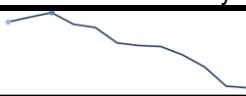
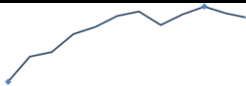
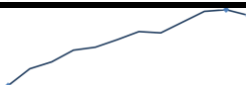
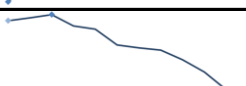
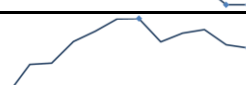
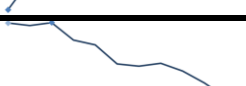
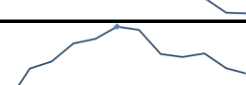
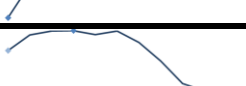
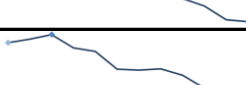
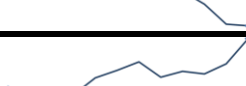


Data Insights: Consumer Price Index, Producer Price Index

Thursday, July 17, 2012

Today's CPI data: what you need to know

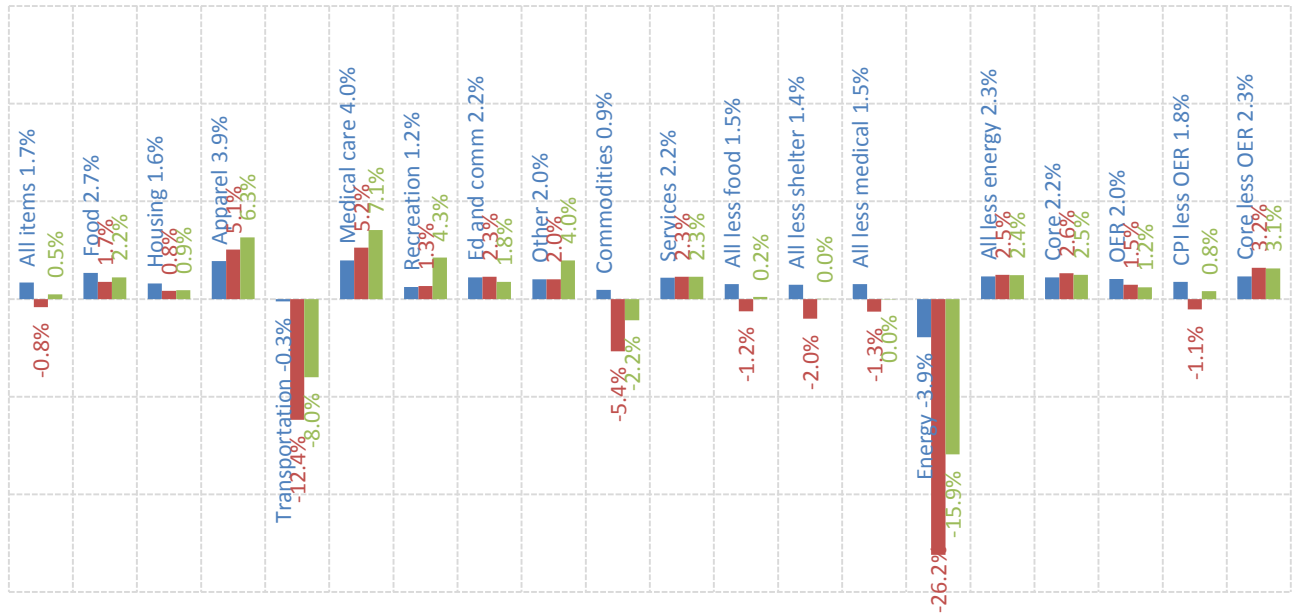
	12-mo YOY	3-mo ann	1-mo ann	12 / 3/ 1-mo			12-mo YOY history
All items	+1.7%	-0.8%	+0.5%				
Core	+2.2%	+2.6%	+2.5%				
OER	+2.0%	+1.5%	+1.2%				
All less OER	+1.8%	-1.1%	+0.8%				
Core less OER	+2.3%	+3.2%	+3.1%				
Energy	-3.9%	-26.2%	-15.9%				
All less energy	+2.3%	+2.5%	+2.4%				
Food	+2.7%	+1.7%	+2.2%				
All less food	+1.5%	-1.2%	+0.2%				
Health care	+4.0%	+5.2%	+7.1%				
All less health care	+1.5%	-1.3%	-0.0%				

