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Source: Goldman Sachs Global Investment Research.

### Broad Data Set Will Look Strong When Tapering Ends

<table>
<thead>
<tr>
<th>Indicator</th>
<th>Release</th>
<th>Units</th>
<th>July 2022 Forecast</th>
<th>2019 Average</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Real activity</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>GDP growth (GS Tracking Estimate)</td>
<td>2022Q2</td>
<td>%, QoQ AR</td>
<td>4.0</td>
<td>2.6</td>
</tr>
<tr>
<td>Unemployment rate (U3)</td>
<td>Jun-22</td>
<td>%</td>
<td>3.7</td>
<td>3.7</td>
</tr>
<tr>
<td>Unemployment rate (U6)</td>
<td>Jun-22</td>
<td>%</td>
<td>7.0</td>
<td>7.2</td>
</tr>
<tr>
<td>Employment-population ratio</td>
<td>Jun-22</td>
<td>%</td>
<td>59.7</td>
<td>60.8</td>
</tr>
<tr>
<td>Labor force participation rate</td>
<td>Jun-22</td>
<td>%</td>
<td>62.0</td>
<td>63.1</td>
</tr>
<tr>
<td><strong>Prices</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Core PCE</td>
<td>May-22</td>
<td>%, YoY</td>
<td>3.4</td>
<td>1.7</td>
</tr>
<tr>
<td>Core CPI</td>
<td>Jun-22</td>
<td>%, YoY</td>
<td>4.1</td>
<td>2.2</td>
</tr>
<tr>
<td>Average hourly earnings</td>
<td>Jun-22</td>
<td>%, YoY</td>
<td>4.3</td>
<td>3.1</td>
</tr>
</tbody>
</table>
The US Is an Outlier on Both Goods Consumption and Goods Inflation

Source: Goldman Sachs Global Investment Research.
Forward Inflation Expectations Remain Consistent with 2% Target

*UMich 6.5y1y inflation expectations. Computed from the UMich 1-year and 5-10-year inflation expectations measures
**5y5y breakeven inflation. Subtracts 0.3pp (historical average CPI-PCE gap) for comparability with PCE inflation
***SPF 5y5y inflation expectations.

Source: Goldman Sachs Global Investment Research.
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November 1, 2021
Reg AC

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