

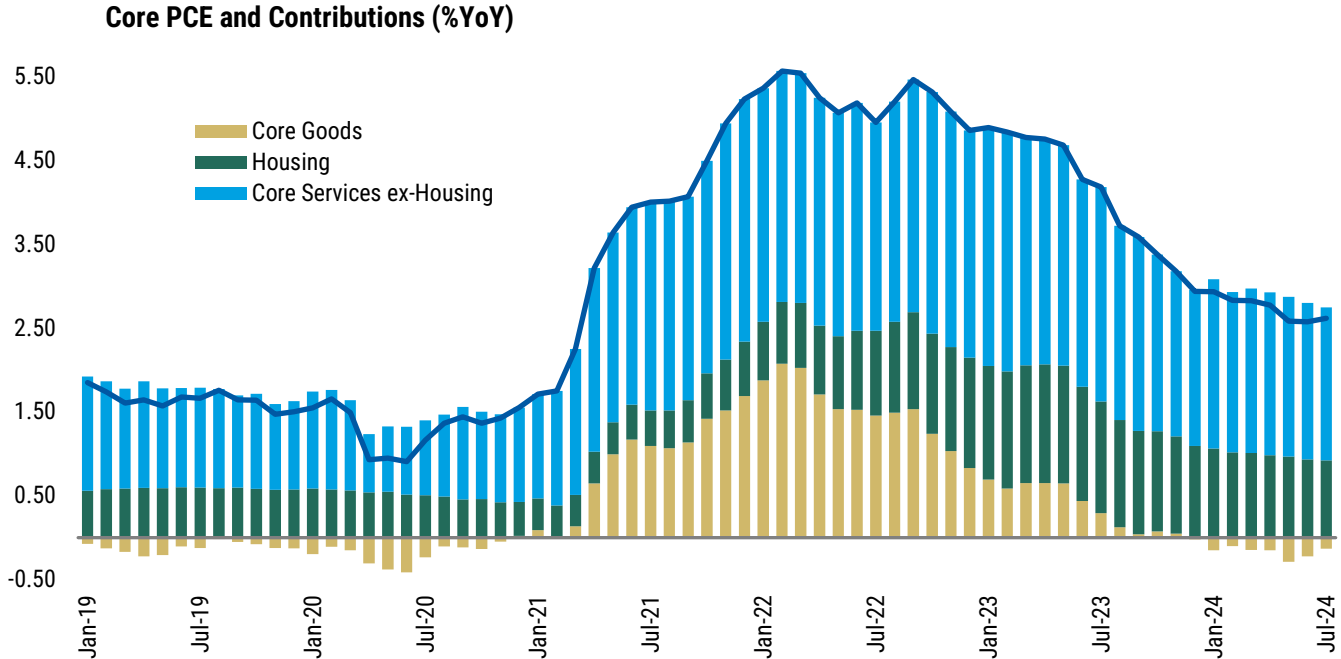
Issues for the Fed's monetary policy framework

