



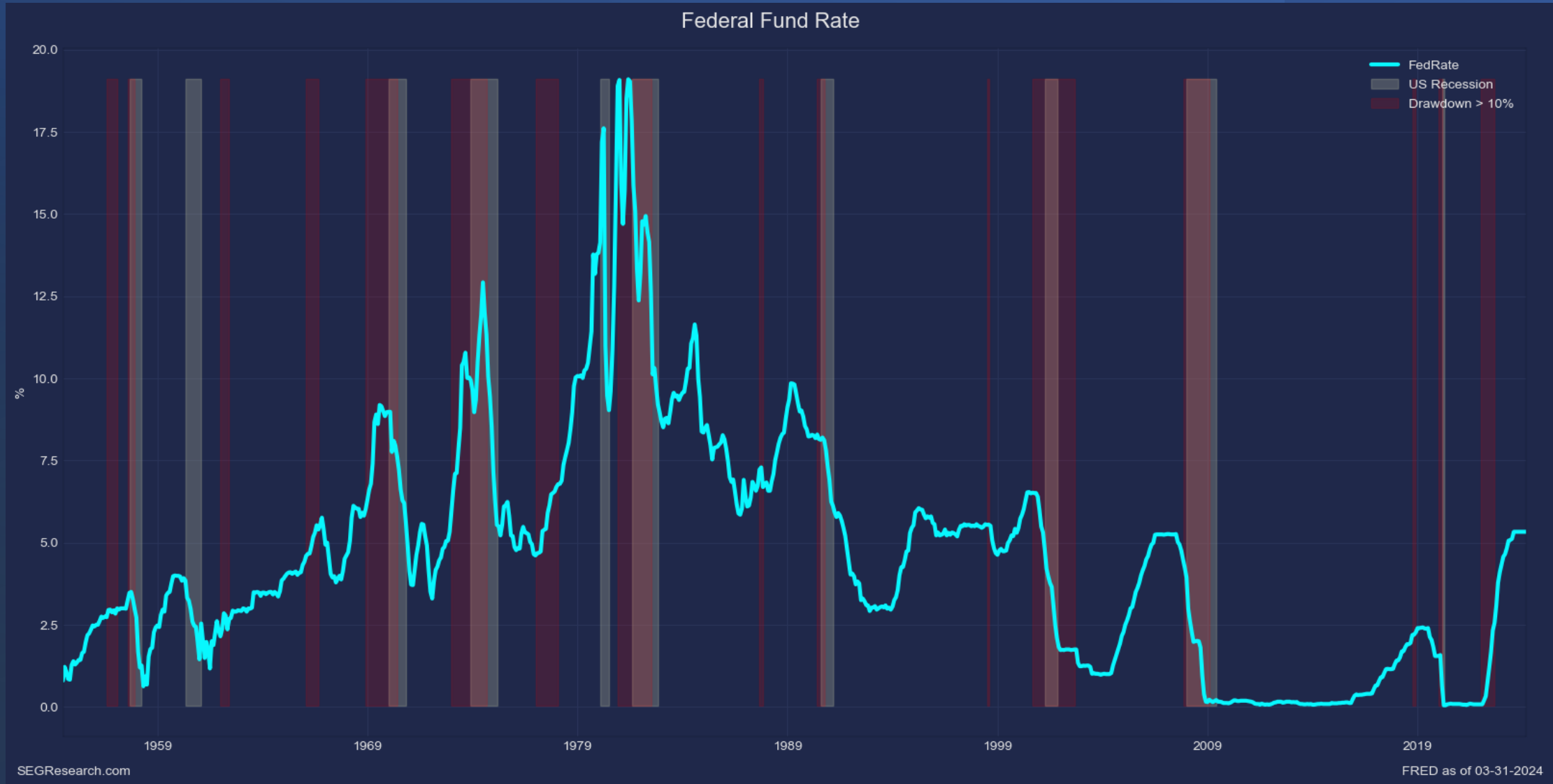
SEG Research: US Yield Curve VisBook

March 2024

Summary:

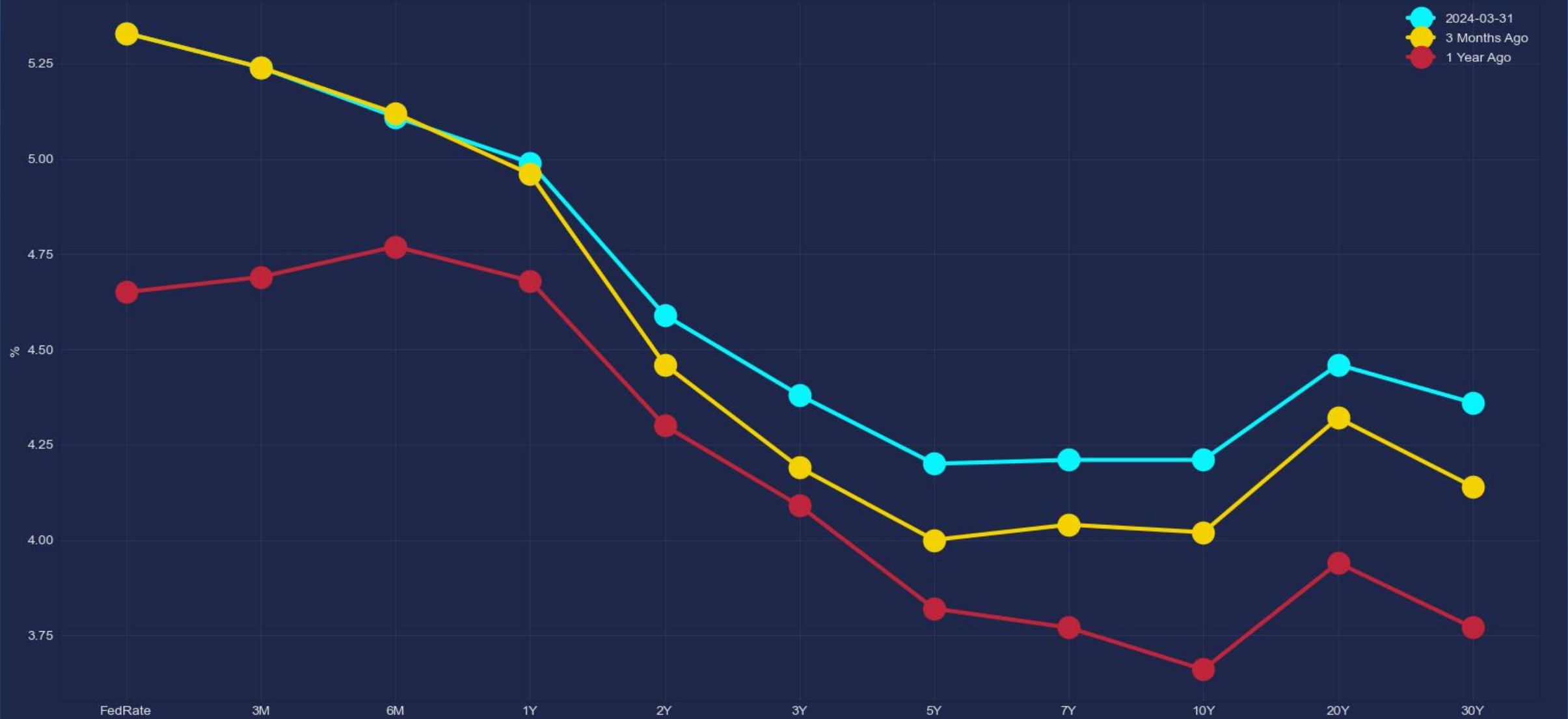
The US treasury yield curve remains inverted. The US Federal Reserve signaled that they are most likely done with interest rate hikes, and 2024 could see interest rate cuts. The market appears to be pricing cuts in the future, but the yield curve shifted higher as CPI came in above expectations. Currently, most of the shorted-dated vintages are below the Federal Reserve fund rate, reaffirming that cuts are likely in the near future. The recession probability remains very high per the probit model based on 10-year minus 3-month yields.

