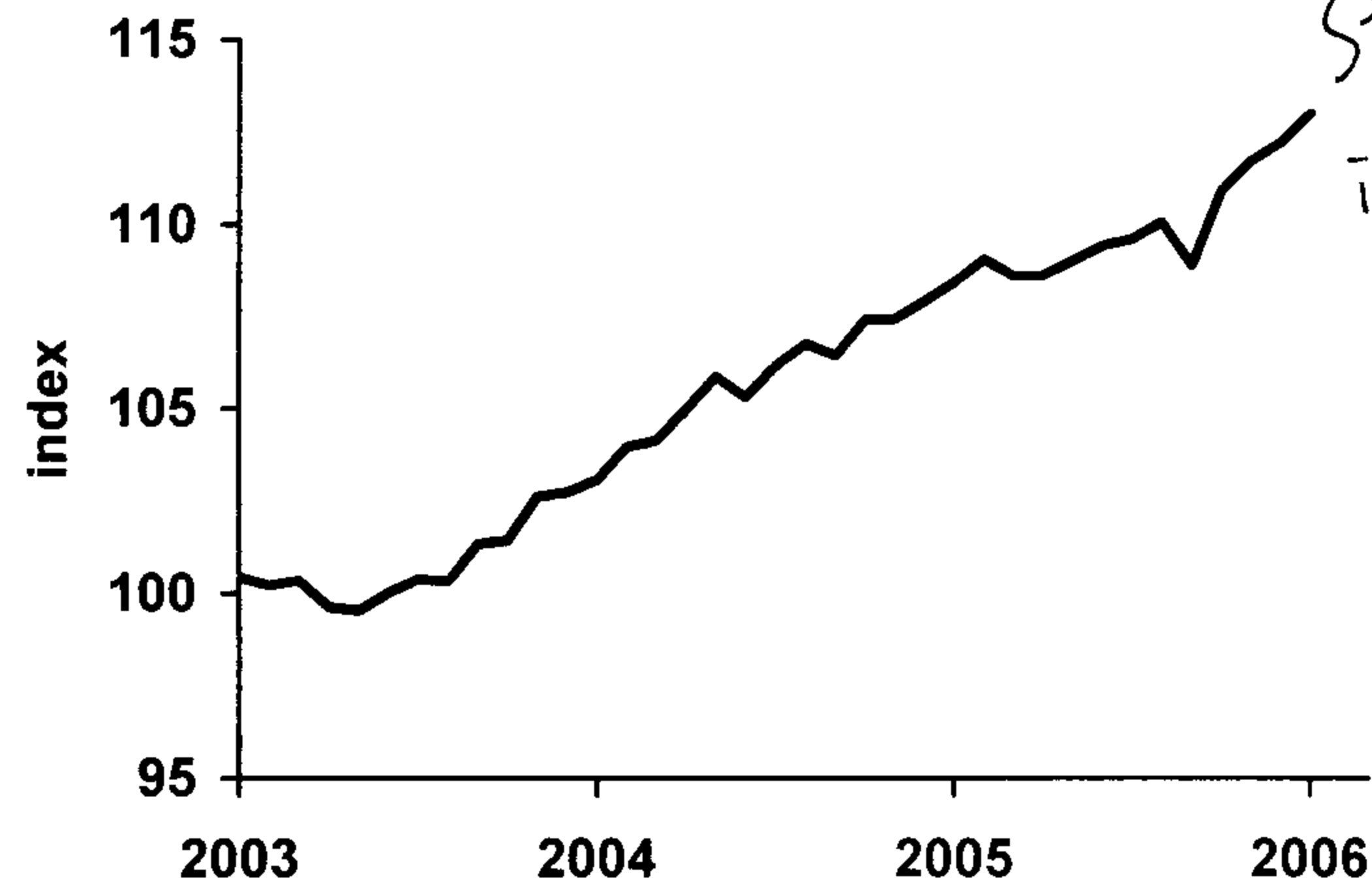


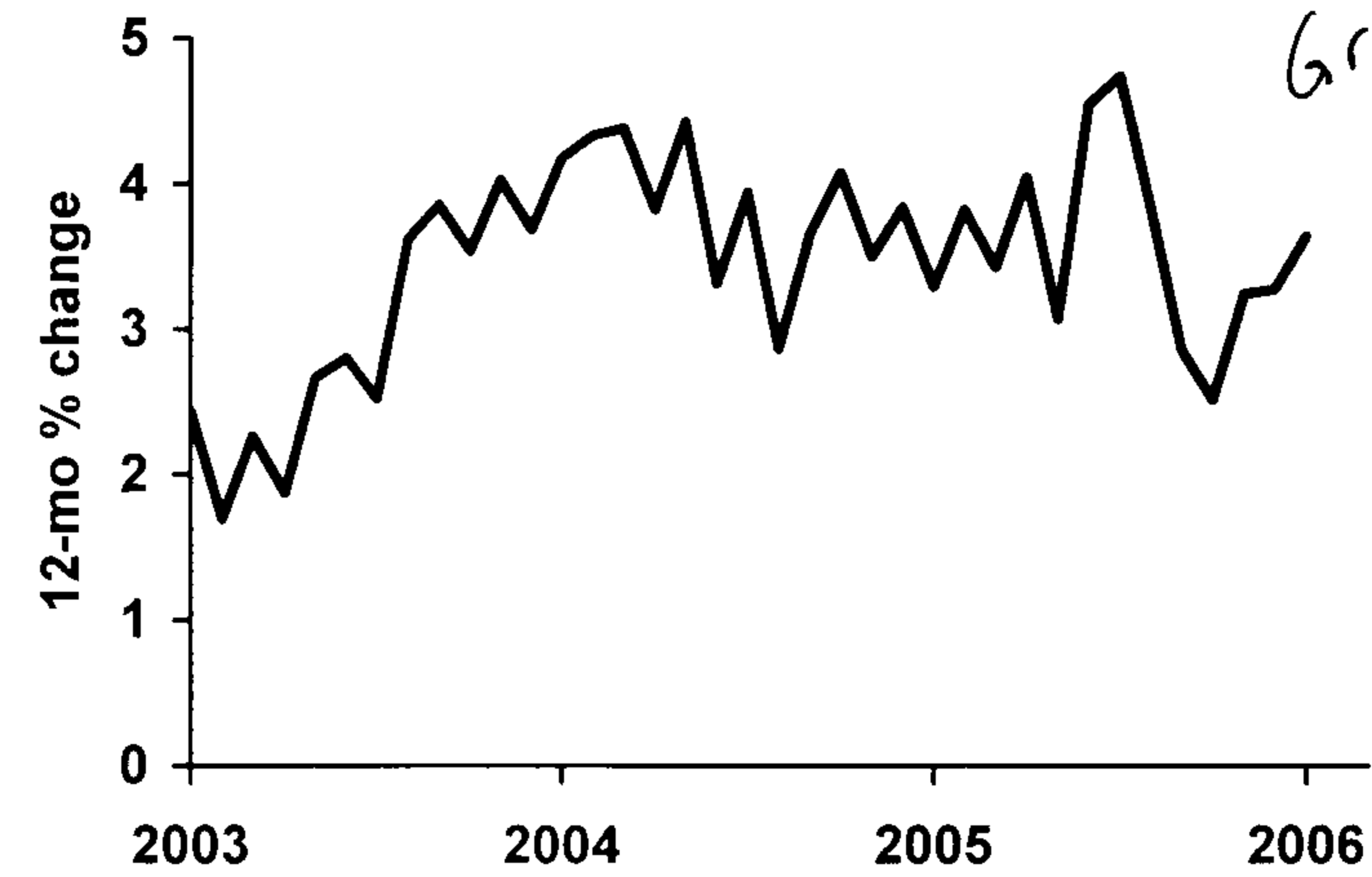
Manufacturing Production



*Strong gains
in output,
though
