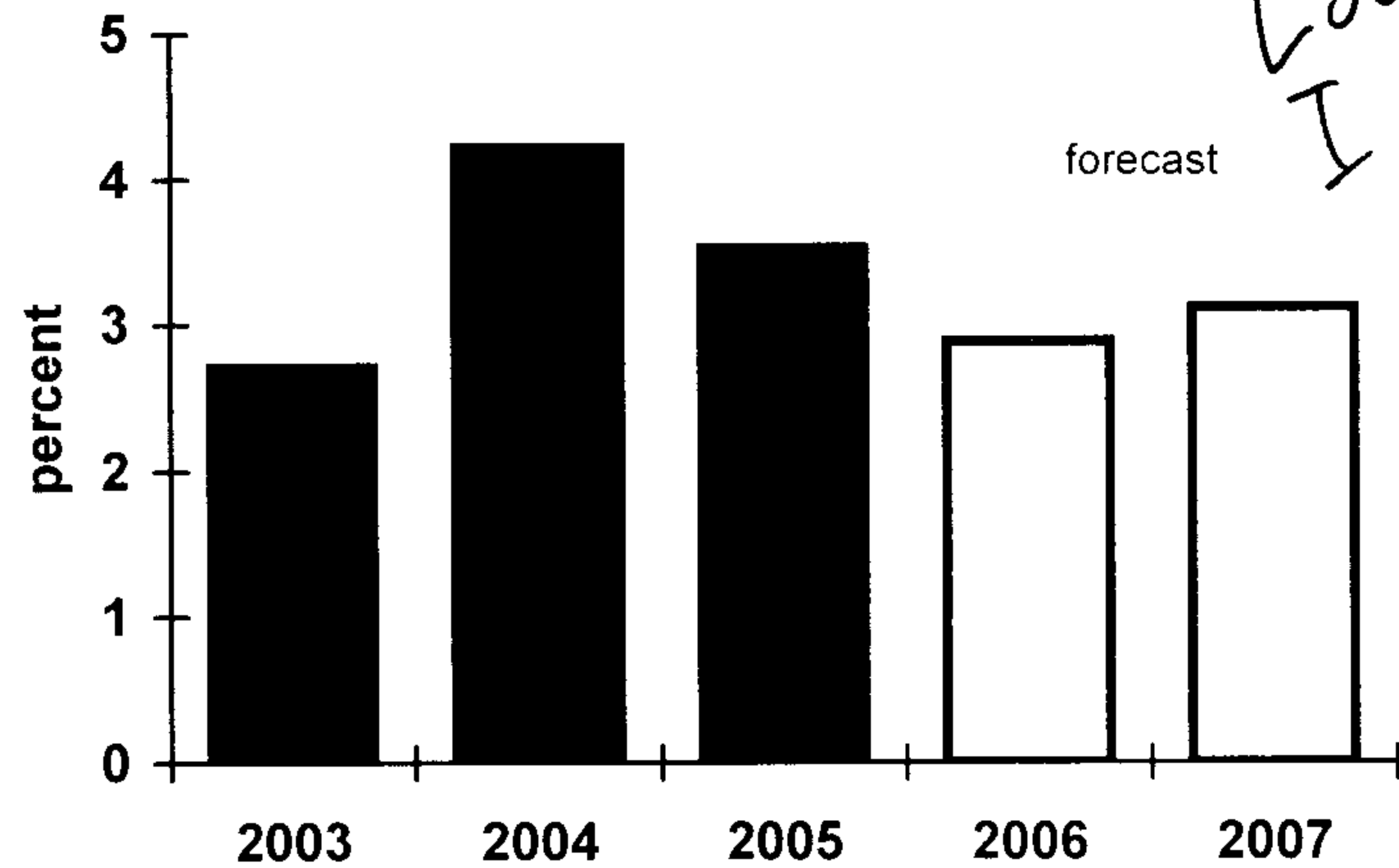


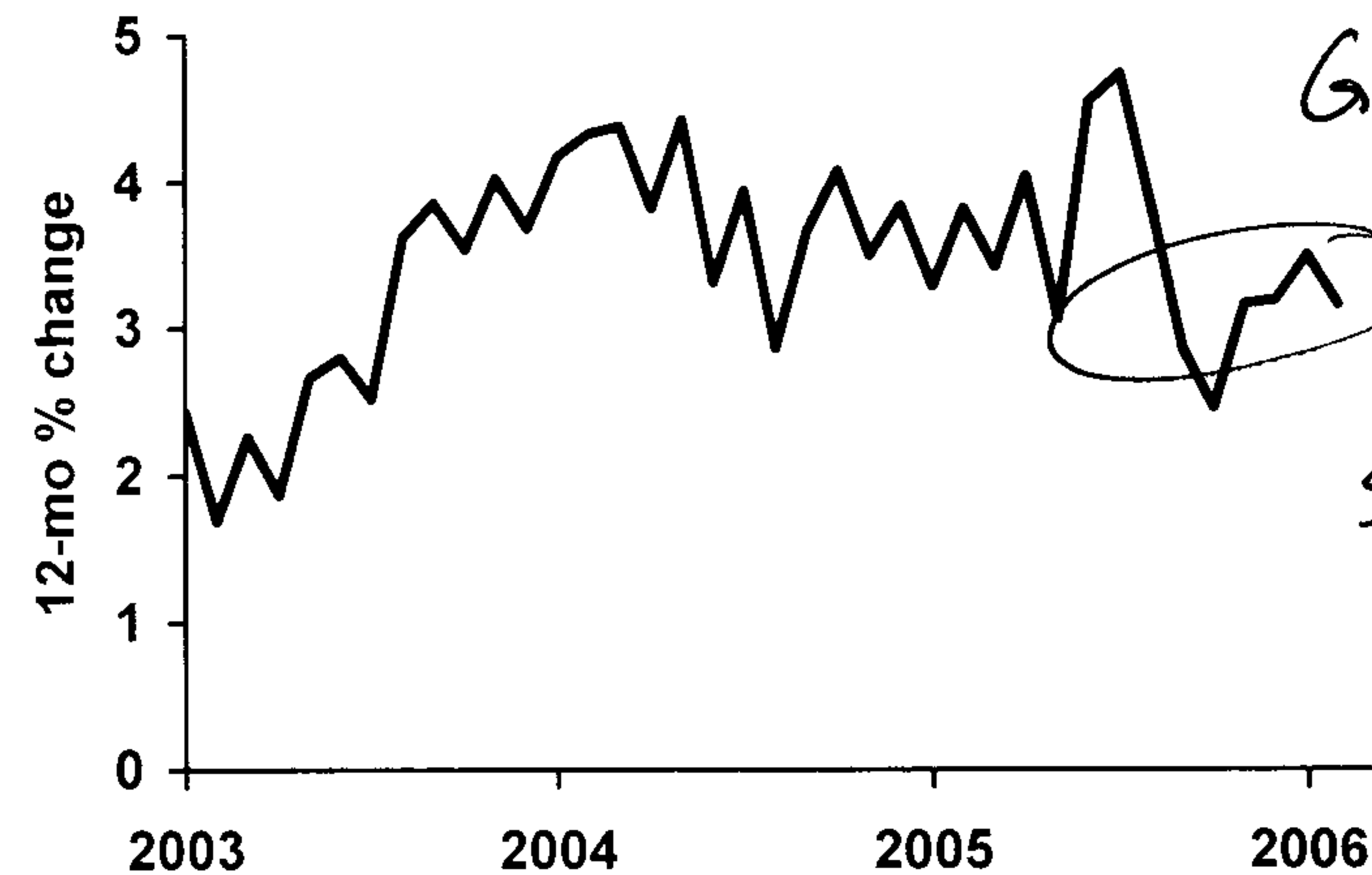
Real GDP Growth



Looks good. I figure only one chance in ten of a recession in 2006-2007.