Source: BLS Consumer Price Index, TrendMacro calculations

For more information contact us:

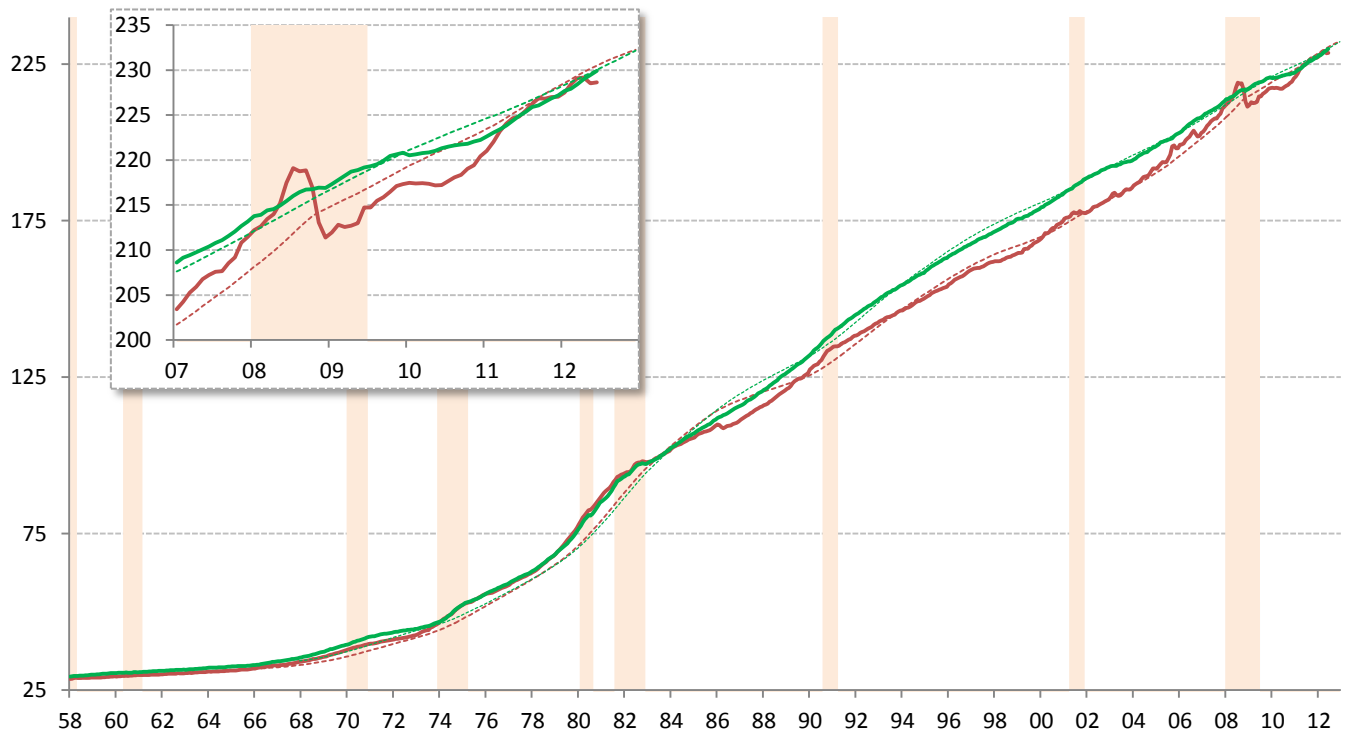
Donald Luskin: 650 429 2112 don@trendmacro.com
Thomas Demas: 704 552 3625 tdemas@trendmacro.com