jobs not
growing*

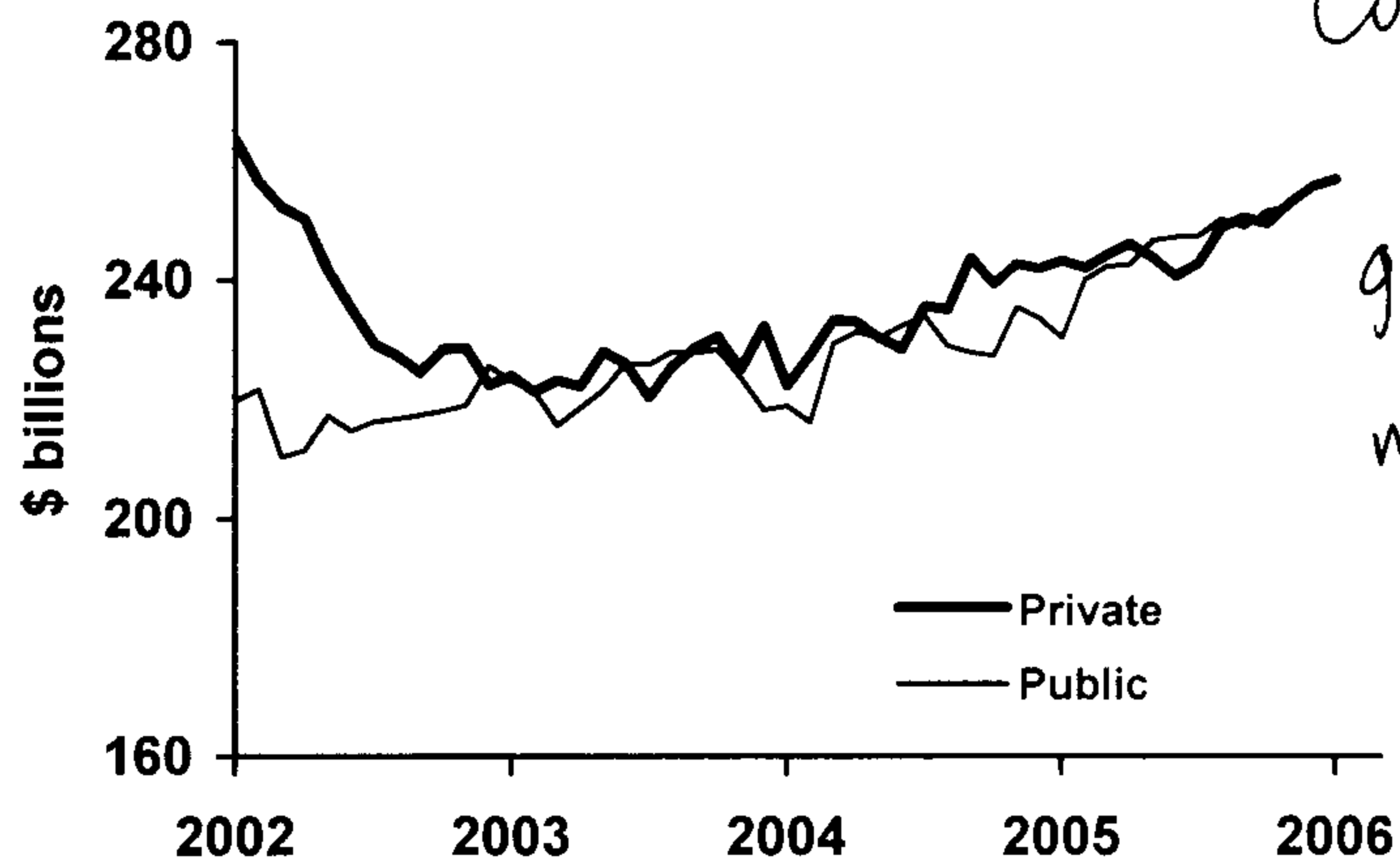
Consumer Spending

Inflation adjusted



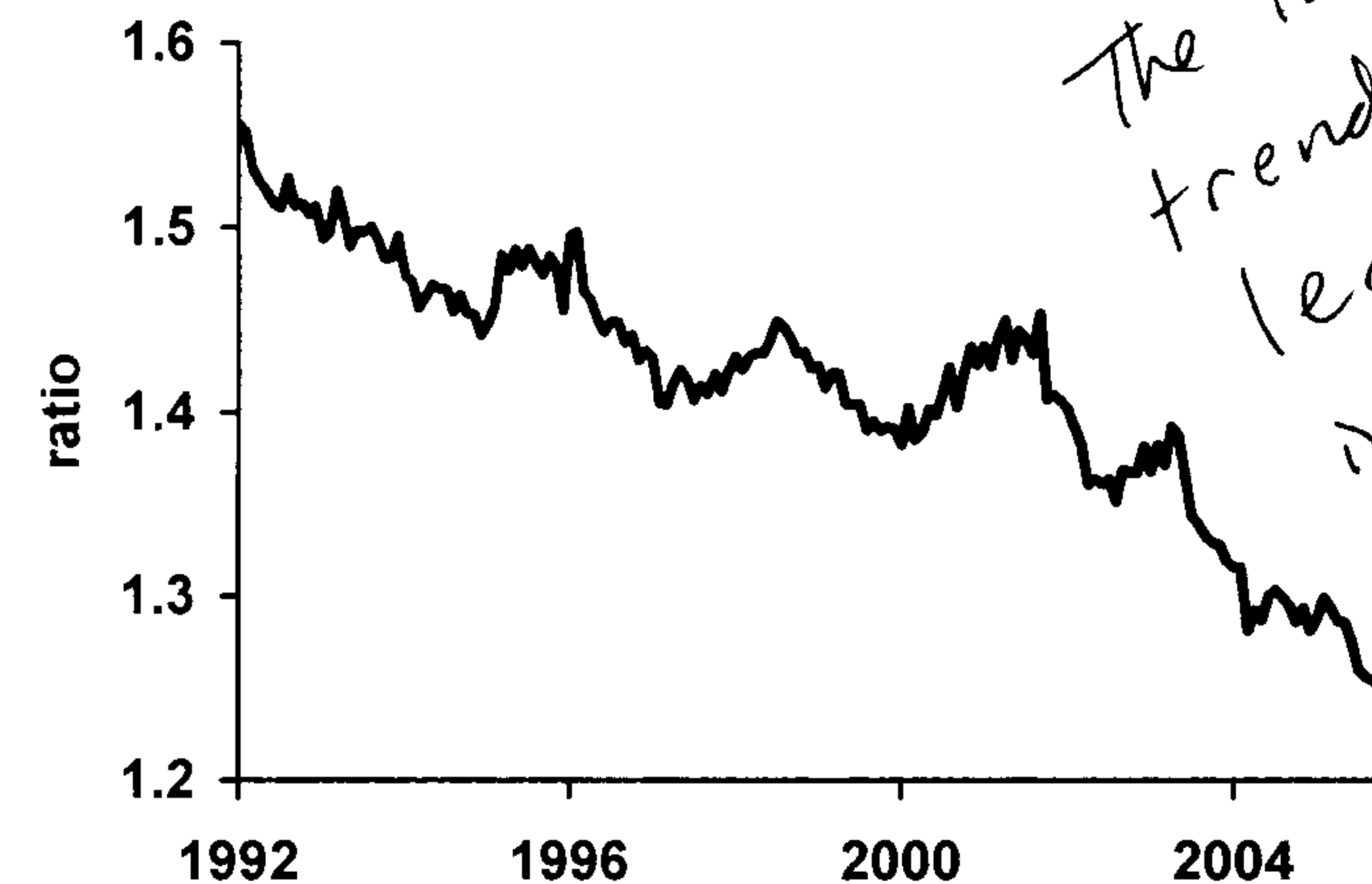
