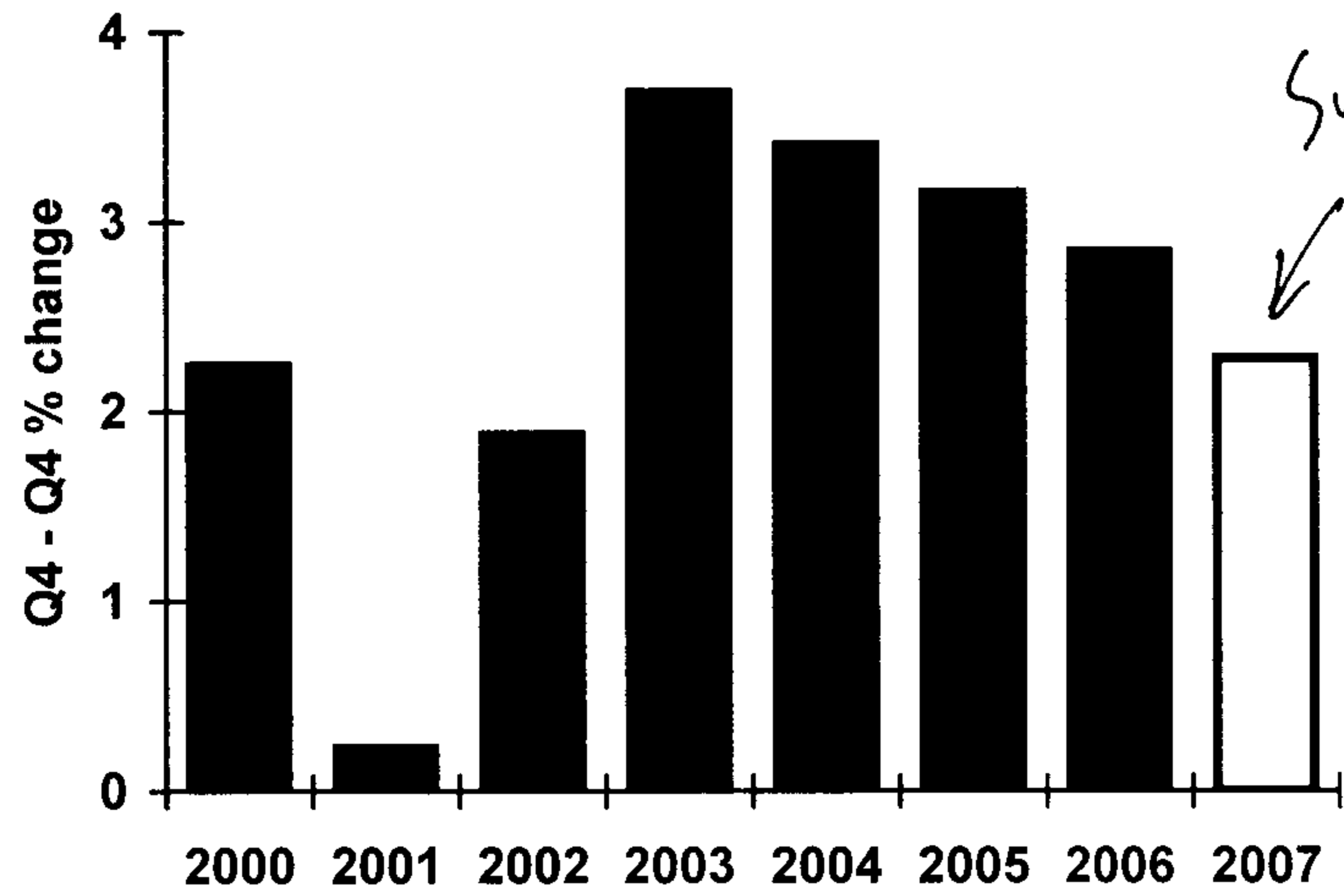
