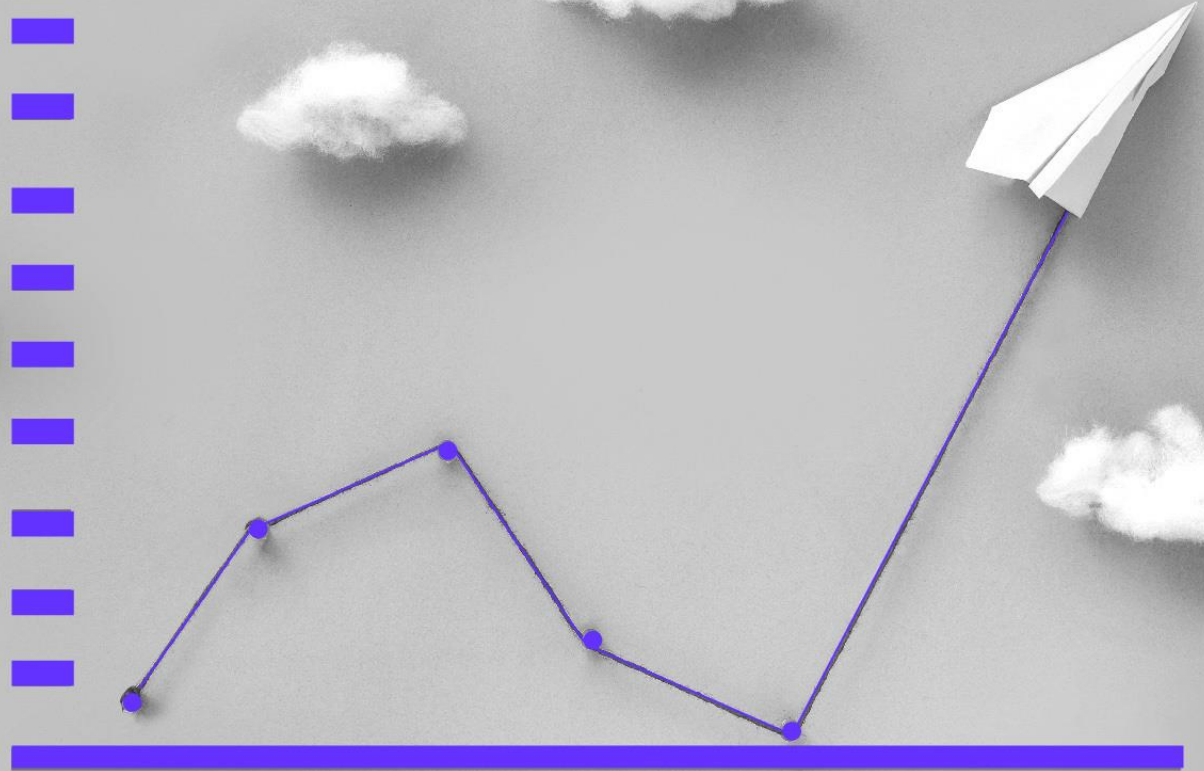


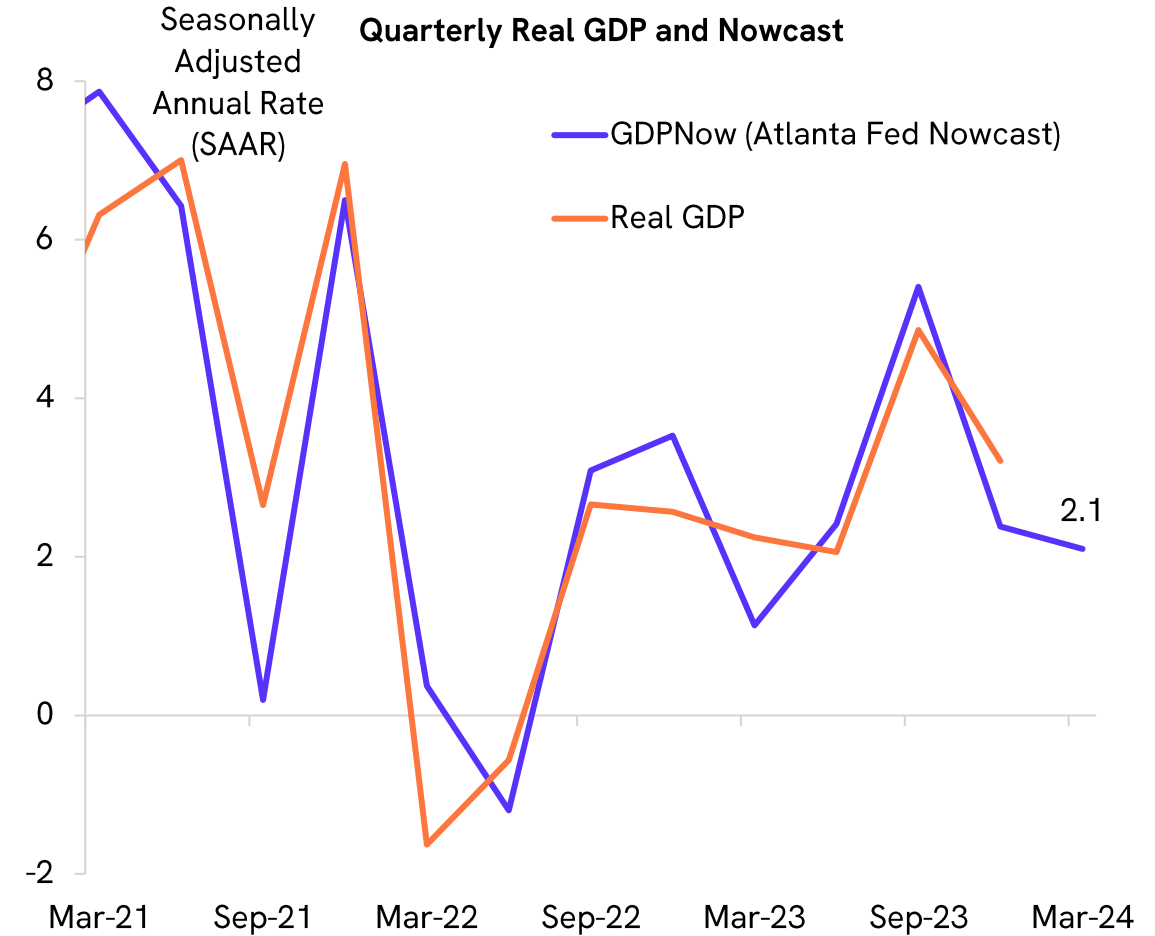
