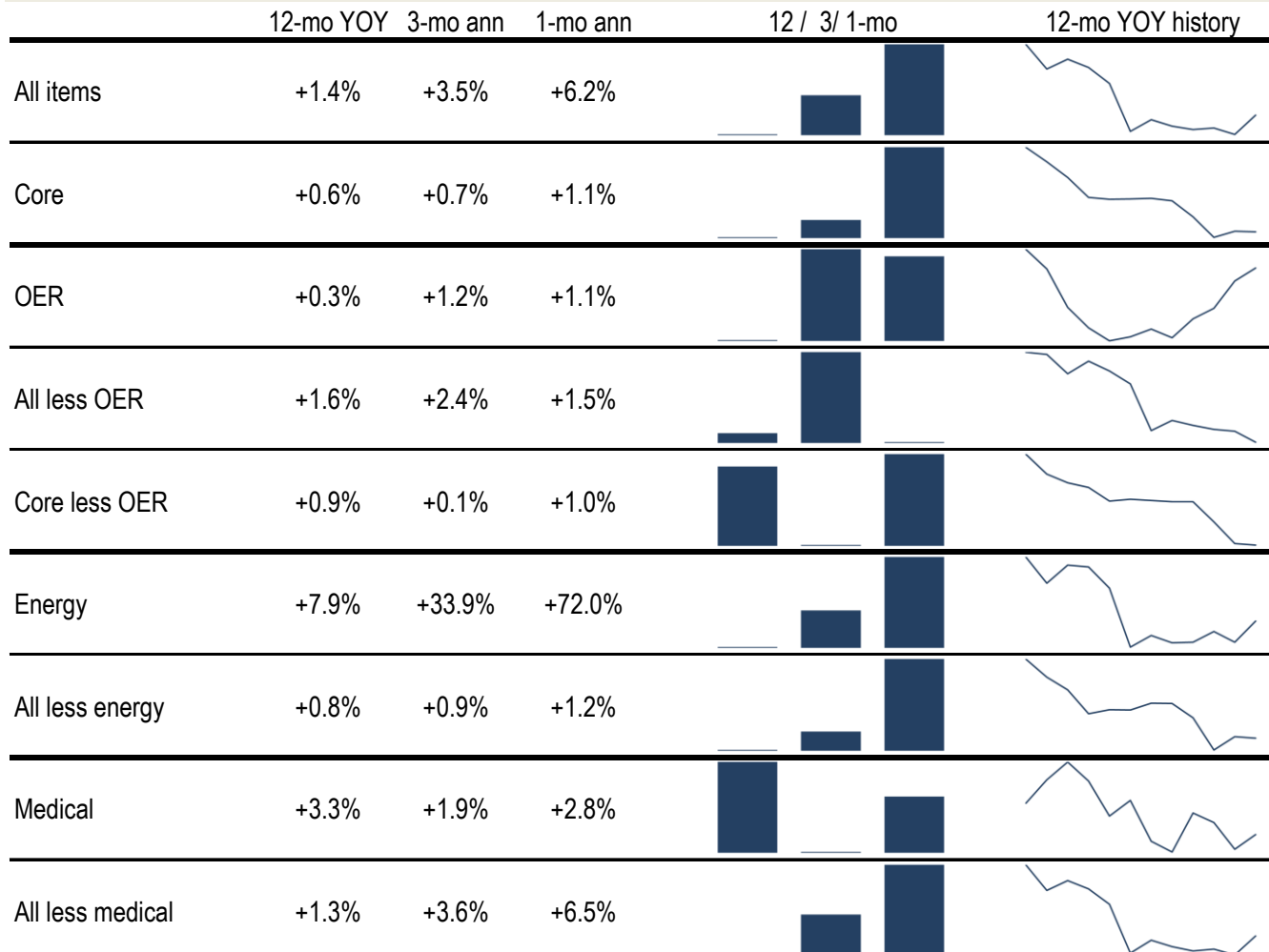


## Data Insights: Consumer Price Index, Producer Price Index

Friday, January 14, 2011

### Today's CPI data: what you need to know

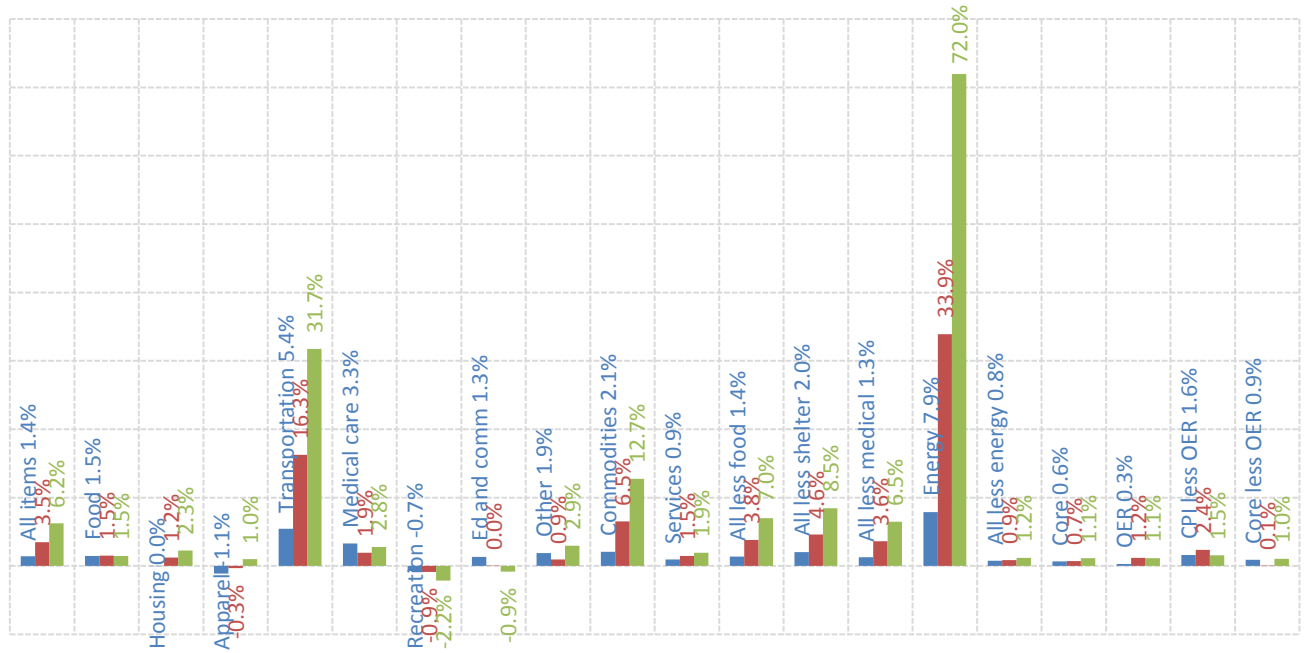


