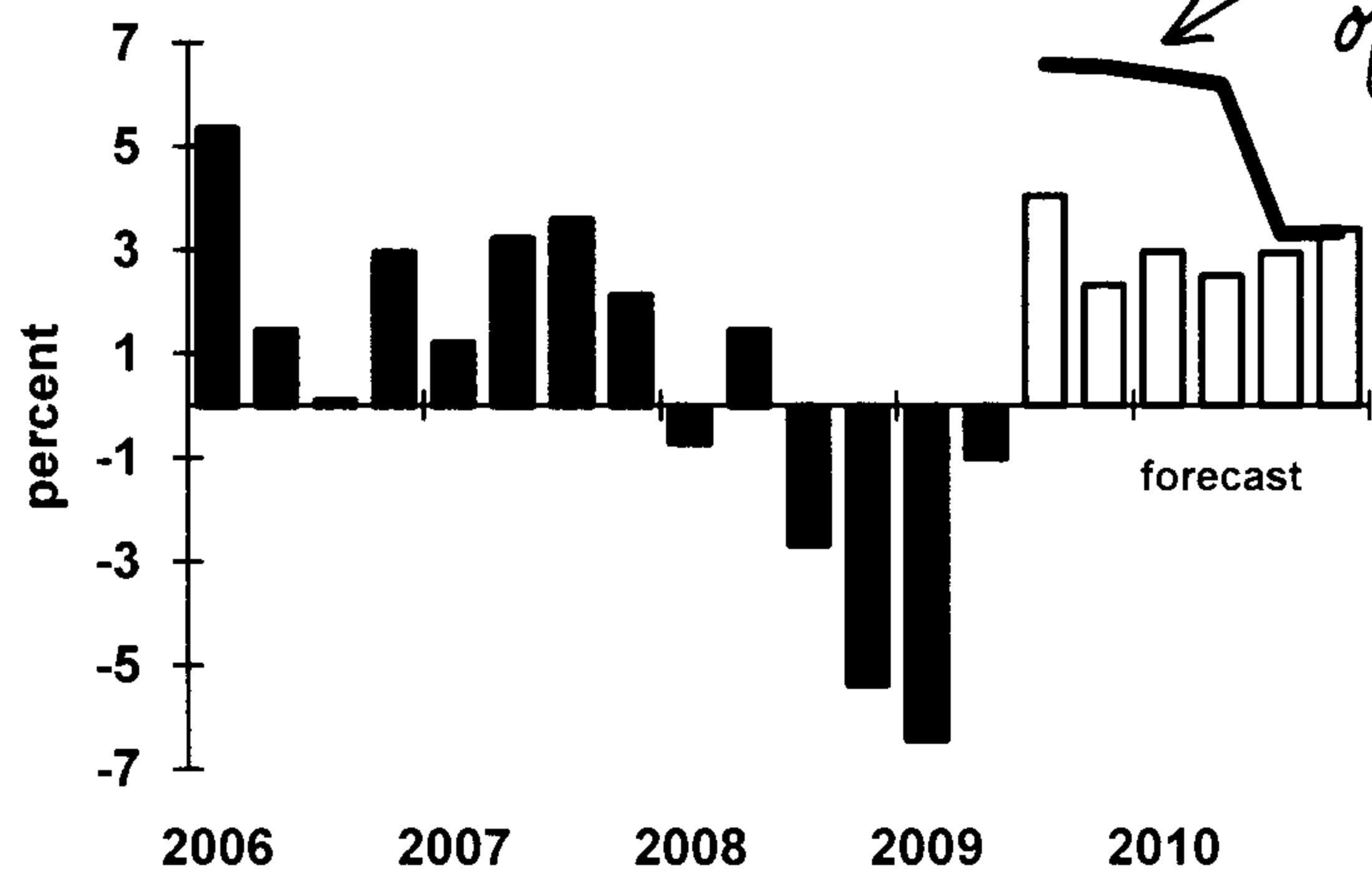


GDP Forecast



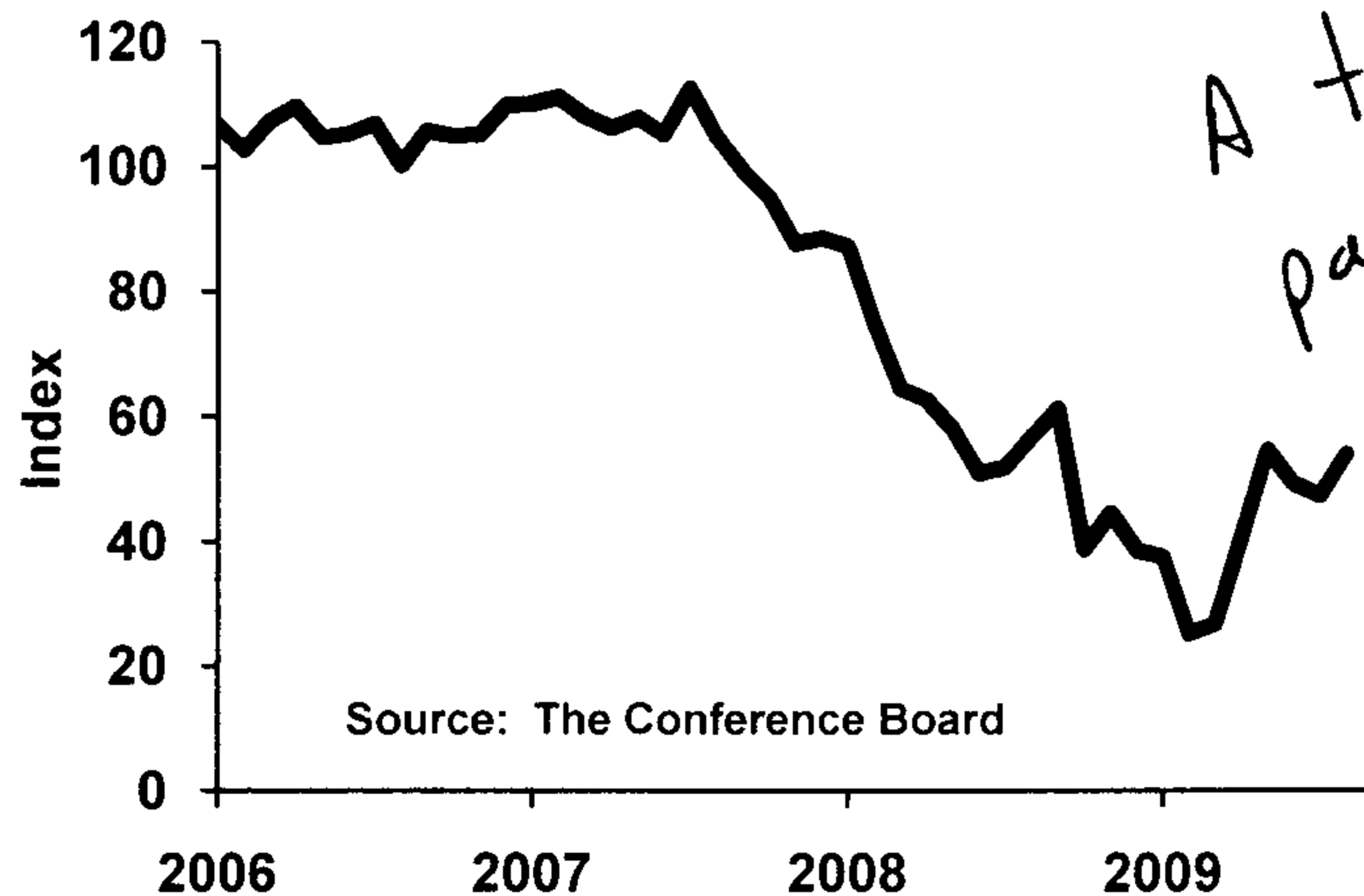
The average of all past recoveries, so my forecast is conservative.

Sectors Showing an Upturn

- Retail sales
- Real consumer spending
- Car sales
- Consumer confidence
- Industrial production
- Housing starts
- Building permits
- New home sales
- Existing home sales
- Purchasing managers index
- Capital goods orders
- Total business sales
- Stock market

Too many to chart!