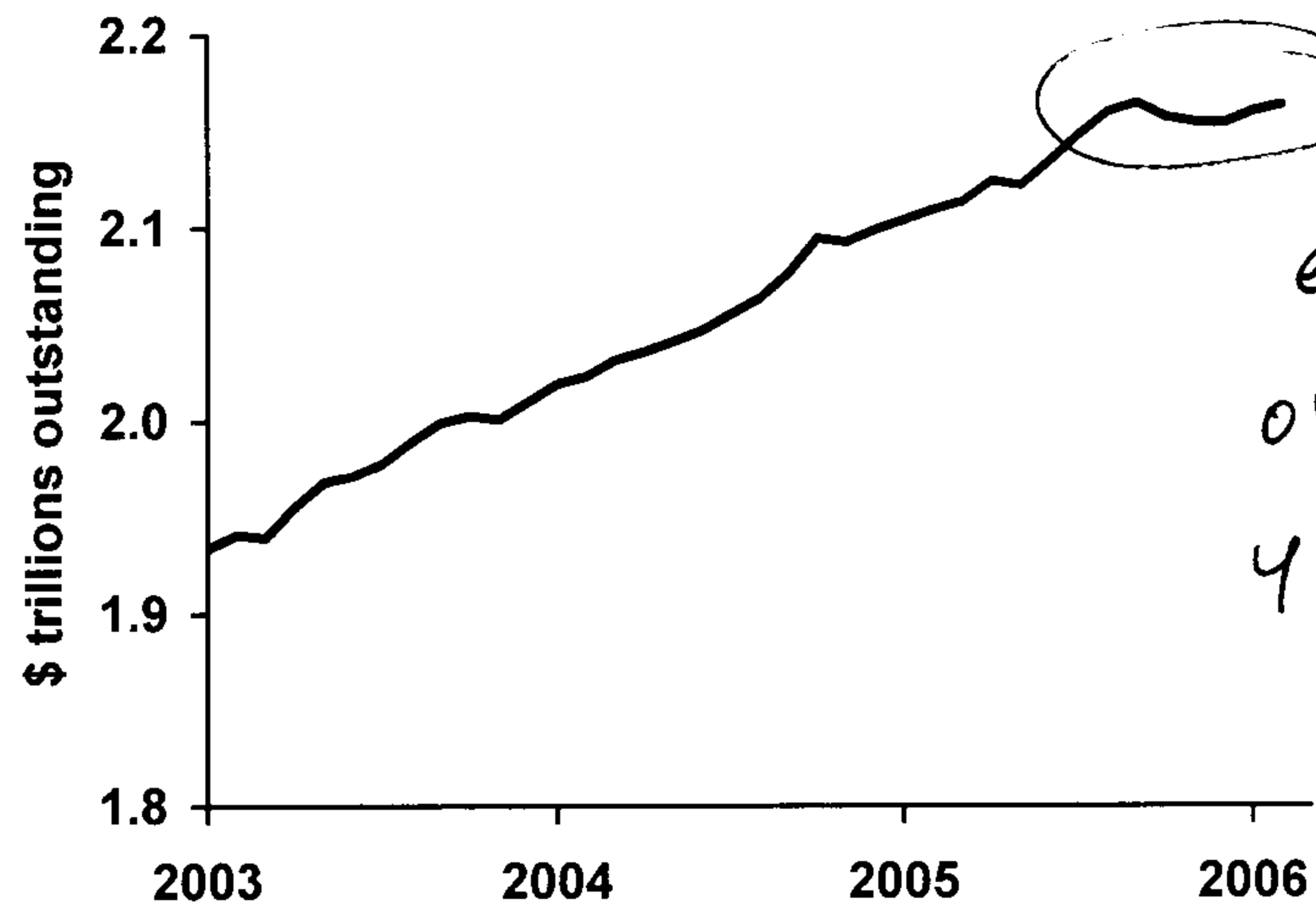
Consumer Spending

Inflation adjusted



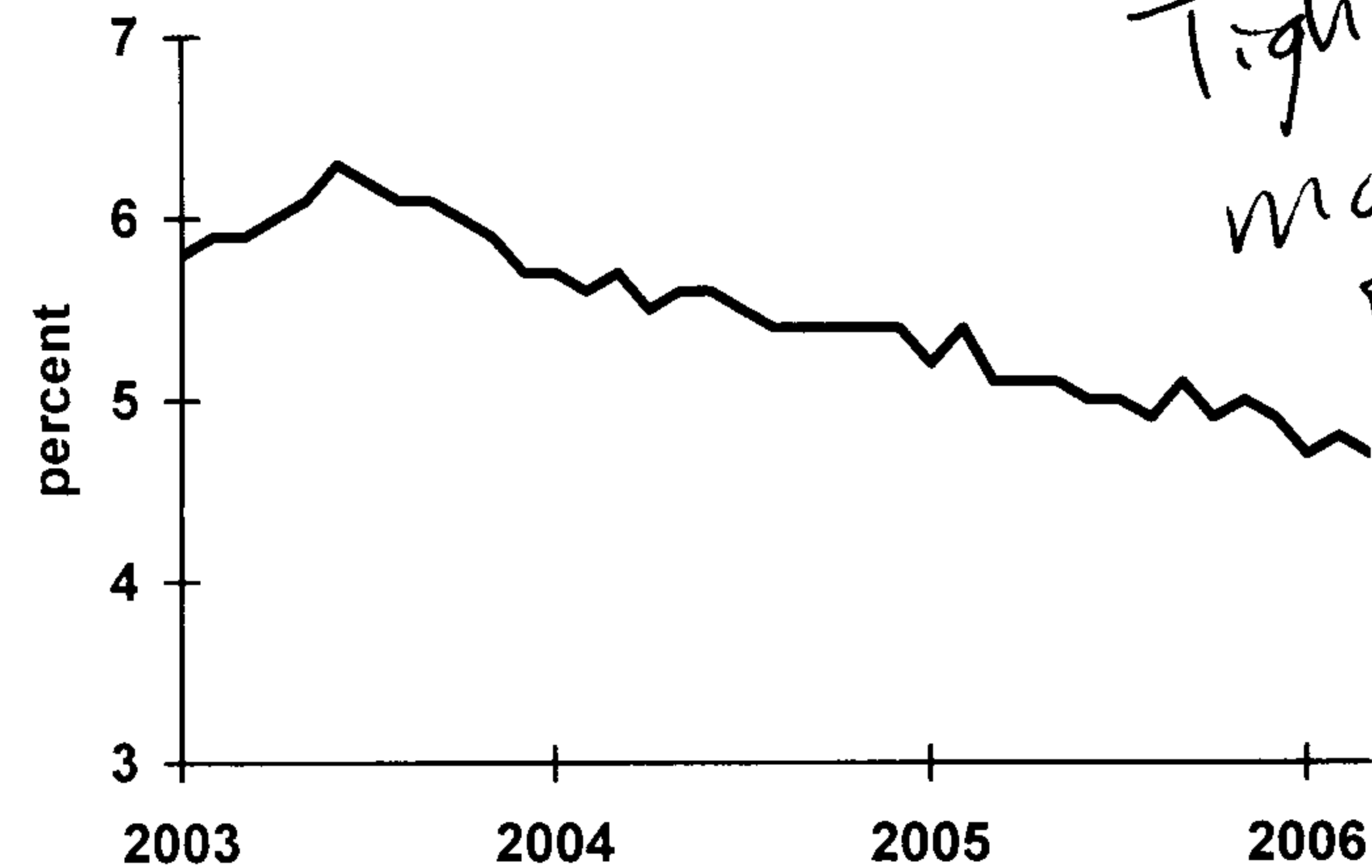