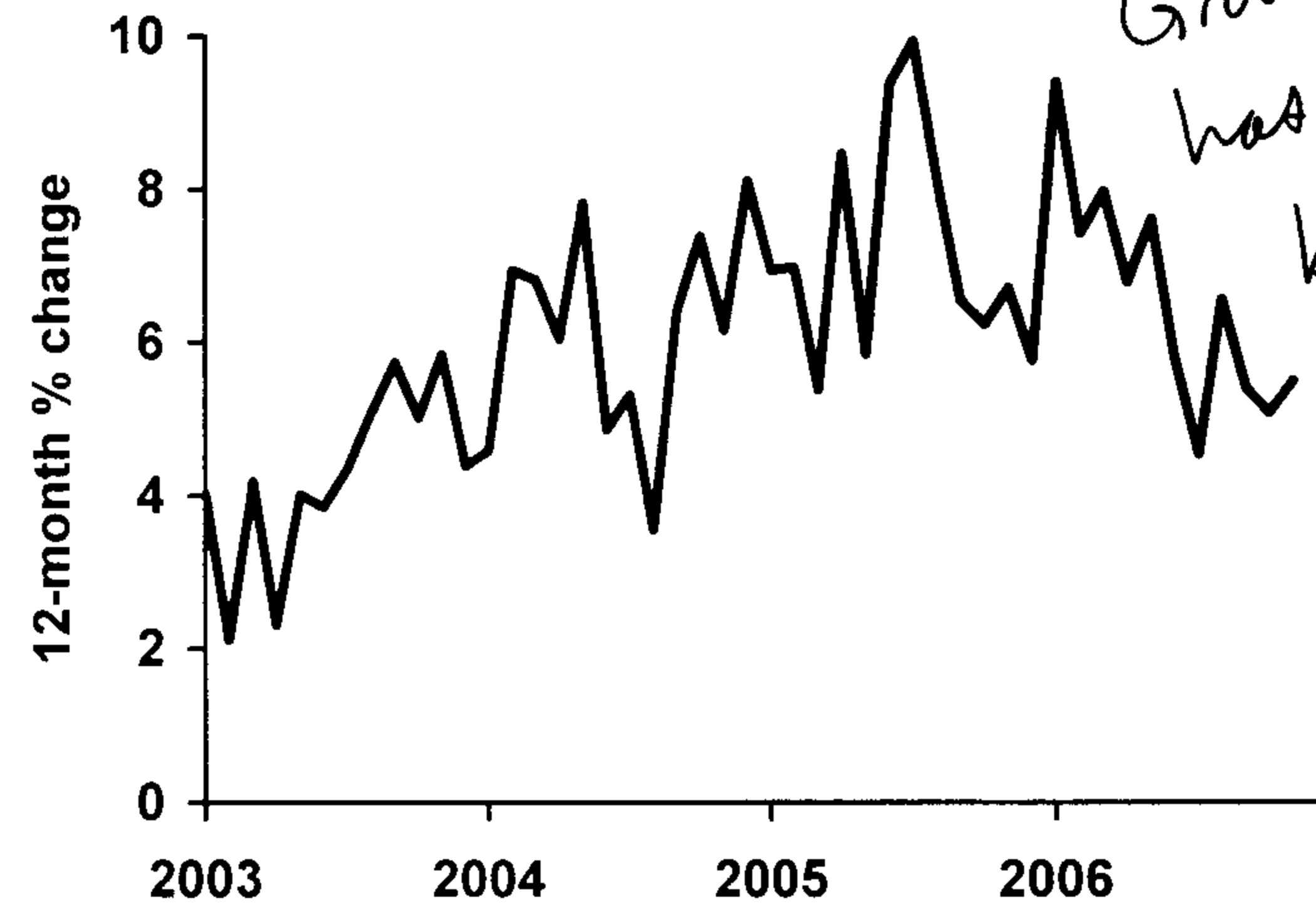