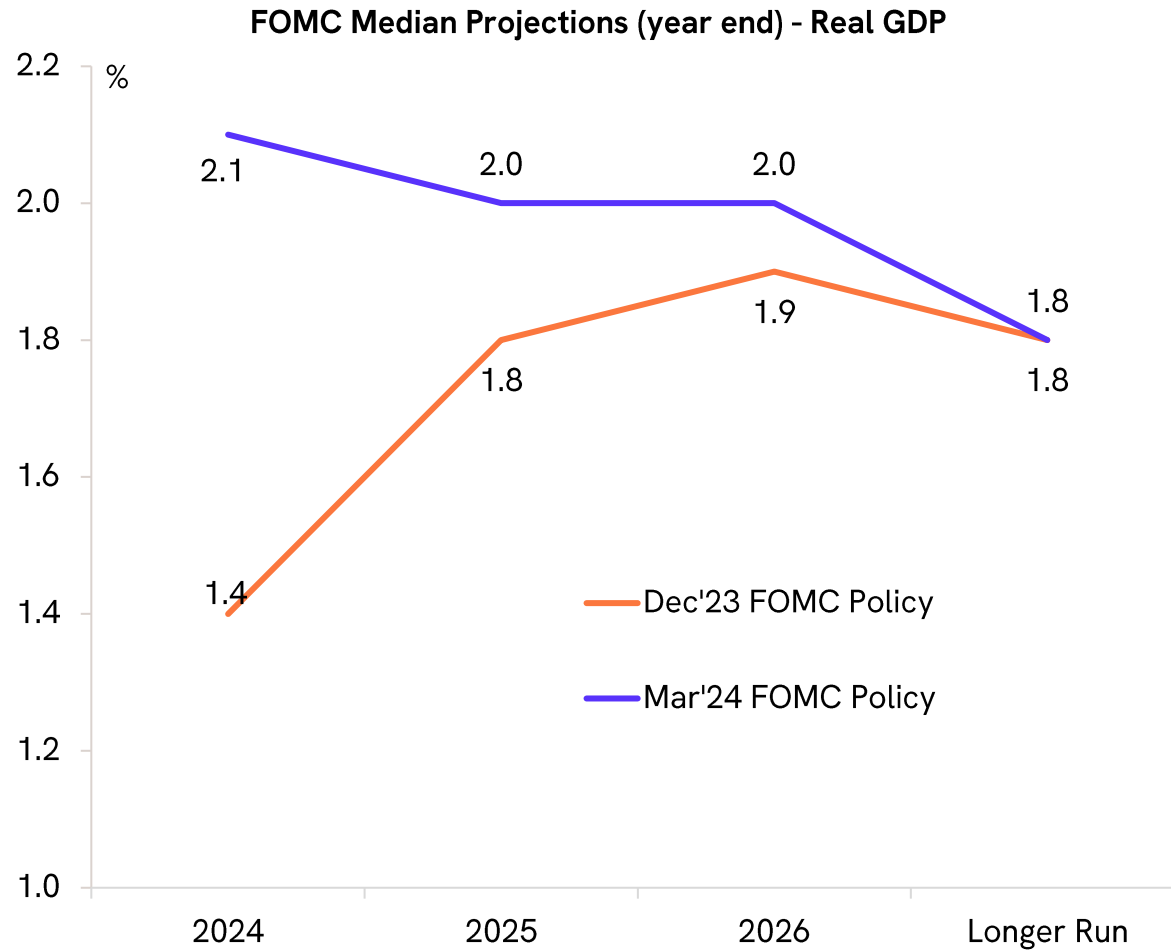
TRENDS & TIDES