October 1, 2024

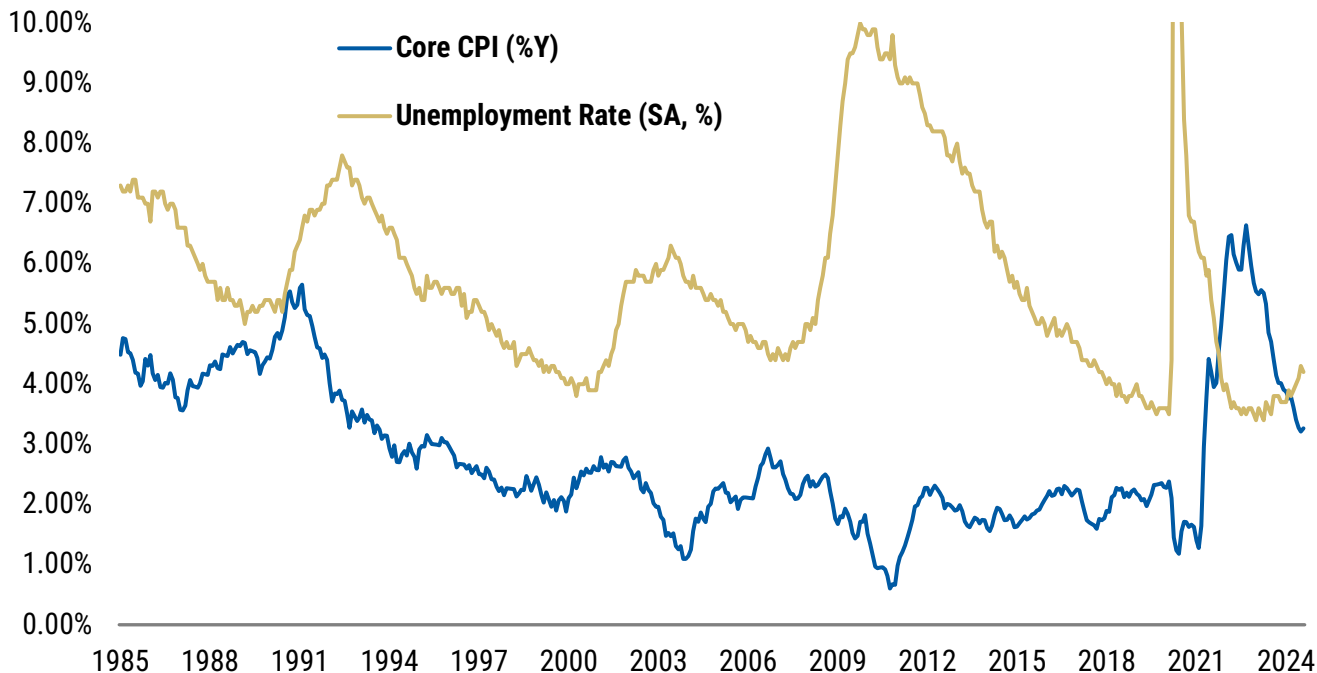
Seth Carpenter—Chief Global Economist

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Inflation has almost fully returned to normal ... if not “transitory” then “temporary”?

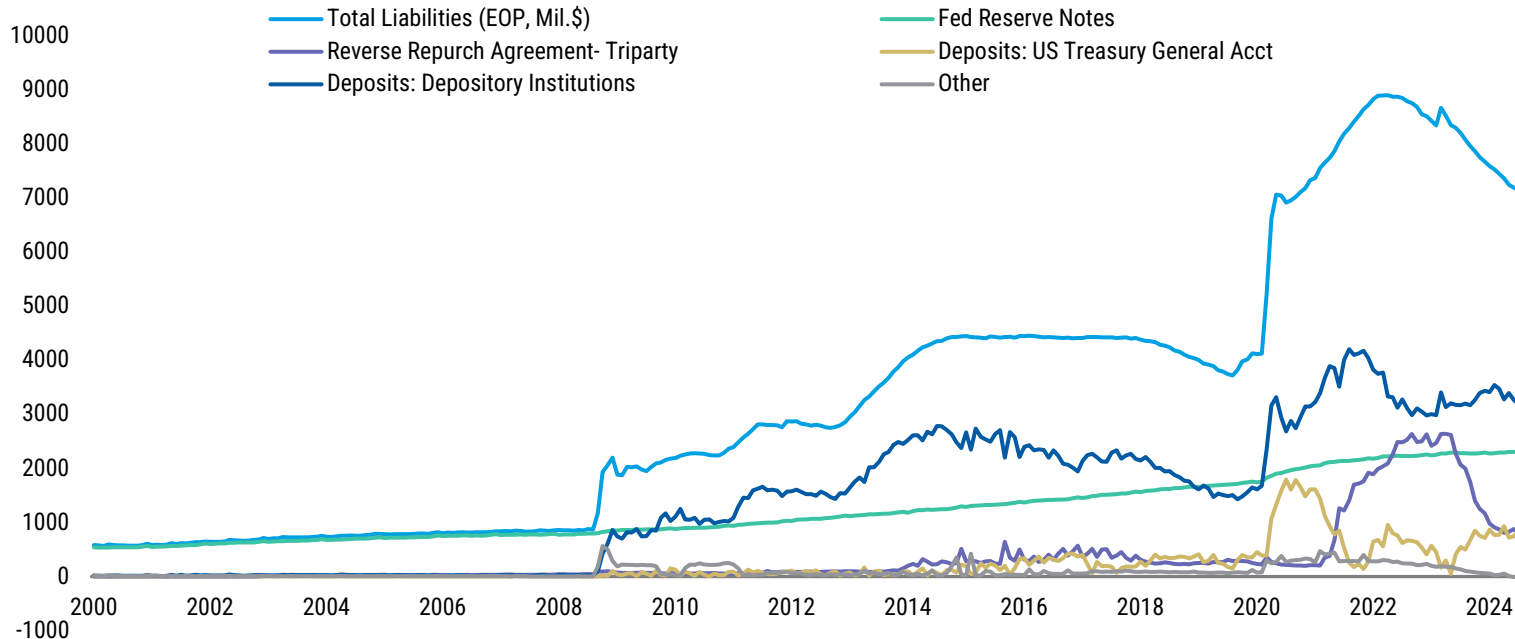


Historically, inflation falls after unemployment rises; this time had both falling together



Federal Reserve's Balance Sheet has changed ... forever

Composition of the Federal Reserve's Liabilities (USD Bil)



Source: Federal Reserve Board, Morgan Stanley Research

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The Americas

1585 Broadway
New York, NY 10036-8293

United States

Tel: +1 (1) 212 761 4000

Europe

20 Bank Street, Canary Wharf
London E14 4AD

United Kingdom

Tel: +44 (0) 20 7 425 8000

Japan

1-9-7 Otemachi, Chiyoda-ku
Tokyo 100-8104

Japan

Tel: +81 (0) 3 6836 5000

Asia/Pacific

1 Austin Road West
Kowloon

Hong Kong

Tel: +852 2848 5200