

Louisiana Asset Management Pool LAMP

- **The Federal Reserve**
- **Labor Market and Inflation**
- **Yield Curve**
- **LAMP Portfolio Overview**

Presenter:

Sam Silver

Chief Fixed Income Officer

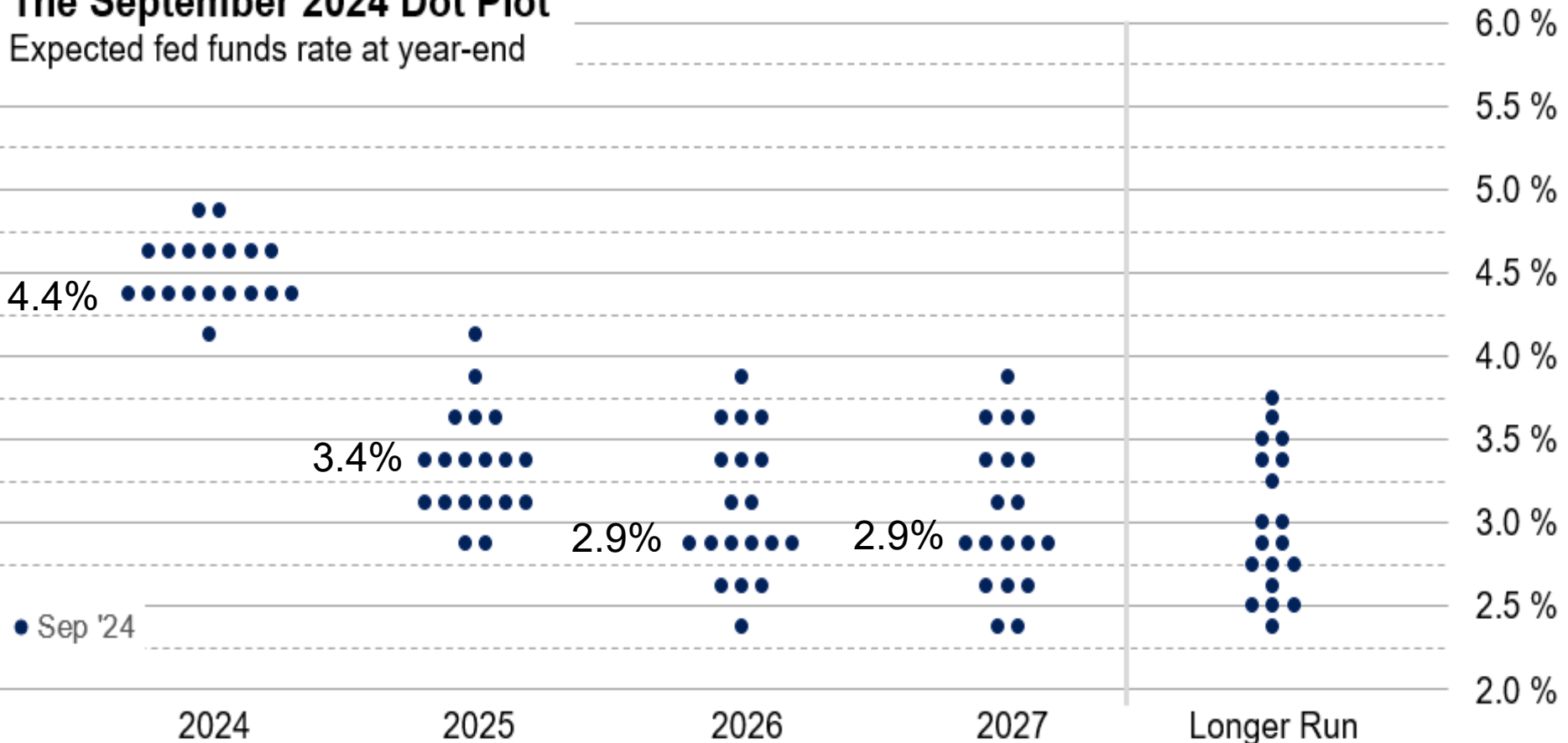
American Beacon Advisors

Federal Reserve Dot Plot

(as of September 18, 2024 FOMC meeting)