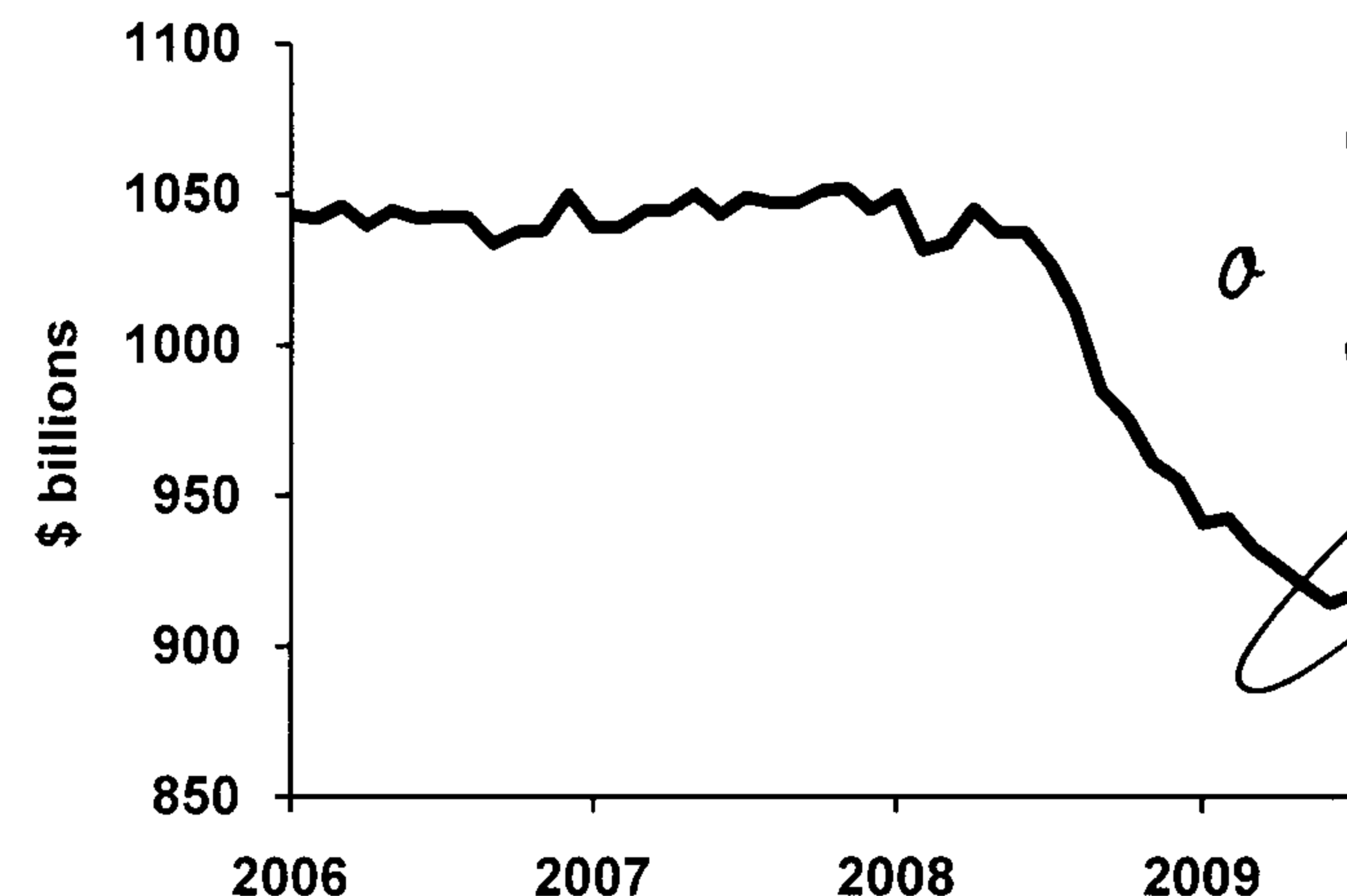
Consumer Confidence



Source: The Conference Board

A typical pattern: upturn, but not back to previous peak.

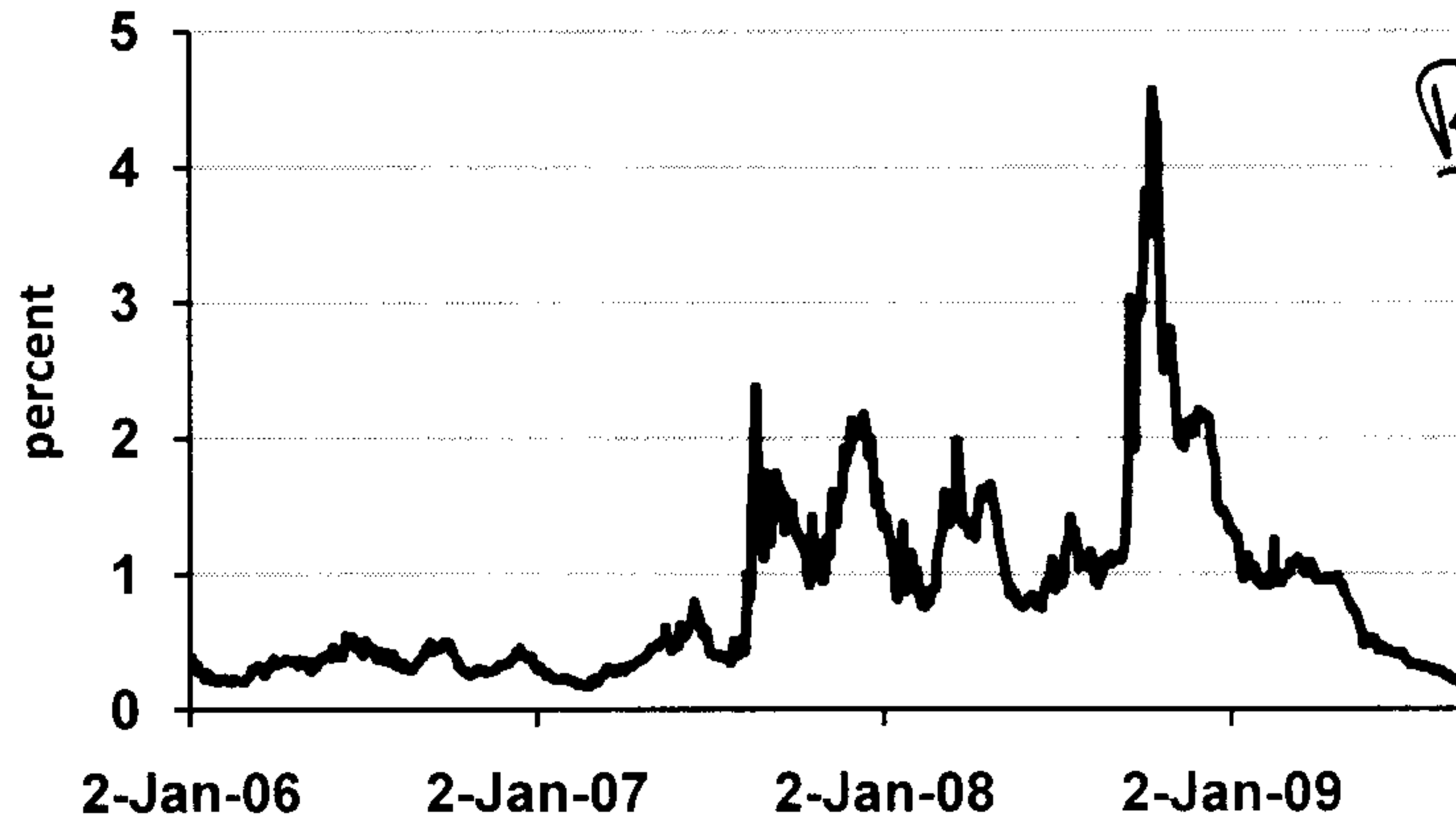
Real Business Sales



a little upturn overall.