Real GDP Growth



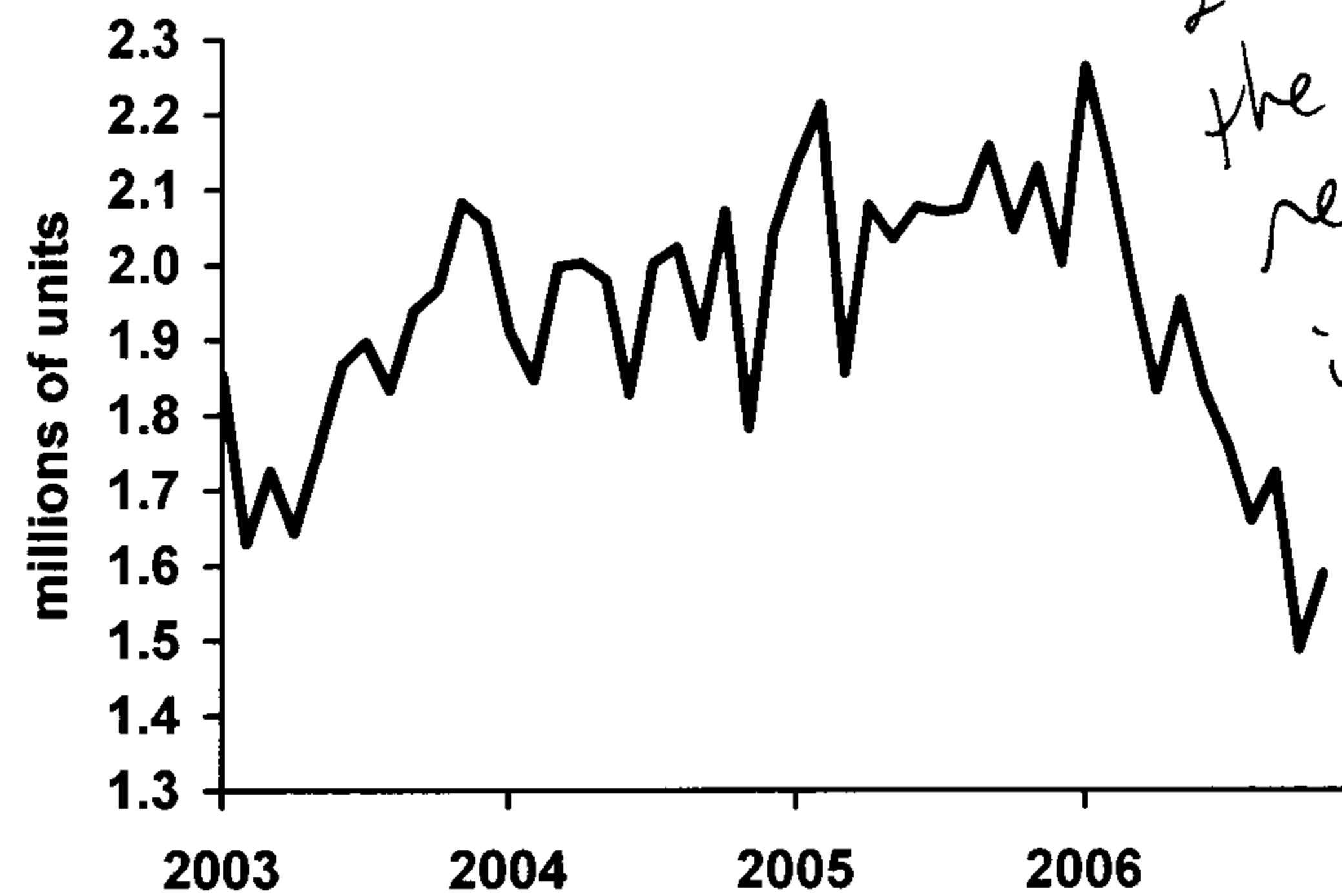
*Sub-par, but most weakness confined to residential construction.*

