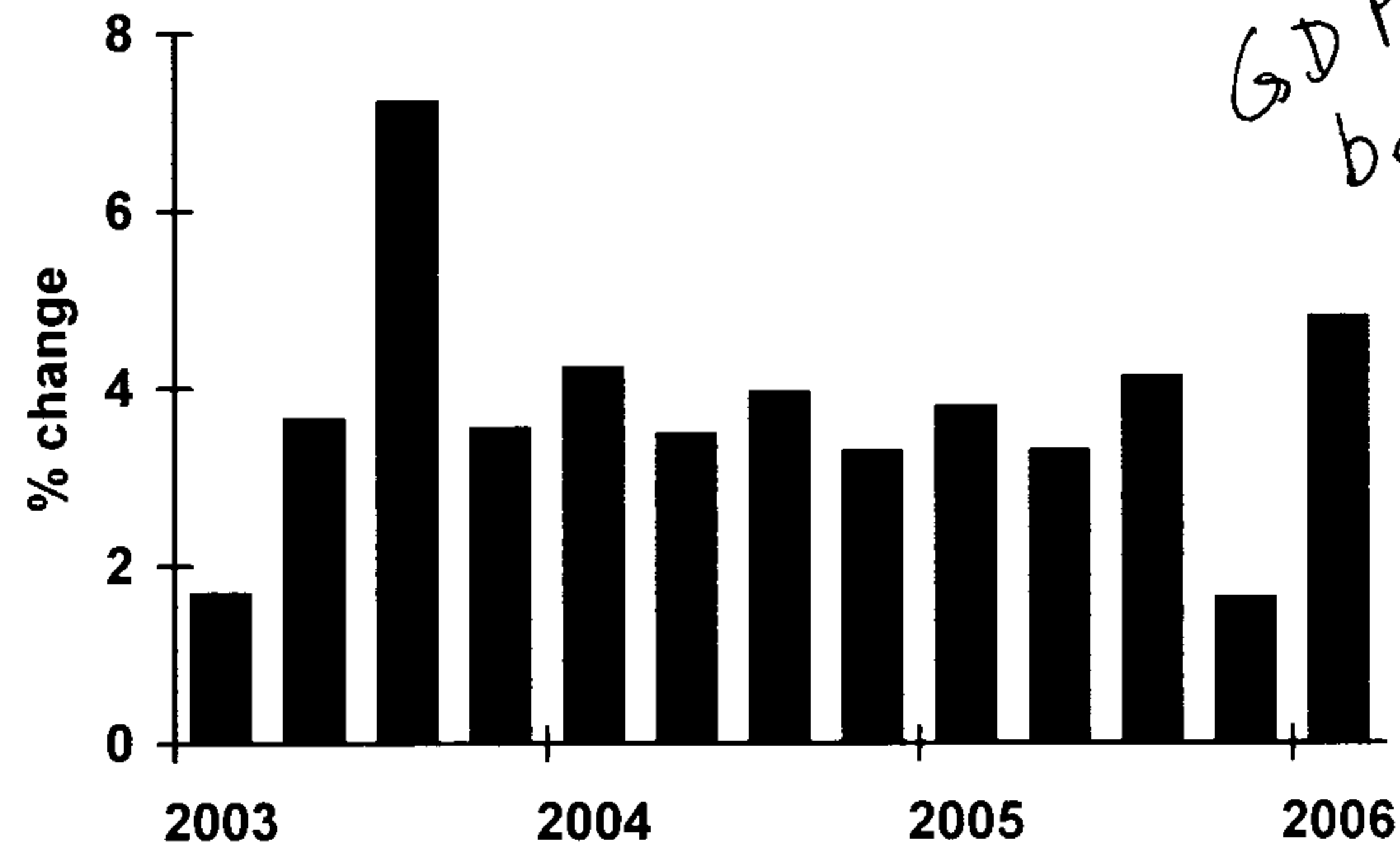
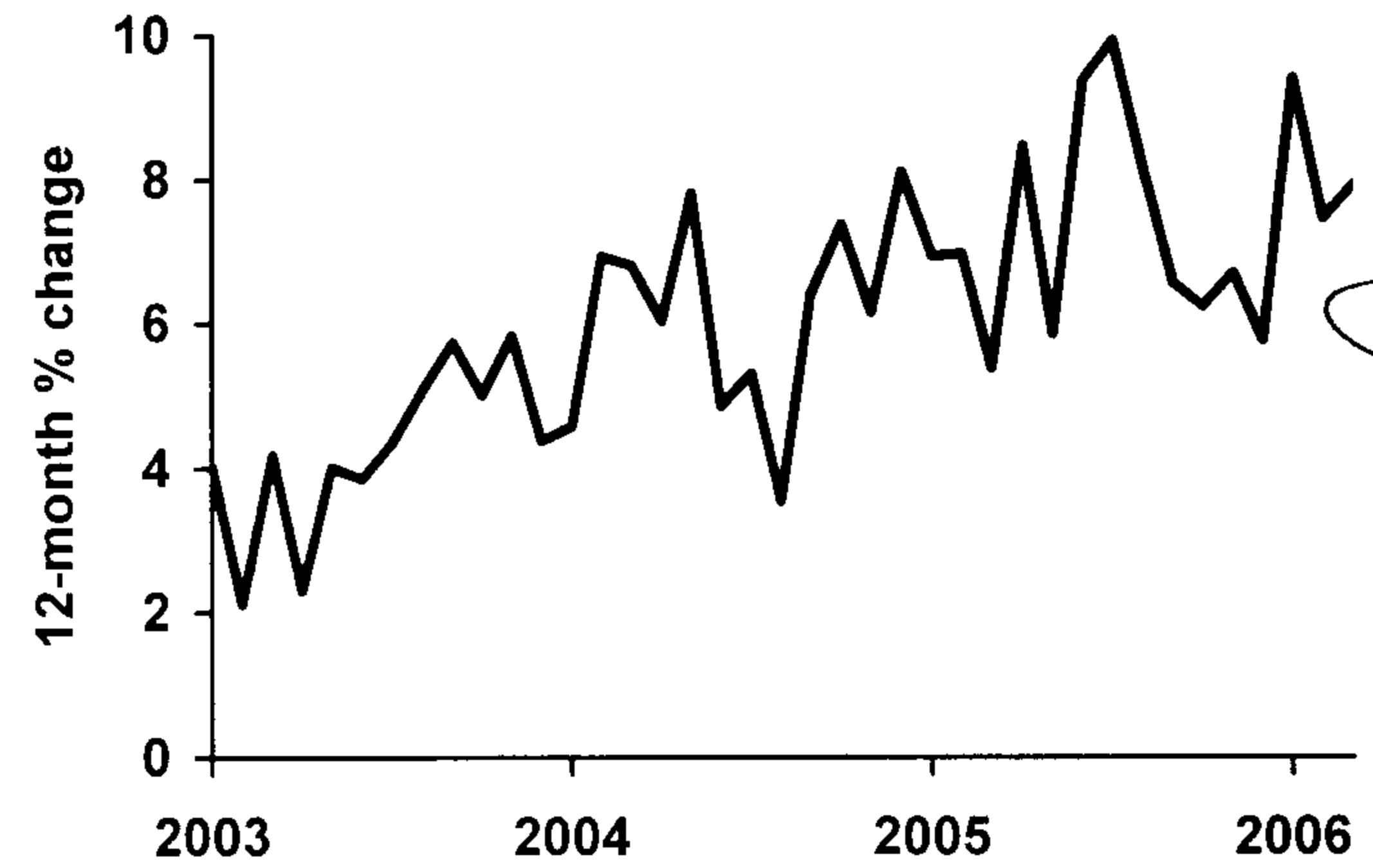