**Mar'24 US FOMC holds
federal funds rate steady at
5.25-5.50%, dot plot
indicates three rate cuts in
2024**



FOMC revises growth projections upward in Mar'24 policy

US economic activity continues to remain resilient, as reflected in the Q1CY24 GDP nowcast of 2.1%



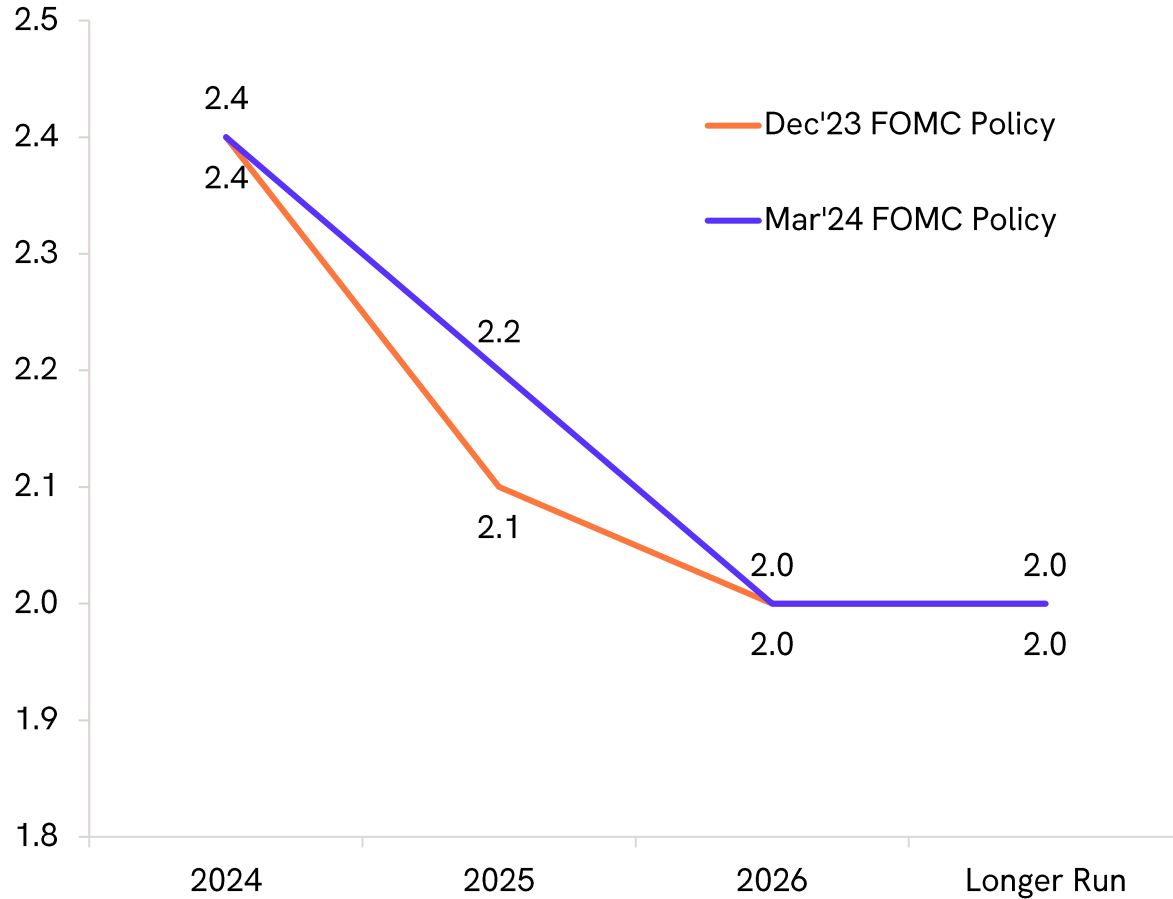
Note- FOMC: Federal Open Market Committee, GDPNow estimate as of 19th March 2024, Projections of real gross domestic product (GDP) are per cent changes from the fourth quarter of the previous year to the fourth quarter of the year indicated

