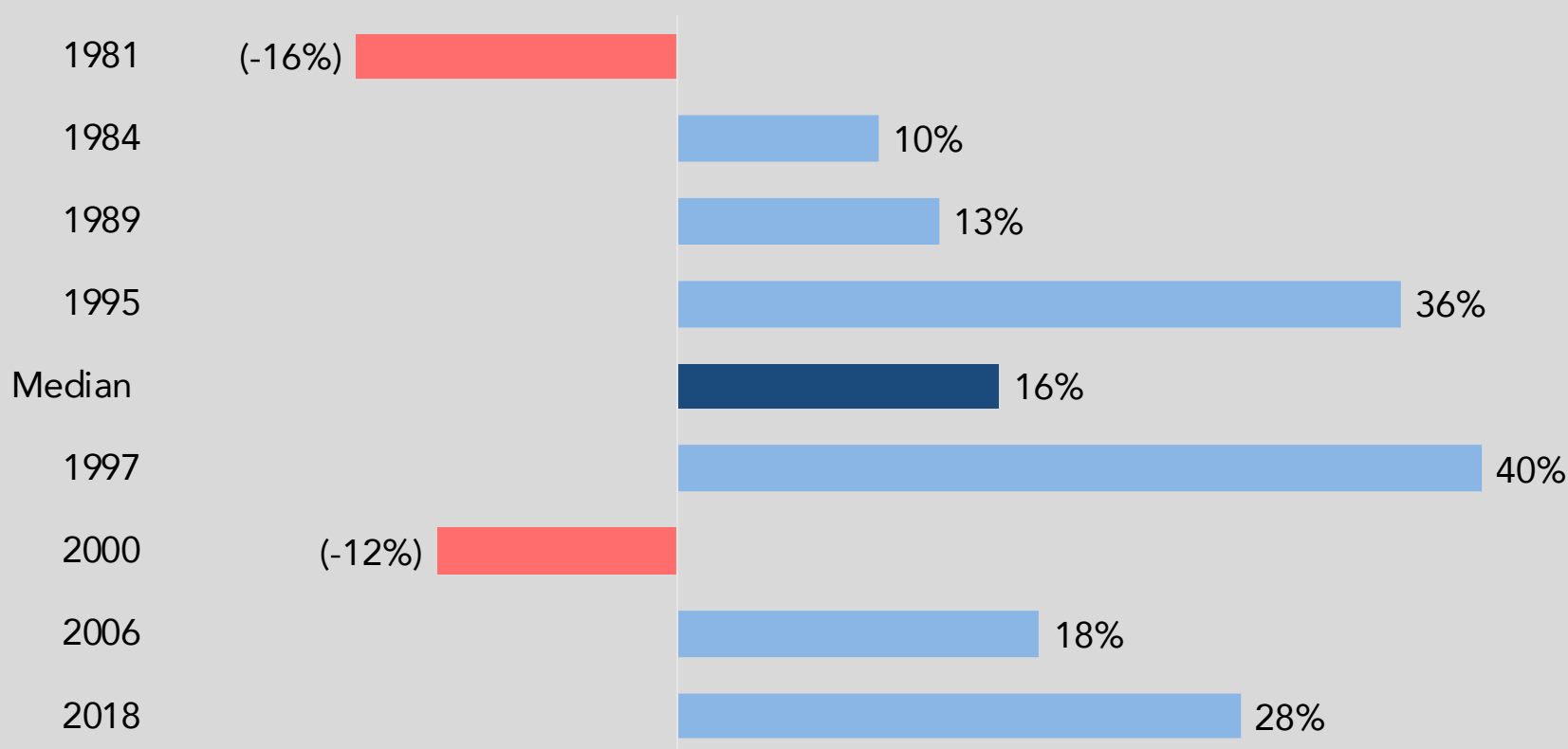


Chart of the Day

While economic recessions often cause equity market “corrections”, risk assets typically perform well in Fed easing cycles. In the eight Fed easing cycles dating back to 1980, the S&P 500 has risen 16% on average in the 12 months immediately following the last Fed rate hike. The Fed last raised rates on July 26.

S&P 500 performance in the 12 months following the end of Fed tightening cycle



Source: (1) Bloomberg, Fred Economic Data St. Louis Fed. Note: Discount rate used before 1988.

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