Source: BLS Consumer Price Index, TrendMacro calculations

#### For more information contact us:

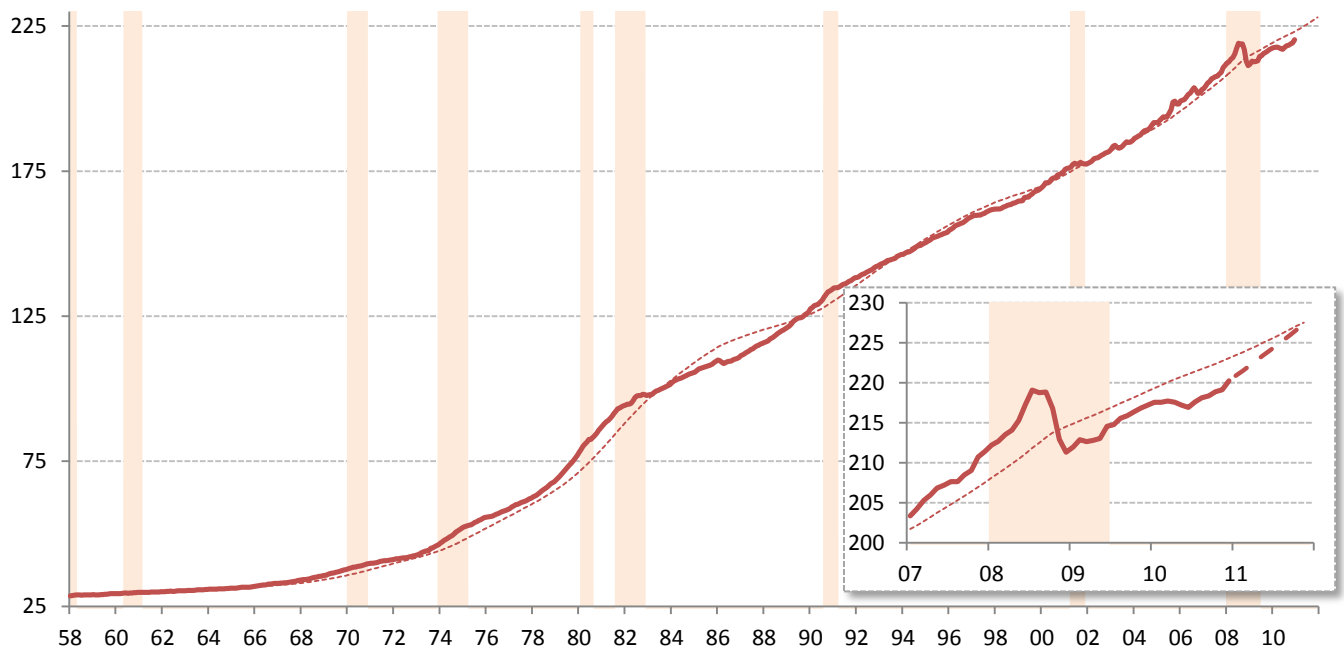
Donald Luskin: 650 429 2112 [don@trendmacro.com](mailto:don@trendmacro.com)  