Gross Domestic Product
adjusted for inflation



GDP bounced back last quarter, as expected.

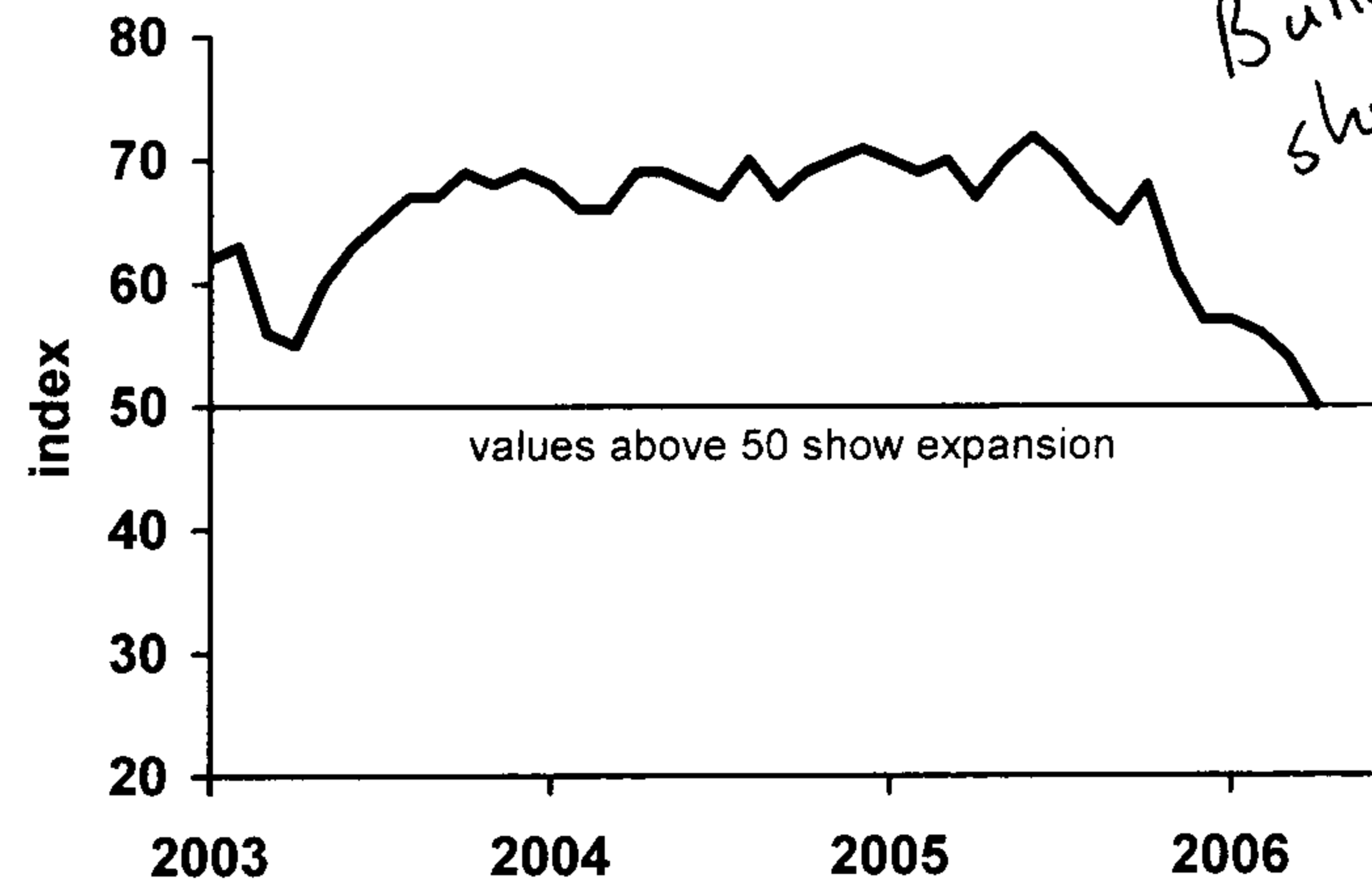
Retail Sales Growth



Growth rate will taper down a bit
target