Retail Sales Growth



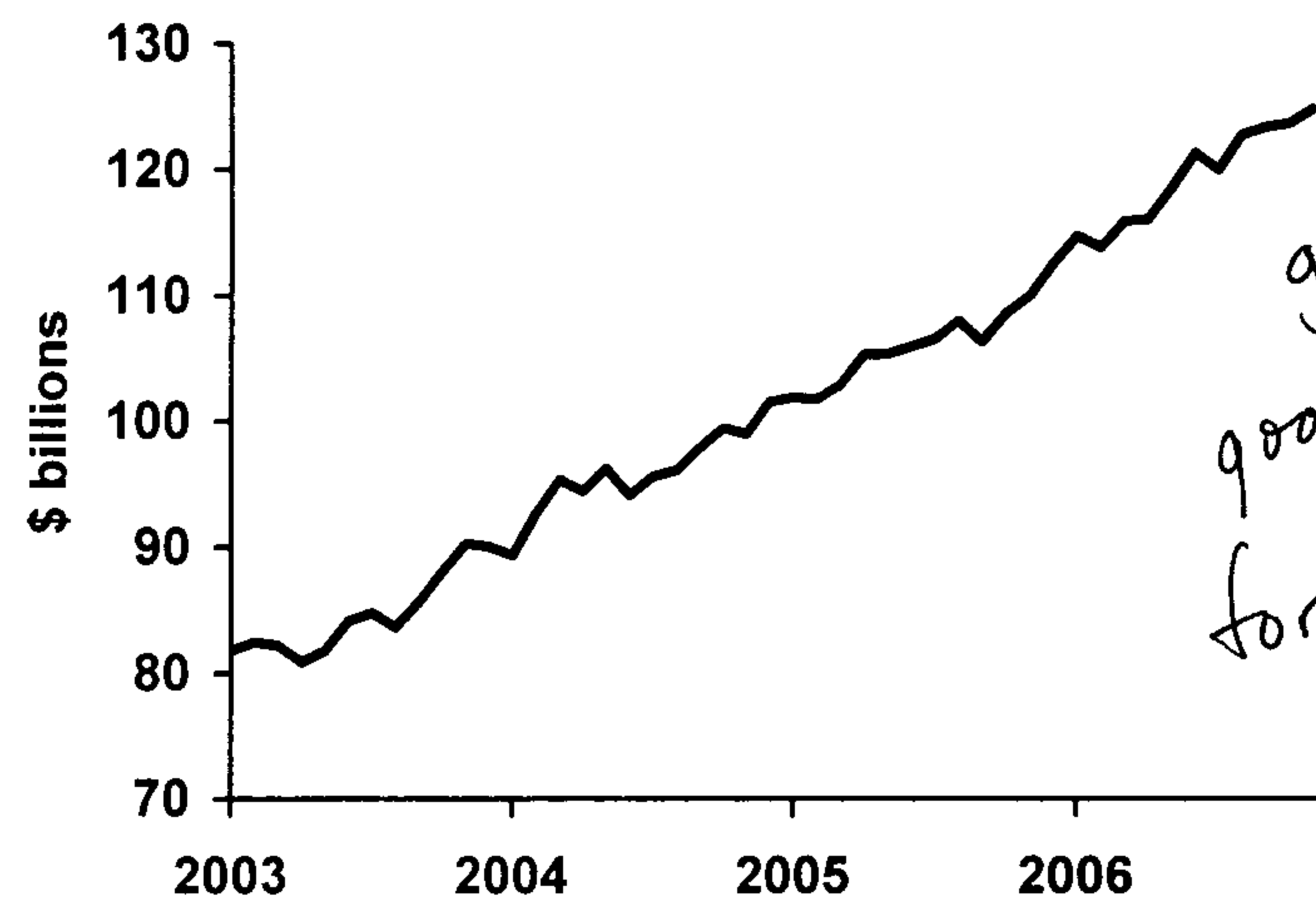
*Growth rate has weakened, but it's not too low.*