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



Source: BLS Consumer Price Index, TrendMacro calculations

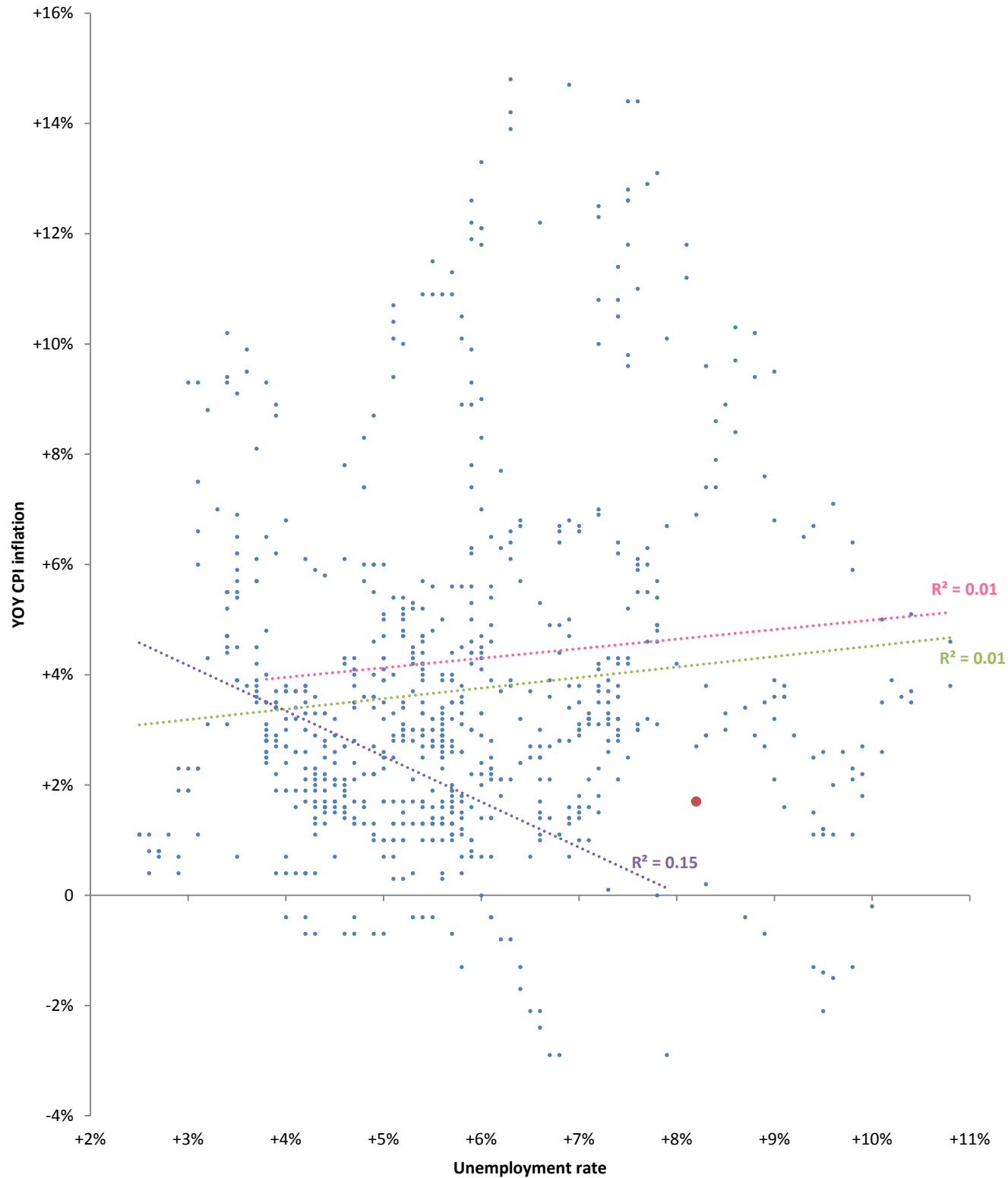
CPI Core — Level ... 20-year trend ■ Recession