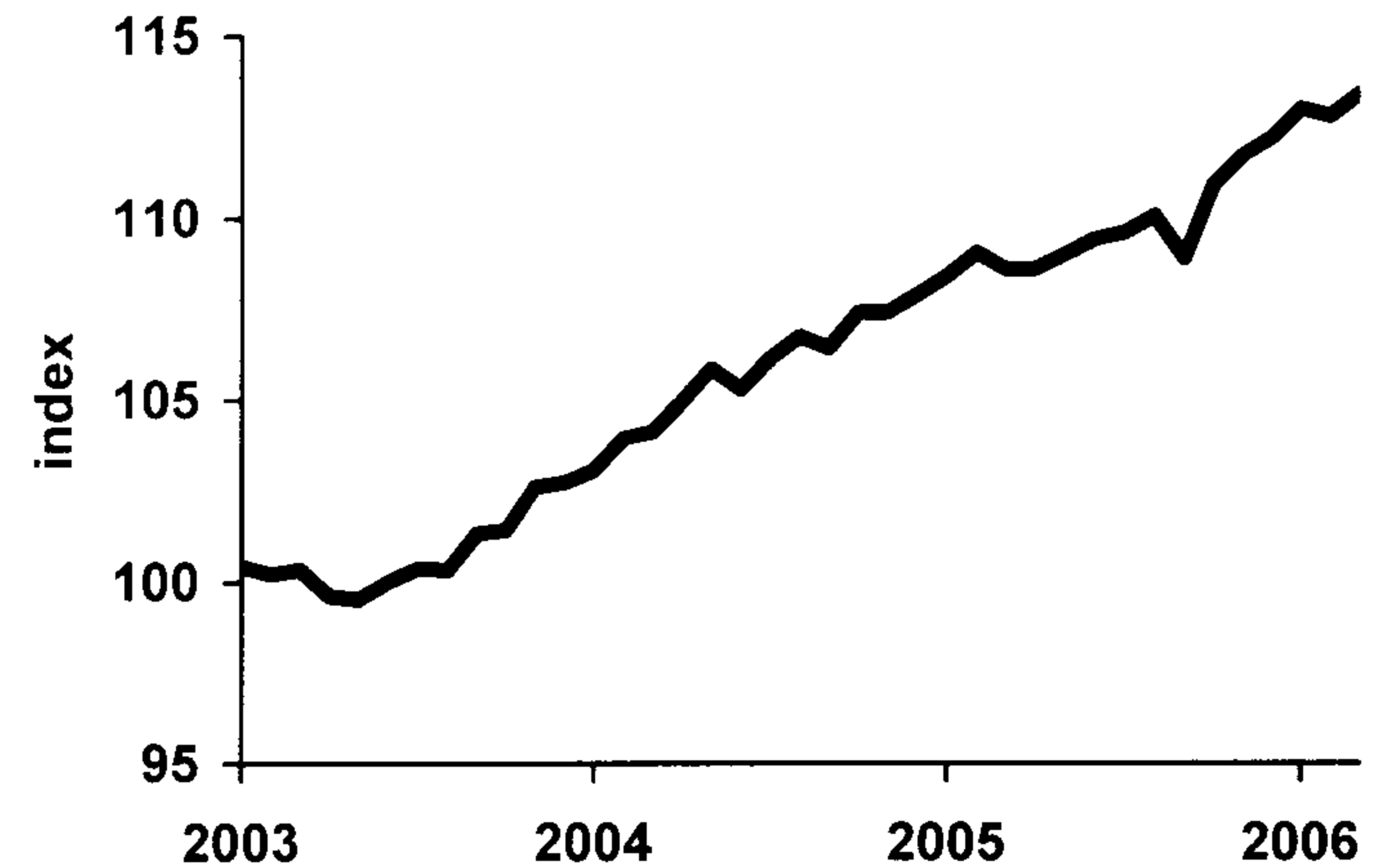
Housing Index

National Assn of Home Builders/Wells Fargo



Builder survey shows no growth right now, but no decline, either

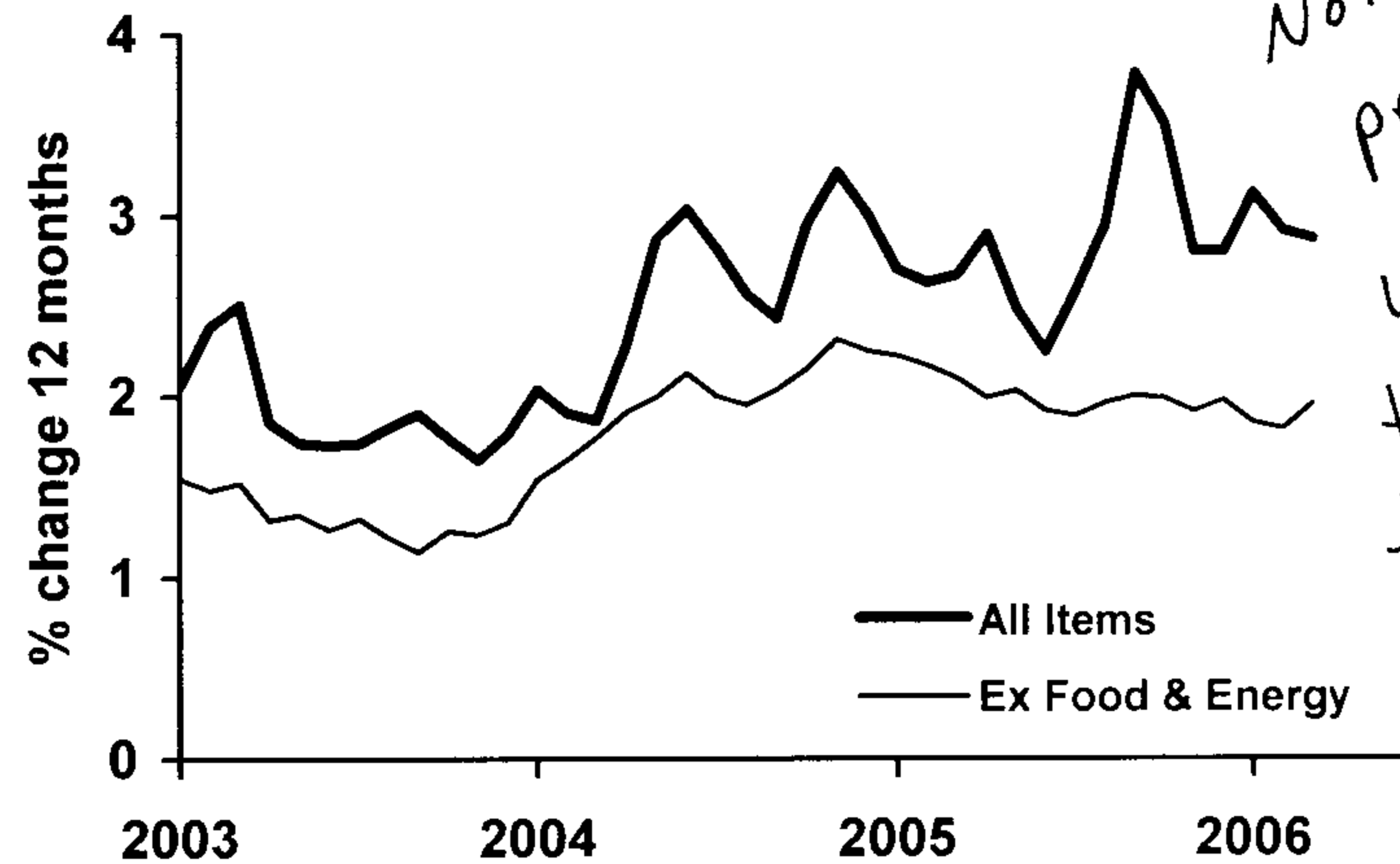