TED Spread

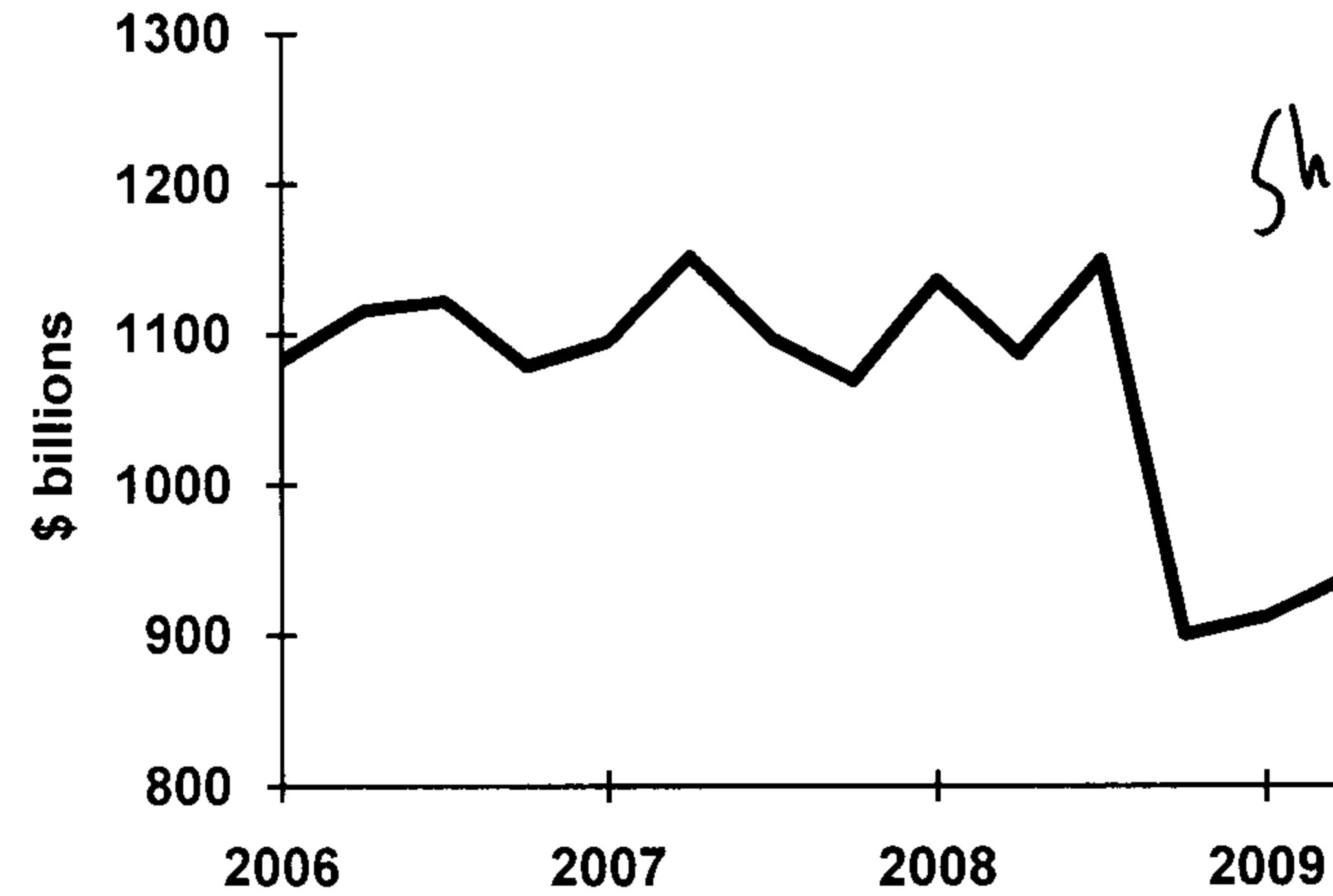
3-month LIBOR minus T-bills



Back to normal for this gauge of financial stress.