Federal Reserve Fund Rate



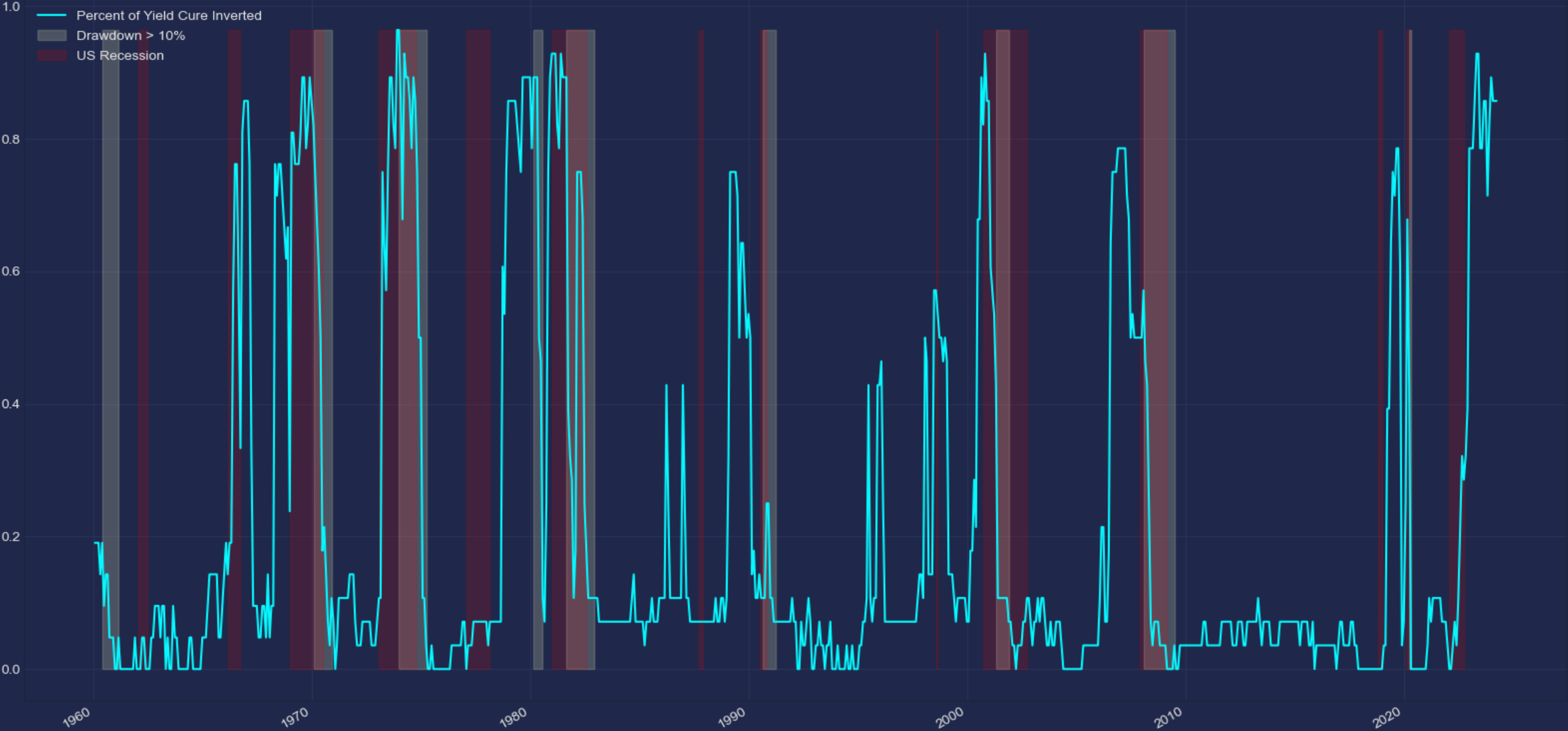
Yield Curve Shape

US Yield Curve Shape

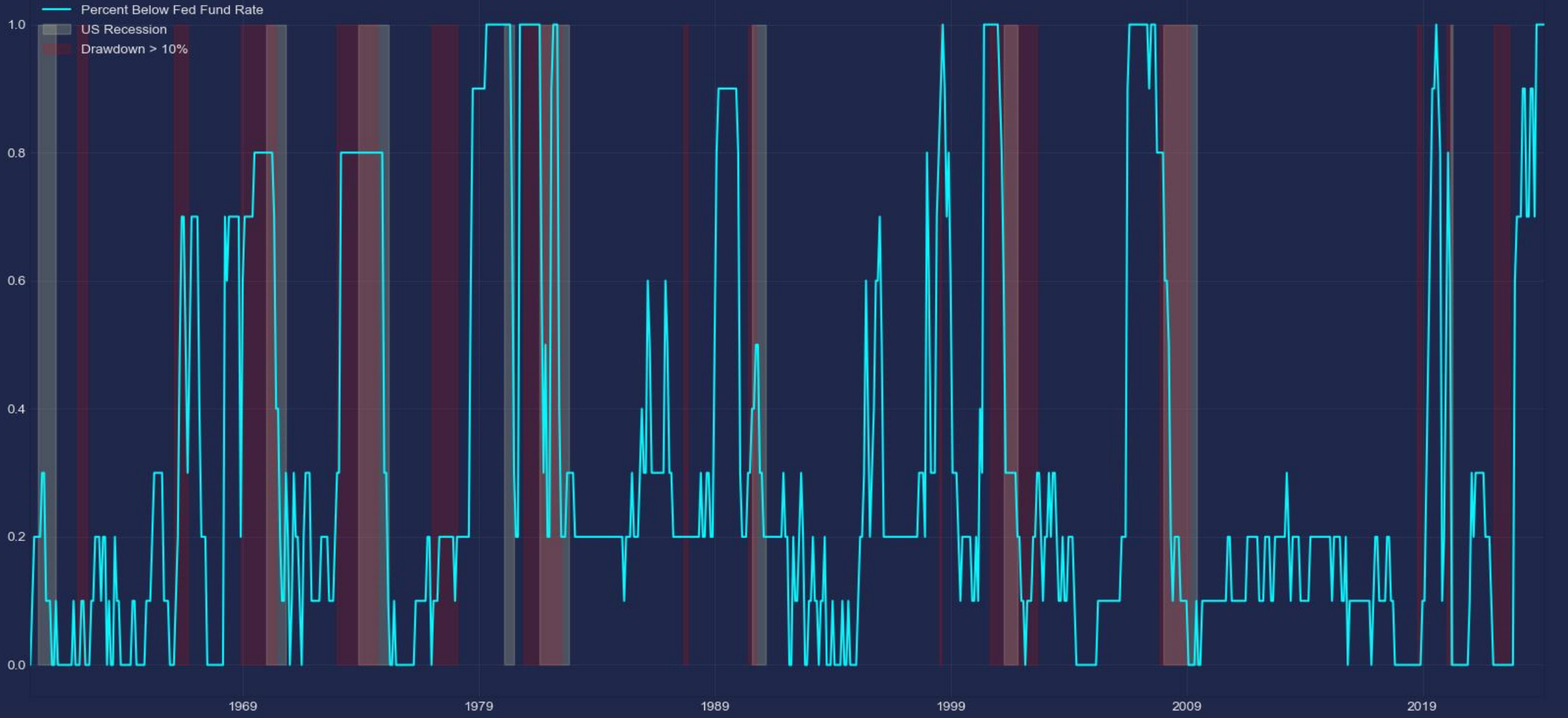