Source: Fed, FRED, 360 ONE Asset Research

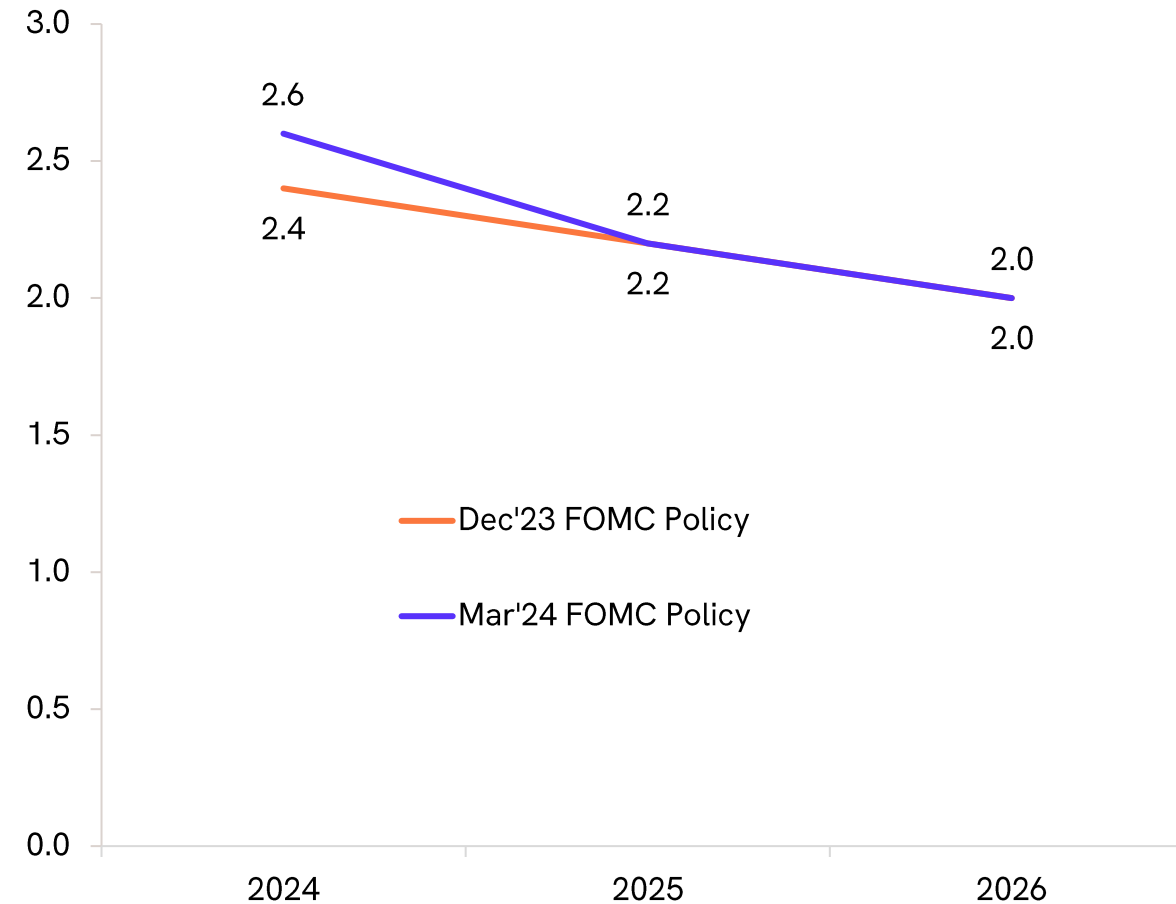
FOMC revises inflation projections marginally upward

FOMC participants project PCE inflation to be at 2.4% in 2024 and to gradually align with the 2% target by 2026