*Growth is
solid.*

Construction Spending
Non-residential



*Commercial
construction
gaining, with
more growth
to come*

Inventory/Sales Ratio



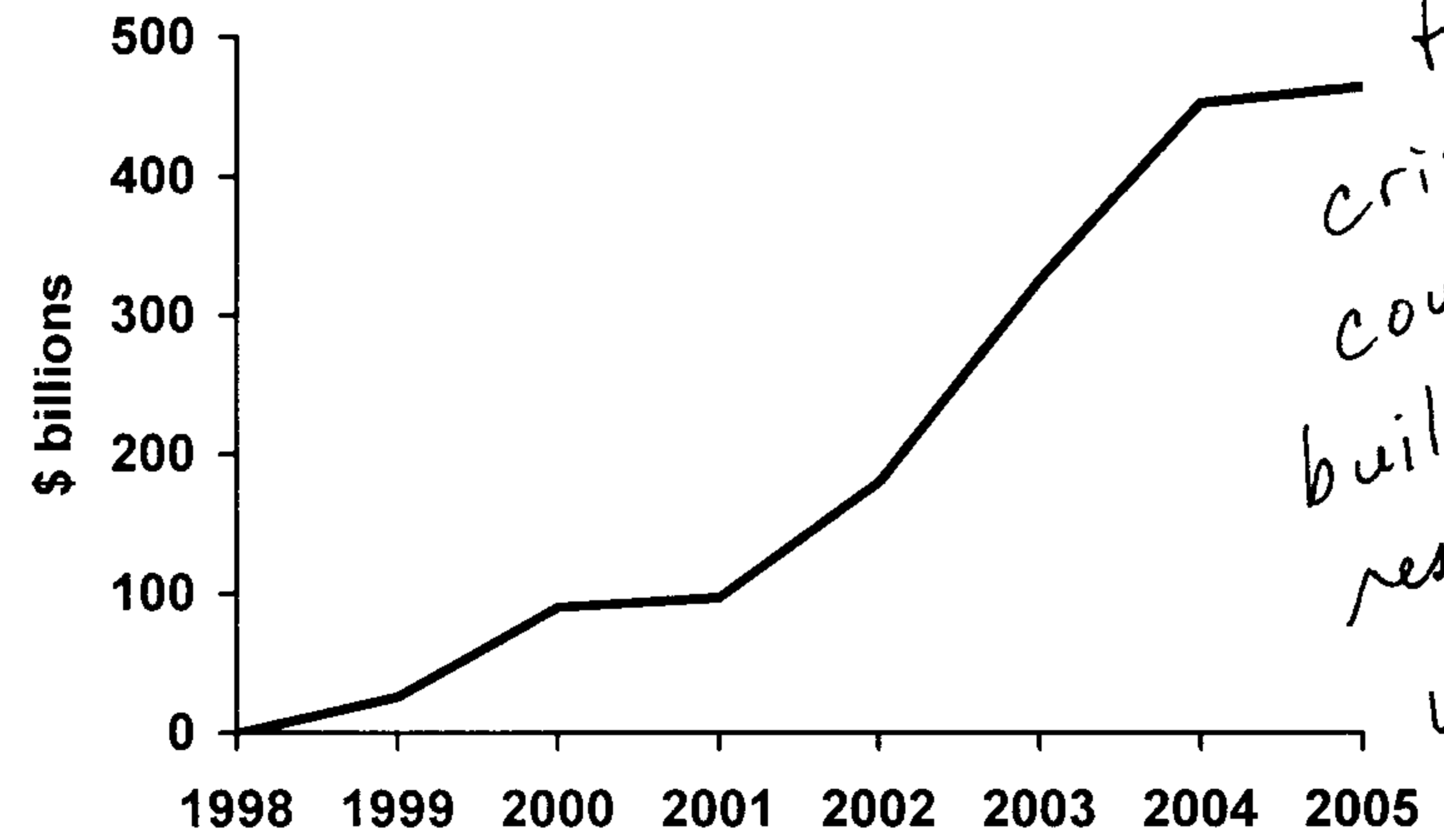
*The long-term
trend toward
leaner
inventories
continues.*

State & Local Gov't Revenues
(National Total)



