

Trend Macrolytics, LLC Donald Luskin, Chief Investment Officer Thomas Demas, Managing Director Lorcan Roche Kelly, Europe Research Affiliate

## TRENDMACRO LIVE! On Yellen's First Congressional Testimony Tuesday, February 11, 2014

Donald Luskin

In her own words: more focus on labor and financial regulation; less on inflation.



## Update to strategic view

**US FED:** Bernanke has succeeded in handing Yellen a policy fait accomplis by setting tapering in motion over two FOMCs. In her first testimony today Yellen promised "a great deal of continuity in the FOMC's approach to monetary policy," including continuing to taper "asset purchases in further measured steps at future meetings." She said recent stresses in global markets "do not pose a substantial risk." Her prepared testimony was otherwise unremarkable, except for a subtle shift in emphasis away from Bernanke's primary focus -- inflation -in favor of considerations of labor and financial regulation.

[Strategy Dashboard home]

Copyright 2014 Trend Macrolytics LLC. All rights reserved. This document is not to be forwarded to individuals or organizations not authorized by Trend Macrolytics LLC to receive it. For information purposes only; not to be deemed to be recommendations for buying or selling specific securities or to constitute personalized investment advice. Derived from sources deemed to be reliable, but no warranty is made as to accuracy.

Source: FRB, Wordle, TrendMacro calculations