Source: BLS Consumer Price Index, TrendMacro calculations

The world is flat: the vanishing Phillips Curve

● Latest Linear trend: ● Pre-74 ● Post-74 ● All

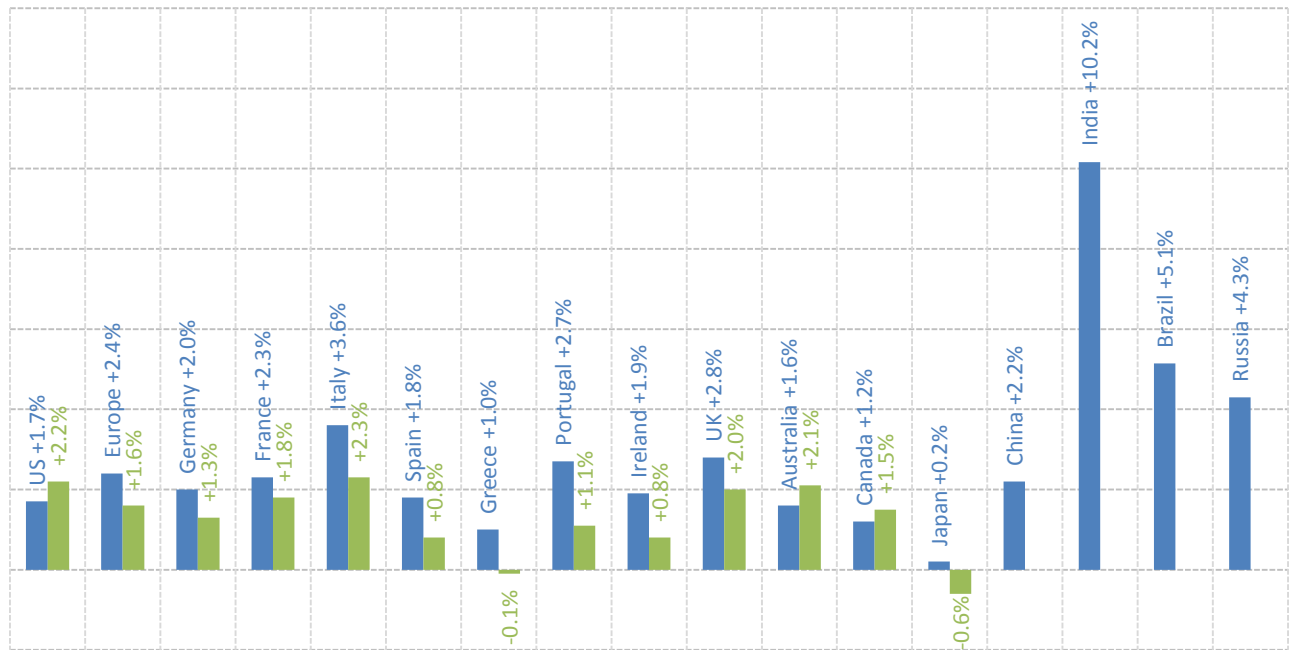