The September 2024 Dot Plot

Expected fed funds rate at year-end



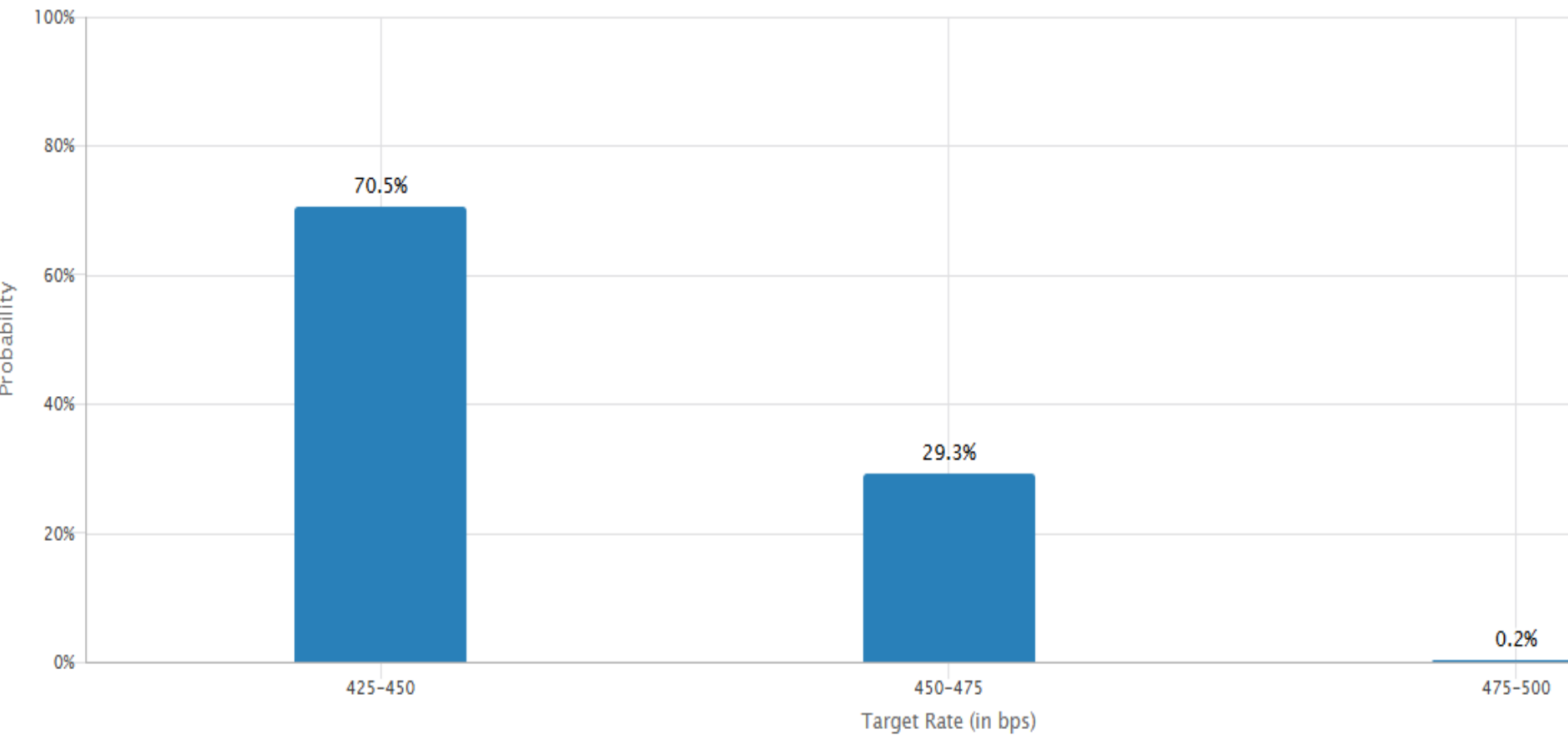
Note: Each dot represents the expectations of one FOMC member. Median projection is 4.4% for 2024, 3.4% for 2025, 2.9% for 2026, and 2.9% for 2027. The longer run median is 2.9%.

