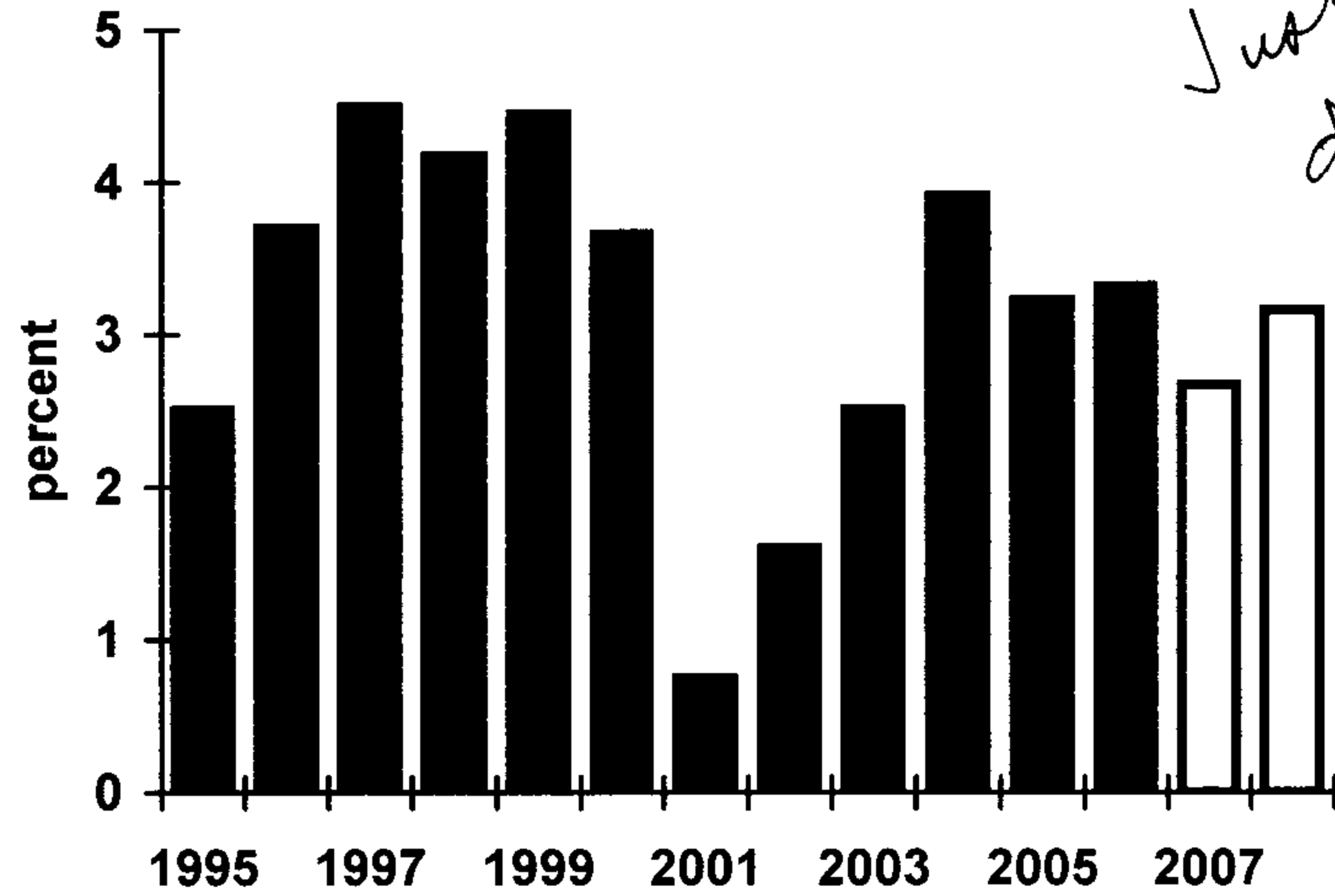