Source: BLS Consumer Price Index, Current Population Survey

World consumer inflation, year on year

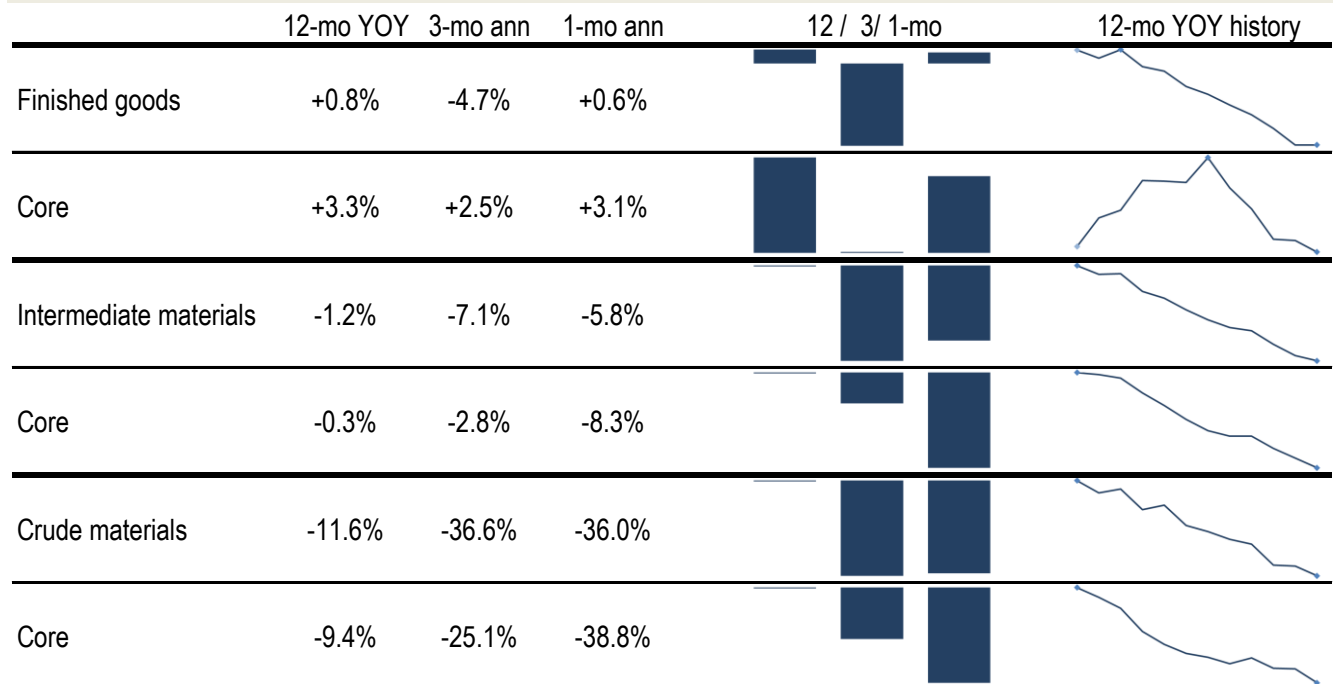
■ Headline

■ Ex-food and energy



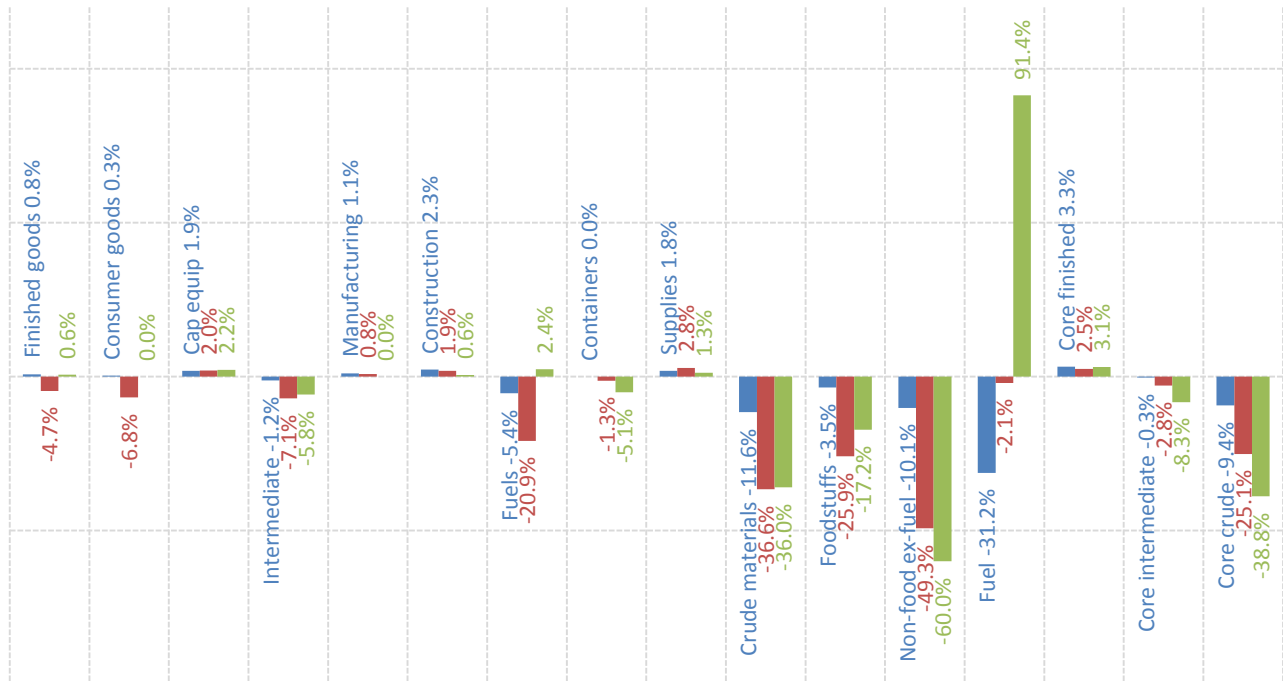
Source: Respective Statistical agencies, TrendMacro calculations

