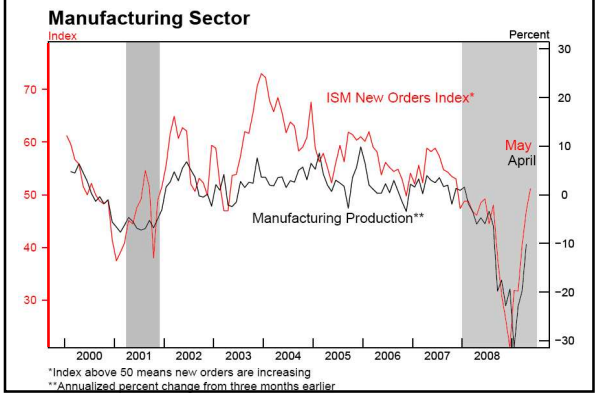
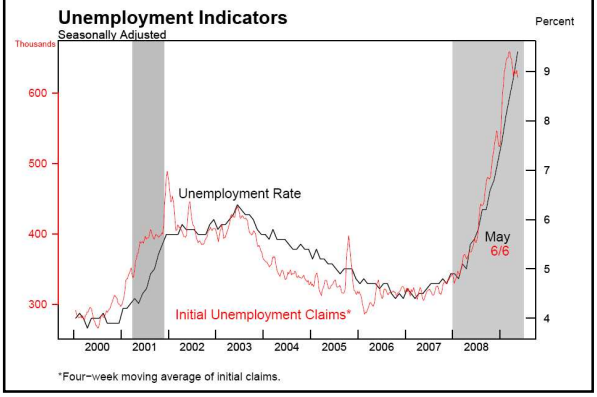
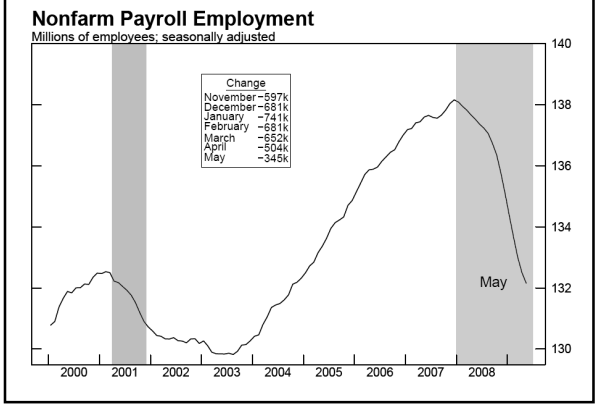
Manufacturing Contracting Less Rapidly



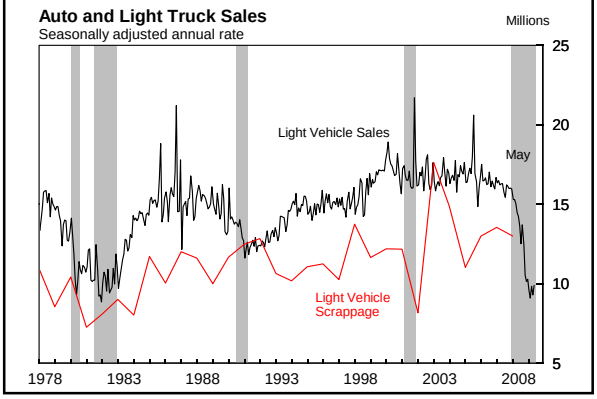
Initial Claims Off Highs, Unemployment Still Rising