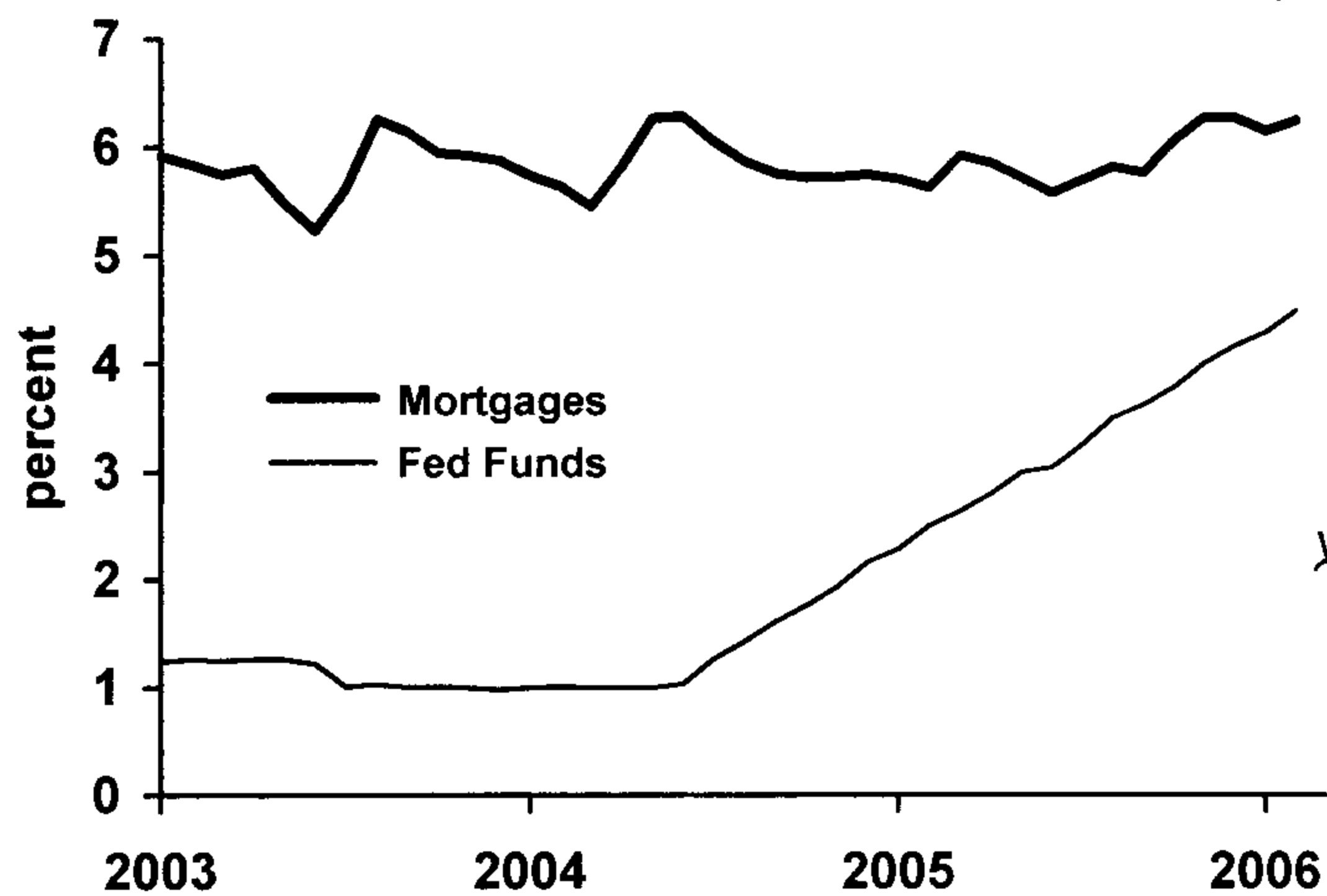
Rolling tax gains

Growth: Central Bank Reserves
Less Developed Countries



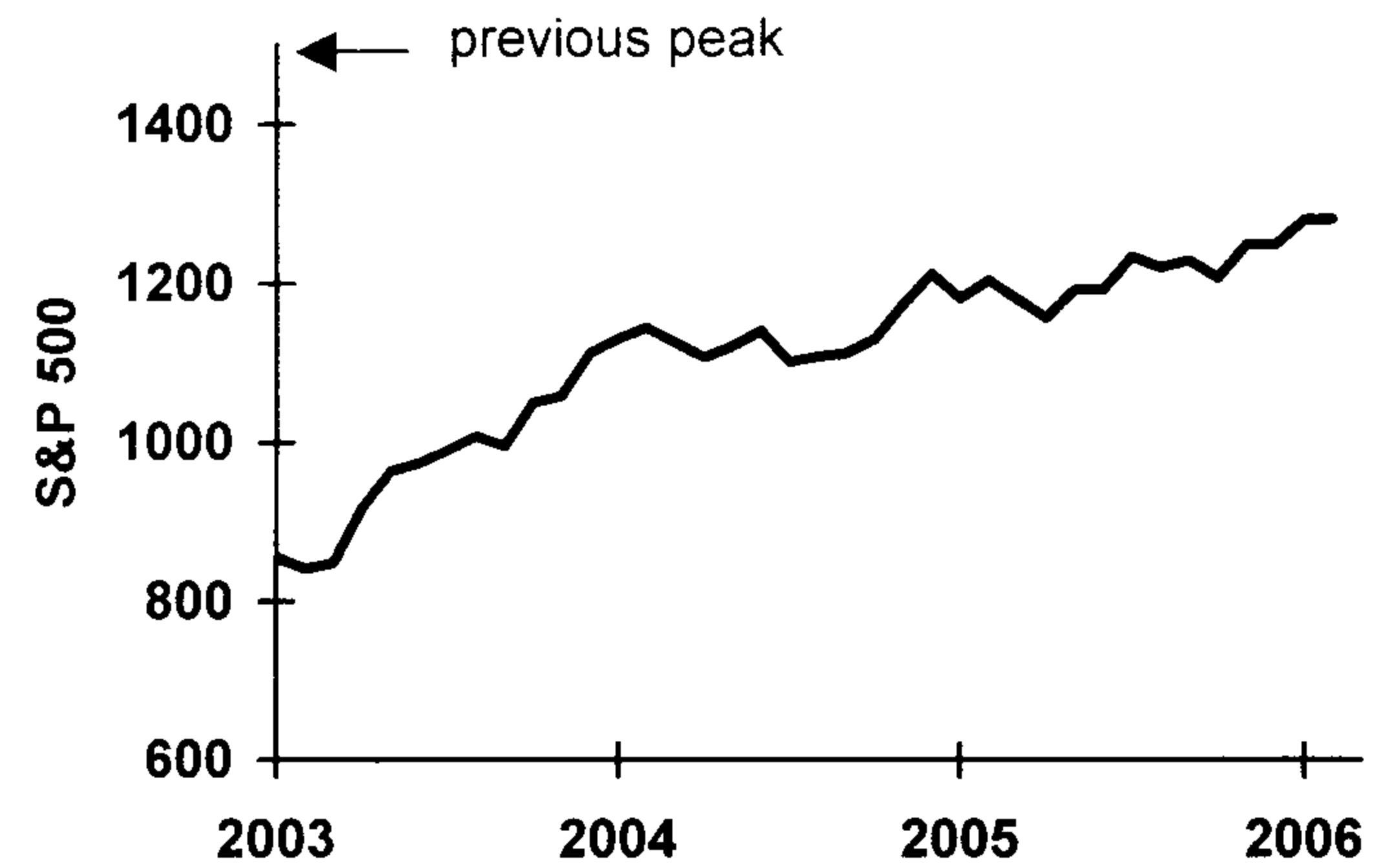
After Asian financial crisis, countries have built up their reserves — which helps lower U.S. interest rates