Yield Curve Inversion

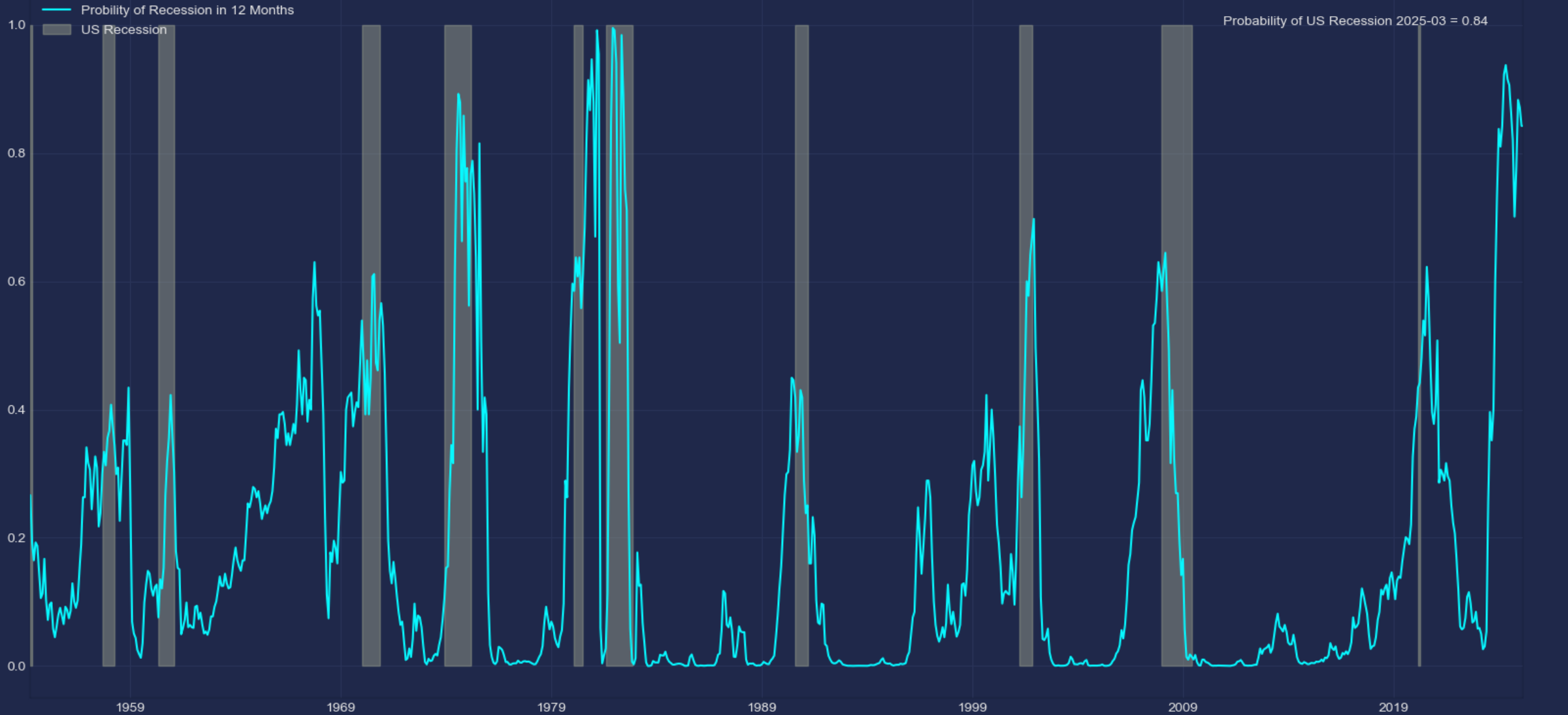
Percent of US Yield Curve Inverted



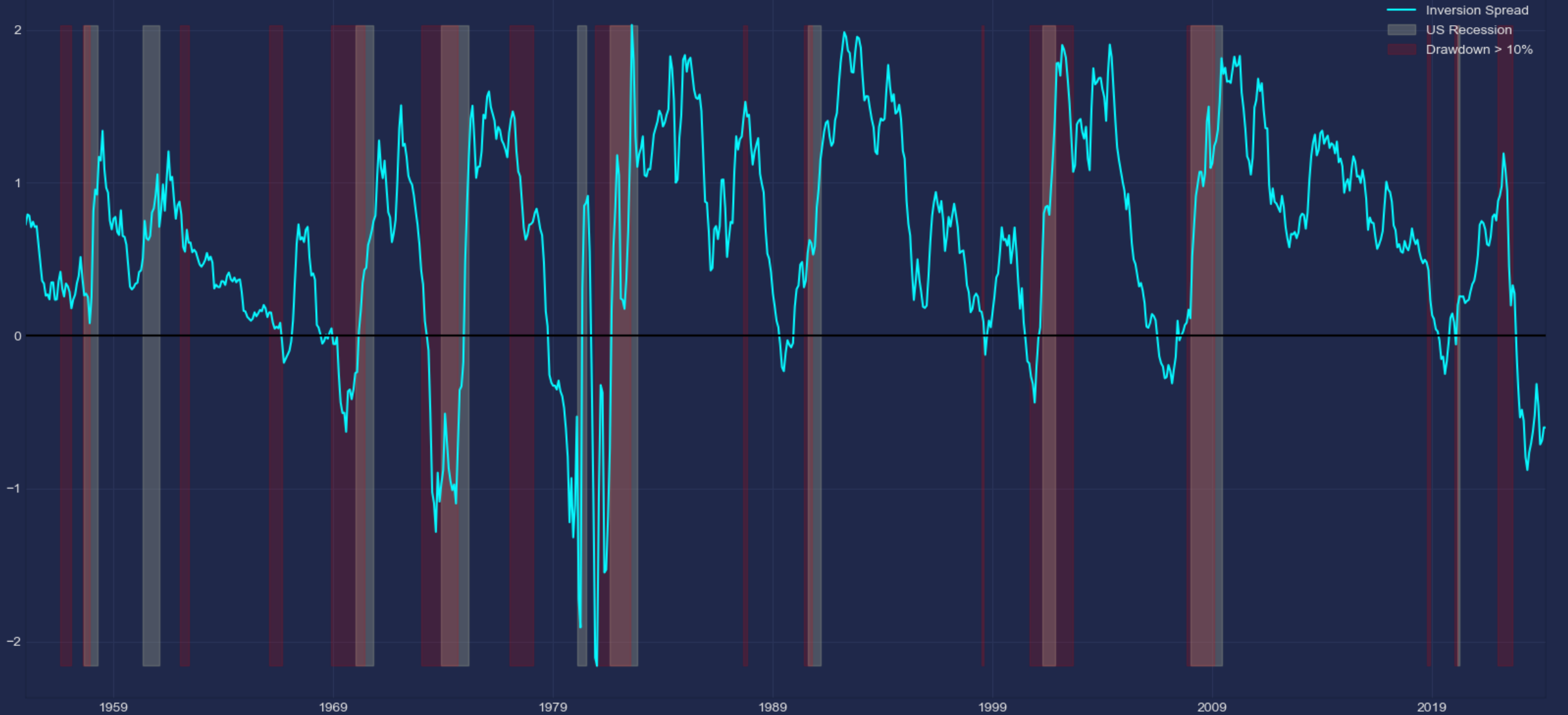
Percent of Yield Curve Below the FED Fund Rate