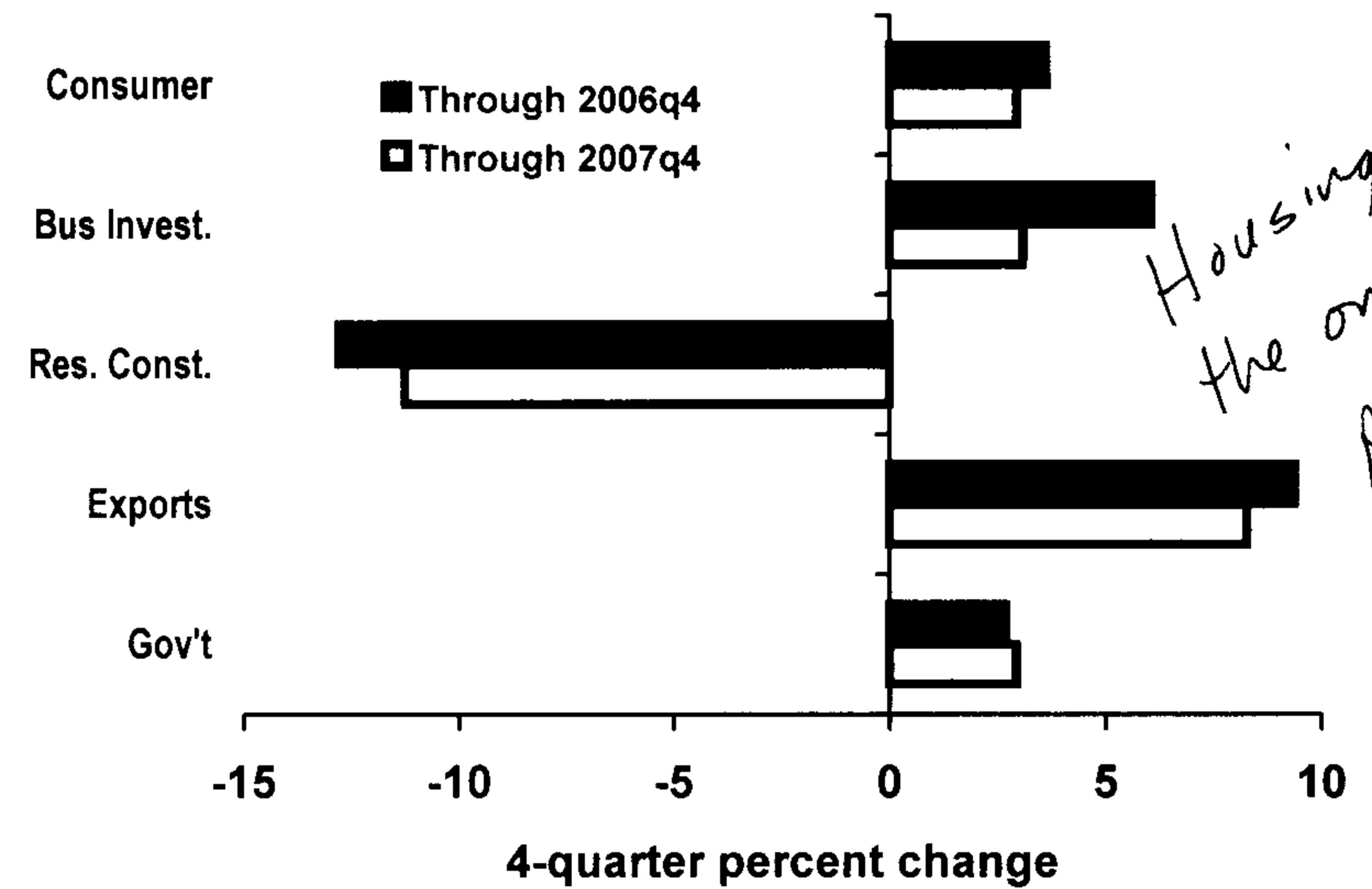


