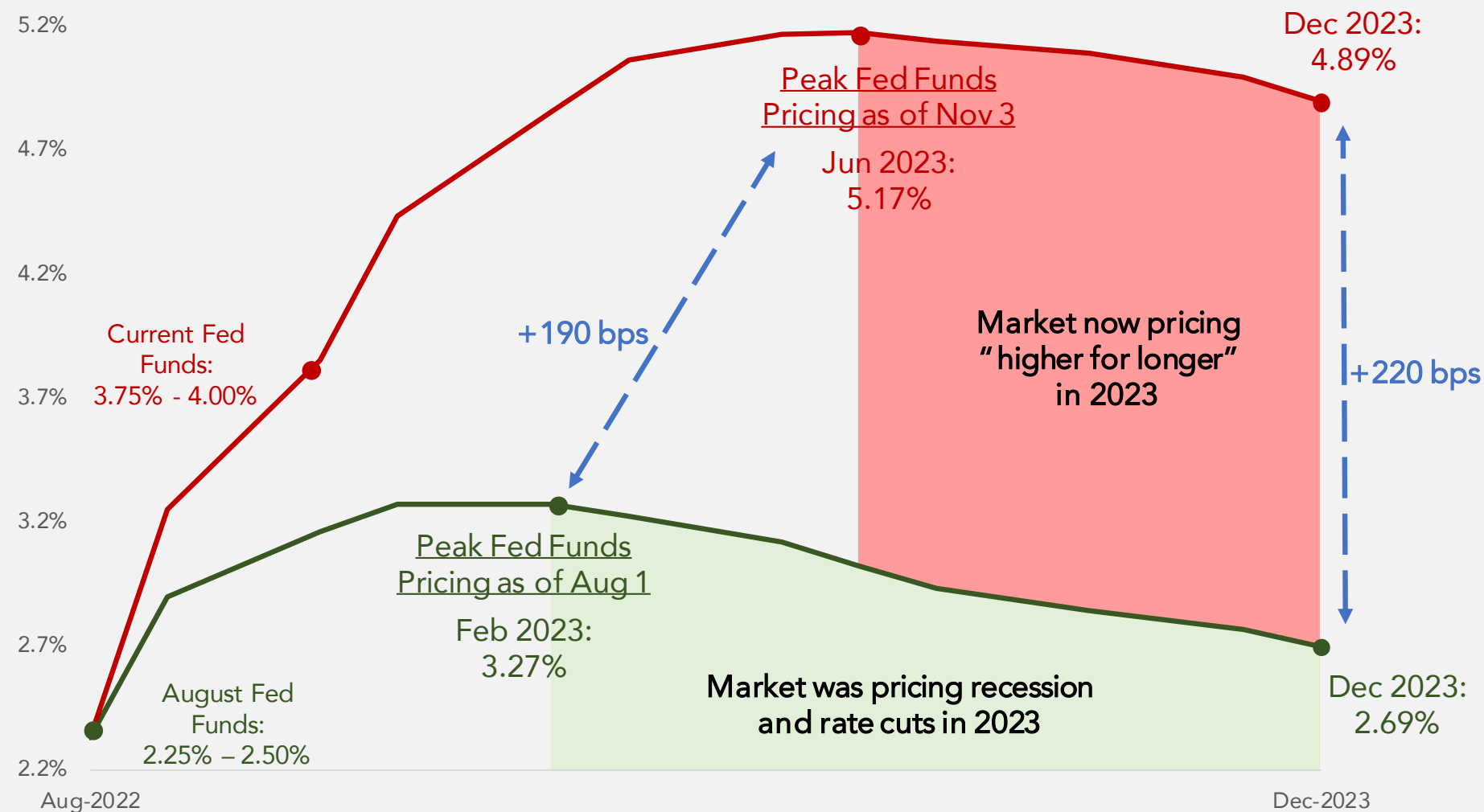


# Chart of the Day

Time and again, markets have persistently underestimated US inflation and Fed hawkishness in 2022, and the November Fed meeting was no exception. Over the last 3 months alone, markets have pushed out “peak Fed Funds” to June and nearly 200 bps higher. Importantly, there will be two more US CPI prints before the December 14 FOMC meeting.

## Implied Fed policy effective rate



Source: (1) Bloomberg. Data as of November 3, 2022.

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“Macro stability isn’t everything, but without it, you have nothing.”