Growth rate is OK, but not spectacular

Consumer Credit



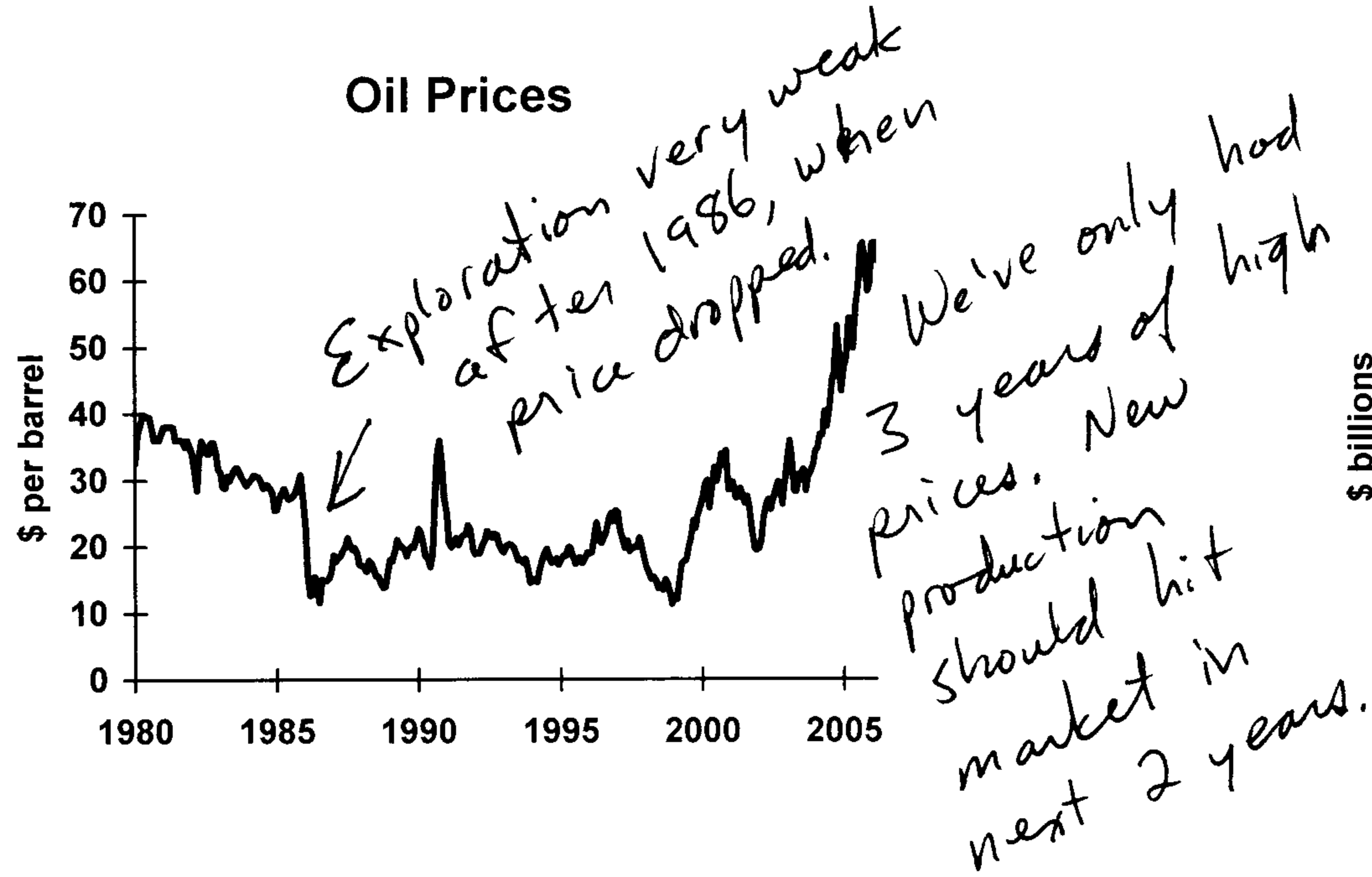
I think this credit expansion is over for a year or more.