Source: Federal Reserve Board of Governors

Market Expectations for the December Fed Meeting (as of November 6, 2024)

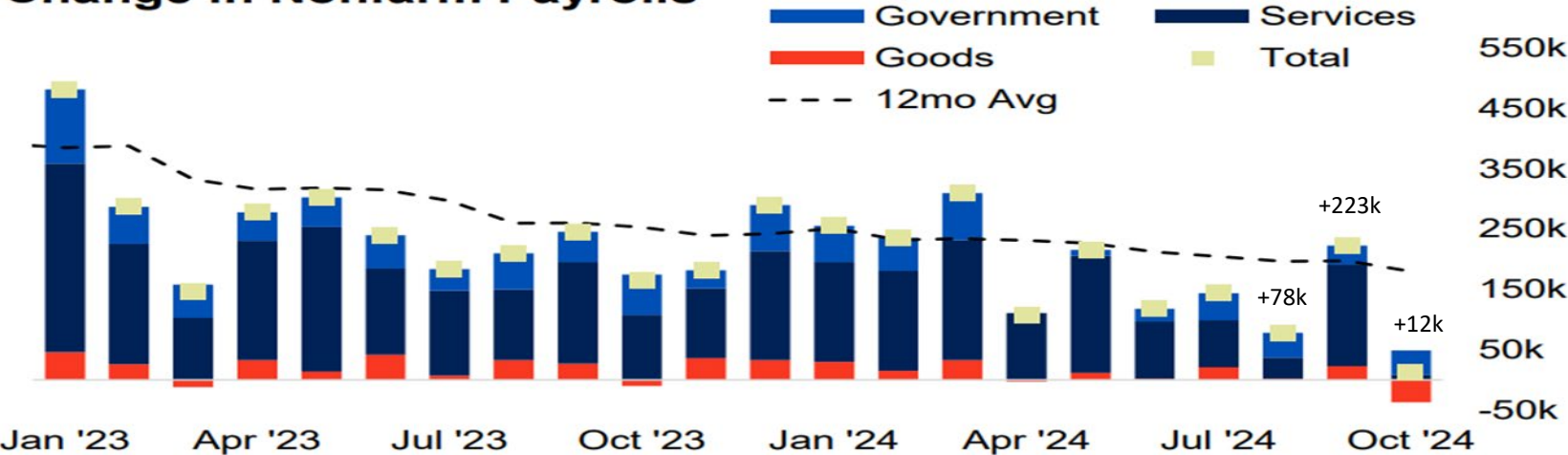
TARGET RATE PROBABILITIES FOR 18 DEC 2024 FED MEETING

Current target rate is 475-500



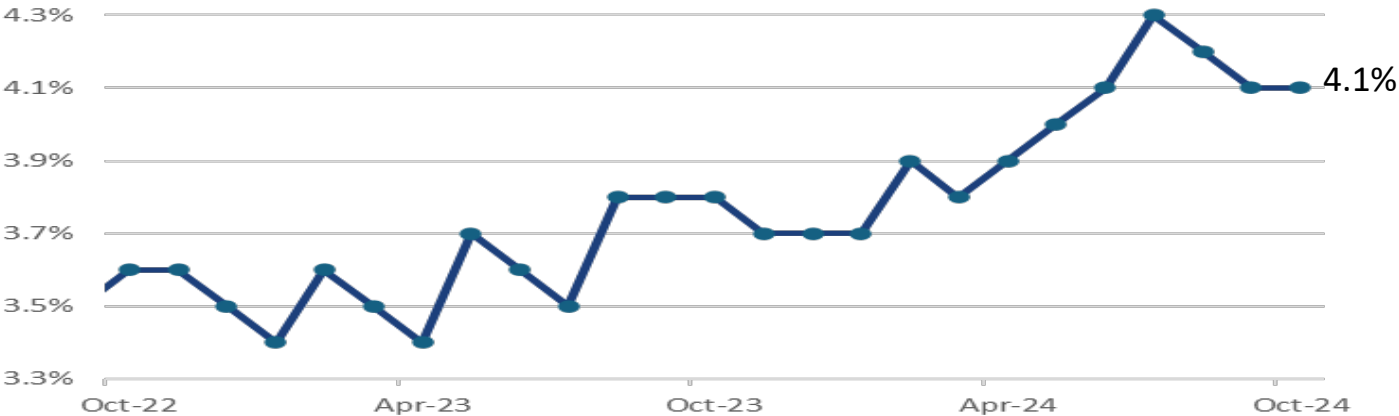
Labor Market Solid Despite October Drop in Payrolls