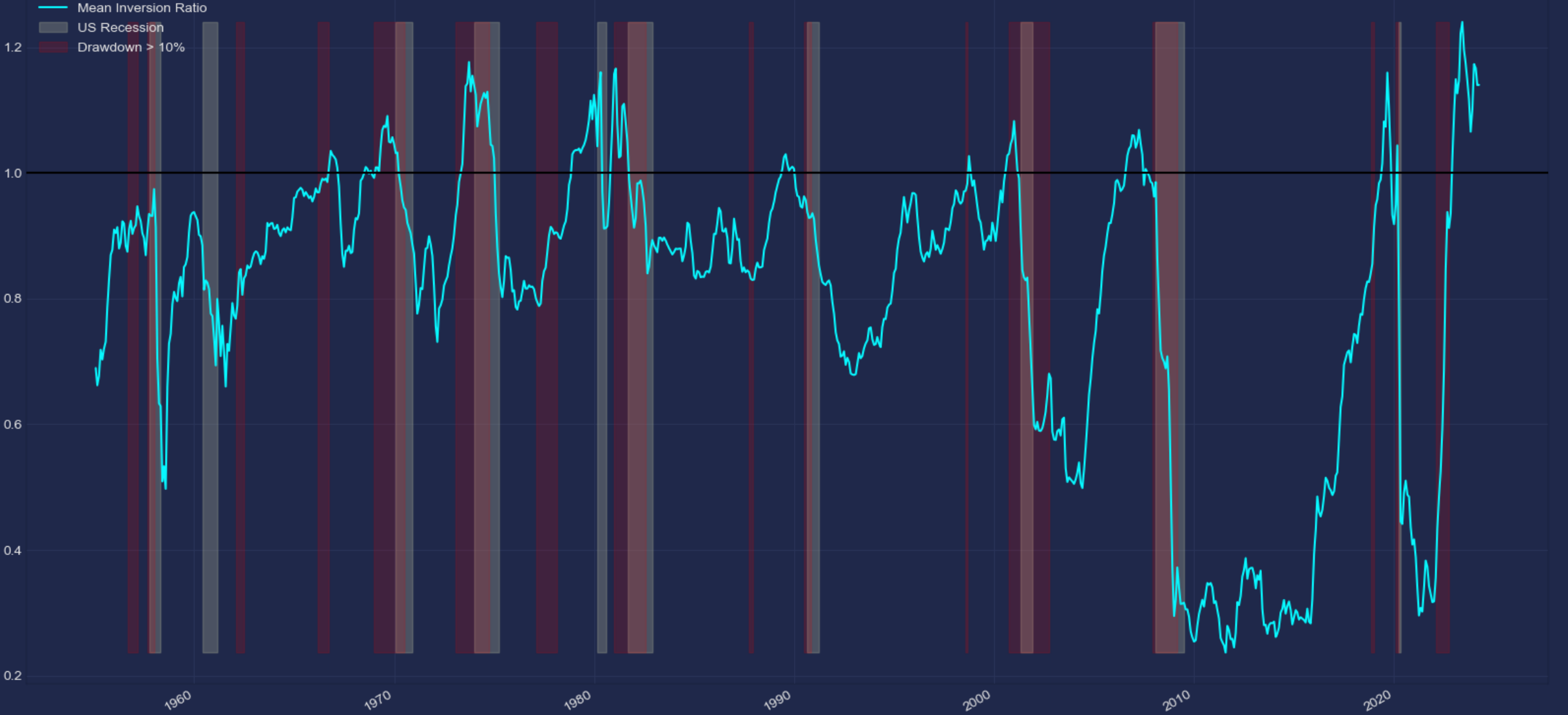
US Treasury Spreads (10-Year Minus 3-Month) Probability of Recession in 12 Months (Probit Model)