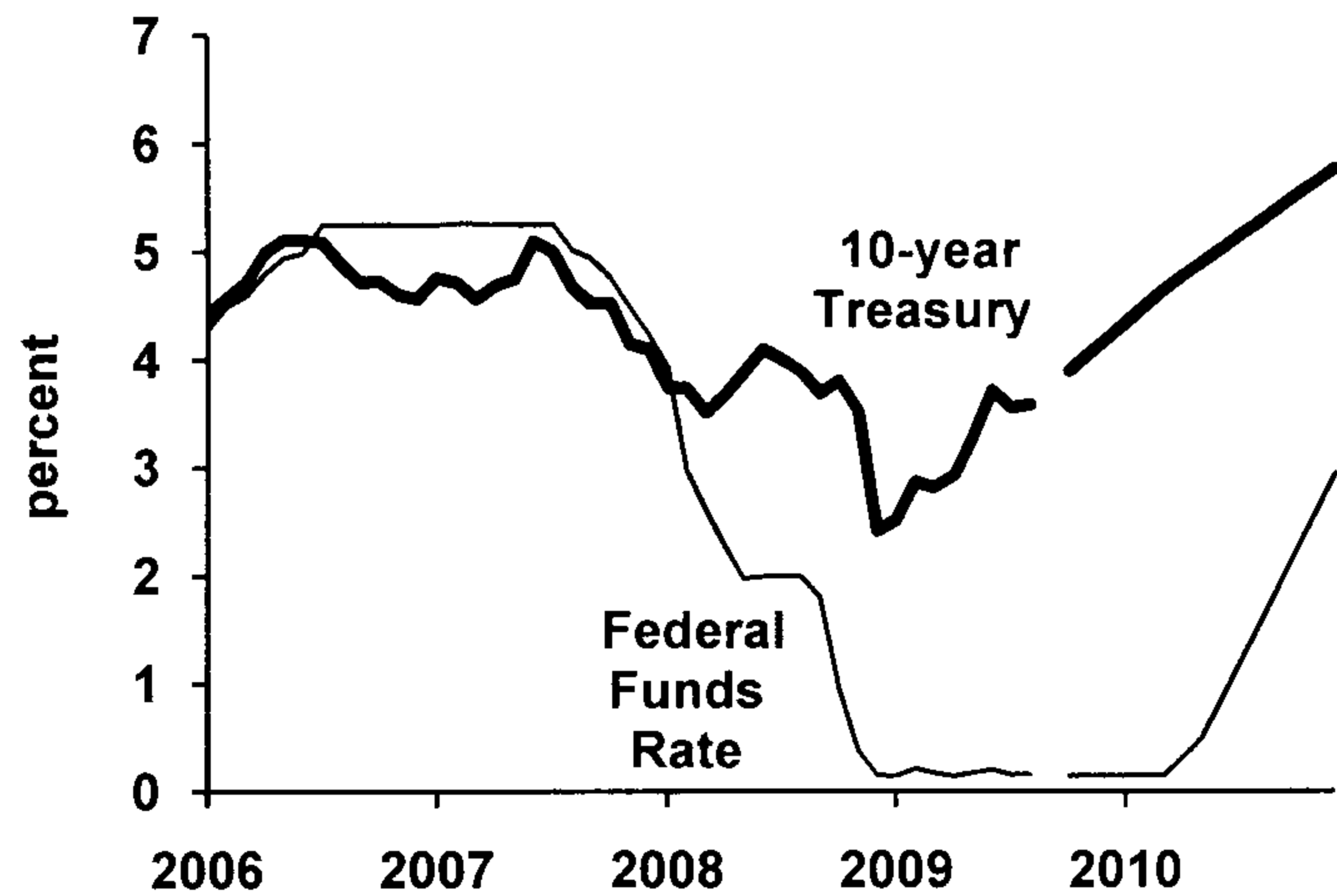
Corporate Profits After-Tax

based on tax data



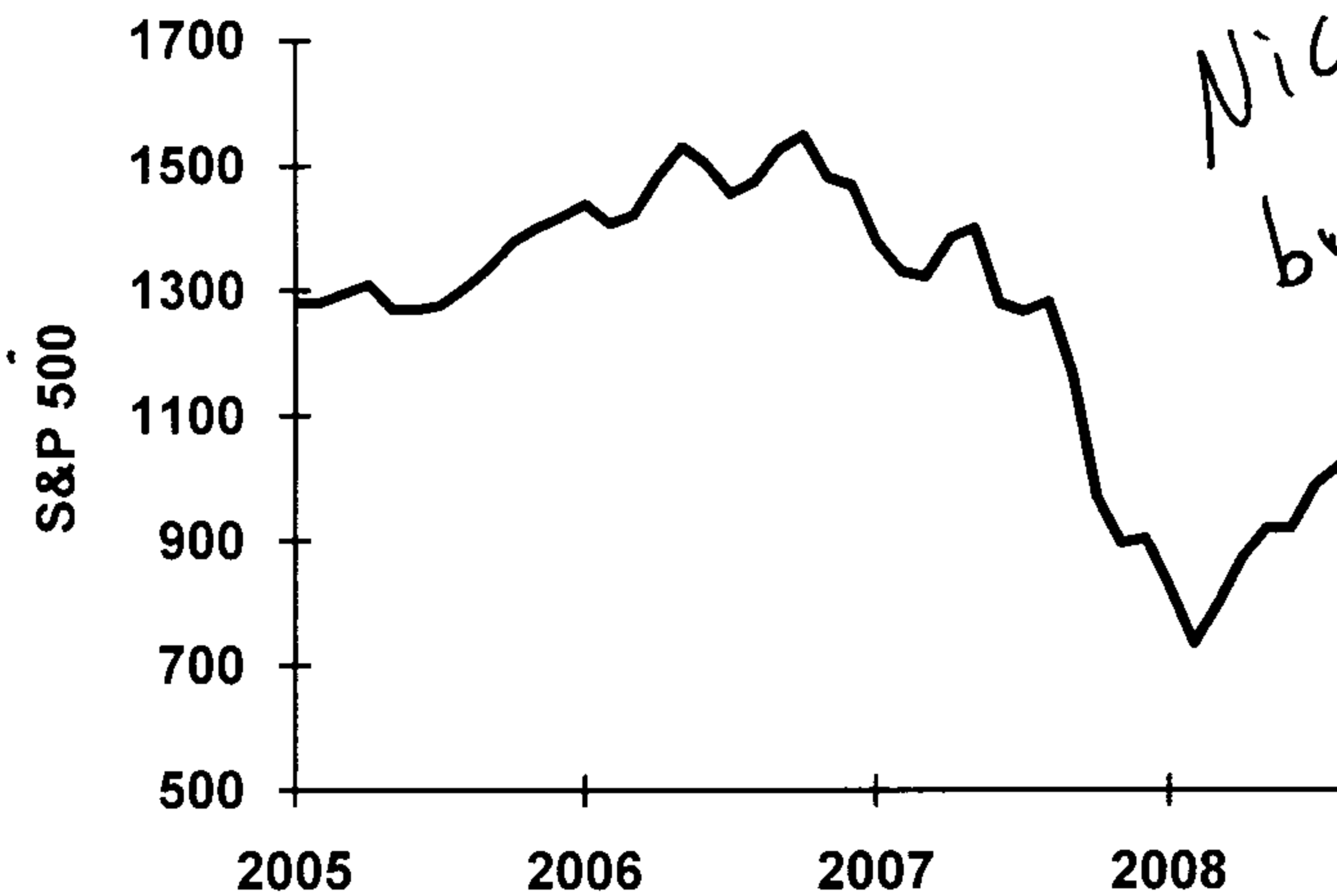
Should improve further in 2nd half.

