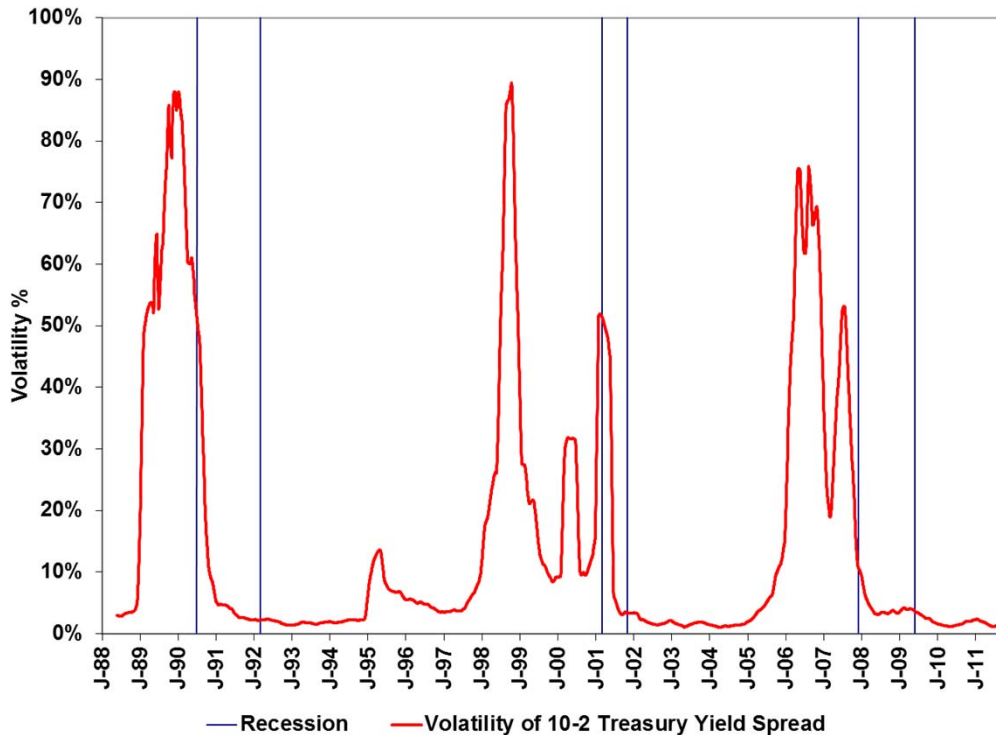


Inconsistency in Economic Expectations Says As Much About Economic Health As Expectation Does

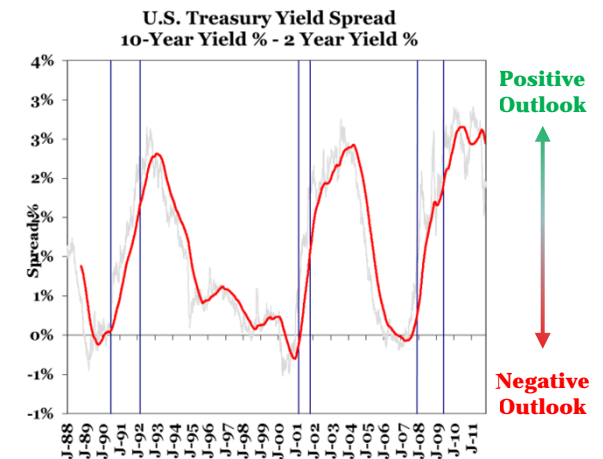
Volatility in U.S. Treasury Yield Spread
10-Year Yield % - 2 Year Yield %



**High
Uncertainty**

**Low
Uncertainty**

- The difference between the U.S. Treasury 10-Year and 2-Year yield is seen as an indicator of economic expectations (See chart below).
- The extent to which the spread changes from week to week, as depicted in the chart left, has shown to be better than the spread at more closely timing an impending recession.



Data from www.stlouisfed.gov. Analysis by WHM Capital Advisors.