Unemployment Rate

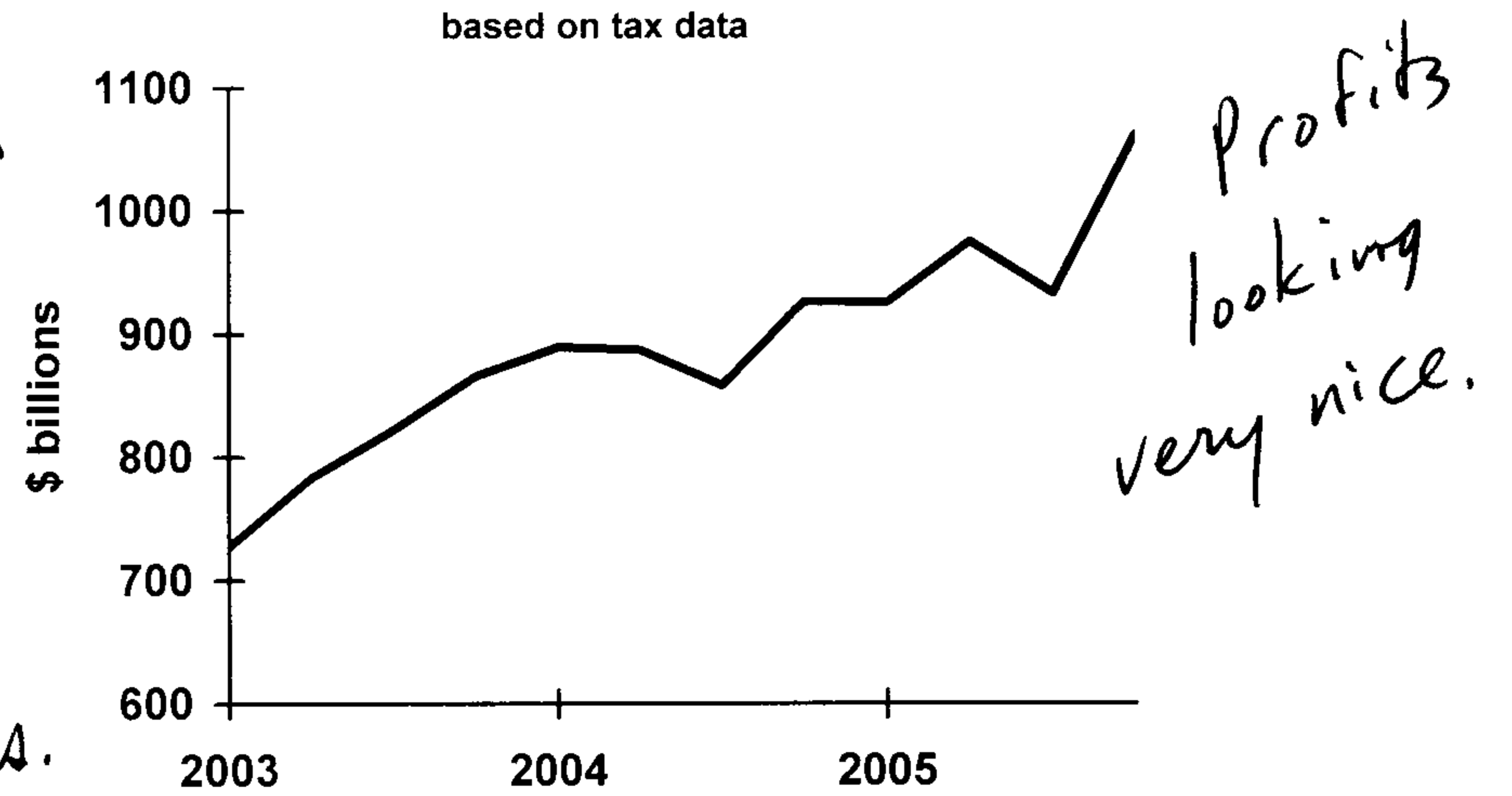


Tight labor market. Be nice to your people.