Manufacturing Production



Trend looks solid

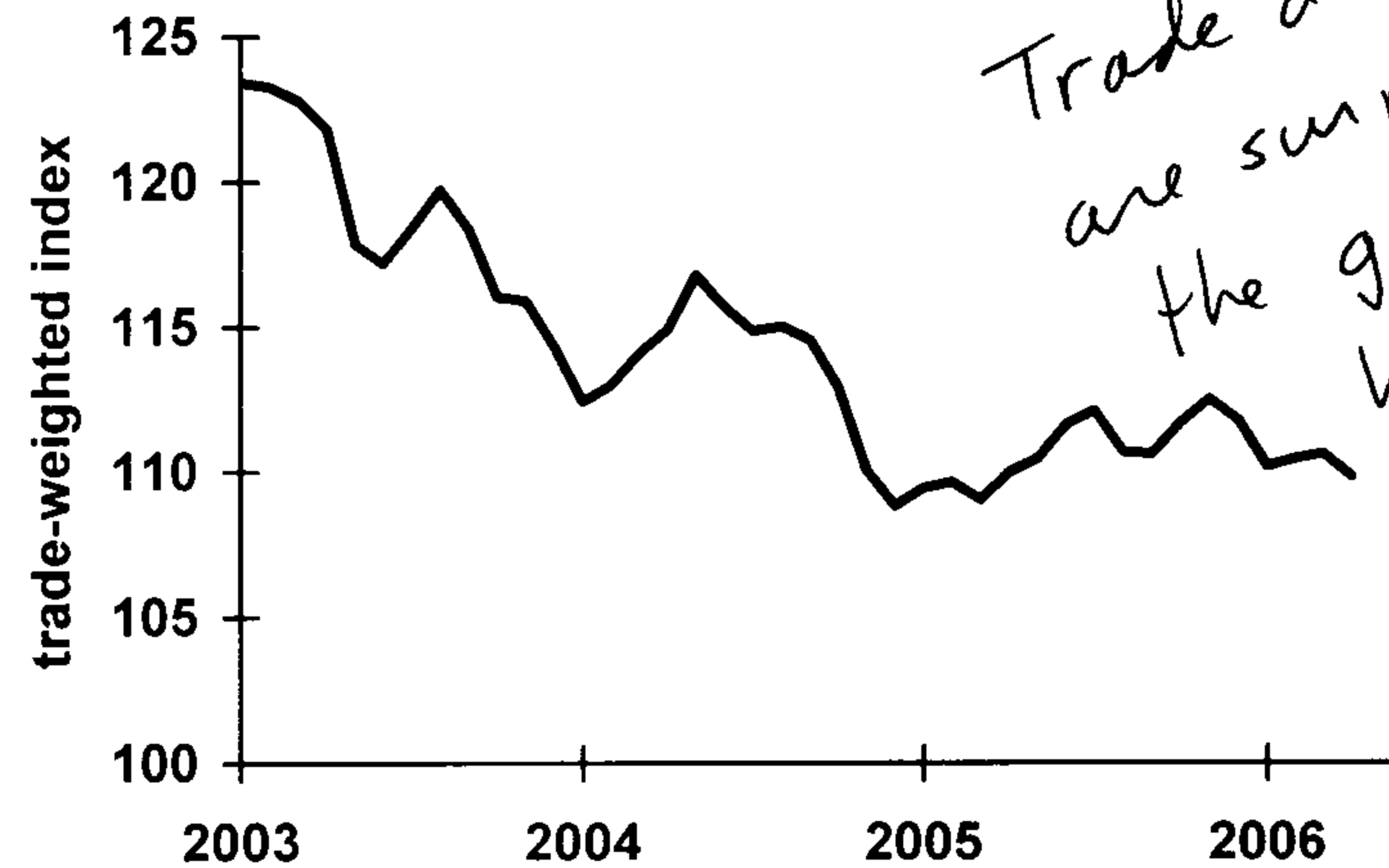
Inflation

Personal Consumption Price Index



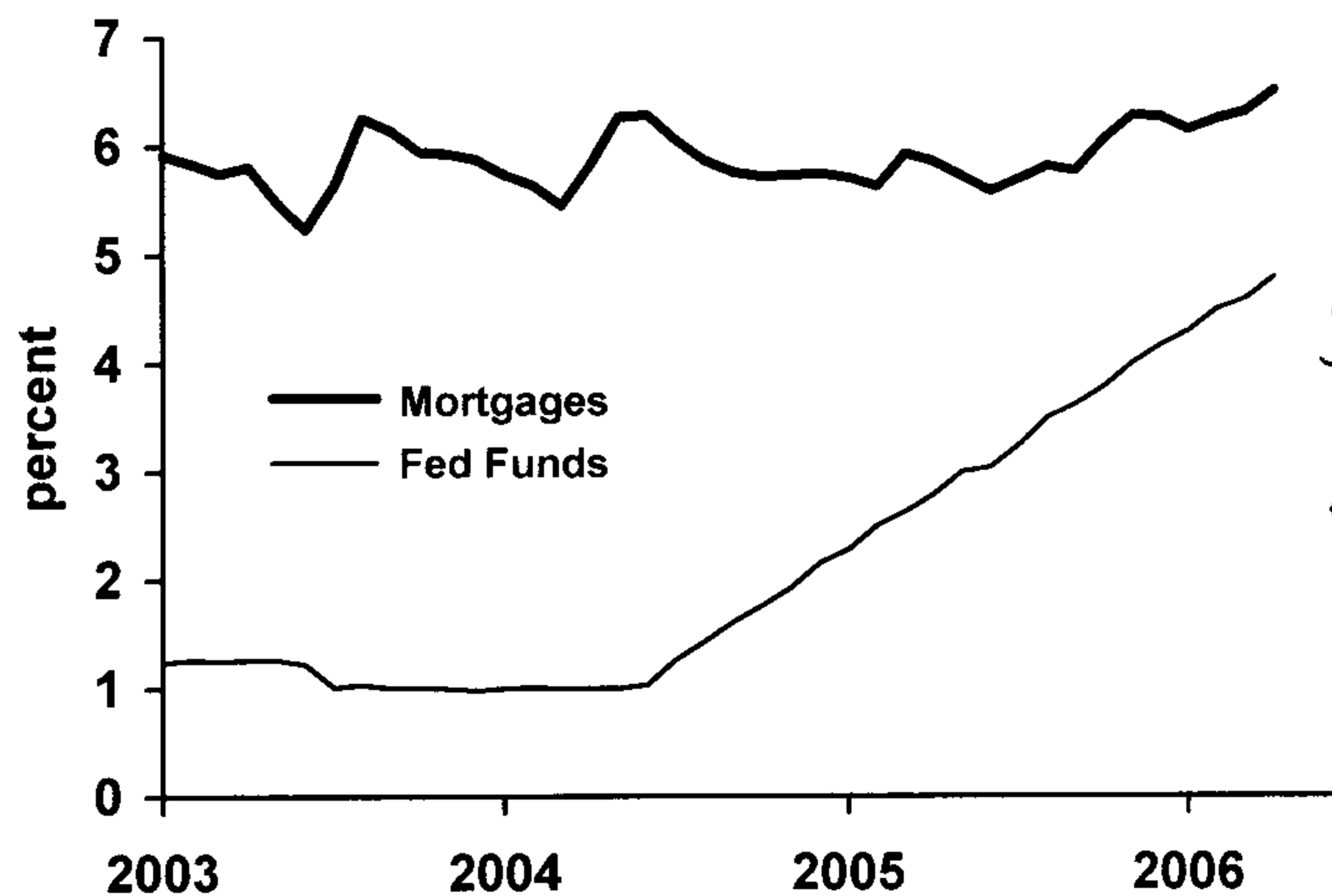