Real GDP Growth



Just a slight dip this year.

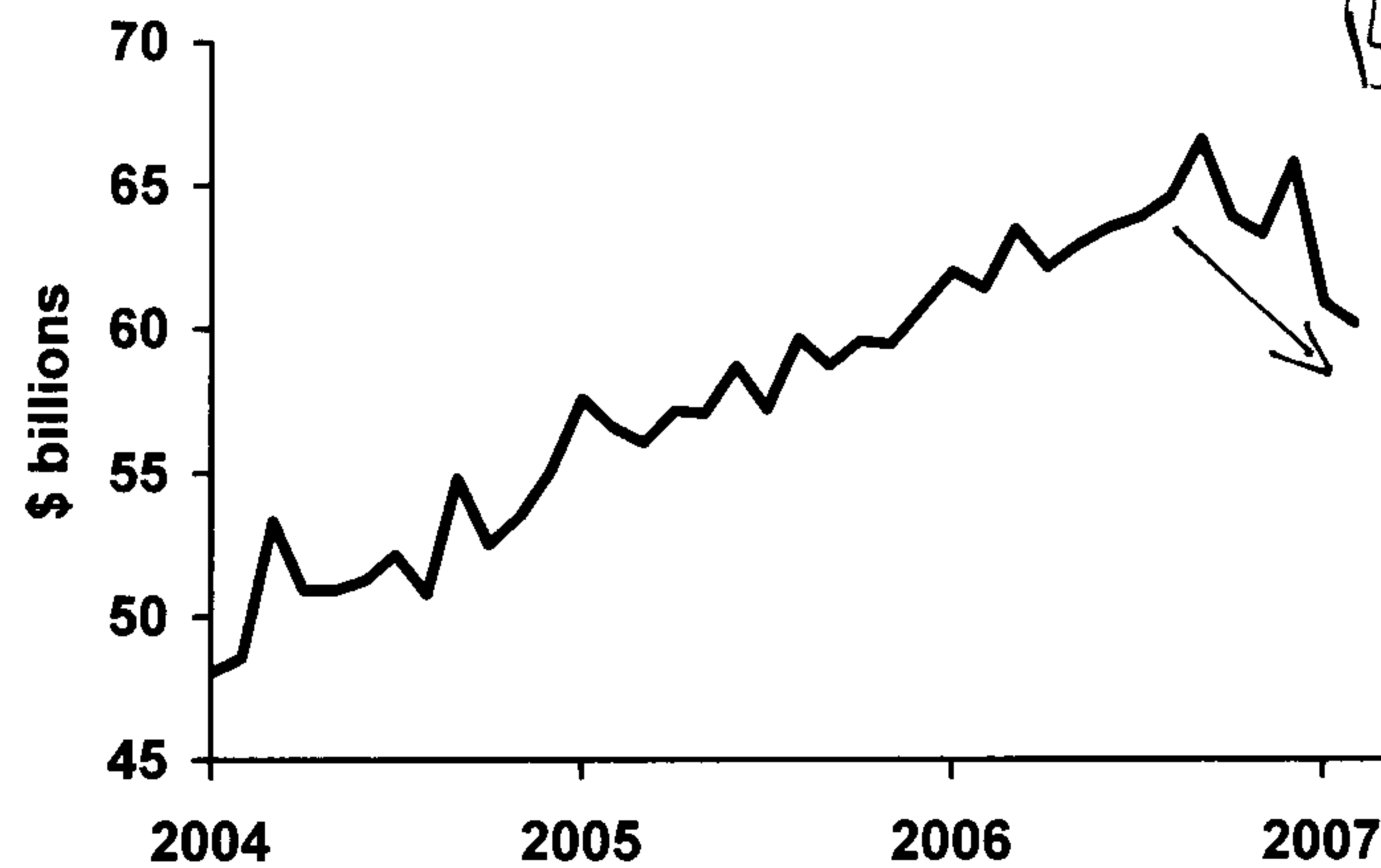
Growth by Sector



Housing construction the only big problem.