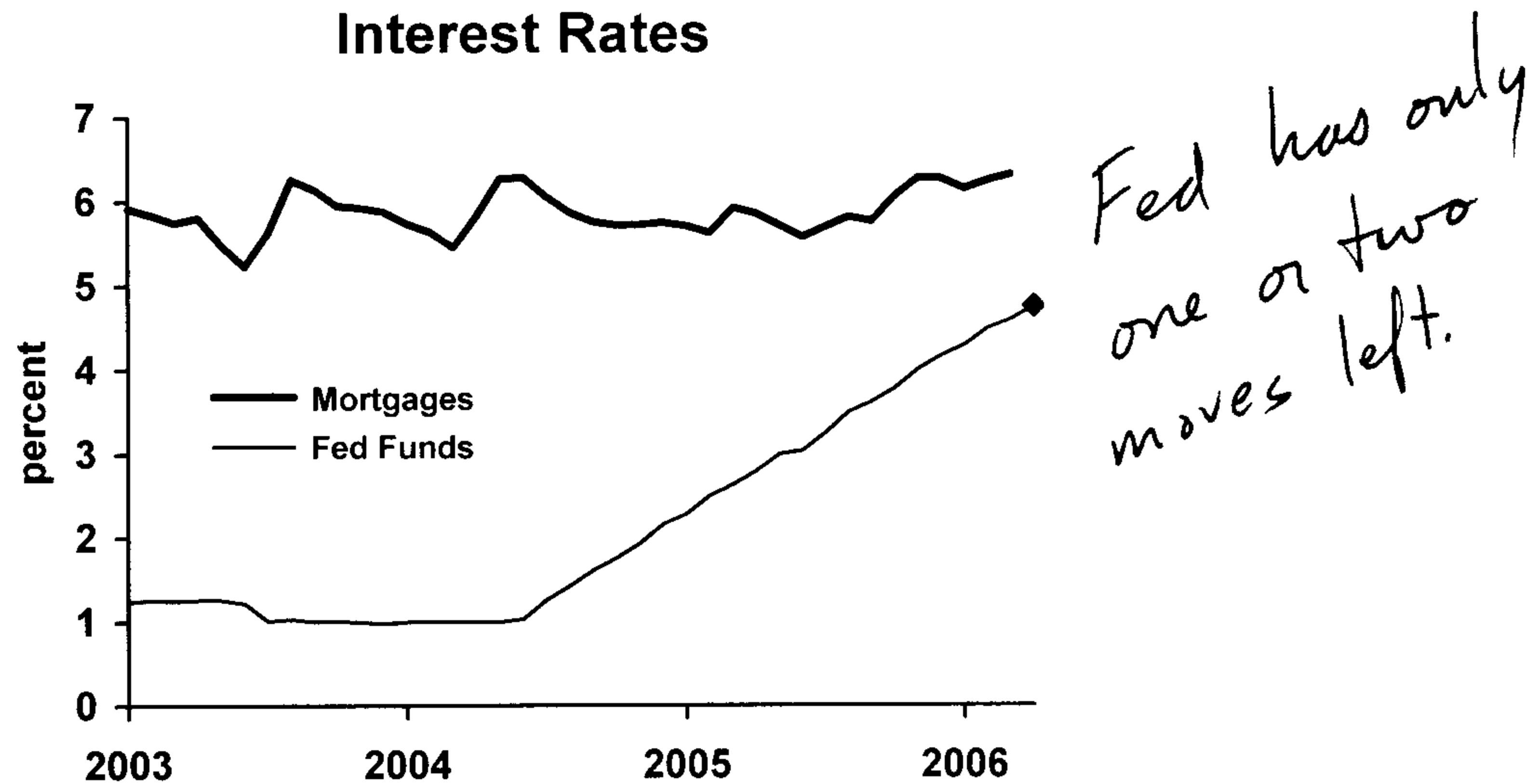
**Oil Prices**



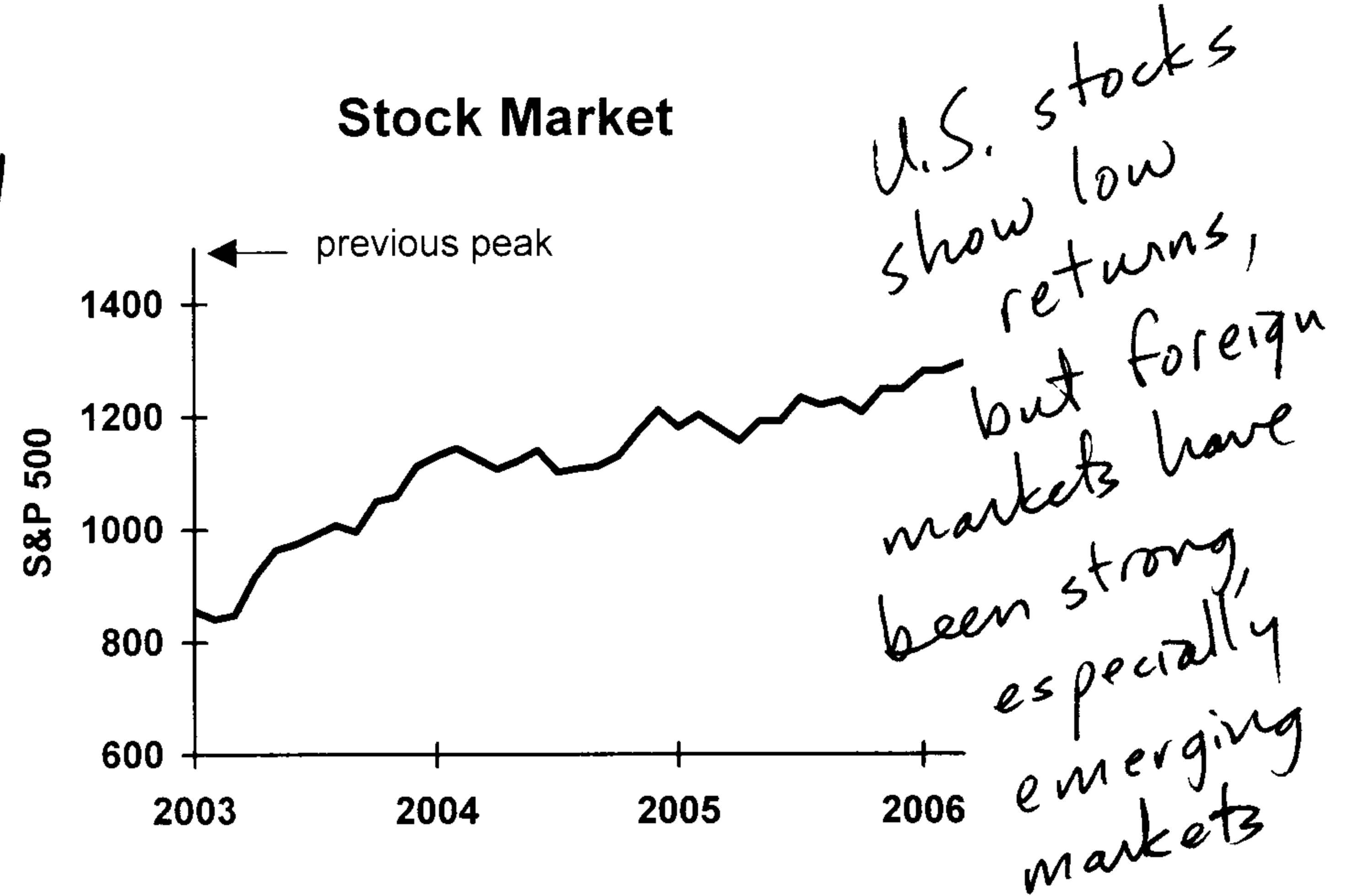
**Corporate Profits