Not a huge problem, but will be higher than Fed's target until oil prices fall.

Value of U.S. Dollar



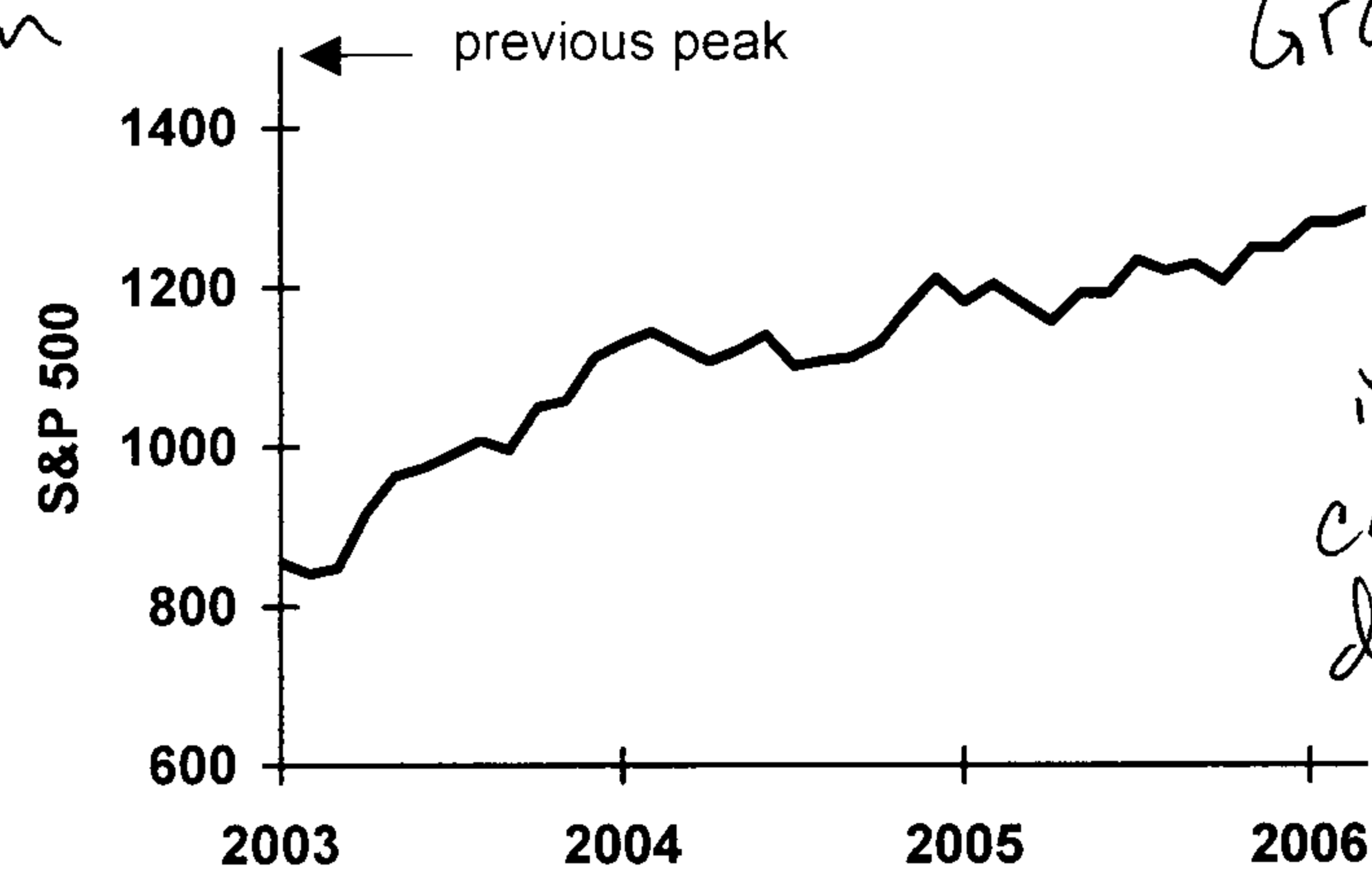
Trade deficit hawks are surprised that the greenback has not tanked.