FOMC Median Projections (year end) – PCE Inflation



FOMC Median Projections (year end) – Core PCE Inflation

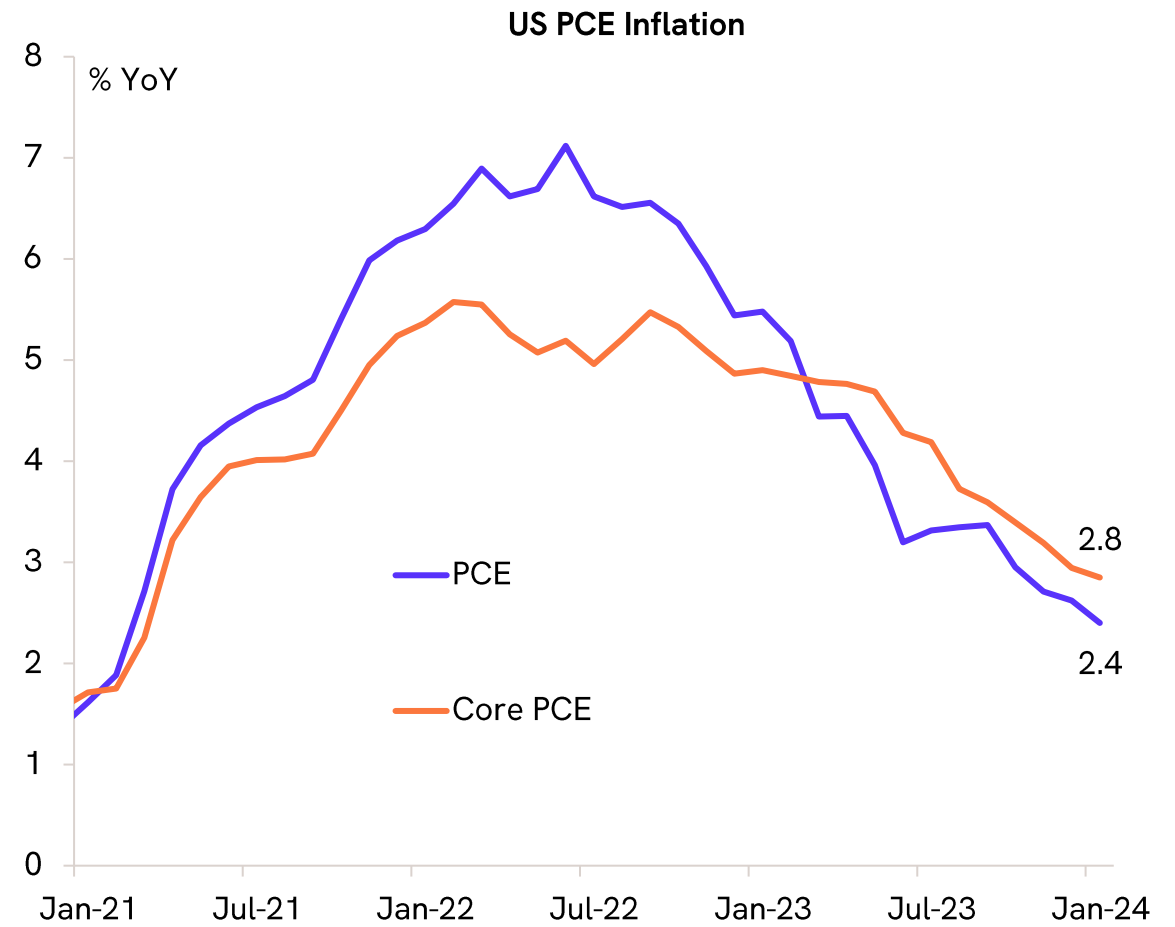
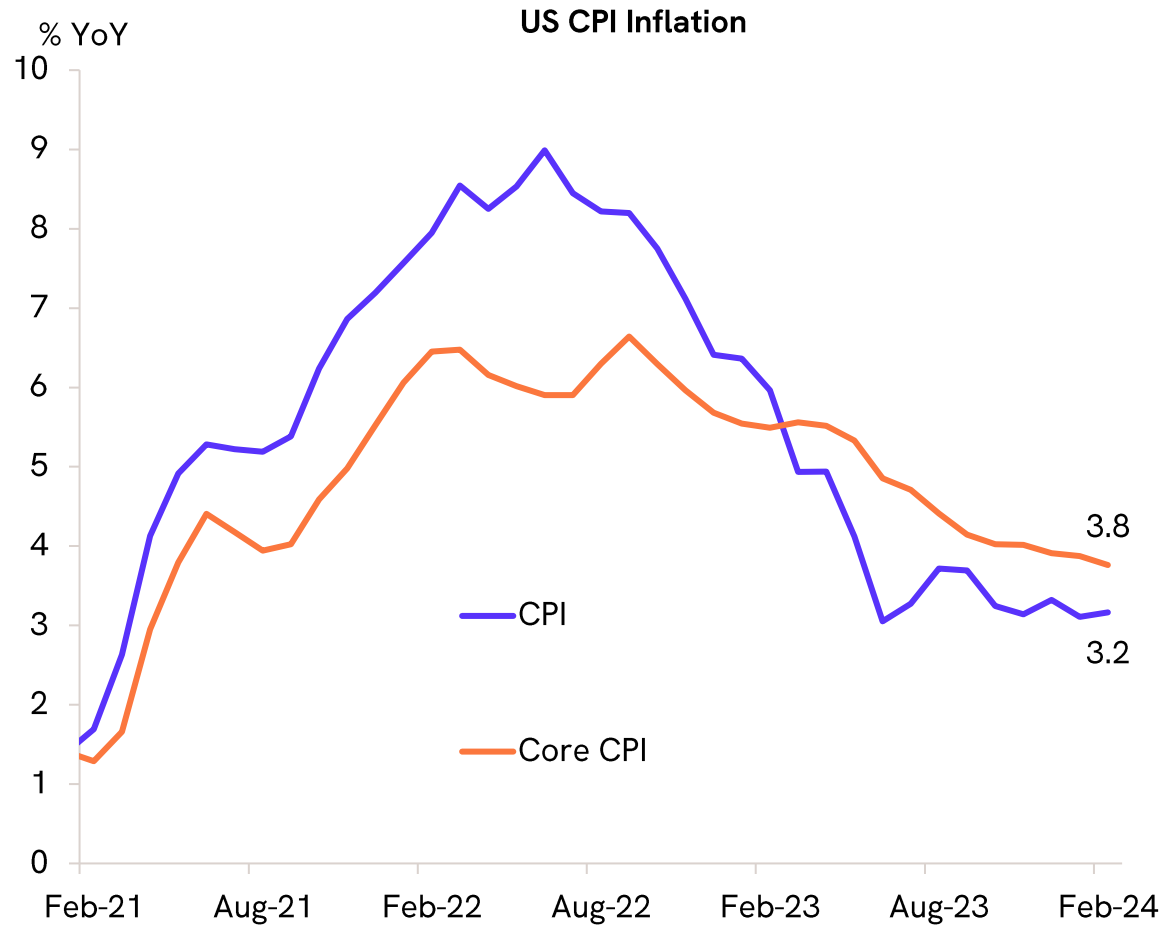