Change in Nonfarm Payrolls



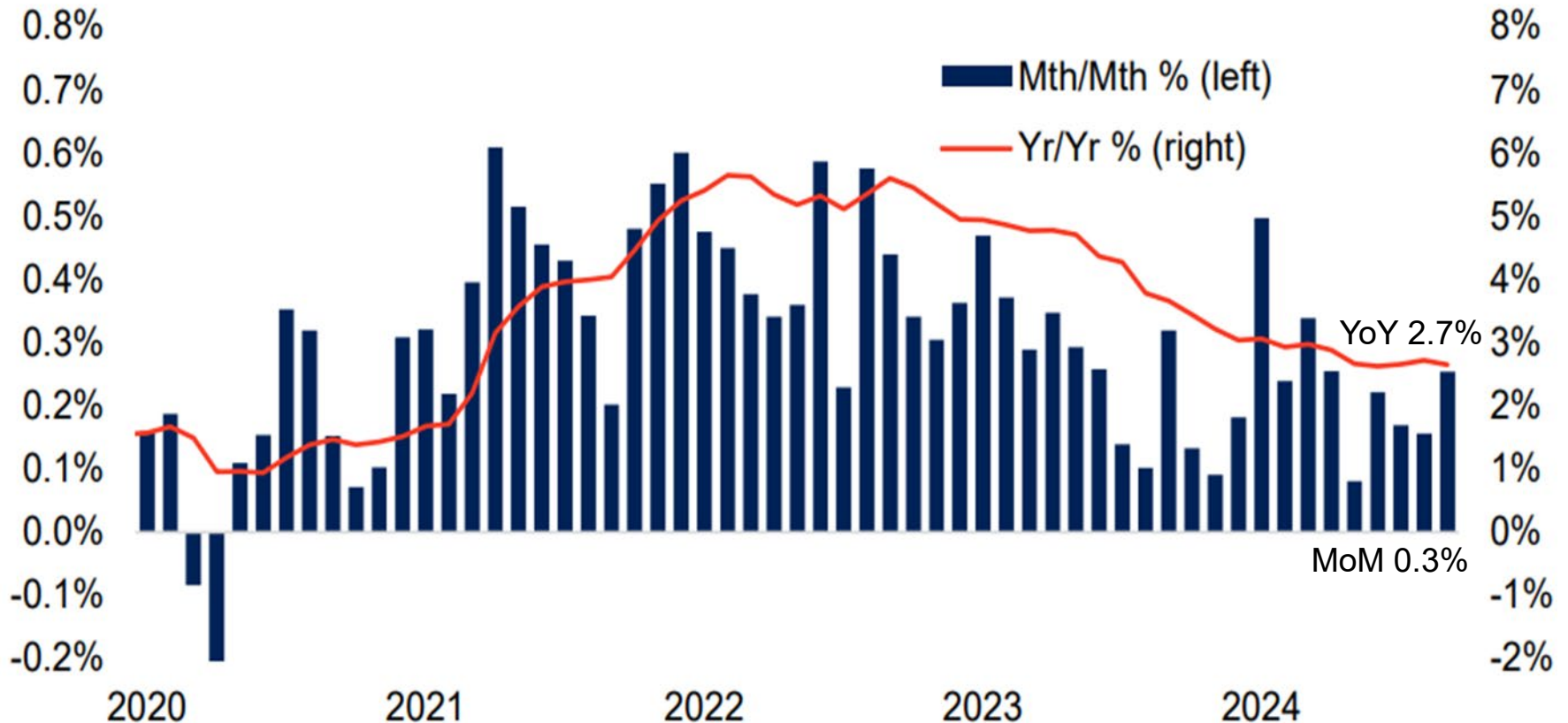
Source: FHN Financial

Unemployment Rate