 Thomas Demas: 704 552 3625 [tdemas@trendmacro.com](mailto:tdemas@trendmacro.com)

CPI inflation by sector (SAAR) ■ 12-month ■ 3-month ■ 1-month



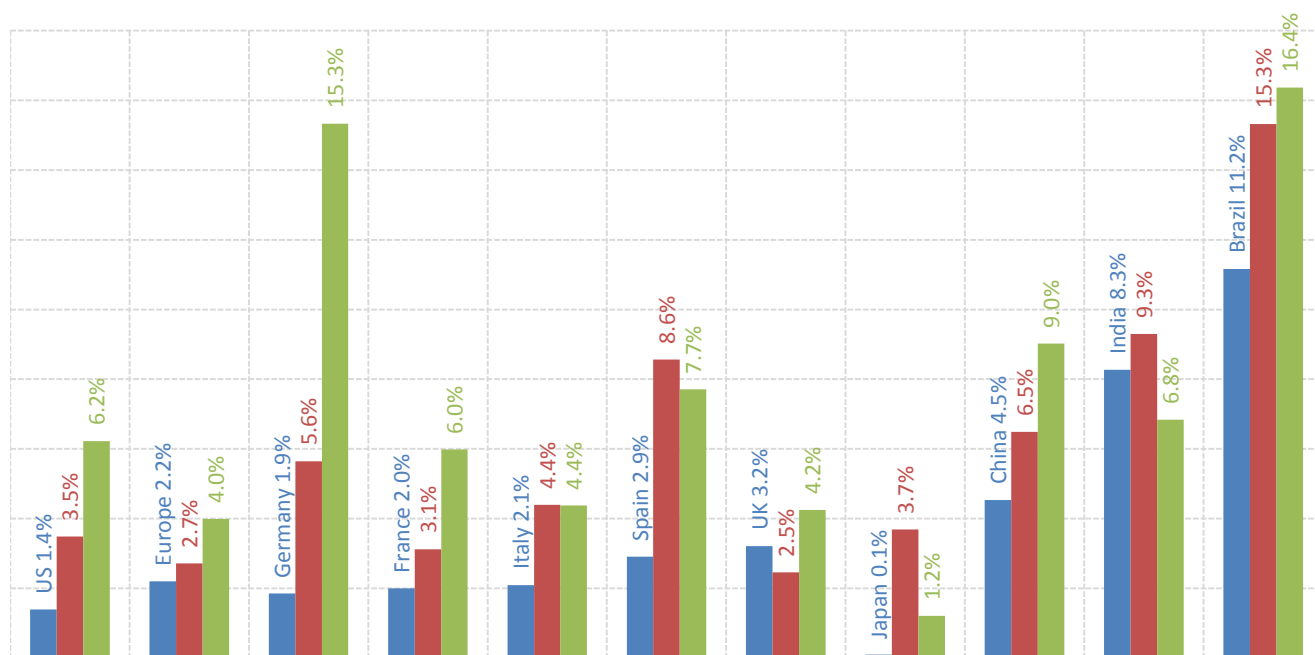
Source: BLS Consumer Price Index, TrendMacro calculations