Note- PCE: Personal Consumption Expenditure Price Index, Projections for both measures of inflation are per cent changes from the fourth quarter of the previous year to the fourth quarter of the year indicated

Source: Fed, 360 ONE Asset Research

Descent of CPI inflation has slowed, but PCE continues to trend lower

Recent inflation prints have been higher than market expectations, leading FOMC to revise projections upward



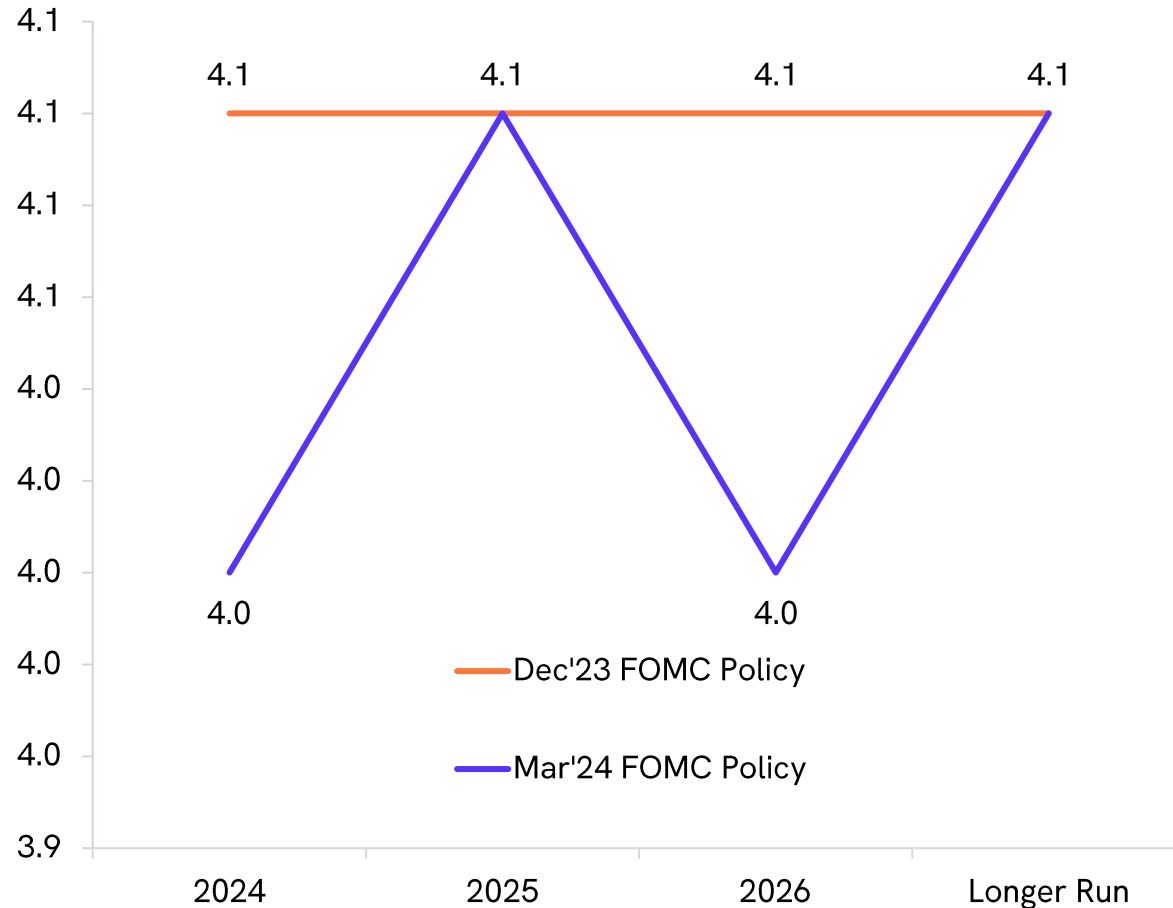
Source: FRED, 360 ONE Asset Research

Note- PCE: Personal Consumption Expenditure Price Index, CPI: Consumer Price index