After-Tax**



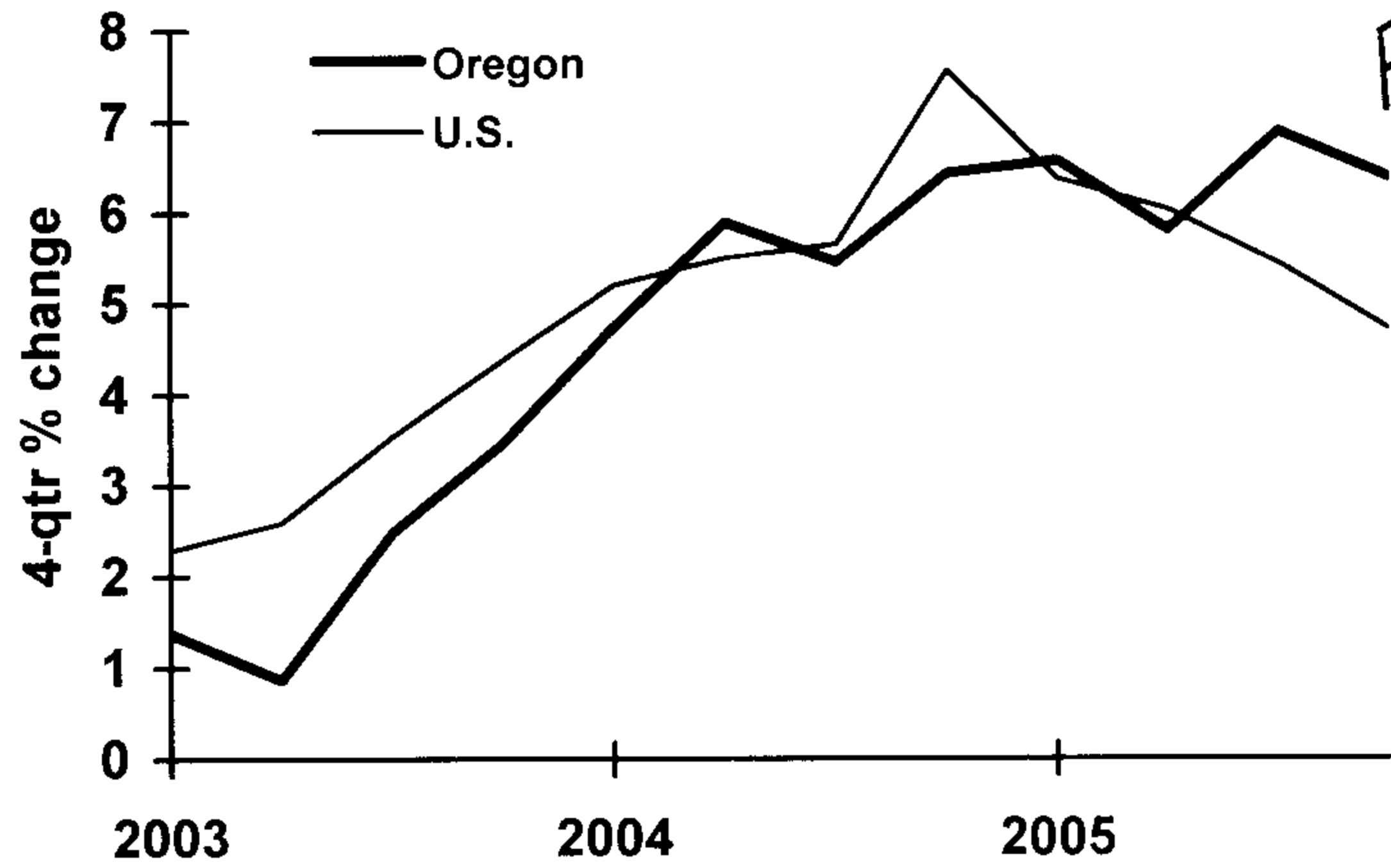
**Interest Rates**



**Stock Market**

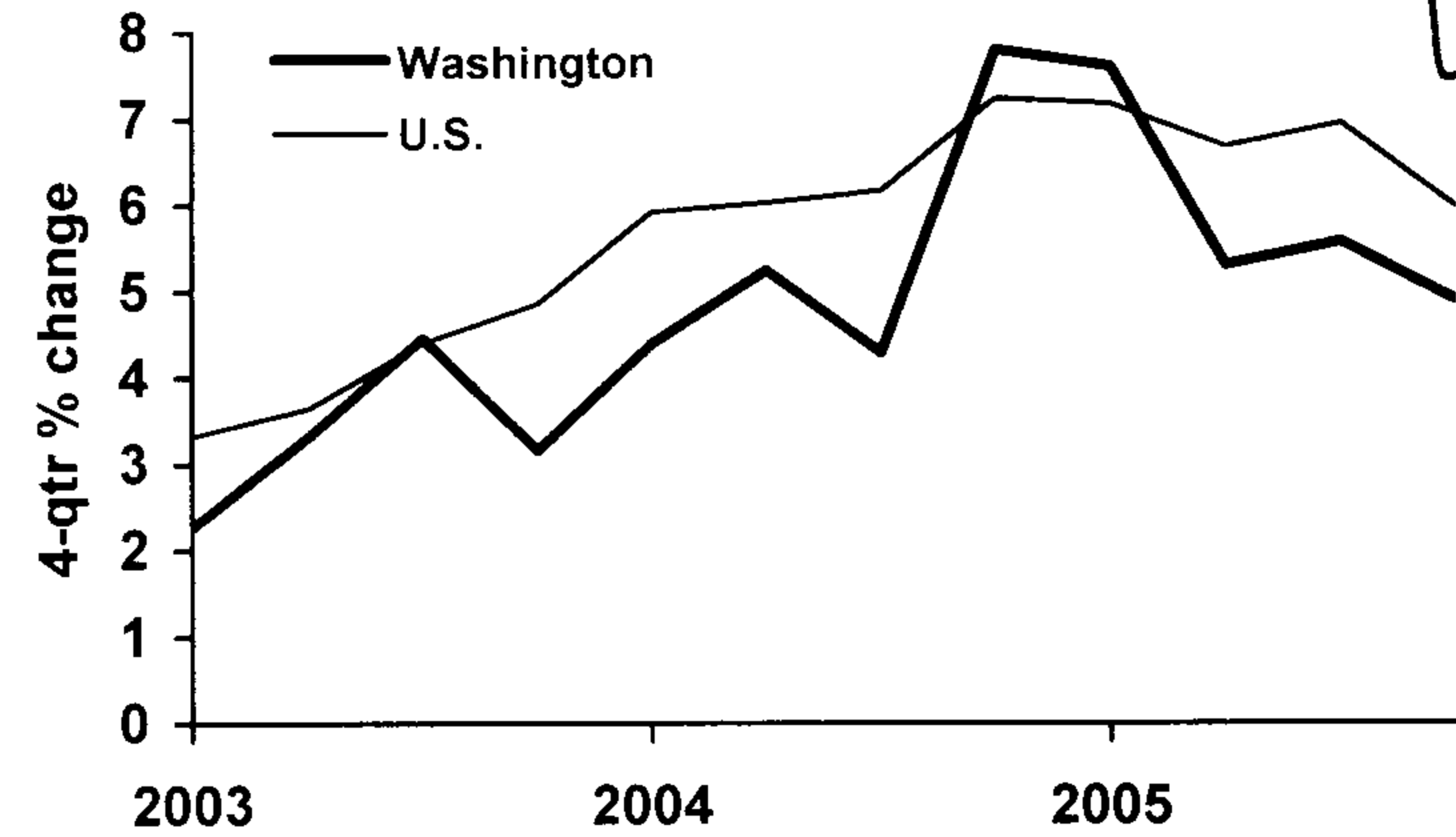