Interest Rates



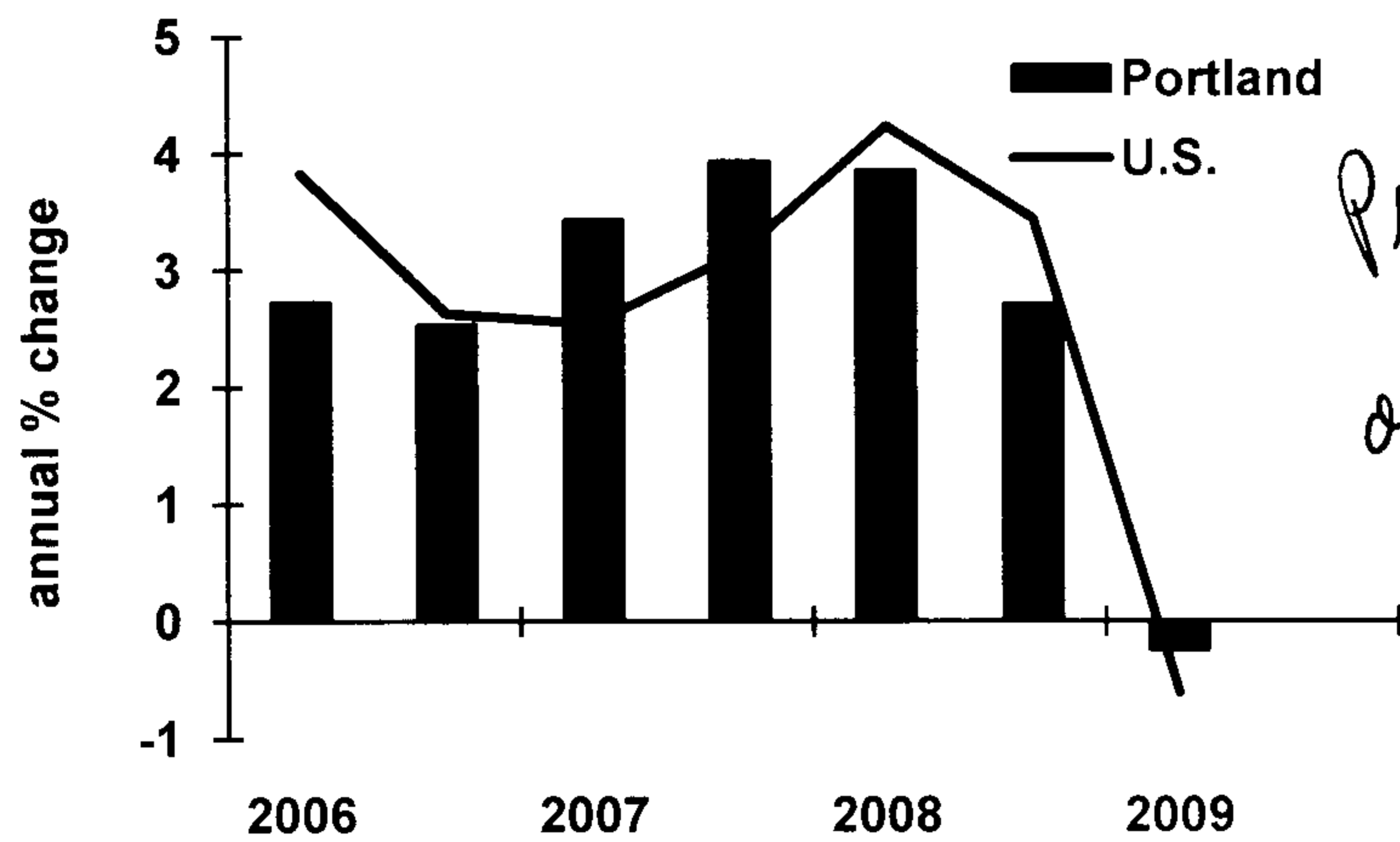
You can argue about the timing, but not the direction.

