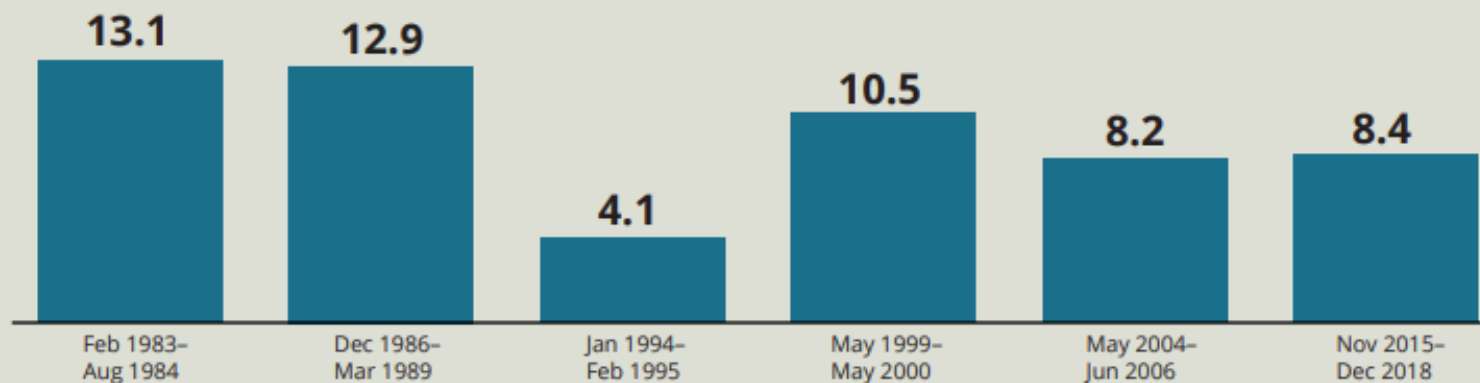


Another Catastrophist Myth Bites the Dust

Not only doesn't Fed tightening automatically tank the equity market, but in the last half-dozen tightening cycles, it's been the opposite: annualized gains averaging 9.5%.

S&P 500 Annualized Total Return During Previous Fed Hiking Cycles (%)



Source: Haver Analytics and Goldman Sachs Global Investment Research.