Capital Goods Orders

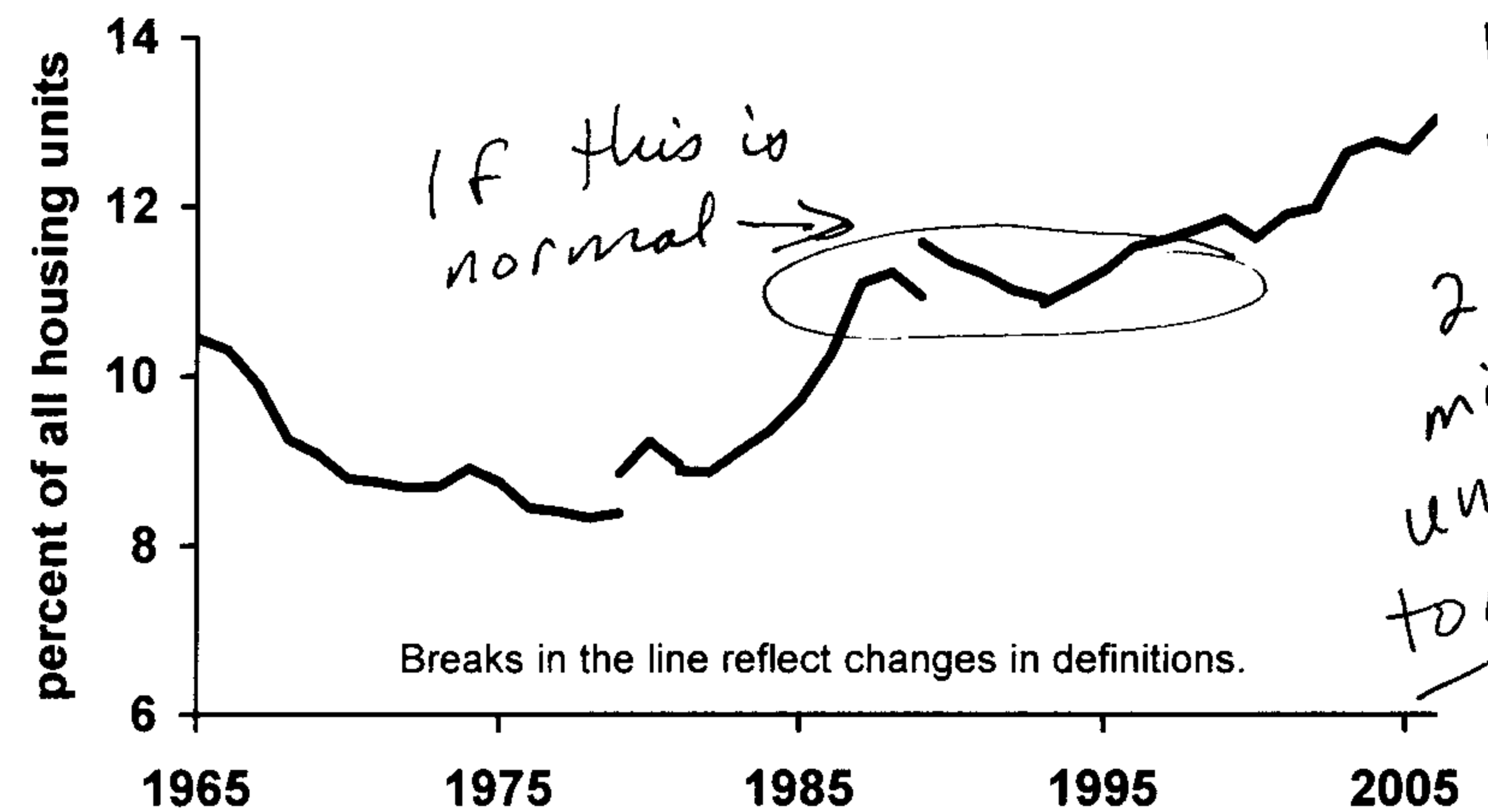
non-defense excluding aircraft



But this is worrisome. Business is turning cautious.