US Yield Curve Mean Inversion Spread



US Yield Curve Mean Inversion Ratio



US Treasury Rates

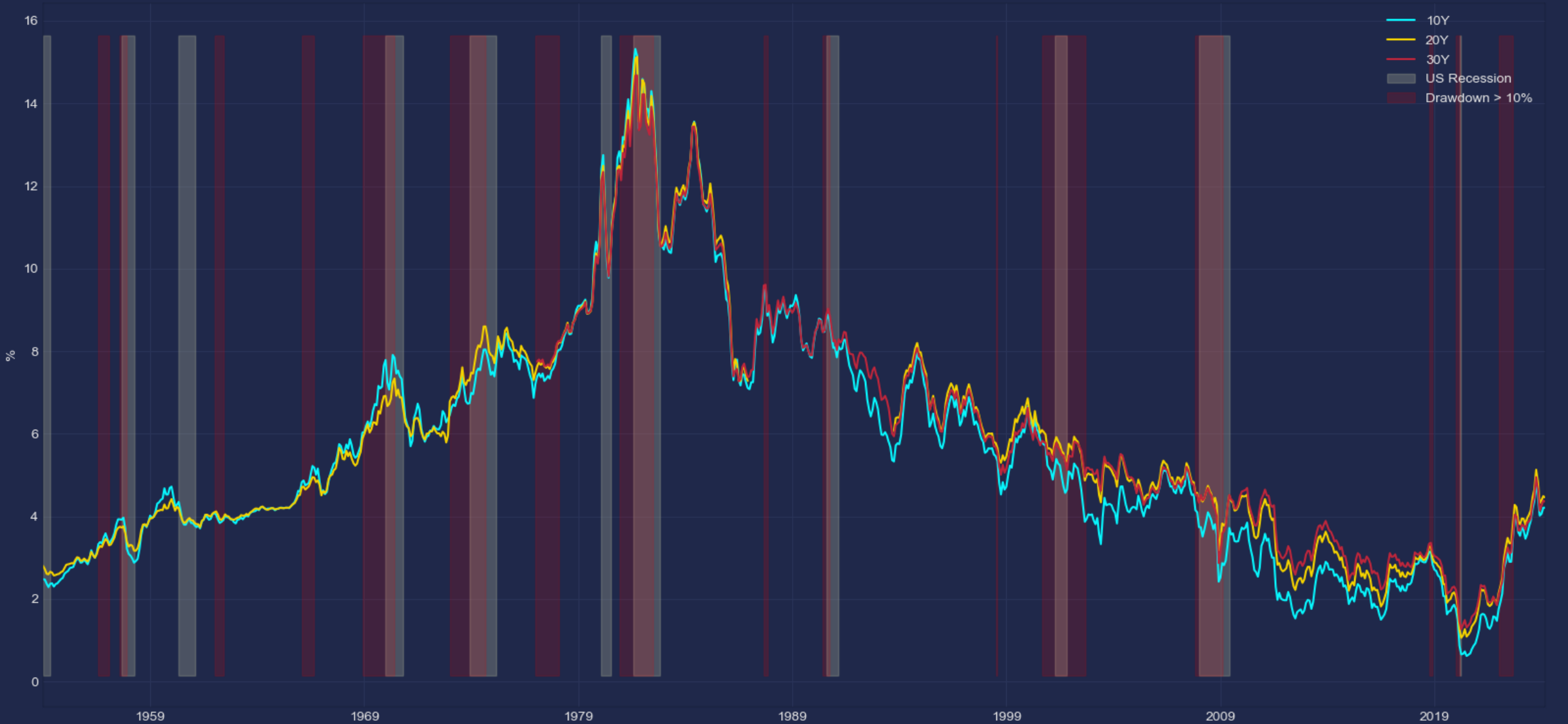
Short-Term US Treasury Rates



Intermediate-Term US Treasury Rates