Yesterday's PPI data: what you need to know



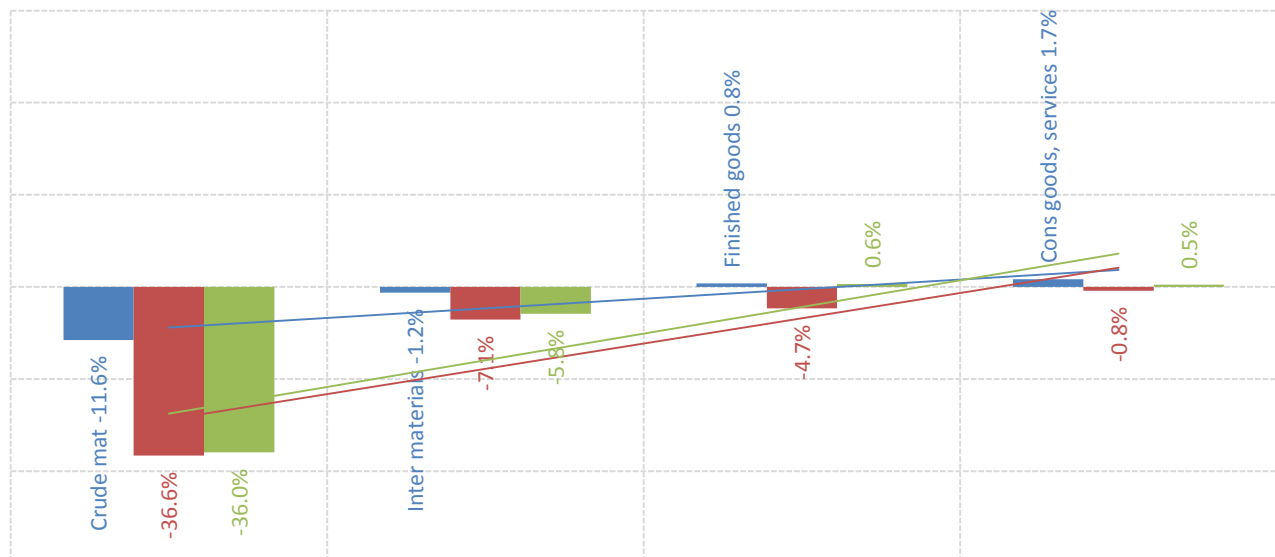
Source: BLS Producer Price Index, TrendMacro calculations

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