Stock Market



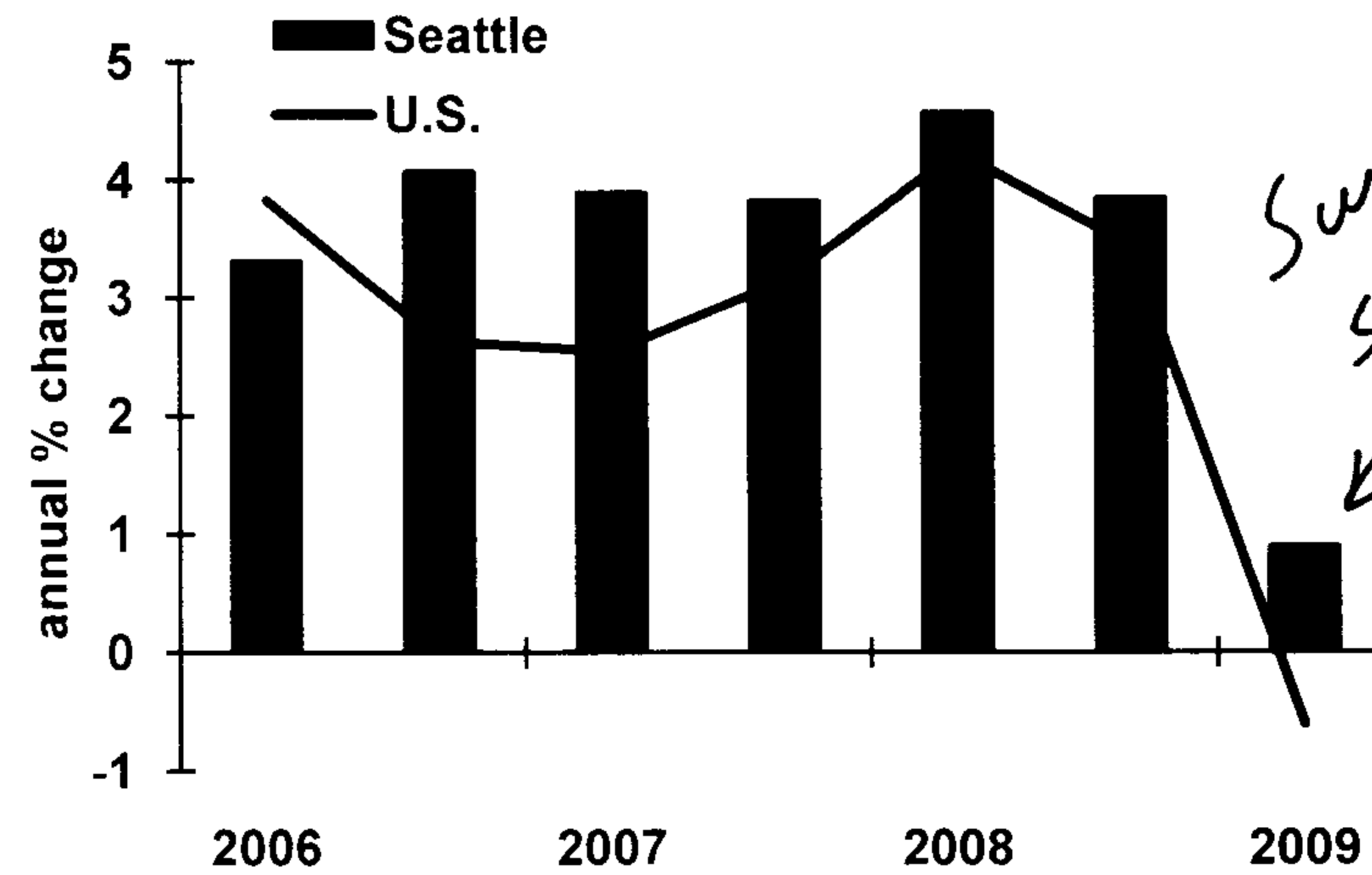
Nice rebound, but still depressed.

Portland CPI



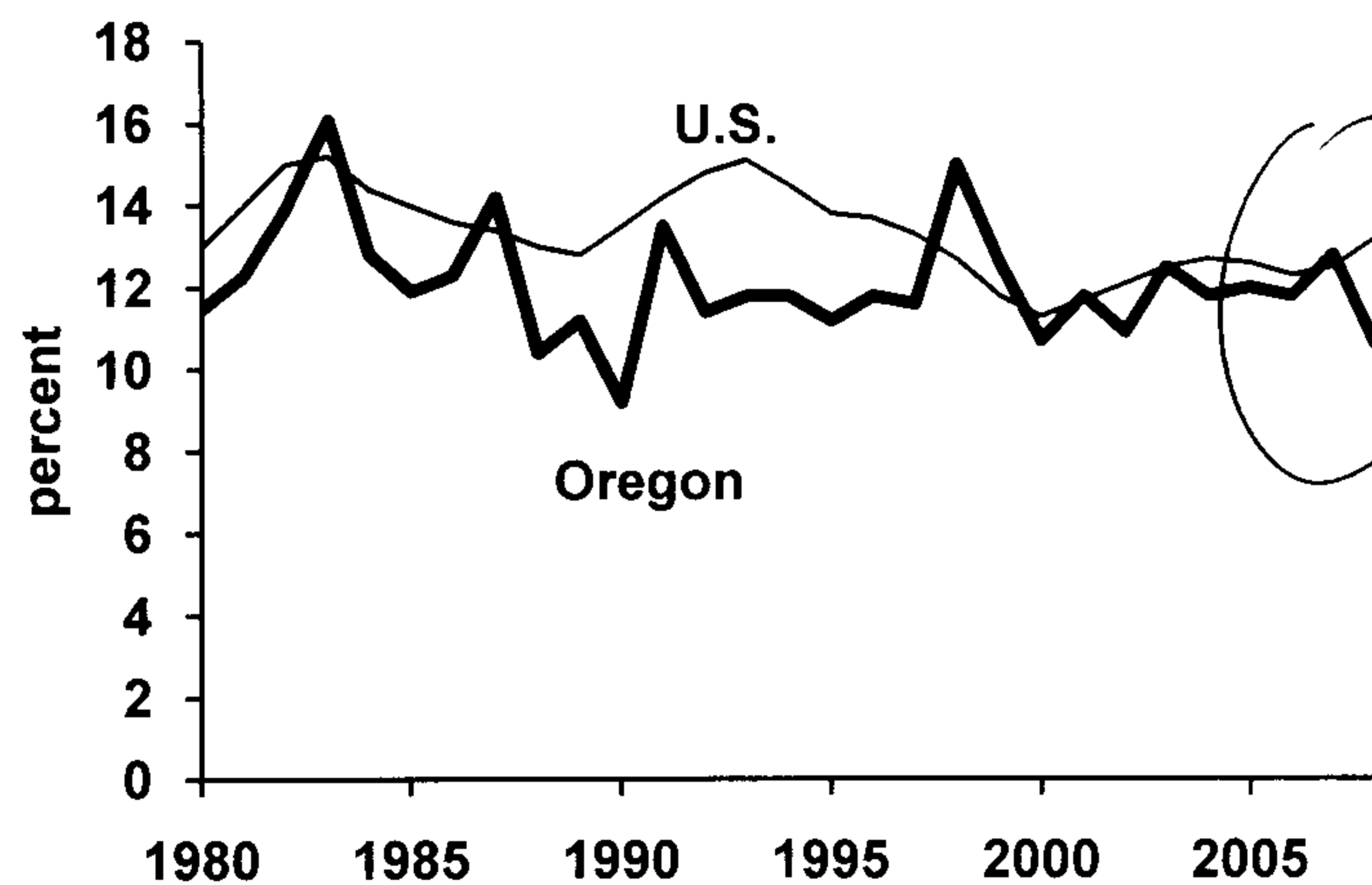
Prices down all over.