Interest Rates



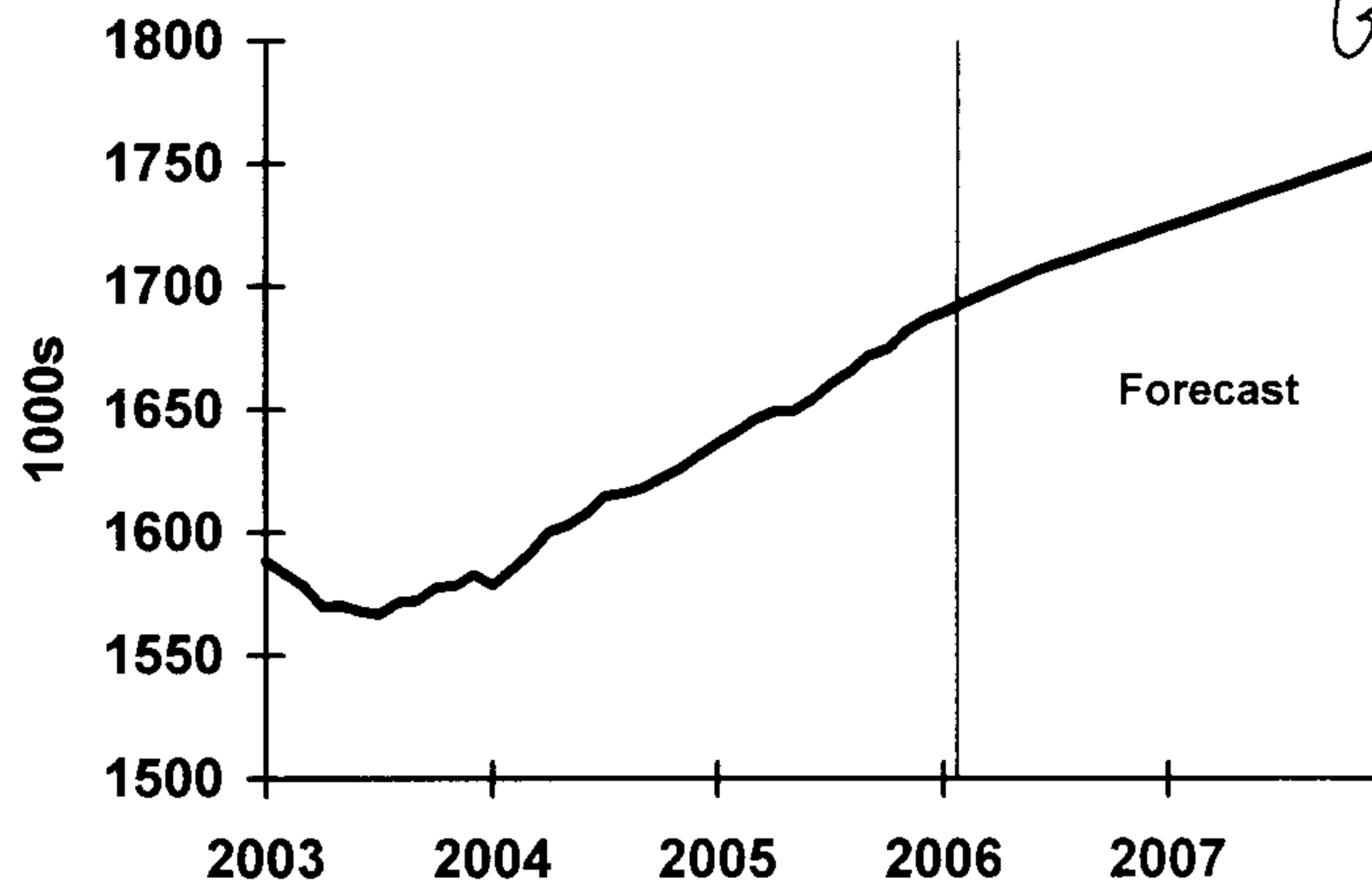
But reserve growth won't continue too much longer, and our long-term rates will rise.