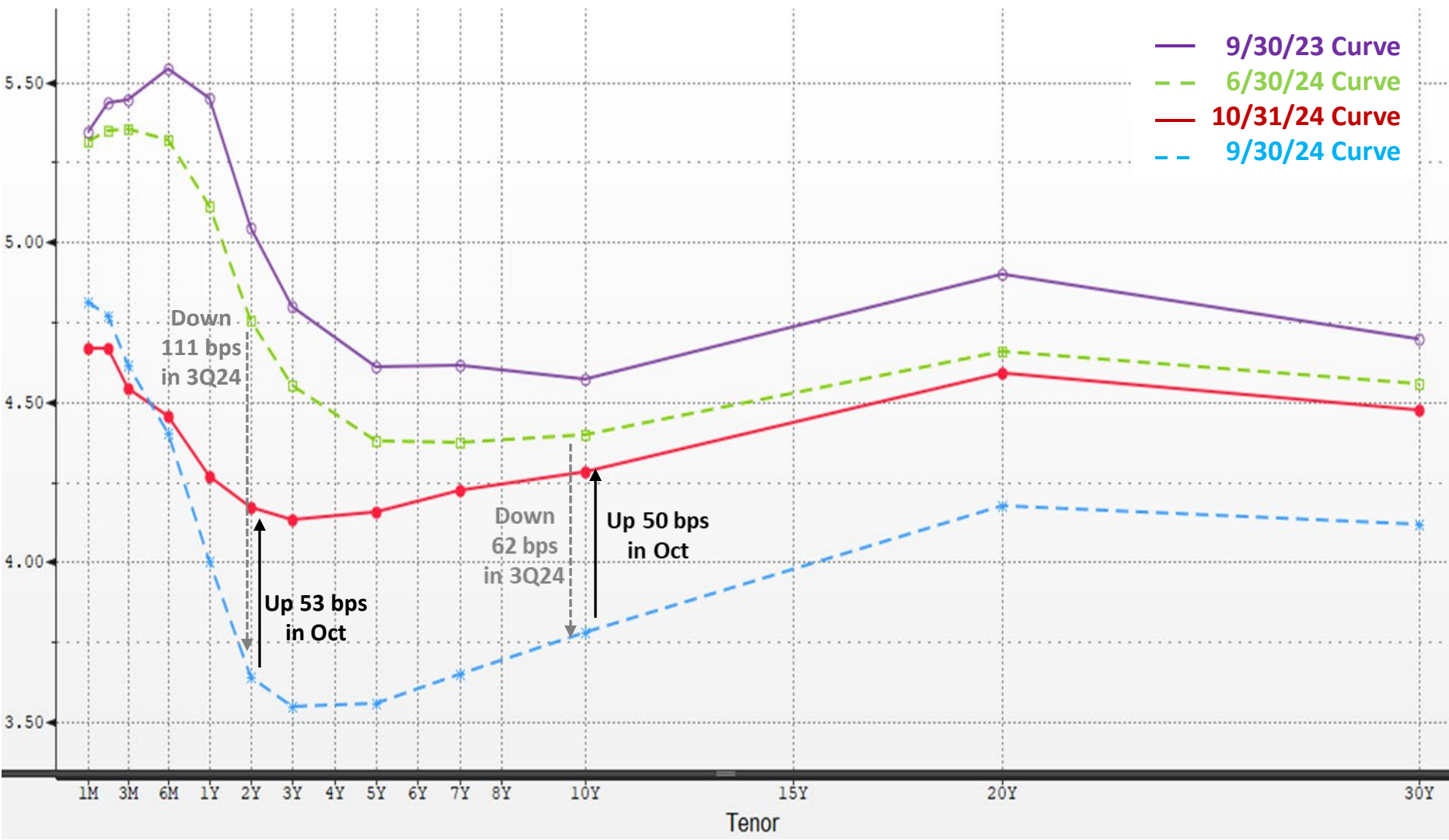
Inflation Trending in the Right Direction but Ticked Up in September