Housing Starts



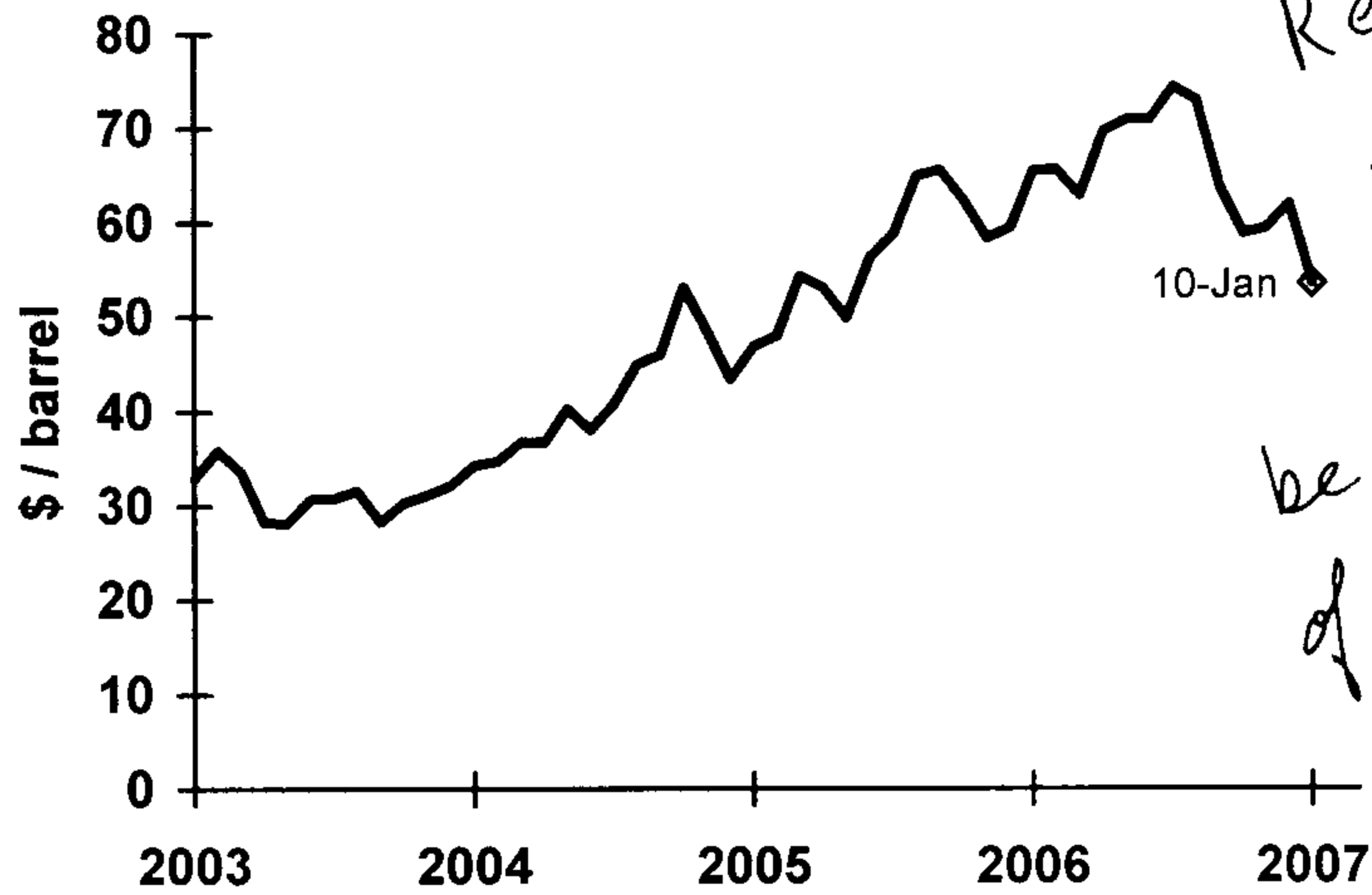
*2007 is not the year of recovery, but it will be the year it stops getting worse.*