Stock Market



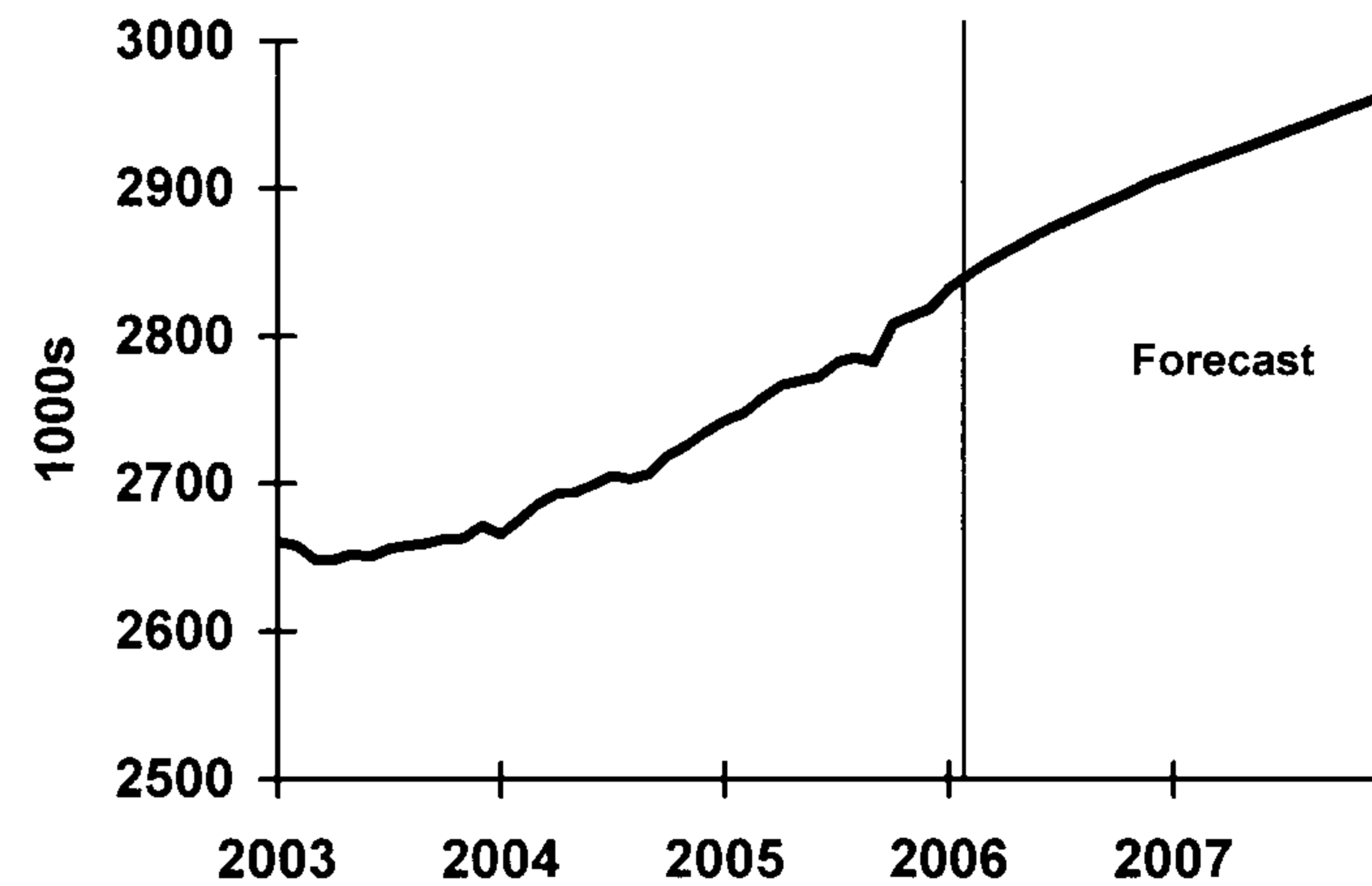
Steady & dull.

Oregon Employment



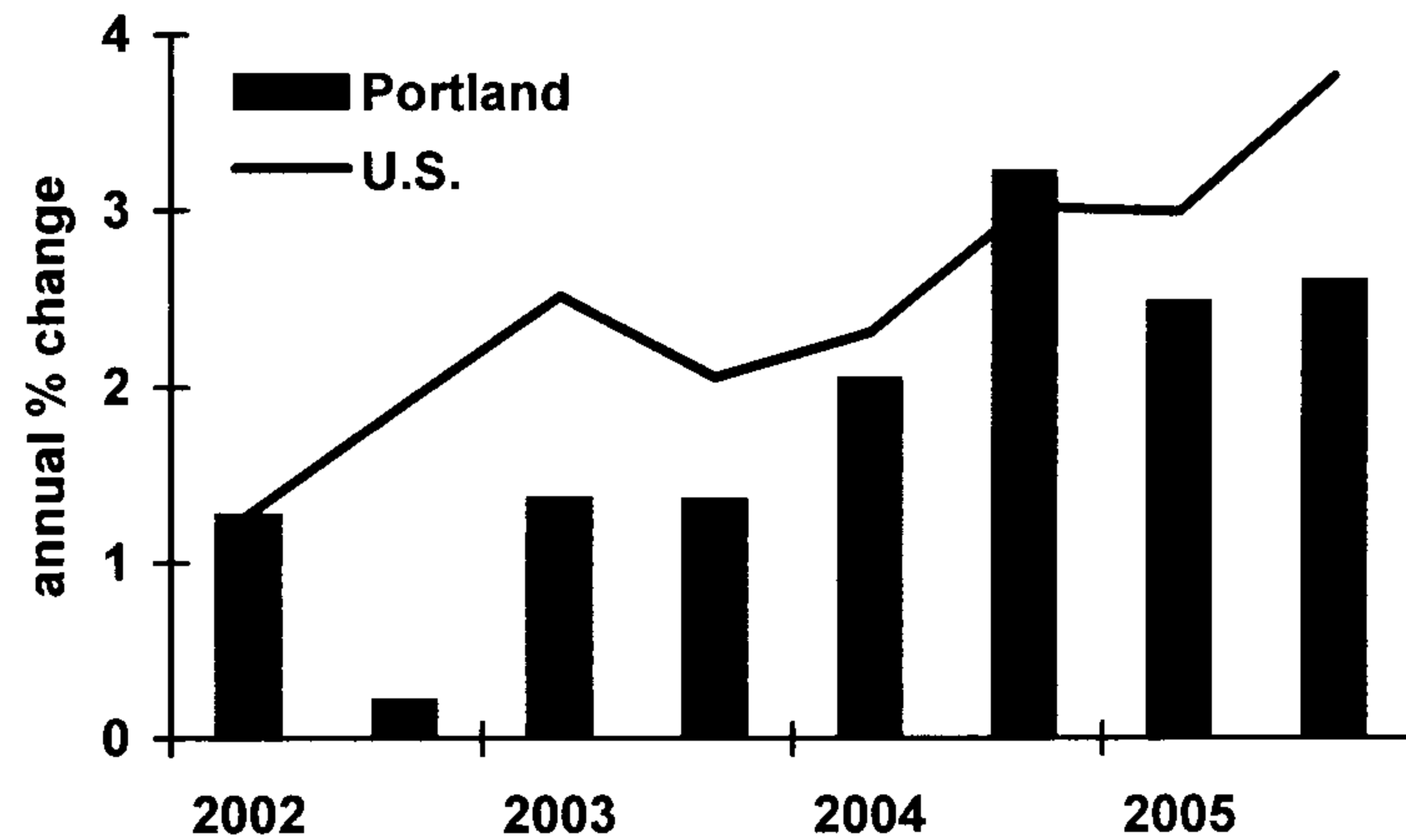
Growth, but at a slightly slower pace.