Oregon Personal Income



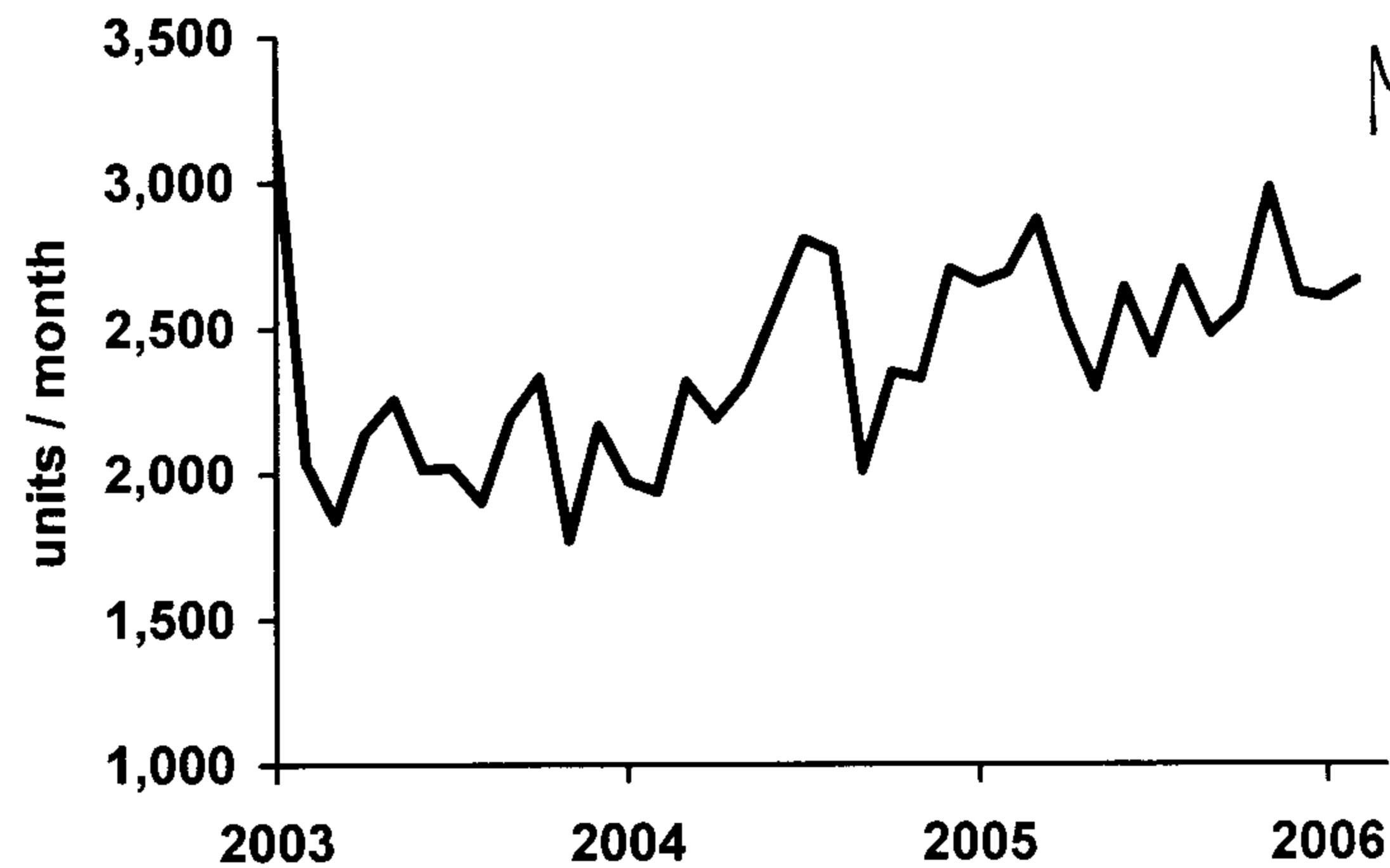
Finally outperforming the nation.

