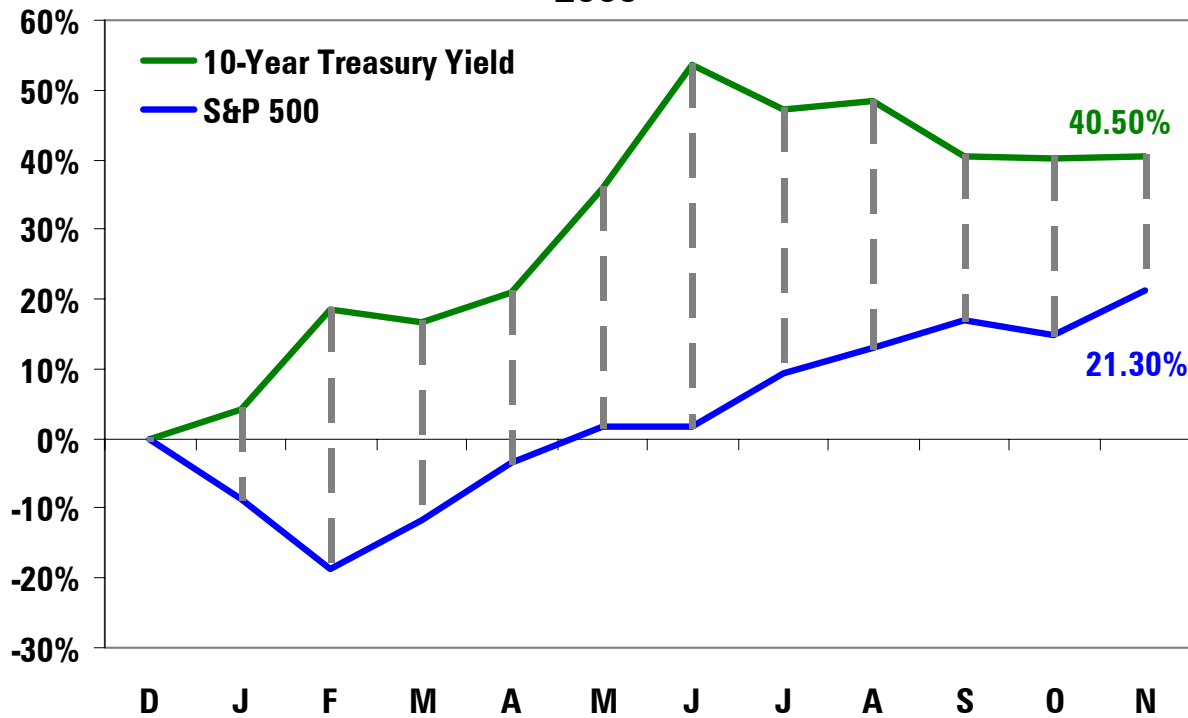
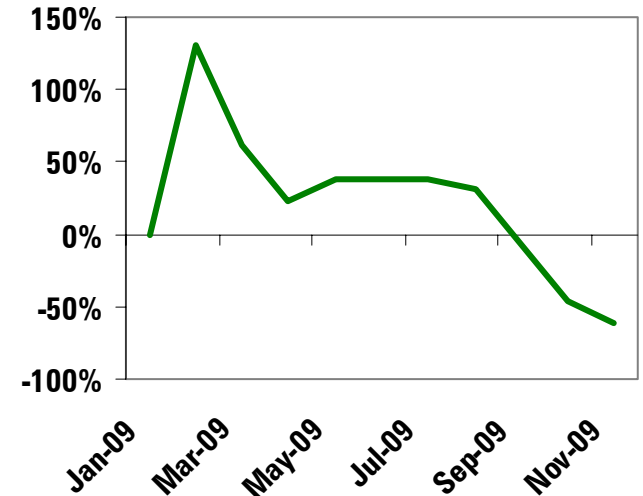


# The Elephant in the Room Part IV: Increasing Long-term Risk Free Rate Signals Economic Optimism

**Cumulative % Change in Yield Vs. Change in S&P 500  
2009**



**% Change in 3-Month Treasury  
Bill Yield**



Rise in 10-Year Treasury Note Yield and declining 3-Month T-Bill Yield indicate optimism for medium-term economic future on the one hand, and the need to maintain liquidity in the near term on the other.

Data from <http://research.stlouisfed.org/fred2/>;