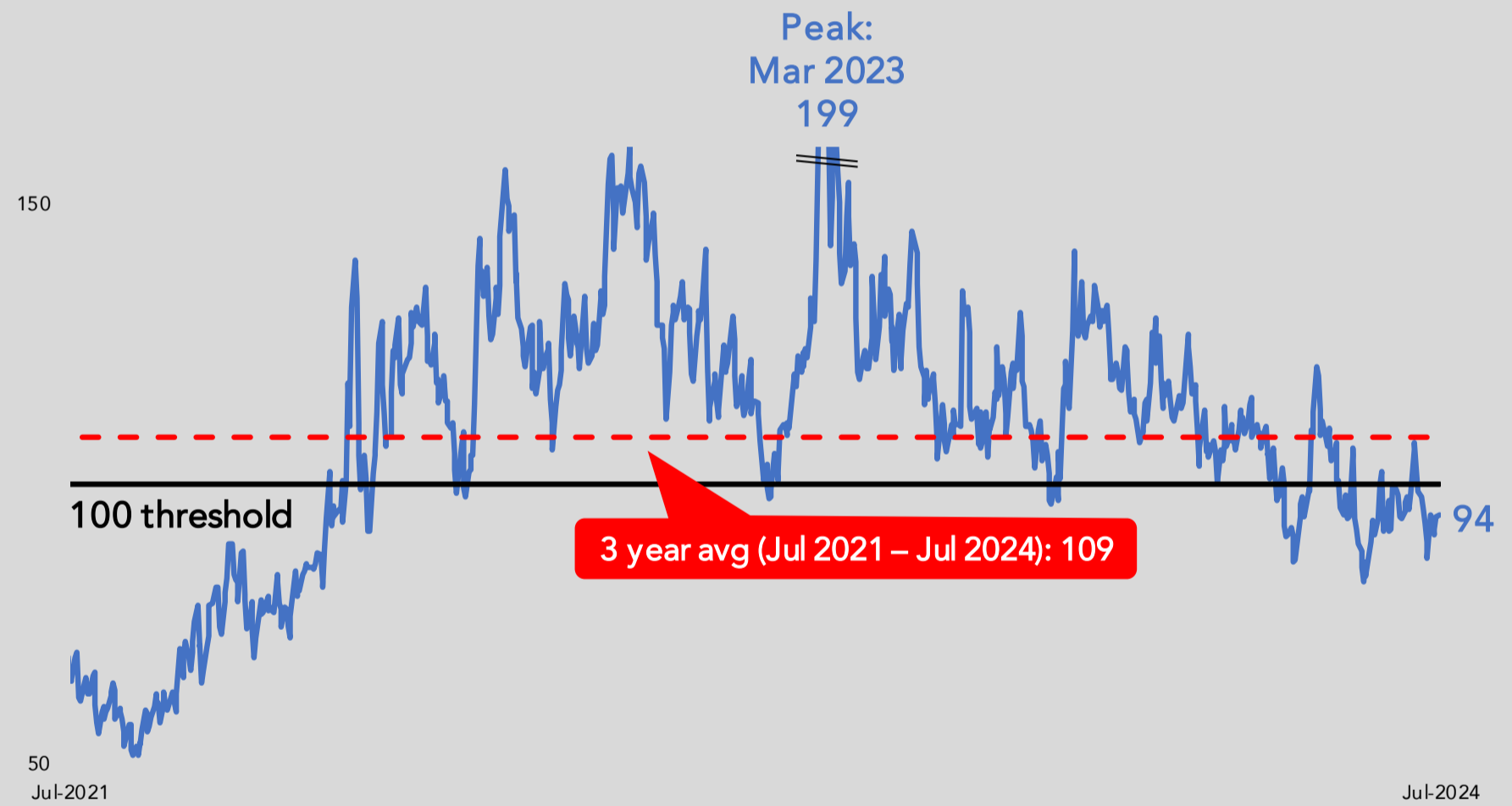


Chart of the Day



Over the last three years, the MOVE interest rate volatility index has seldom settled under the 100 threshold for long. As we look ahead to a decelerating US economy, “sticky” services inflation, a highly unpredictable US election cycle, and the prospect of expansionary fiscal policy and trade wars in early 2025, there is good reason to believe that today’s subdued volatility is unlikely to last.

Rate volatility over the last 3 years (MOVE index)



Source: (1) Bloomberg. Data as of July 23, 2024.

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