Interest Rates



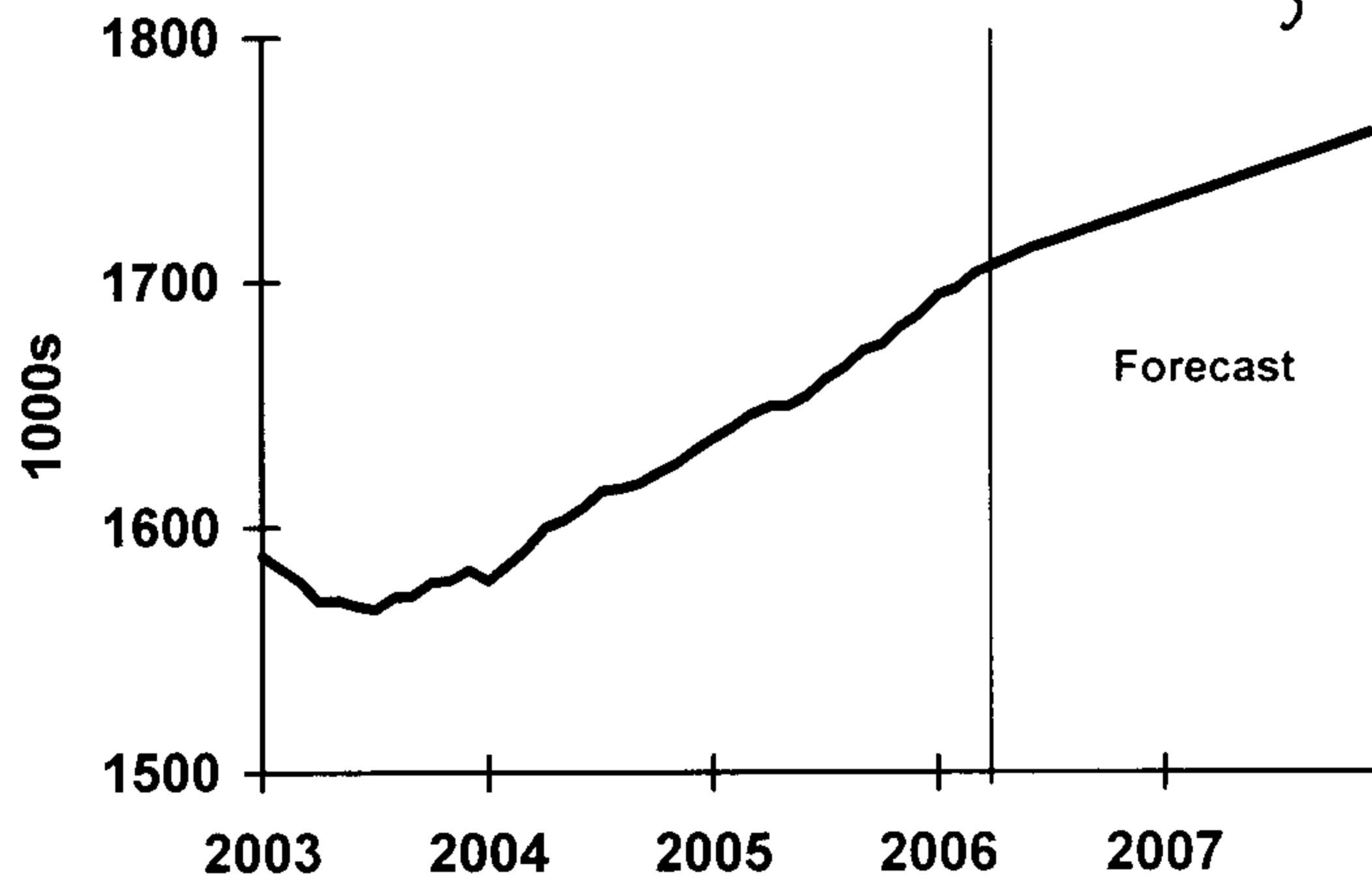
Long rates will rise faster than short-term rates over next year.