Seattle CPI



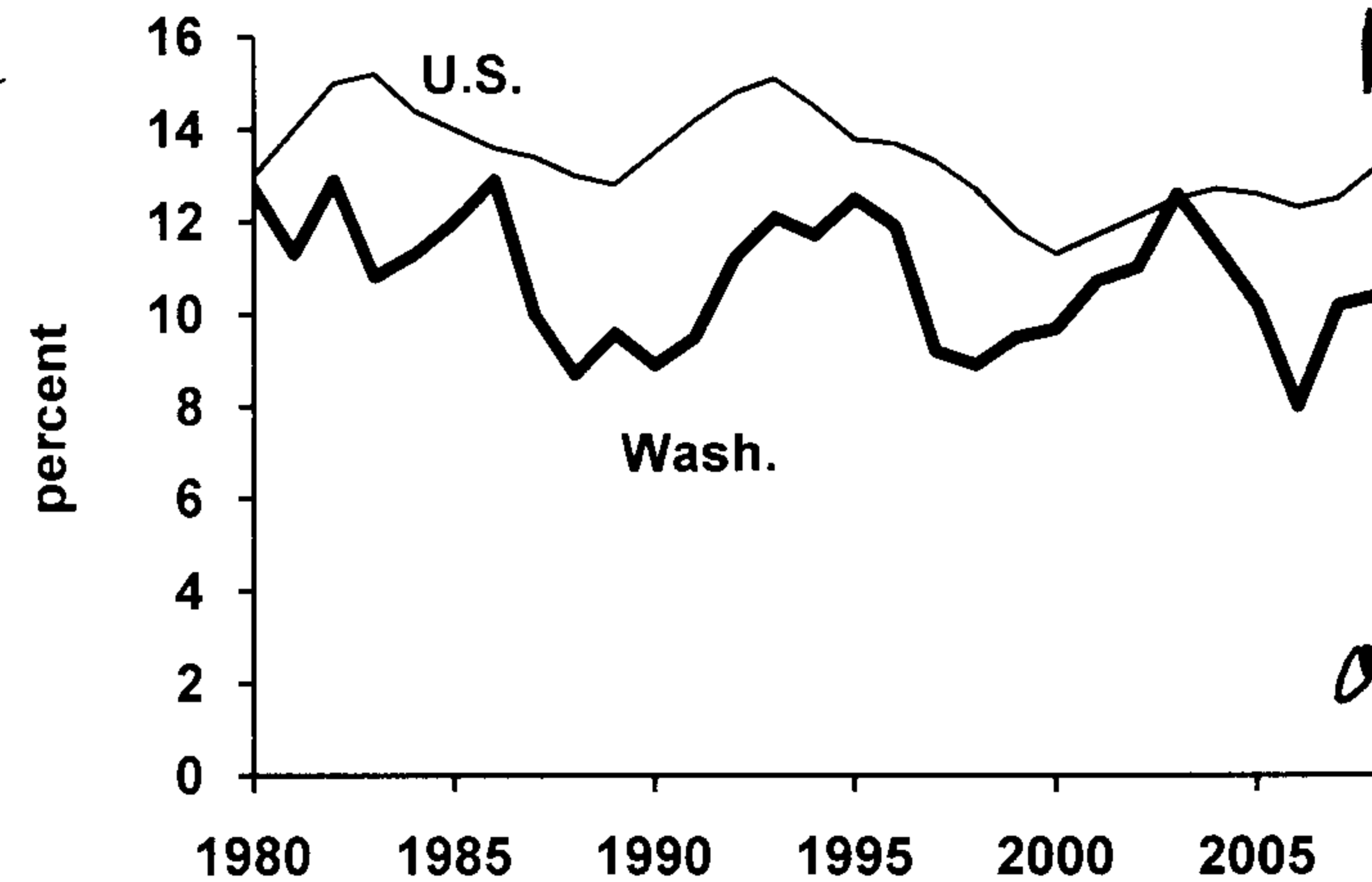
Surprisingly strong; gas prices dropped less here than in U.S.

Poverty Rate in Oregon



The recession came later to OR

Poverty Rate in Washington



Note: these data exclude food stamps and other in-kind aid.