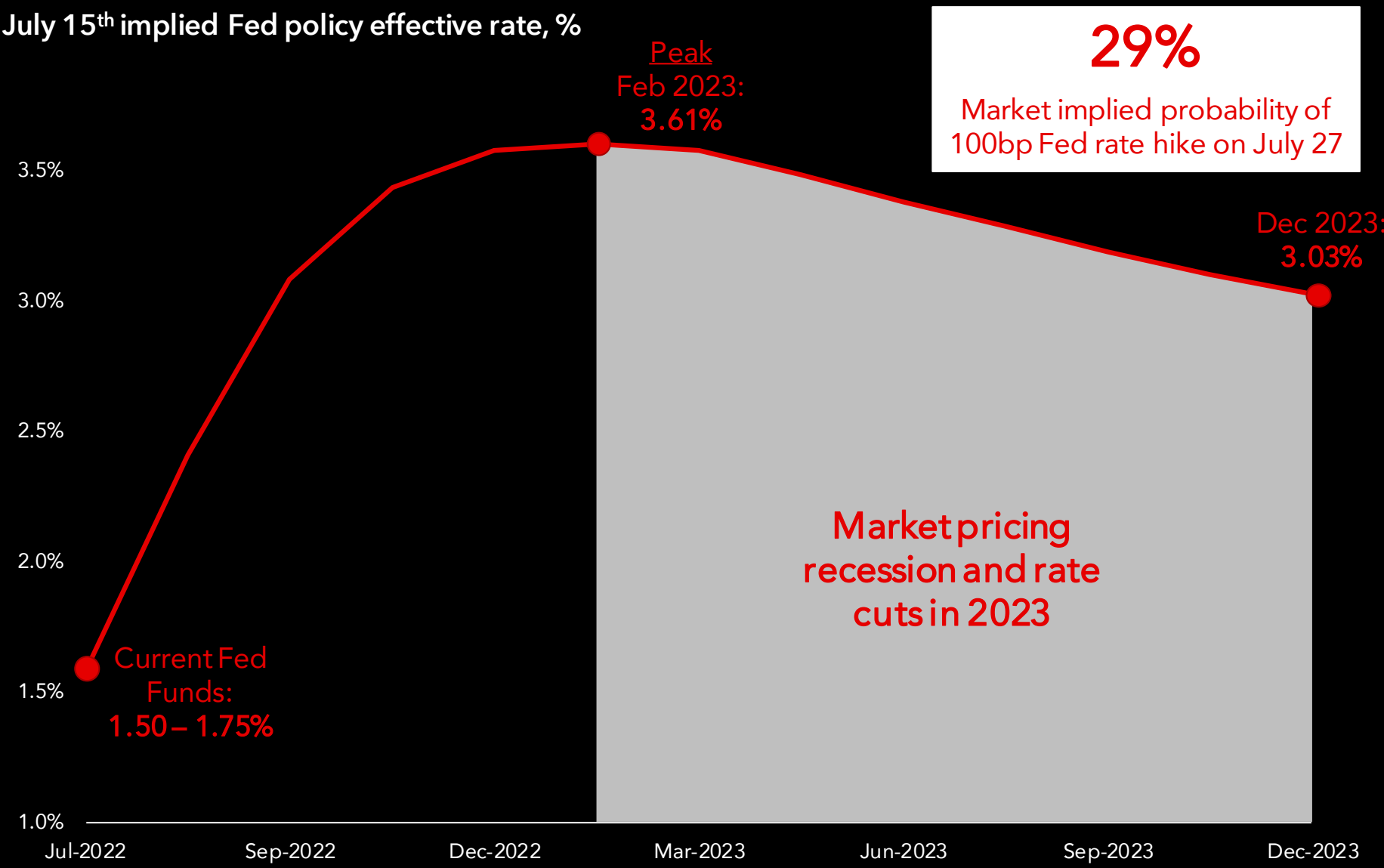


# Chart of the Day



After June's 9.1% inflation surprise, the market has increased the expected peak in Fed Funds to a new high of 3.6% in February of 2023, 200 bps higher than current levels. The market then expects US recession and rate cuts over the course of 2023.



Source: (1) Bloomberg. Data as of July 15, 2022. WIRP. Derived from fed funds futures prices. (John Authers)

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