Stock Market



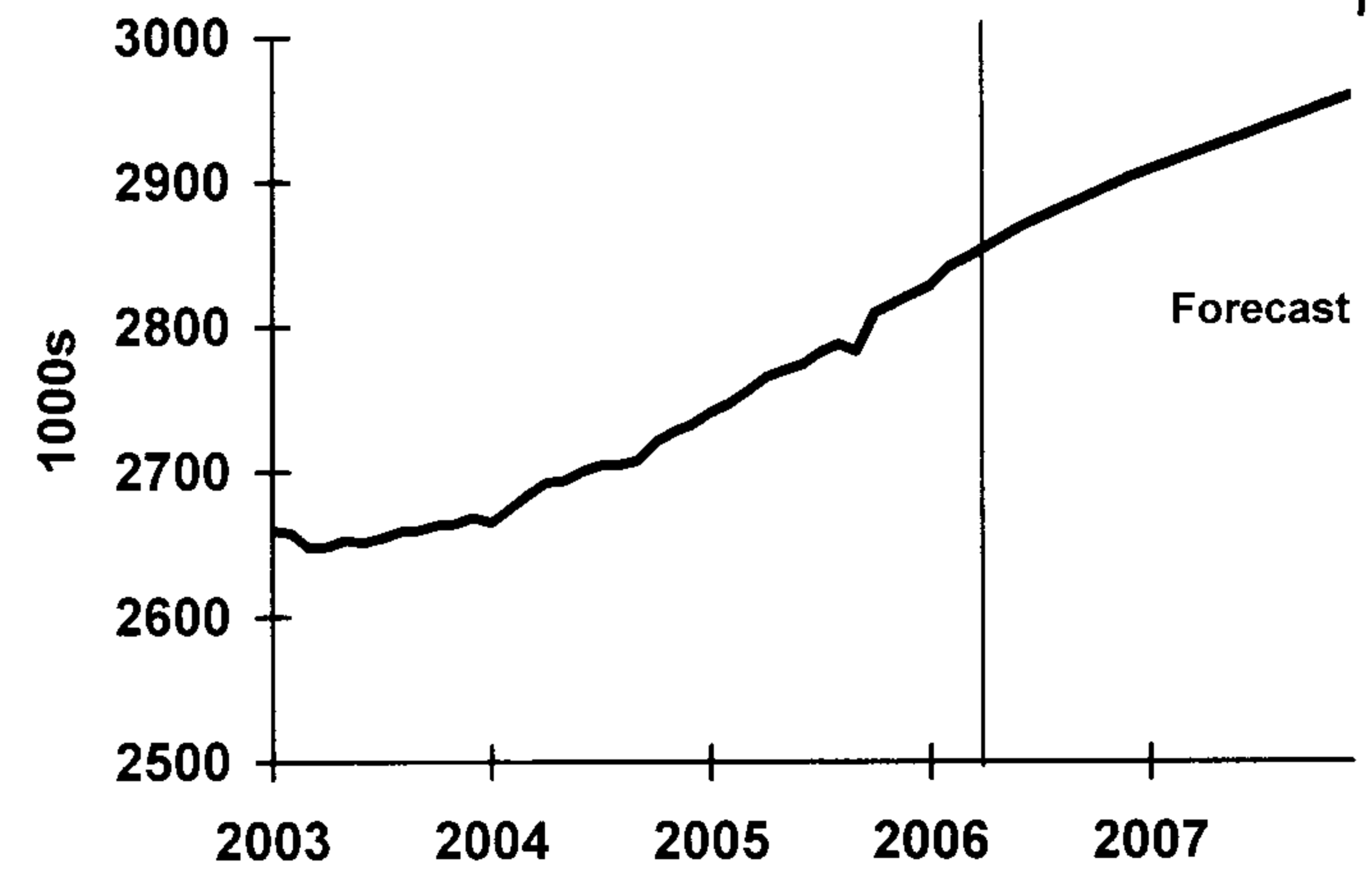
Gradual improvement. Best gains in emerging countries, developed countries, and U.S. small cap.

Oregon Employment



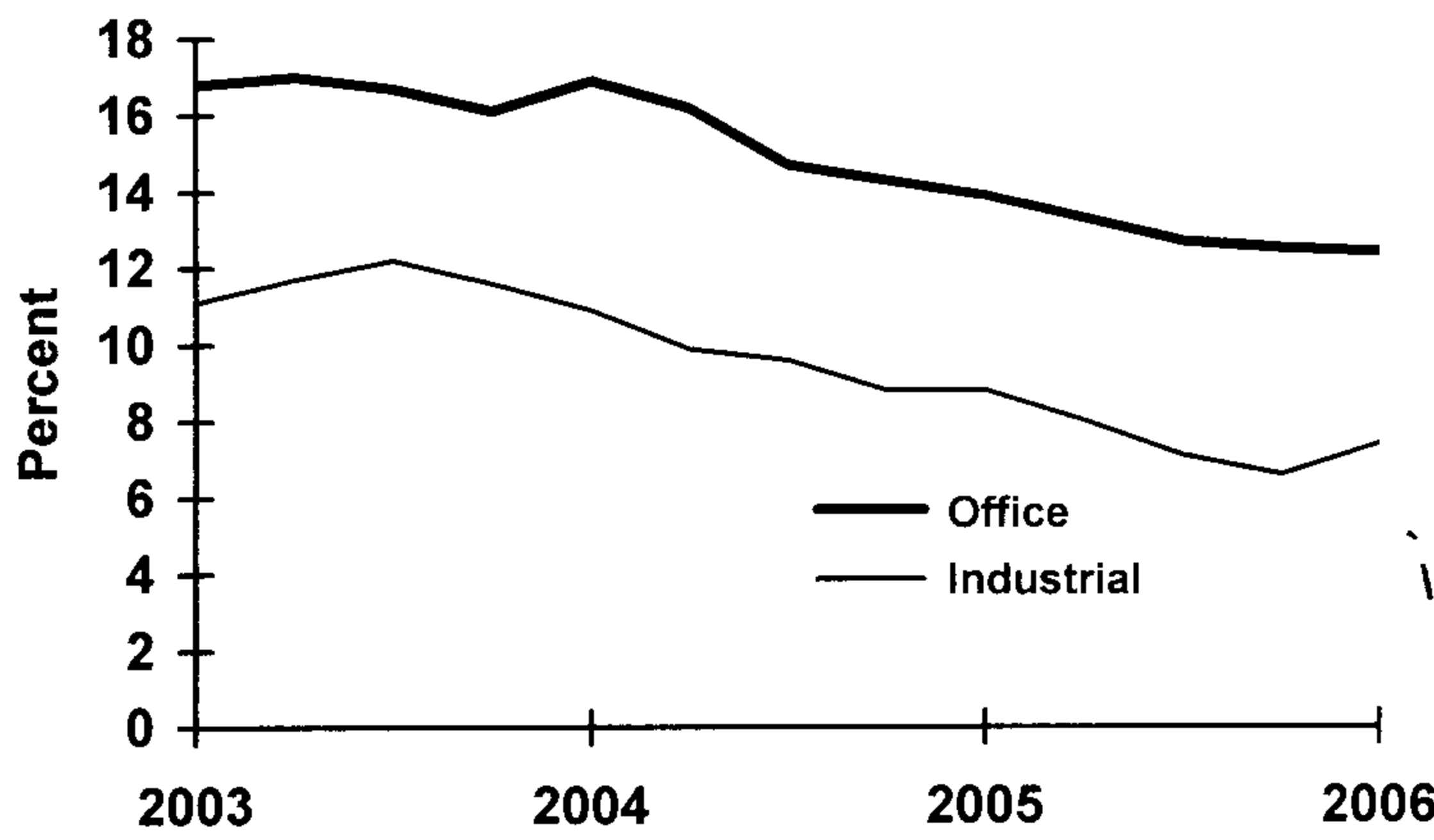
Slightly slower growth going forward.