CPI ■ Level ... 20-year trend --- Projected based on 3-mo SAAR ■ Recession



Source: BLS Consumer Price Index, TrendMacro calculations

World consumer inflation (SAAR, Europe NSA) ■ 12-month ■ 3-month ■ 1-month



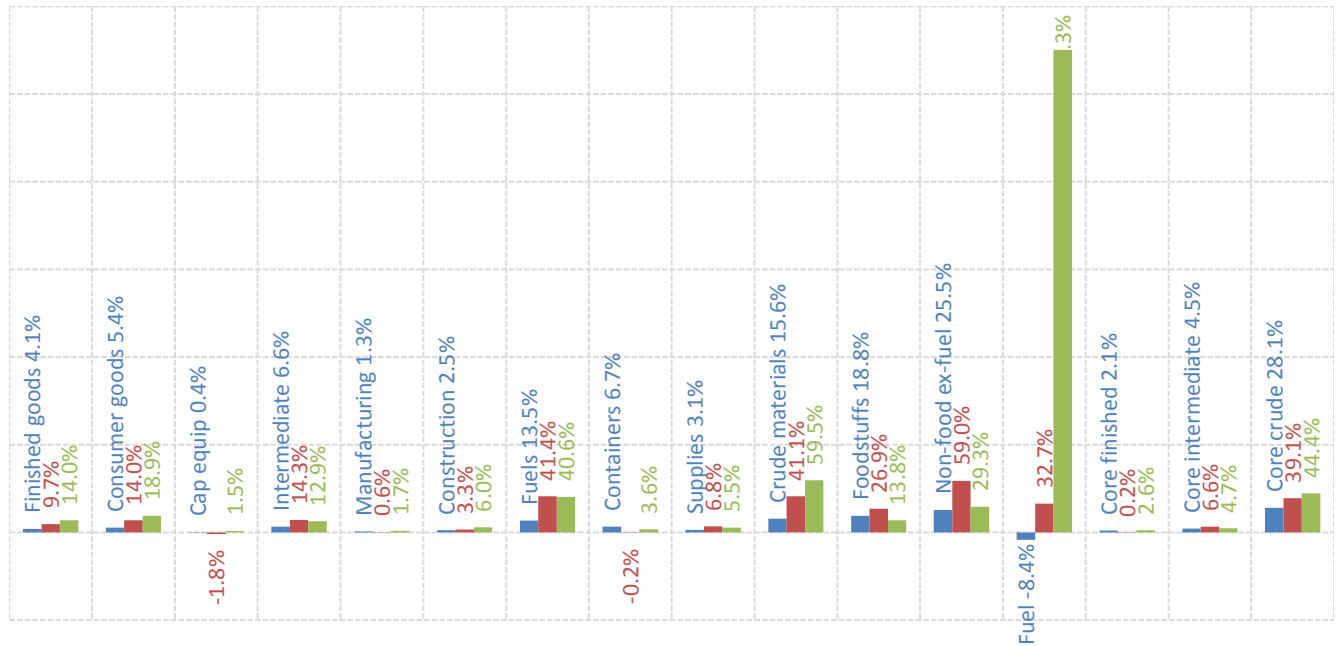
Source: Respective Statistical agencies, TrendMacro calculations