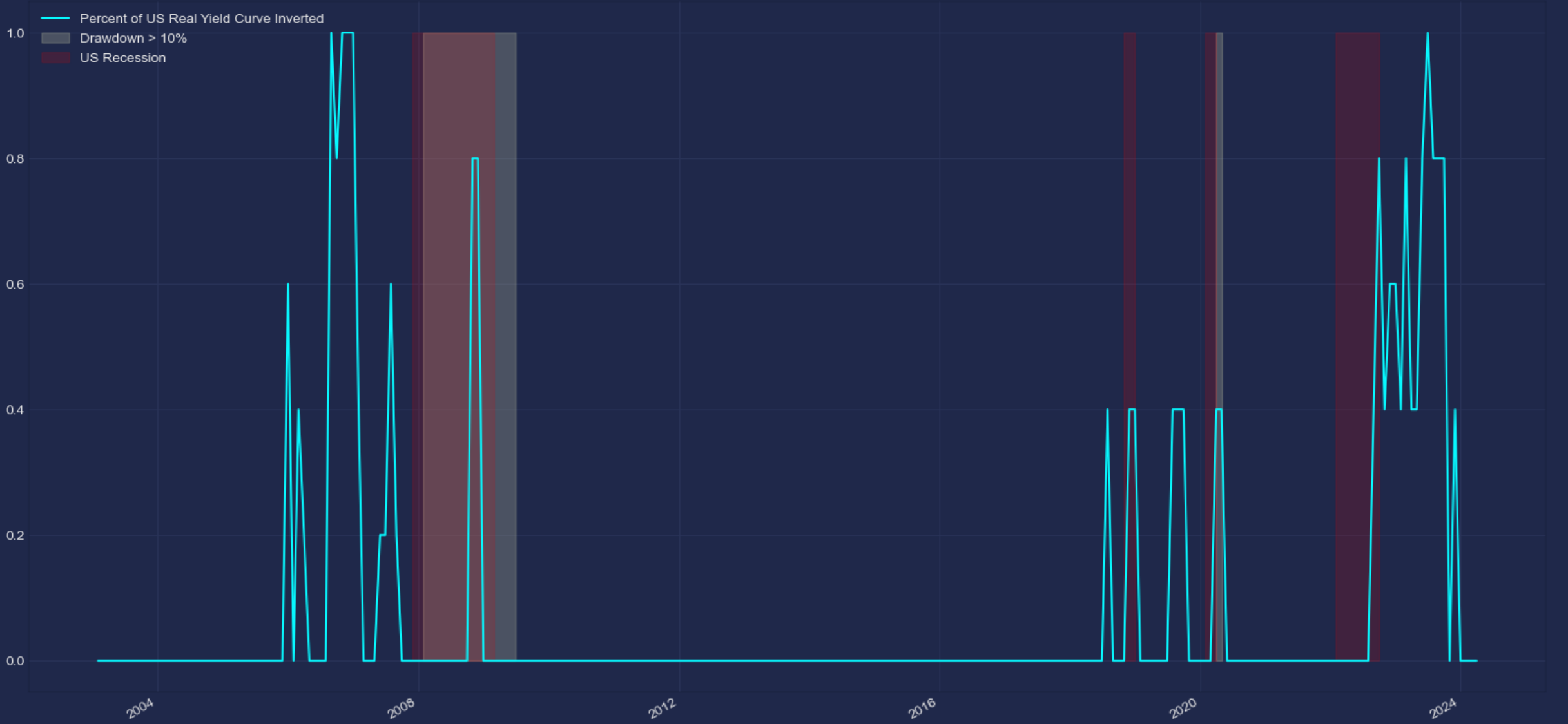


Long-Term US Treasury Rates

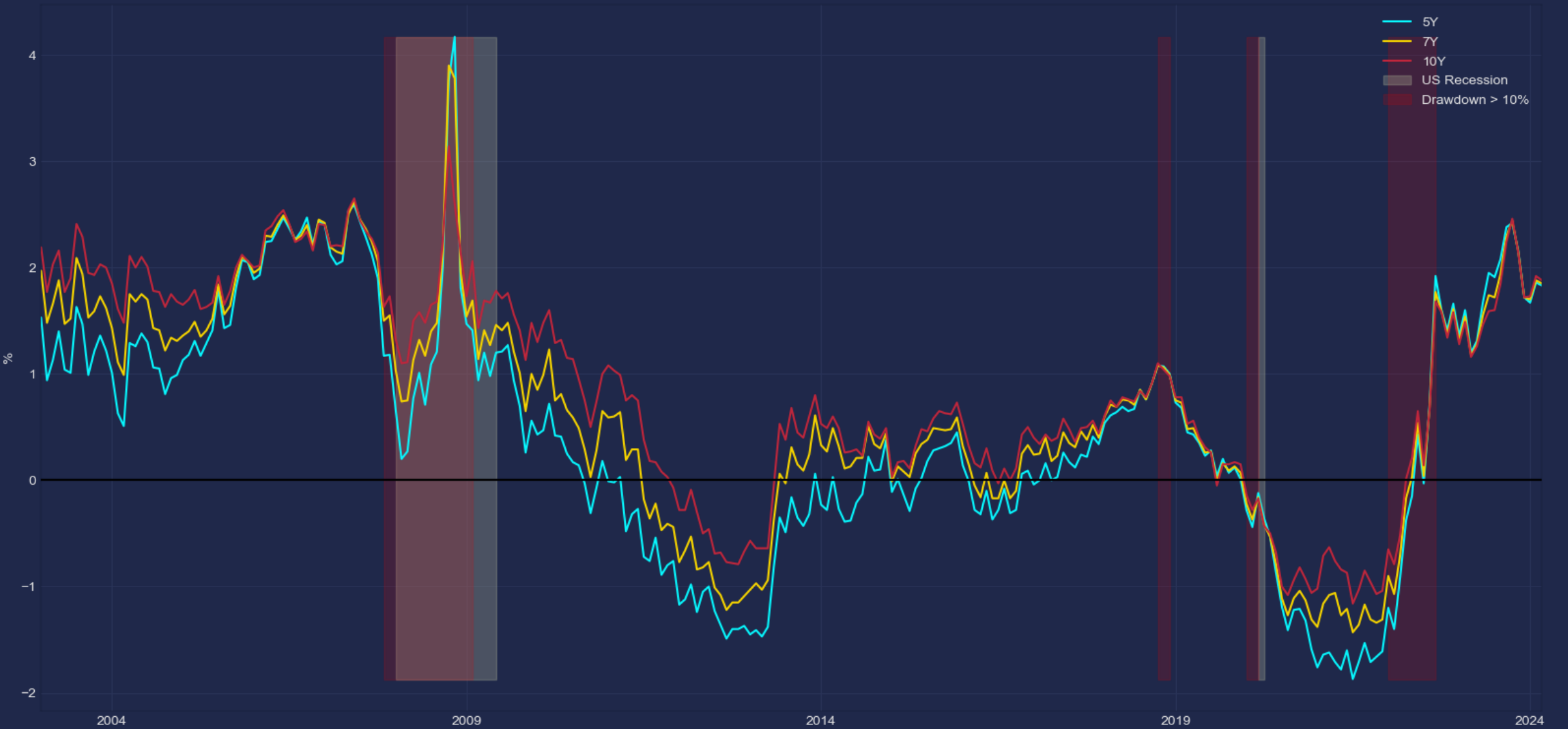


US Real Yields

Percent of US Real Yield Curve Inverted



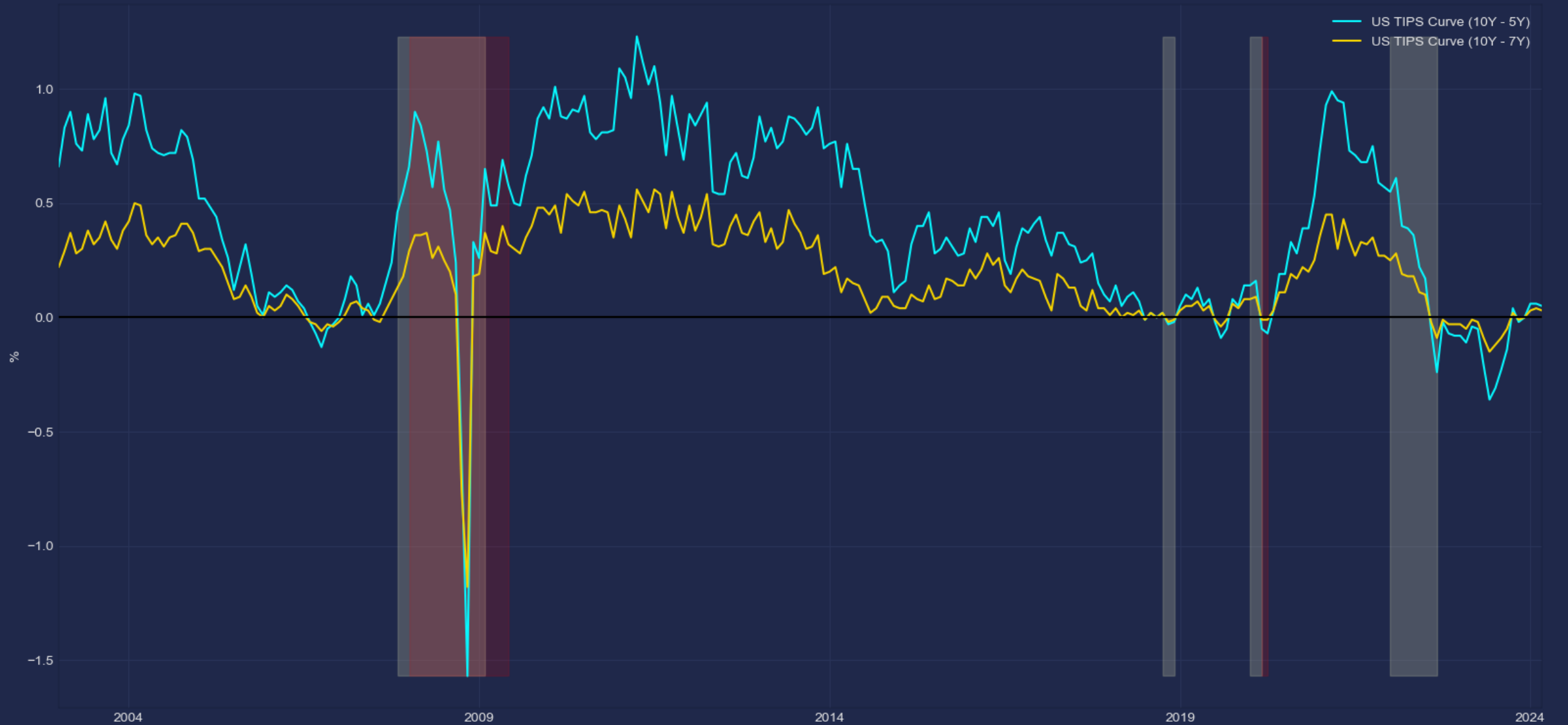
Intermediate Term US Real Yields (Inflation-Protected Securities)



Long-Term US Real Yields (Inflation-Protected Securities)



US Real Yields Curve (10-Year)



US Real Yields Curve (20-Year)