Core PCE (ex food & energy)



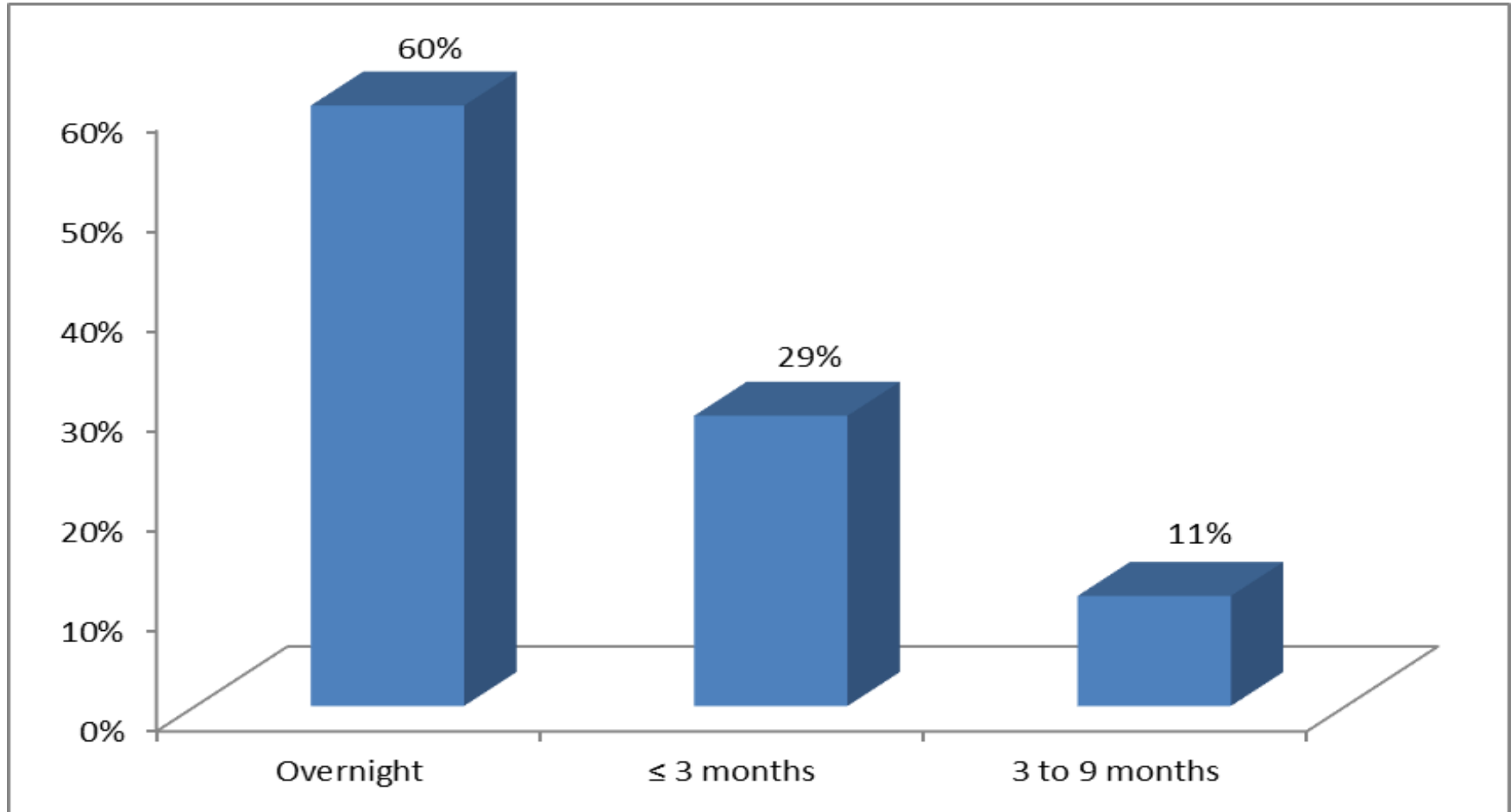
Source: FHN Financial

Yield Curve