Washington Employment



Nice growth, thanks in large part to Boeing

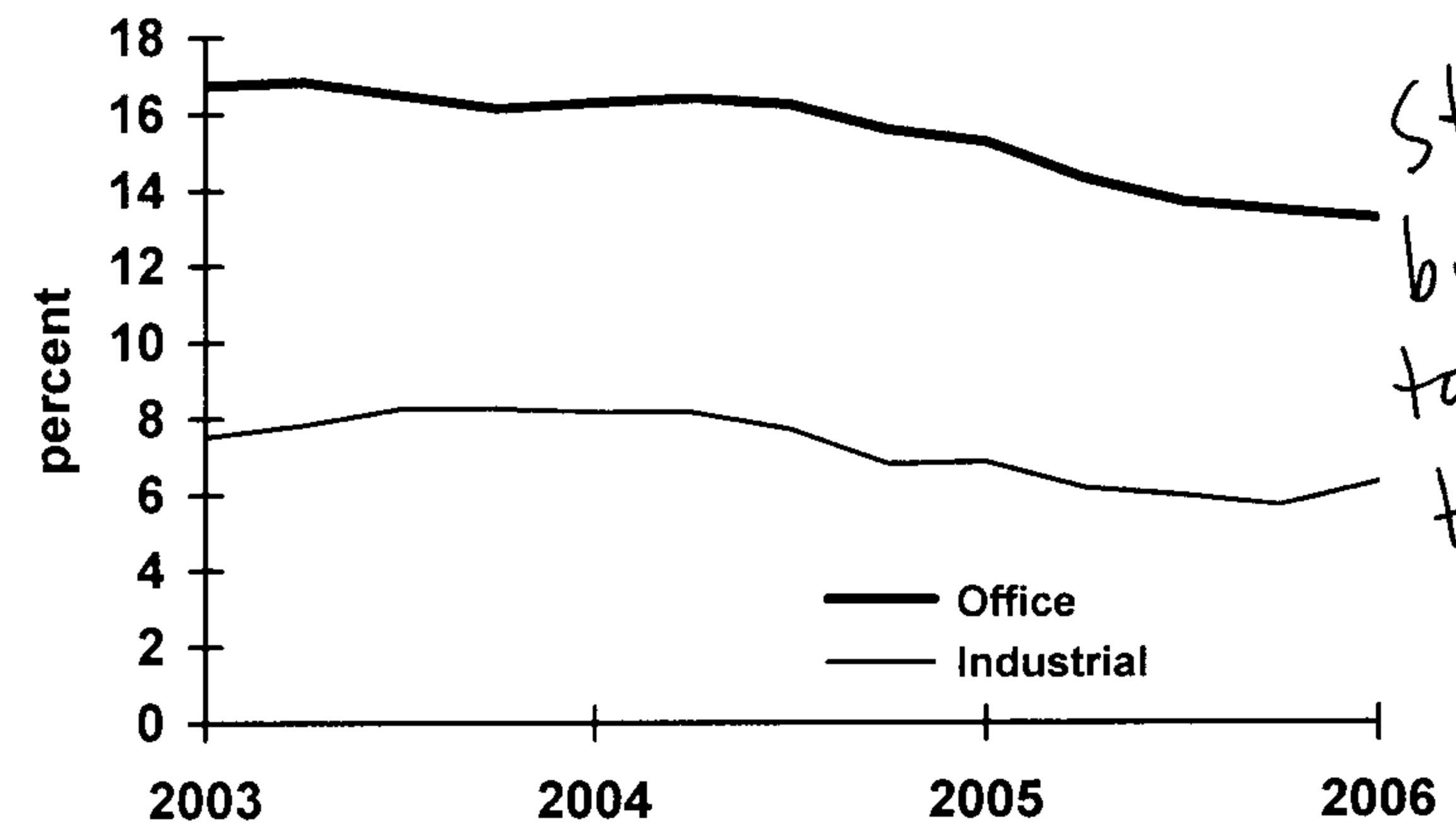
Portland Vacancy Rates



New construction in industrial sector pushed up vacancy a bit

Source: Grubb & Ellis

Seattle Vacancy Rates



Still high, but likely to continue trending down

Source: CB Richard Ellis