Exports



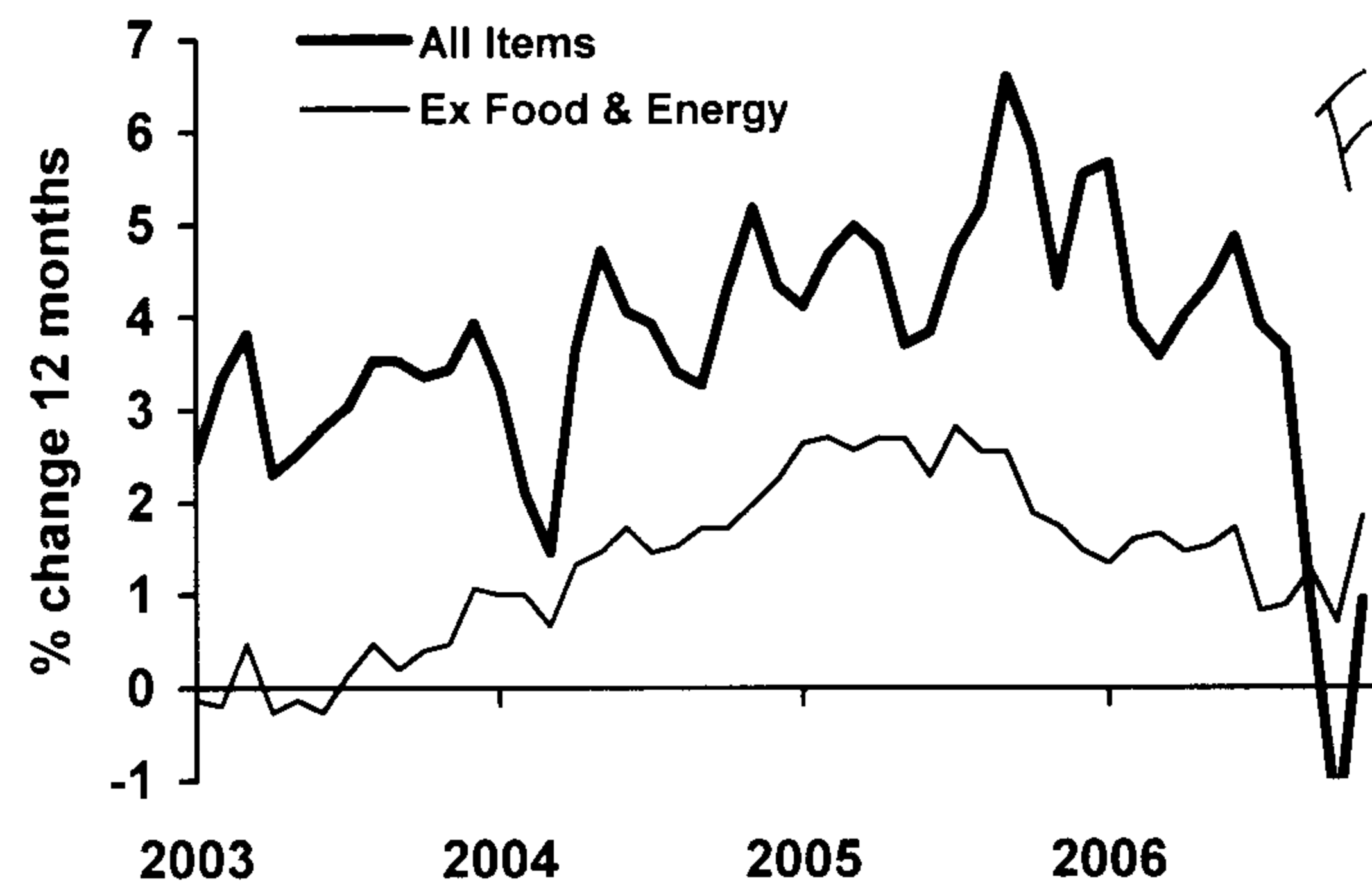
*Solid growth, with good prospects for 2007.*

