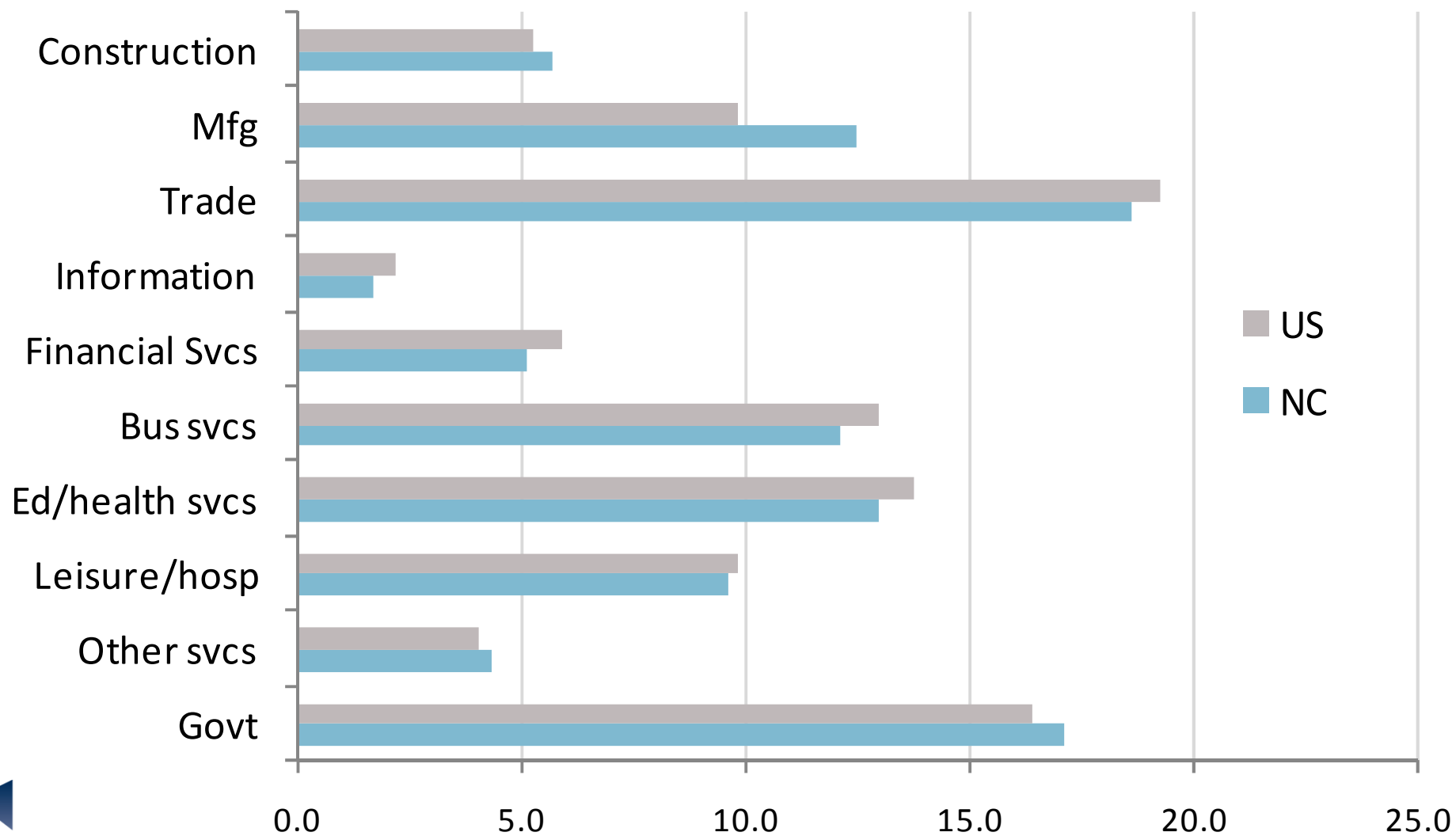
Index, Dec. 2007 = 100



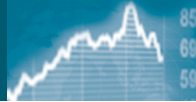


# North Carolina Industry Structure

Percent of total nonfarm employment



# Gauges of Inflation



| <b>Expenditure Price Indexes</b>        | [Percent Change from Previous Month at Annual Rate]: |             |              |
|---|--|-------------|--------------|
|   | <b>Oct.</b>  | <b>Nov.</b> | <b>YoY %</b> |
| Personal Consumption Expenditures ..... | 3.1  | 3.0         | 1.5          |
| Core (excludes Food* and Energy) .....  | 2.2  | 0.1         | 1.4          |