LAMP Portfolio Interest Rate Risk

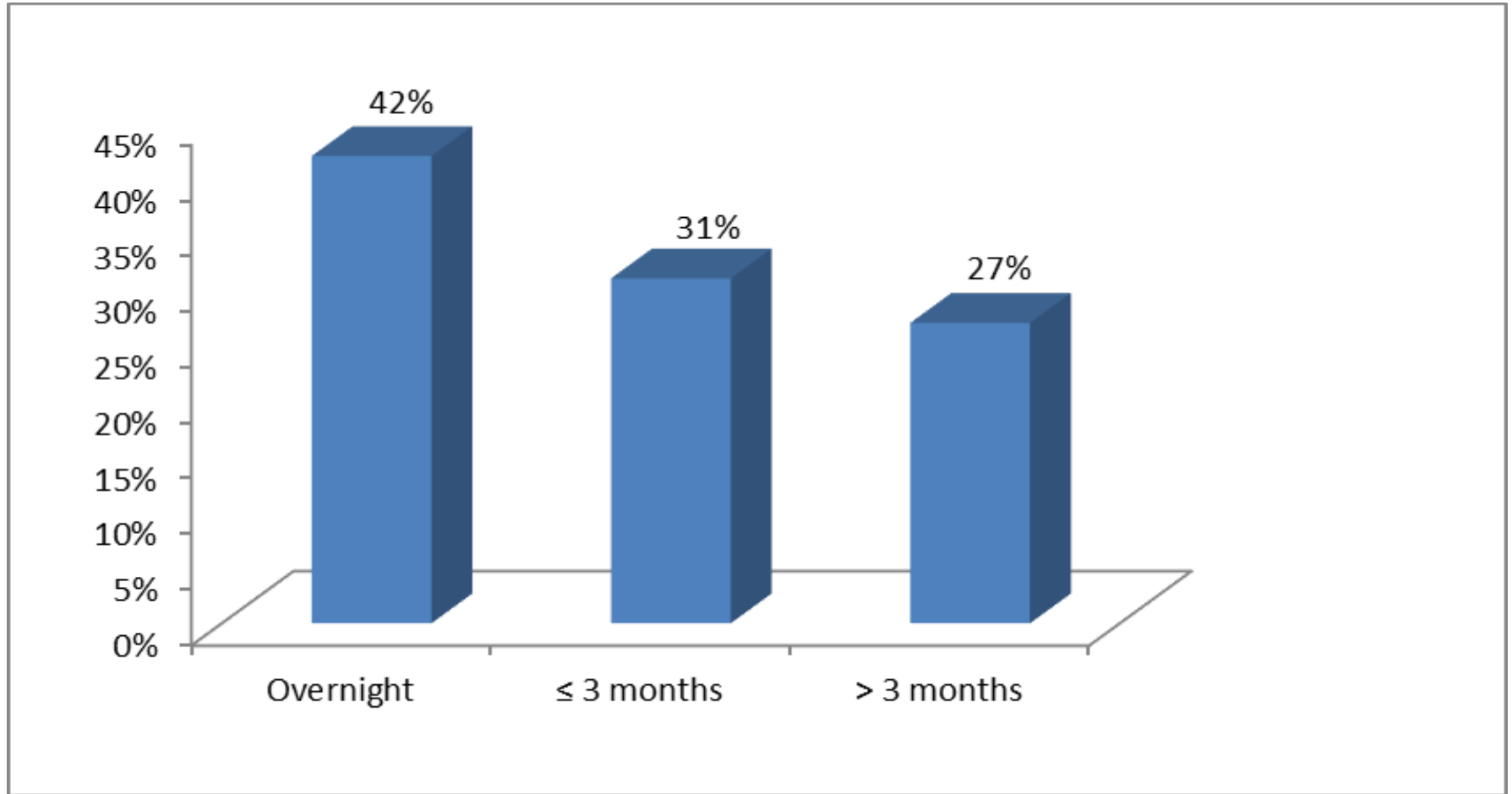
as of September 30, 2024