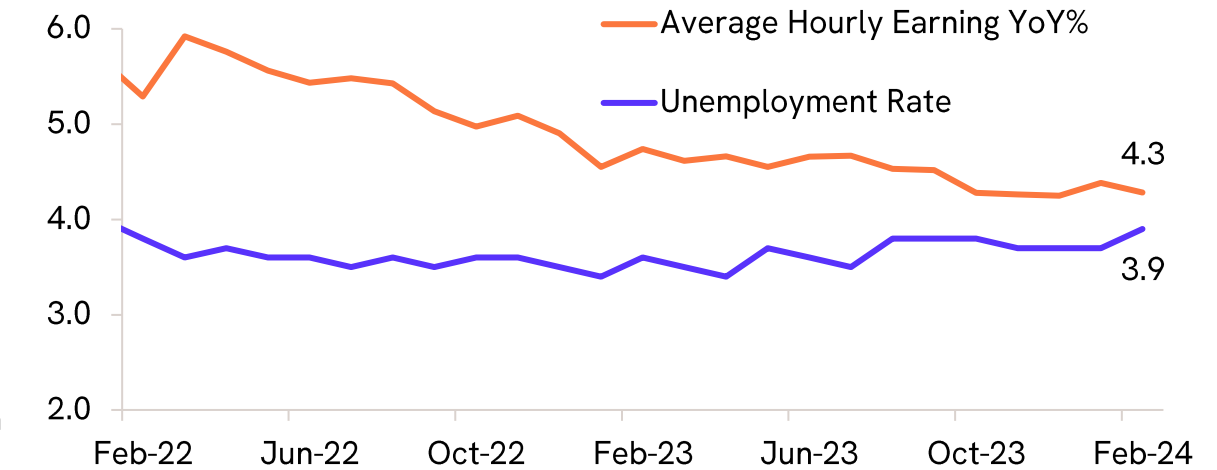
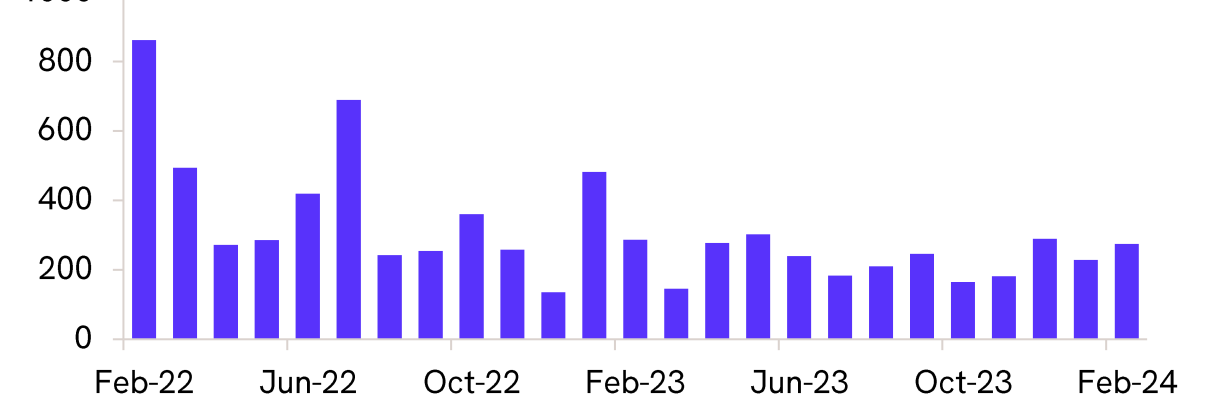
Unemployment rate revised marginally downward to 4% for 2024

The US labor market is cooling as the unemployment rate picks up, but job gains and earnings growth still remain high

FOMC Median Projections (year end) – Unemployment Rate



Thousands Non-Farm Payrolls (monthly change)