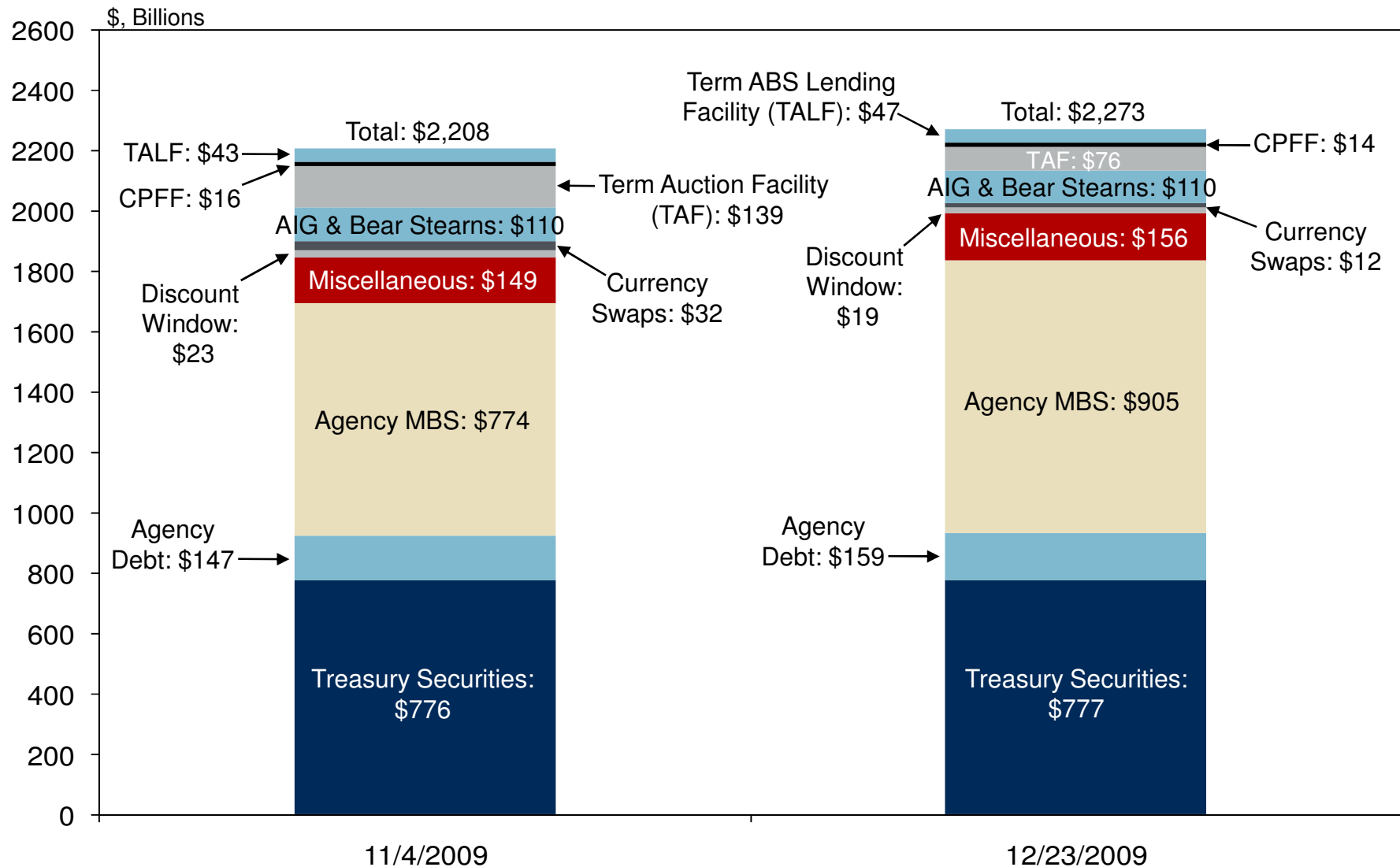
| <b>Consumer Price Indexes</b>        | [Percent Change from Previous Month at Annual Rate]: |             |              |
|--------------------------------------|--|-------------|--------------|
|                                      | <b>Oct.</b>  | <b>Nov.</b> | <b>YoY %</b> |
| All Items.....                       | 3.4  | 4.9         | 1.8          |
| Core (excludes Food and Energy)..... | 2.2  | 0.4         | 1.7          |