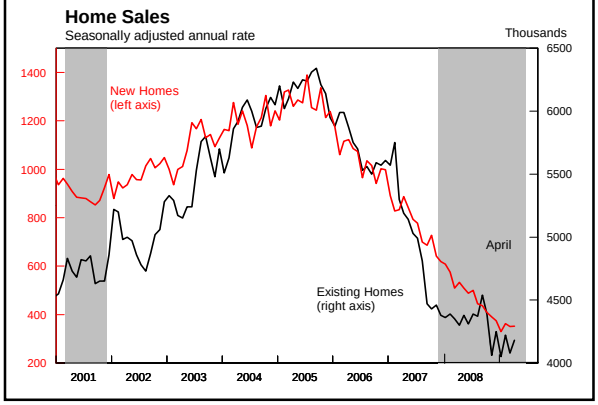
Job Losses Slowing



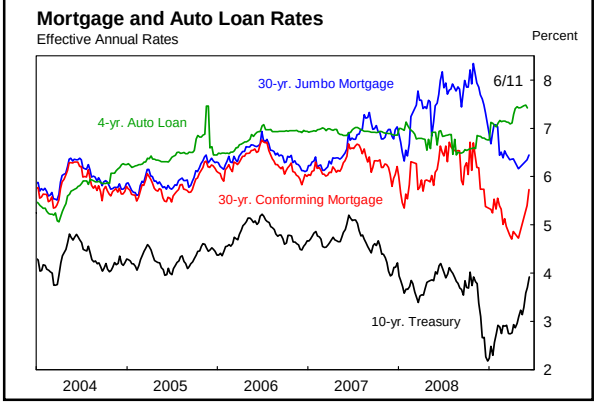
Auto Sales Bouncing Along the Bottom



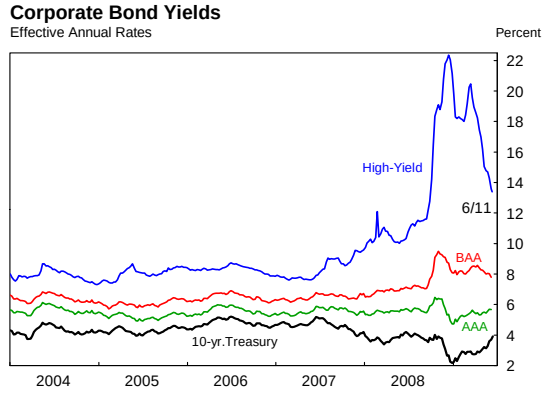
Home Sales Bouncing Along the Bottom



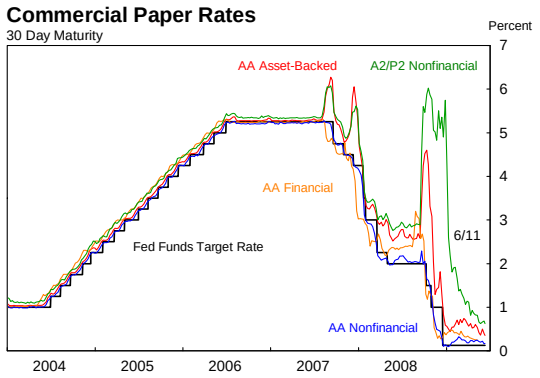
Treasury, Mortgage Rates Rising Recently



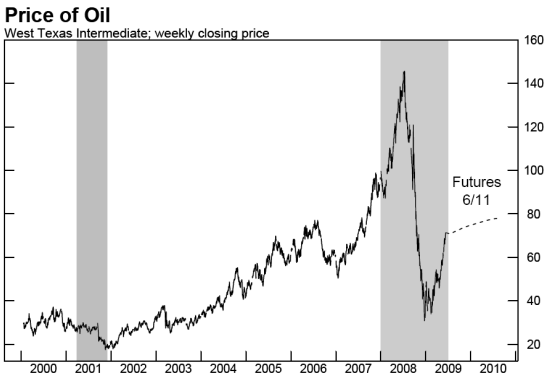
Corporate Bond Spreads Falling



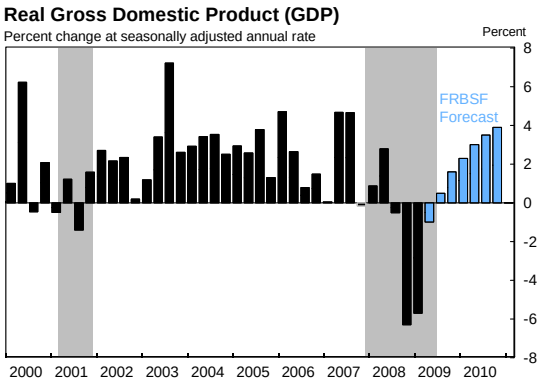
Commercial Paper Spreads Returning to Normal



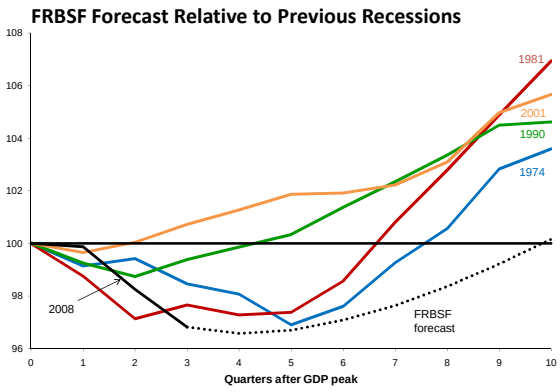
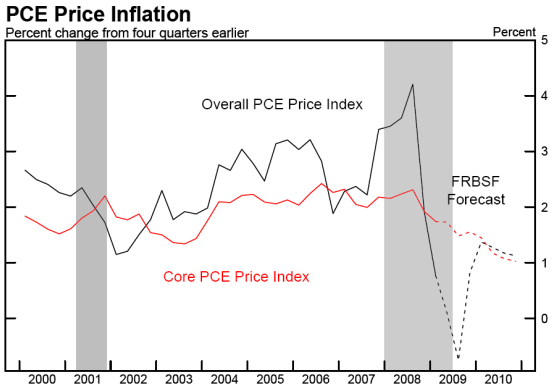
Oil Prices Off Lows, and Rising



We Forecast GDP Will Resume Growing in Q3



But More Slowly Than Previous Recoveries



And We Forecast Inflation Will Drift Downward