Another awful quarter, but probably the last really bad one.

Businesses cut way back on their inventories.

Attitudes are no longer worsening.

Businesses are not ordering new equipment.

GDP Growth adjusted for inflation

Real Inventory Change

Consumer Attitudes

Capital Goods Orders non-defense
Emerging countries are not doing too badly, but overall, the world is in recession. Our exports are plummeting on global weakness and some protectionism.

The Fed will need to tighten early next year. I think we're past the bottom.