| <b>Producer Price Indexes</b>        | [Percent Change from Previous Month at Annual Rate]: |             |              |
|--------------------------------------|--|-------------|--------------|
|                                      | <b>Oct.</b>  | <b>Nov.</b> | <b>YoY %</b> |
| Finished Goods.....                  | 3.5  | 24.4        | 2.7          |
| Core (excludes Food and Energy)..... | -6.7   | 5.8         | 1.2          |
| Core Intermediate Goods.....         | -2.0   | 3.5         | -3.0         |
| Crude Goods.....                     | 88.4   | 95.5        | 4.8          |

| <b>Spot Commodity Price Index</b>   | [Percent Change from Previous Month]: |             |              |
|-------------------------------------|---------------------------------------|-------------|--------------|
|                                     | <b>Oct.</b>                           | <b>Nov.</b> | <b>YoY %</b> |
| CRB Spot Commodity Price Index..... | 0.0                                   | 6.1         | 21.9         |

Notes: Core PCE Price Index includes expenditures on food services.

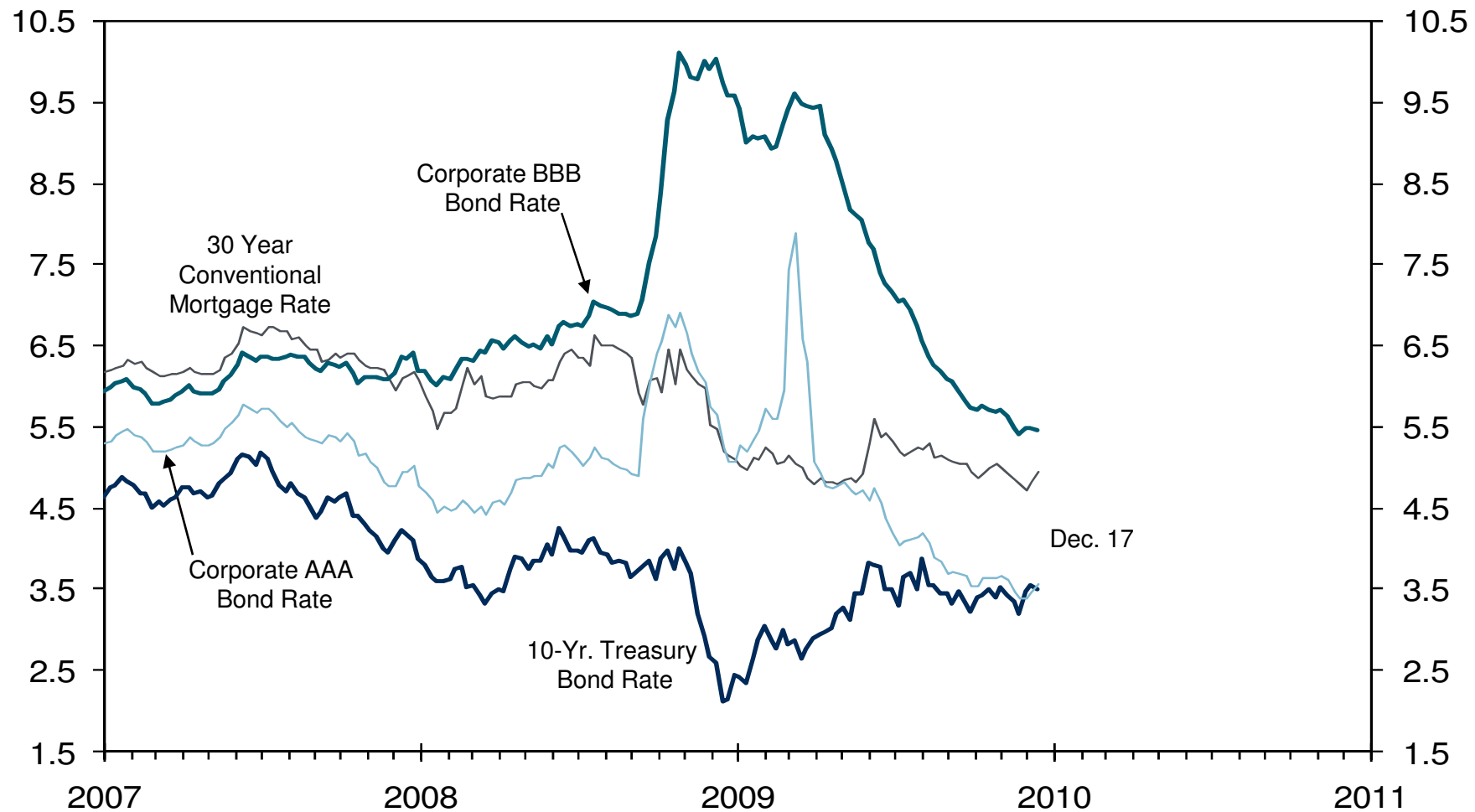
# Federal Reserve System Assets



Notes: CPFF is the Commercial Paper Funding Facility. Money Market Facility (AMLF) holdings are less than \$1 billion.