Yesterday's PPI data: what you need to know

	12-mo YOY	3-mo ann	1-mo ann	12 / 3/ 1-mo	12-mo YOY history
Finished goods	+4.1%	+9.7%	+14.0%		
Core	+2.1%	+0.2%	+2.6%		
Intermediate materials	+6.6%	+14.3%	+12.9%		
Core	+4.5%	+6.6%	+4.7%		
Crude materials	+15.6%	+41.1%	+59.5%		
Core	+28.1%	+39.1%	+44.4%		

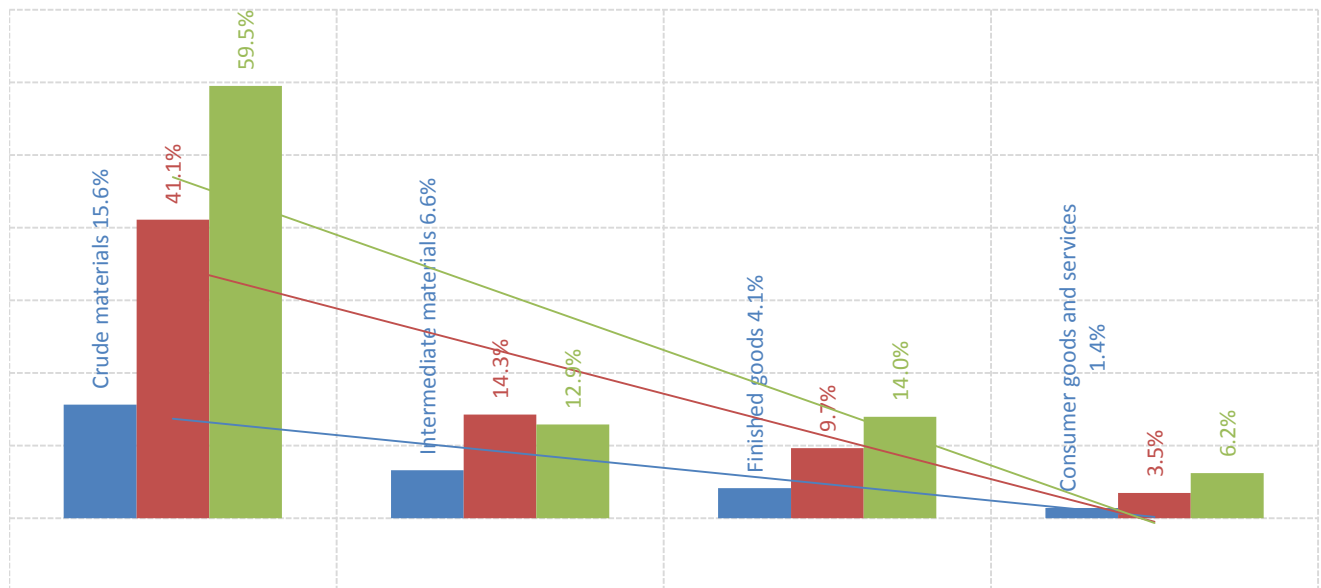
Source: BLS Producer Price Index, TrendMacro calculations

## PPI inflation by sector (SAAR) ■ 12-month ■ 3-month ■ 1-month



Source: BLS Producer Price Index, TrendMacro calculations

## The inflation pipeline (SAAR) ■ 12-month ■ 3-month ■ 1-month



Source: BLS Producer Price Index and Consumer Price Index, TrendMacro calculations