GREYCOURT

# Economics & Markets Dashboard

Data as of 8/14/2026

>> Economy

> The combination of softer inflation and mixed employment data implies a less hawkish Fed with the market implied probability of a rate hike in September falling to 32%

> At the same time, Fed Chair Warsh's approach to less communication may be leading long-term yields higher, driving a restrictive impact

> Indicators for manufacturing and services remain expansionary and the Citi US Economic Surprise Index climbed higher, as consumer confidence improved but spending softened

>> Markets

> The forward-looking price/earnings ratio for US large cap stocks remains below its prior peak as margins and earnings growth remain very strong alongside the AI buildout

> That said, investors continue to scrutinize earnings estimates as high capital expenditures must be balanced with efficiency gains, as energy prices can still surprise to the upside

| Economics: Top 10 Indicators | Type | May 26 | Jun 26 | Jul 26 | TTM | 10y | 10y Avg | Z-Score | Status[1] |
|---|---|---|---|---|---|---|---|---|---|
| CPI | YoY | 4.2 | 3.5 | 3.4 | | | 3.3 | 0.0 | Better |
| Core CPI | YoY | 2.9 | 2.6 | 2.5 | | | 3.1 | -0.4 | Better |
| UoM: Expected Inflation 1 Year | Linear | 4.8 | 4.6 | 4.2 | | | 3.5 | 0.7 | Better |
| Unemployment Rate | Linear | 4.3 | 4.2 | 4.1 | | | 4.5 | -0.3 | Better |
| Labor Force Participation Rate | Linear | 61.8 | 61.5 | 61.4 | | | 62.4 | -1.8 | Worse |
| UoM: Consumer Confidence | Linear | 44.8 | 49.5 | 55.2 | | | 77.4 | -1.3 | Better |
| Retail Sales ex Gasoline Stations | MoM | 0.8 | 0.8 | -0.6 | | | 0.5 | -0.4 | Worse |
| ISM Manufacturing PMI | Linear | 54.0 | 53.3 | 55.6 | | | 53.1 | 0.5 | Better |
| ISM Services PMI | Linear | 54.5 | 54.0 | 54.1 | | | 55.6 | -0.4 | Better |
| Citi US Economic Surprise | Linear | 39.9 | 55.2 | 51.7 | | | 17.0 | 0.7 | Stable |

| Markets: Top 10 Indicators | Type | Jun 26 | Jul 26 | Aug 26 | TTM | 10y | 10y Avg | Z-Score | Status[1] |
|---|---|---|---|---|---|---|---|---|---|
| MSCI USA Large Cap FWD P/E | Linear | 21.0 | 20.2 | 20.8 | | | 19.5 | 0.5 | Stable |
| MSCI USA Large Cap FWD EPS | YoY | 32.5 | 35.5 | 35.1 | | | 10.9 | 2.0 | Better |
| MSCI USA Large Cap Profit Margin | Linear | 14.0 | 14.2 | 14.7 | | | 11.4 | 2.7 | Stable |
| MSCI World ex USA Large Cap FWD P/E | Linear | 15.7 | 15.5 | 15.8 | | | 14.1 | 1.2 | Stable |
| MSCI Emerging Markets IMI Top 10 Weight | Linear | 36.1 | 34.4 | 33.7 | | | 23.1 | 3.1 | Stable |
| Crude Oil WTI (NYM $/bbl) | Linear | 69.5 | 84.7 | 81.7 | | | 66.1 | 0.9 | Stable |
| Bloomberg US Corporate High Yield OAS | Linear | 2.7 | 2.8 | 2.7 | | | 3.7 | -1.1 | Stable |
| Bloomberg US Aggregate Yield to Worst | Linear | 4.7 | 5.0 | 4.9 | | | 3.3 | 1.2 | Stable |
| Treasury Yield 3M | Linear | 3.8 | 3.8 | 3.8 | | | 2.4 | 0.7 | Stable |
| Treasury Yield 10Y | Linear | 4.4 | 4.7 | 4.6 | | | 2.8 | 1.5 | Stable |

Source: Bloomberg, Citi, FactSet, Greycourt, Institute for Supply Management (ISM), MSCI Global, U.S. Bureau of Labor Statistics, University of Michigan, US Census Bureau. [1]Status of "better," "worse," or "stable" refers to each indicator in isolation, relative to its own history and interpretation in a normal market environment. For example, a rising rate of inflation in a high inflation environment that comes in below expectations is marked "worse," however, the fact that it is considered better in terms of beating expectations for a less favorable outcome would be addressed when notable in the commentary above.

# Disclosures

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