Washington Employment



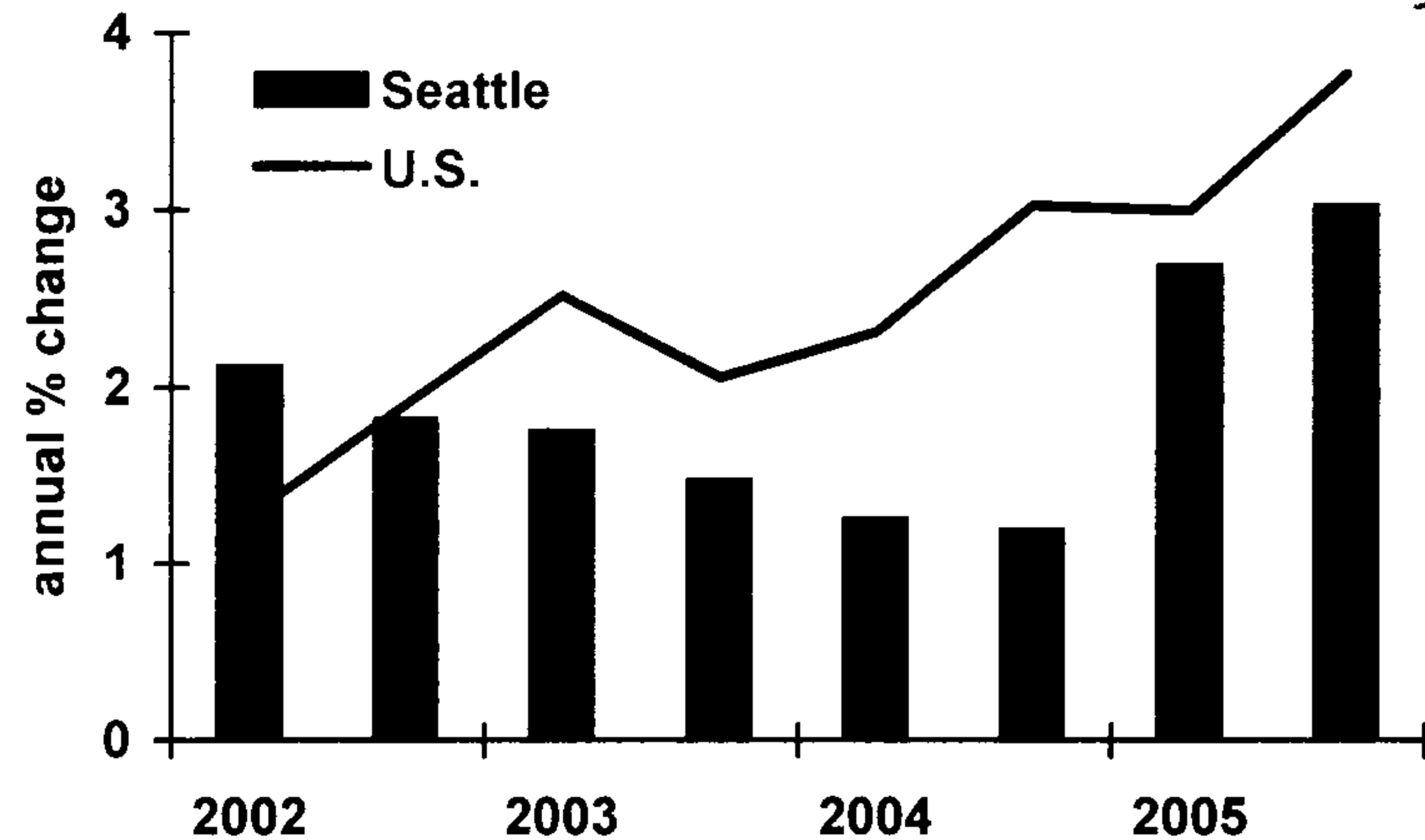
Nice gains coming in 2006

Portland CPI



Slower inflation due to housing cos B.

Seattle CPI



Same here: housing inflation more subdued.