Oil Price



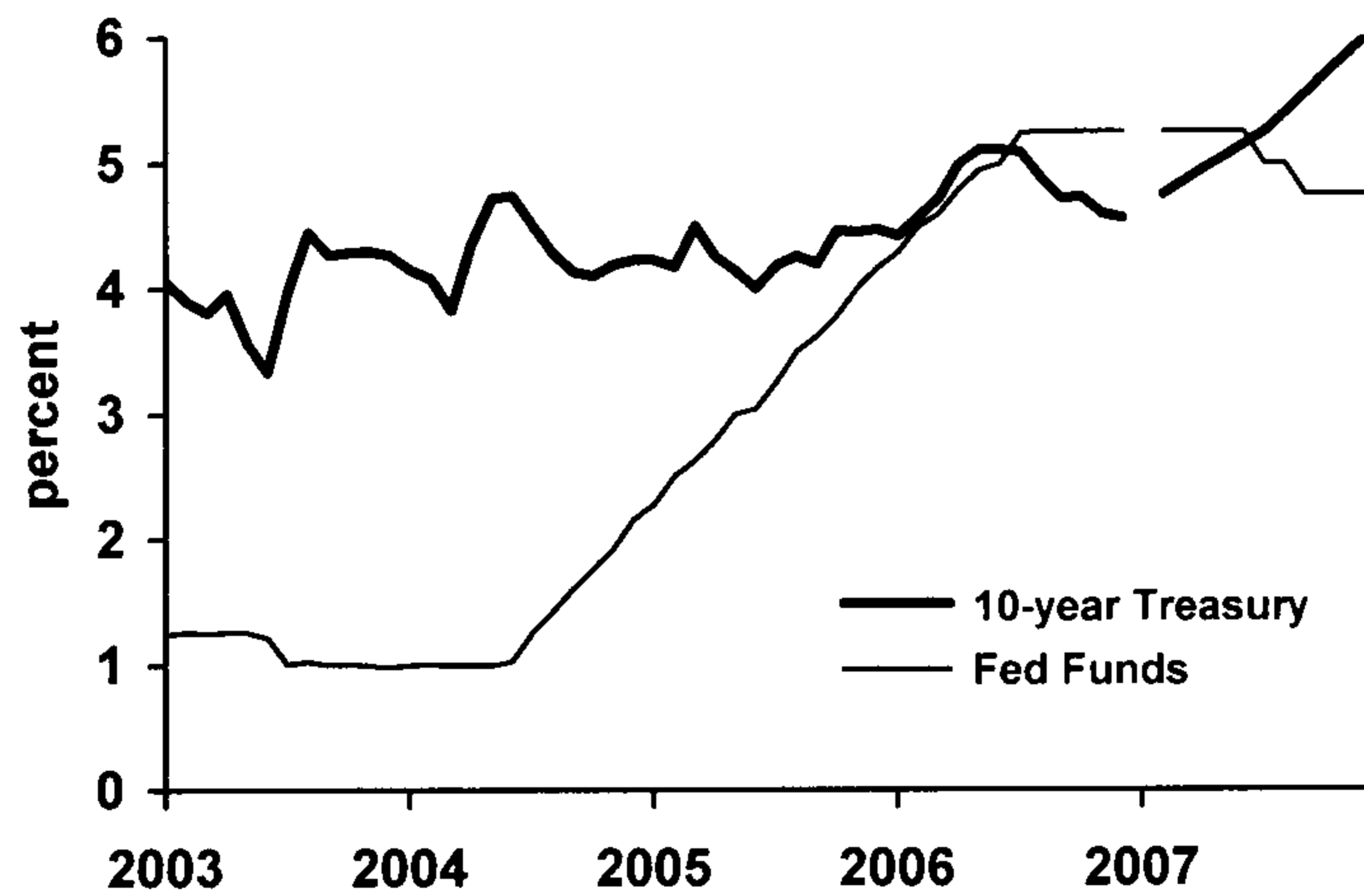
Recent drop fits my forecast, but be very wary of the volatility.