Housing Vacancy Rate

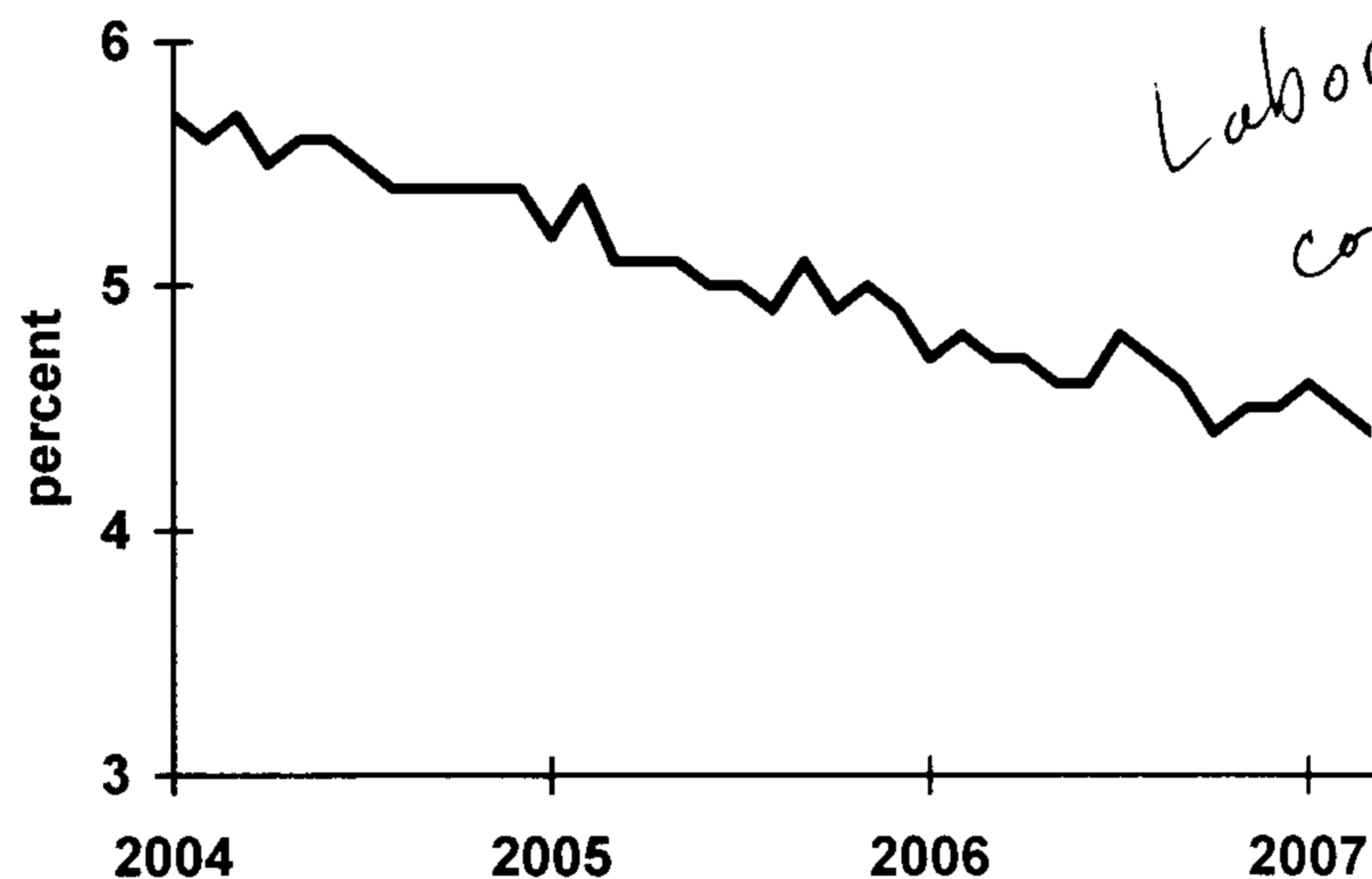
rental + owner-unoccupied



If this is normal

We have 2.5 million units too many.

Unemployment Rate



Labor market continues to tighten.