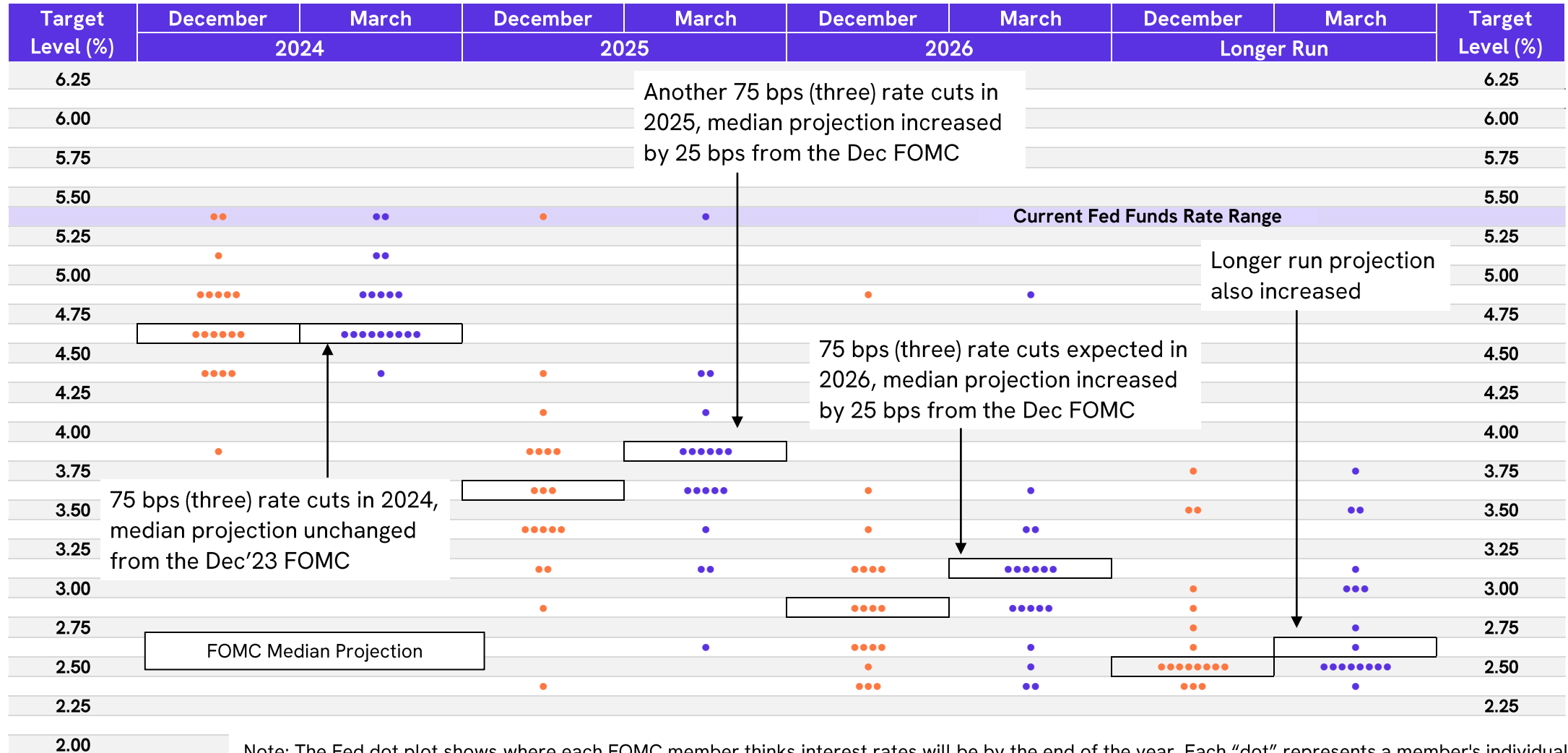


Source: FRED, FED, 360 ONE Asset Research

Note: Projections for the unemployment rate are for the average civilian unemployment rate in the fourth quarter of the year indicated

Dot Plot indicates 75 bps rate cuts in 2024 and another 75 bps in 2025

Powell reiterated policymakers' plan to lower interest rates by year's end and signalled a slower pace of QT ahead



Note: The Fed dot plot shows where each FOMC member thinks interest rates will be by the end of the year. Each "dot" represents a member's individual view.

Source: Fed, 360 ONE Asset Research

Disclaimer

This document constitutes confidential and proprietary material and may not be reproduced or further distributed in part or full to any other person without the written permission of 360 ONE AMC. This document is the property of 360 ONE AMC and must be returned to 360 ONE AMC or its affiliates upon request. This document is provided for assistance only and is not intended to be used for taking investment decisions or otherwise. This document is not investment, legal, tax, or accounting advice. The recipients should also inform themselves, and should take appropriate advice, on the legal requirements and shall not rely on this document for any subscription, purchase, holding, exchange, redemption or disposal of any investments. The opinions expressed herein are the personal opinions of the author. Past Performance is not an indicator/guarantee of future returns. Investment in securities are subject to market risk. Whilst every care has been taken in preparing this document, 360 ONE AMC and its affiliates and agents to the fullest extent permitted by applicable law disclaim any liability or responsibility for any error or omission or inaccuracy or mistake of any nature or any consequences of the use of the material/ information displayed on this document. Notwithstanding the aforesaid, nothing set out above shall exclude liability for any undertaking, representation, warranty or other assurance made fraudulently. The information given in this document is not exhaustive and is subject to change without notice.



asset
360
ONE