Inflation, Producer Prices



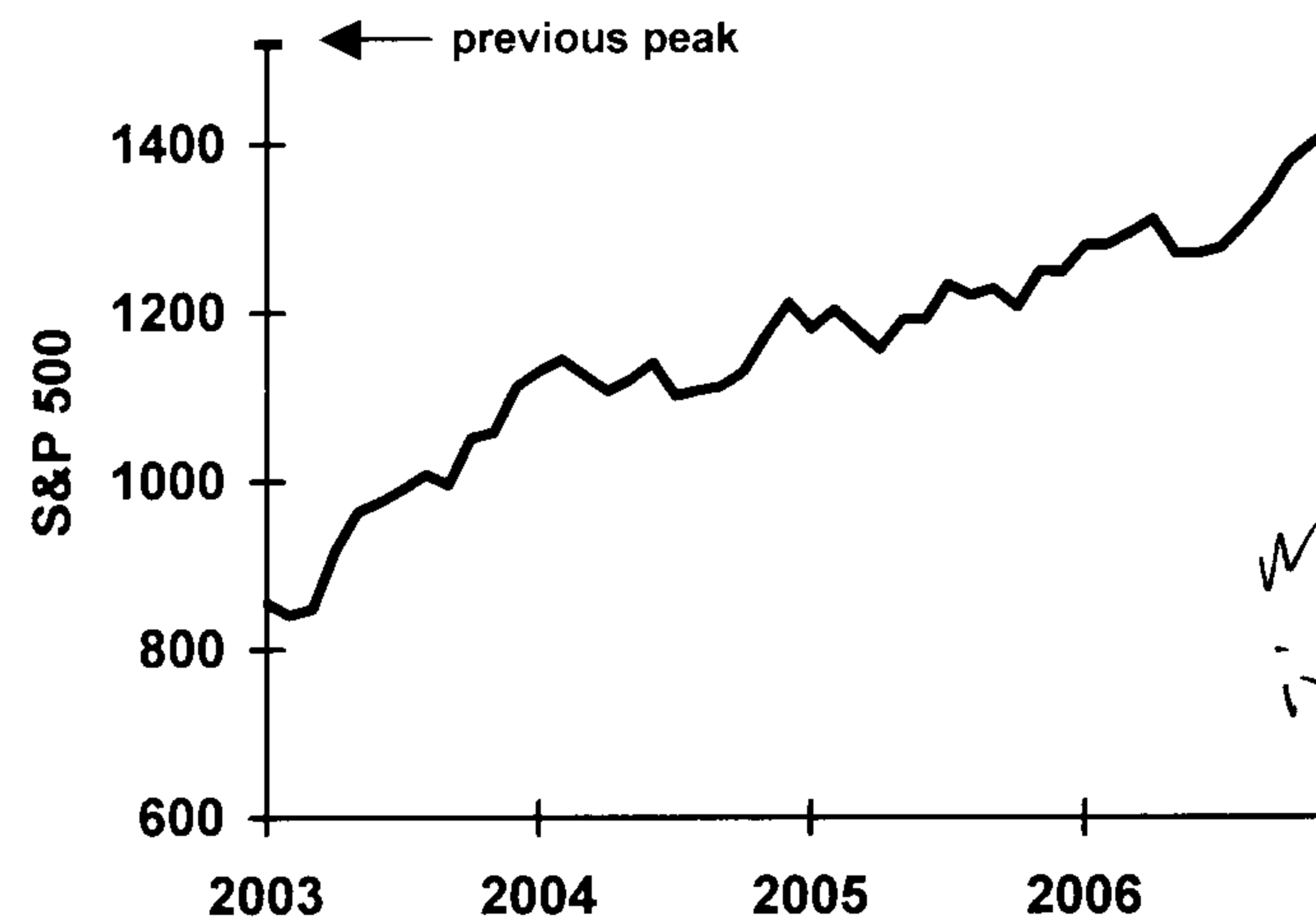
Falling energy prices are helping.

Interest Rates



Long rates have not matched the forecast, but I still think they are headed up.

Stock Market



Nice movement, and probably more gains in 2007