Auto Sales

percent change 2007q1 from 2006q1 listed in order of sales volume

Gainers

Toyota	11.2
Honda	6.1
Nissan	6.0
Volkswagen	0.6
Mitsubishi	23.2
BMW	3.9
Mazda	17.5
Kia	13.5
Suzuki	4.3
Ferrari	17.3
Maserati	5.4

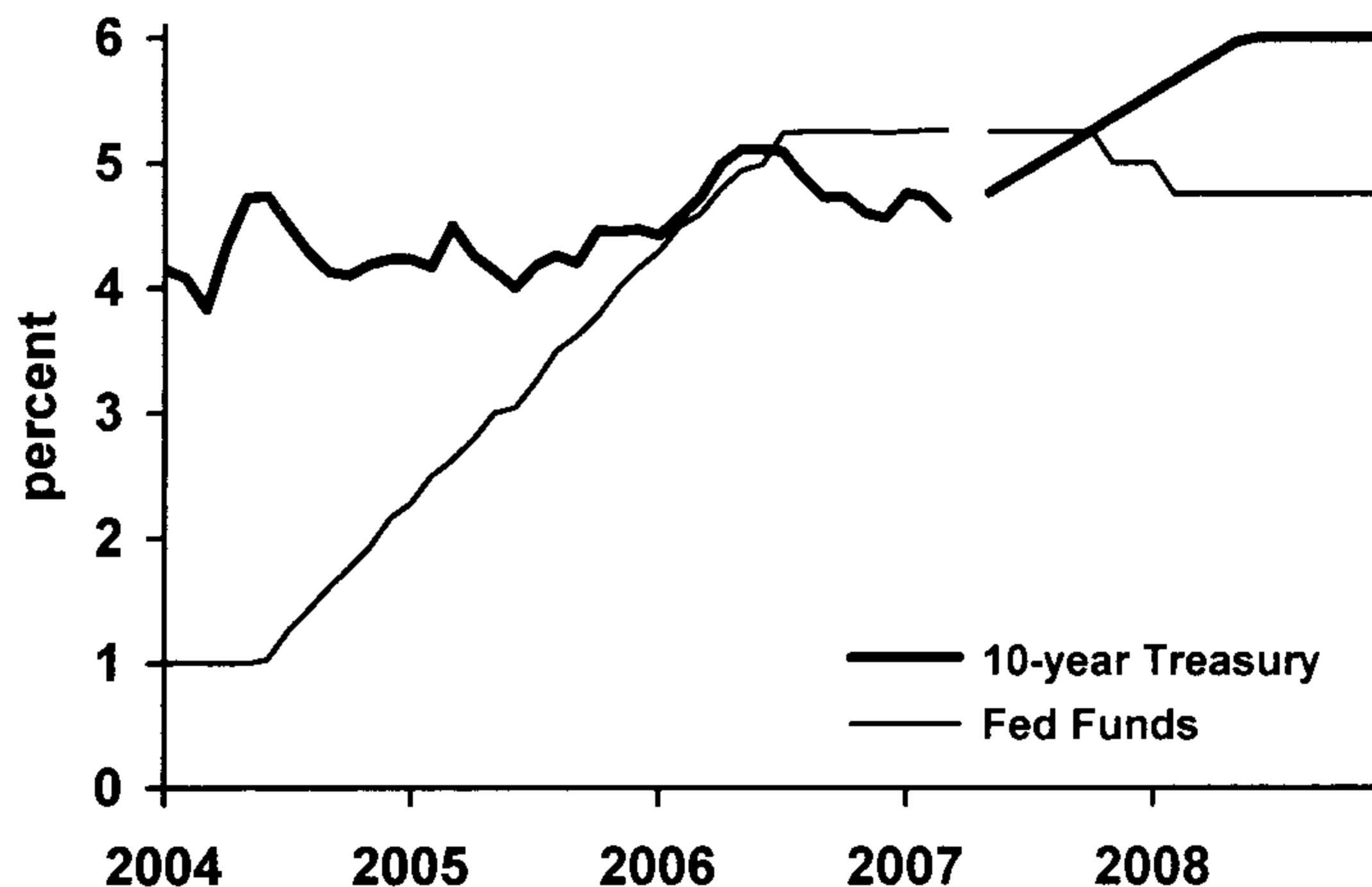
Losers

General Motors	-5.5
Ford	-13.2
DaimlerChrysler	-3.3
Hyundai	-1.7
Subaru	-4.6
Porsche	-9.7

Detroit has a problem.

