Louisiana Asset Management Pool
LAMP

- The Federal Reserve (Dot Plot)
- Short-term Interest Rates
- Employment Data
- LAMP Portfolio Overview

**Presenter:**
Sam Silver
Chief Fixed Income Officer
American Beacon Advisors
Federal Reserve Dot Plot
(as of September 18, 2019 FOMC meeting)

**September 2019 dot plot**

*Target fed funds rate at year end*

- Sep FOMC participants' projected fed funds rate

- 3.5%
- 3.0%
- 2.5%
- 2.0%
- 1.5%

**Note:** Each dot represents the expectations of one FOMC member. The 2019 and 2020 medians fell from 2.4% and 2.6%, respectively, to 1.875%. The 2021 median fell from 2.6% to 2.125%. The Longer-Term median stayed at 2.5%.

*Source: Federal Reserve Board of Governors*
Federal Funds Target Rate

Source: Bloomberg

- **2.25 to 2.50% (12/18)**
- **0.25 to 0.50% (12/15)**
- **(7/19)**
- **(9/19)**
Employment growth slowing

2018 average = 223k
2019 average to date = 161k

Source: Bureau of Labor Statistics and FTN Financial
Unemployment Rate – as of September 2019

Source: Bureau of Labor Statistics and FTN Financial
Weighted Average Maturity: 37 Days
LAMP Portfolio Composition
as of September 30, 2019

- Commercial Paper: 49%
- Overnight Liquidity: 23%
- U.S. Gov't Agencies/Treasuries: 28%
A-1+  (Capacity to meet financial commitment is extremely strong)

A-1  (Capacity to meet financial commitment on the obligation is strong)