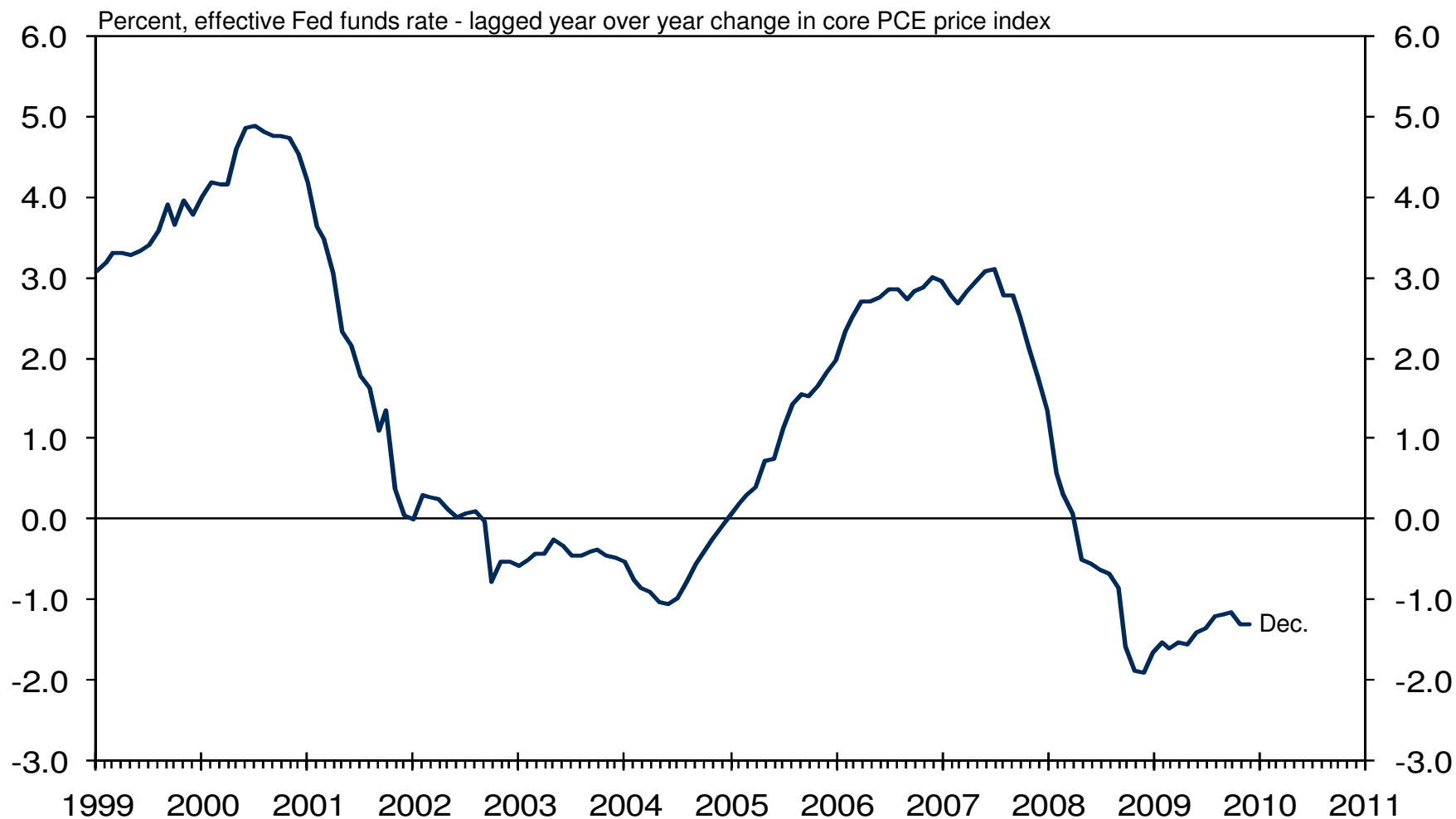


# Capital Market Rates





# Real Federal Funds Rate



Notes: Most recent observation uses expected Fed funds rate as implied by Fed funds futures contracts.