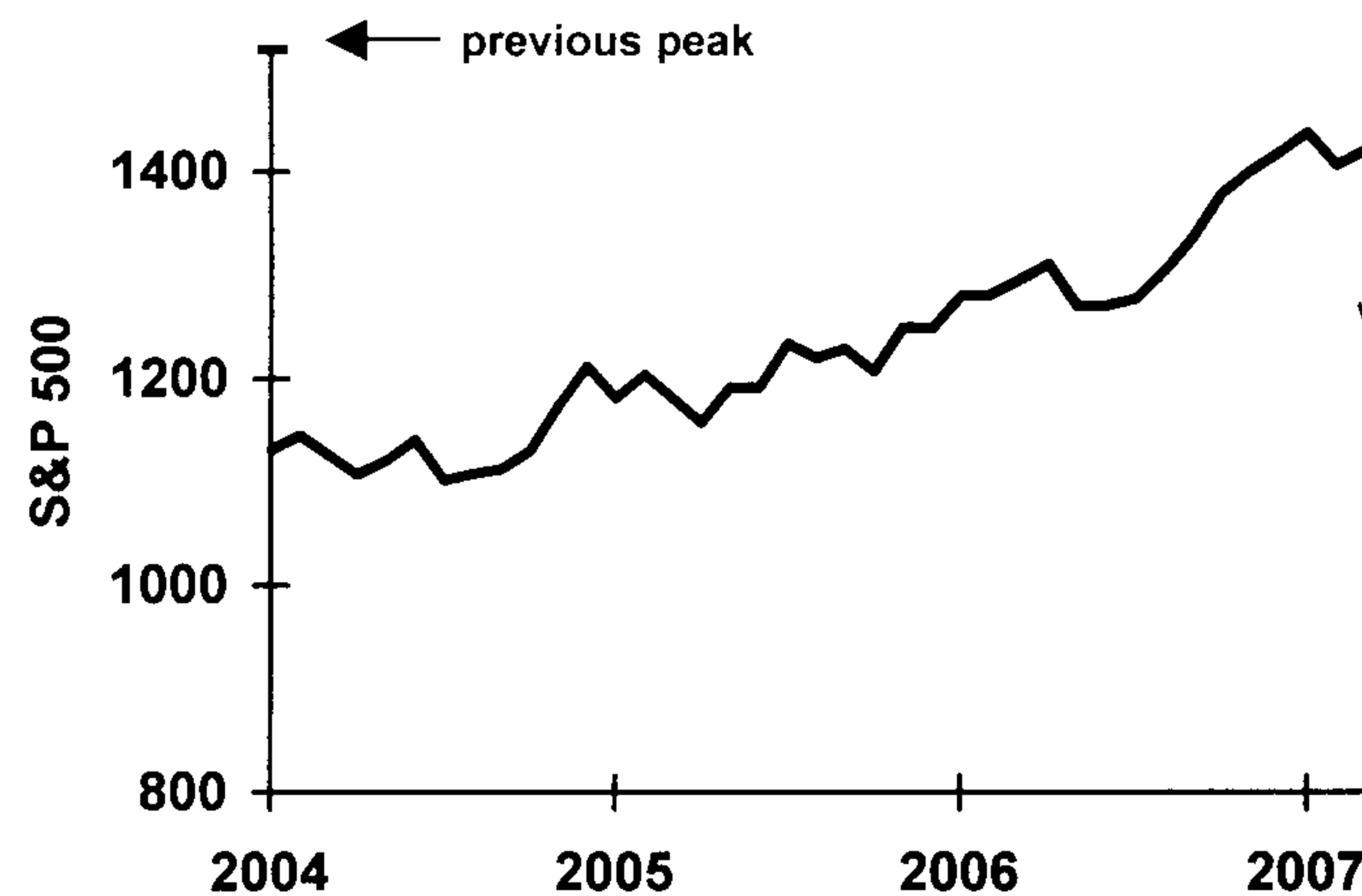
All U.S. brands	-7.7
All foreign brands	+7.1

Interest Rates



No sign of higher long term rates, yet.

Stock Market



Profit expectations have fallen. I'm just a little more optimistic.