Washington Personal Income  
ex dividends, interest & rent



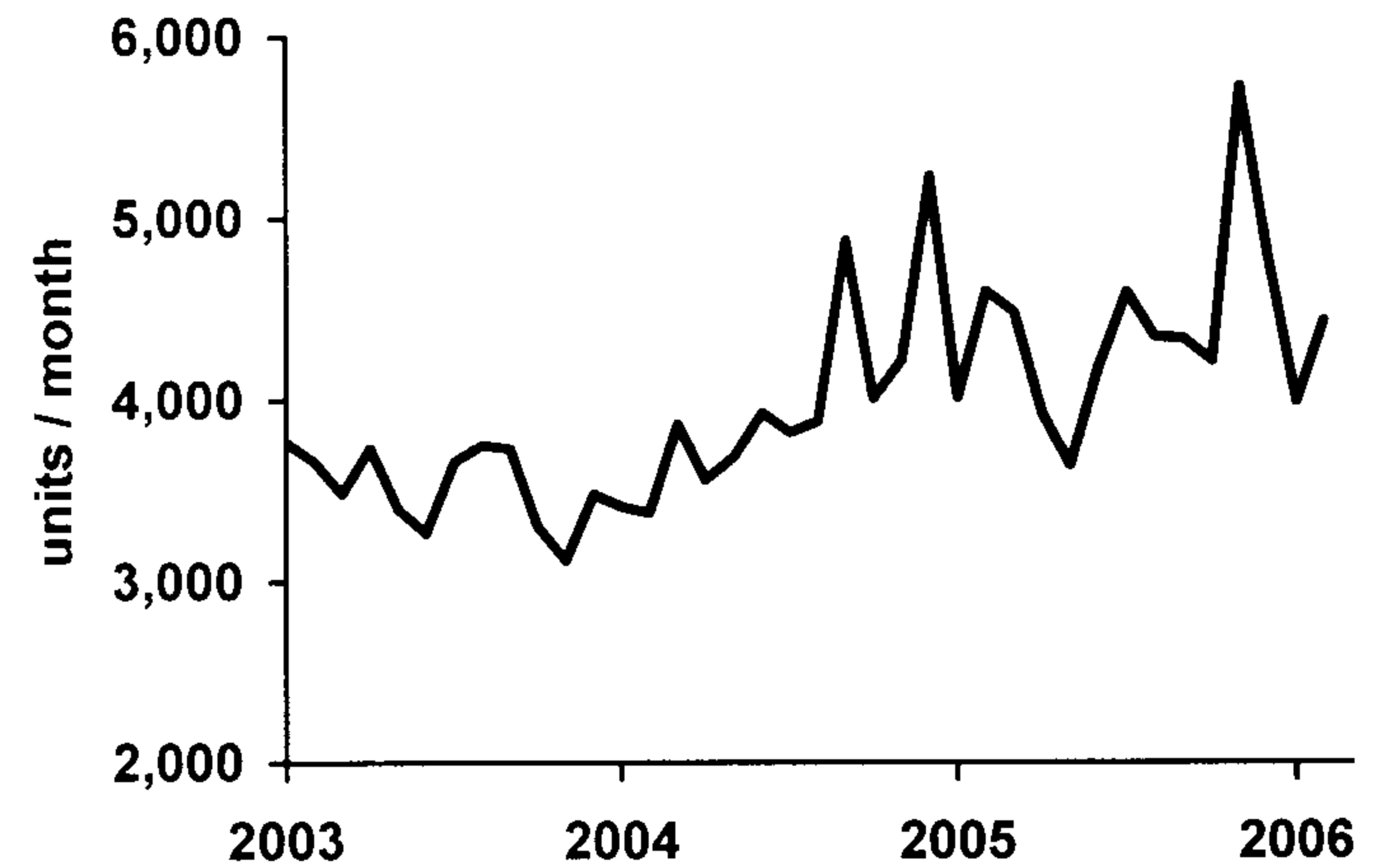
Look for much better gains in 2006

Oregon Home Building



No signs of distress yet.

Washington Home Building



Past its peak, I think