Weighted Average Maturity: 25 Days

LAMP Portfolio Credit Risk

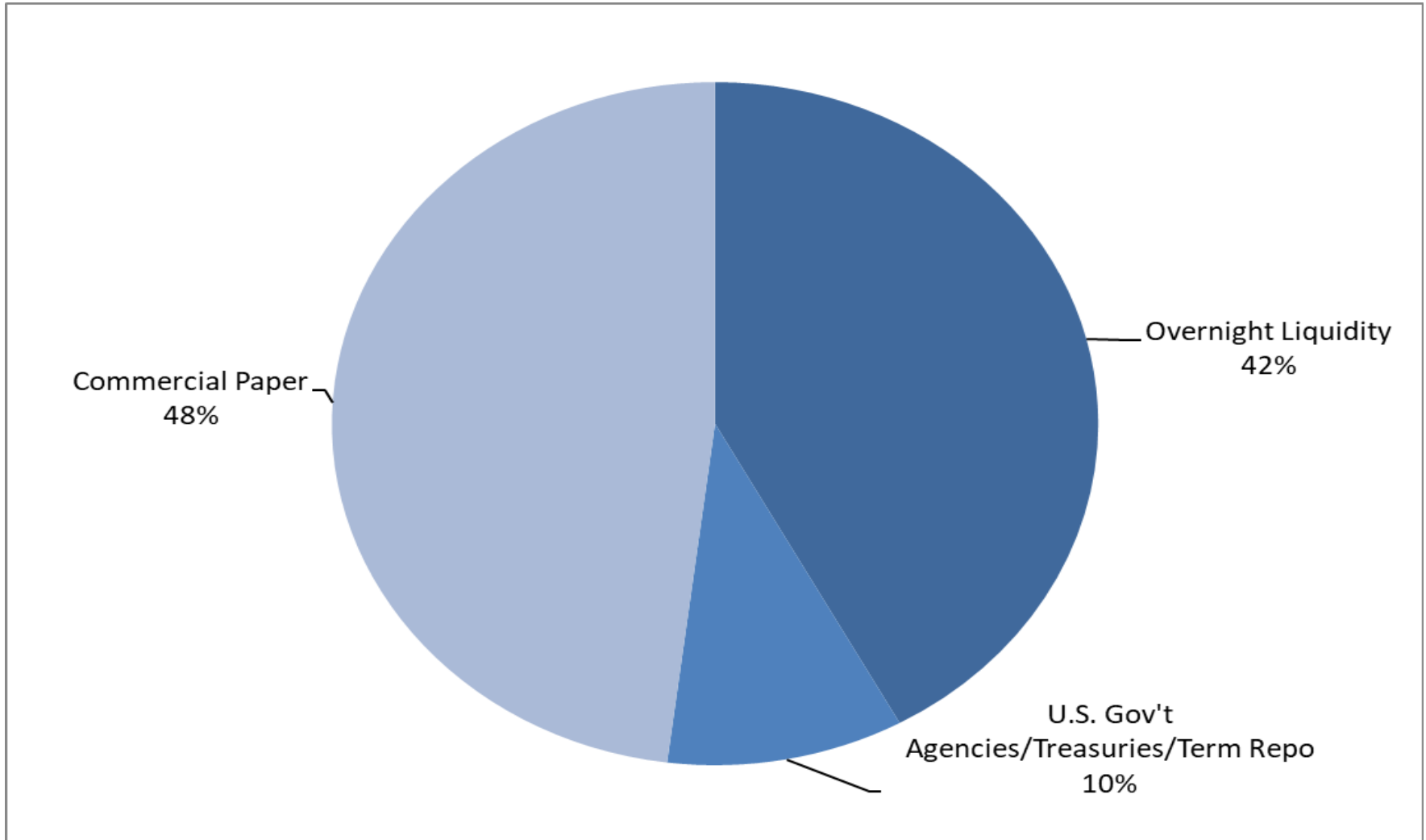
as of September 30, 2024



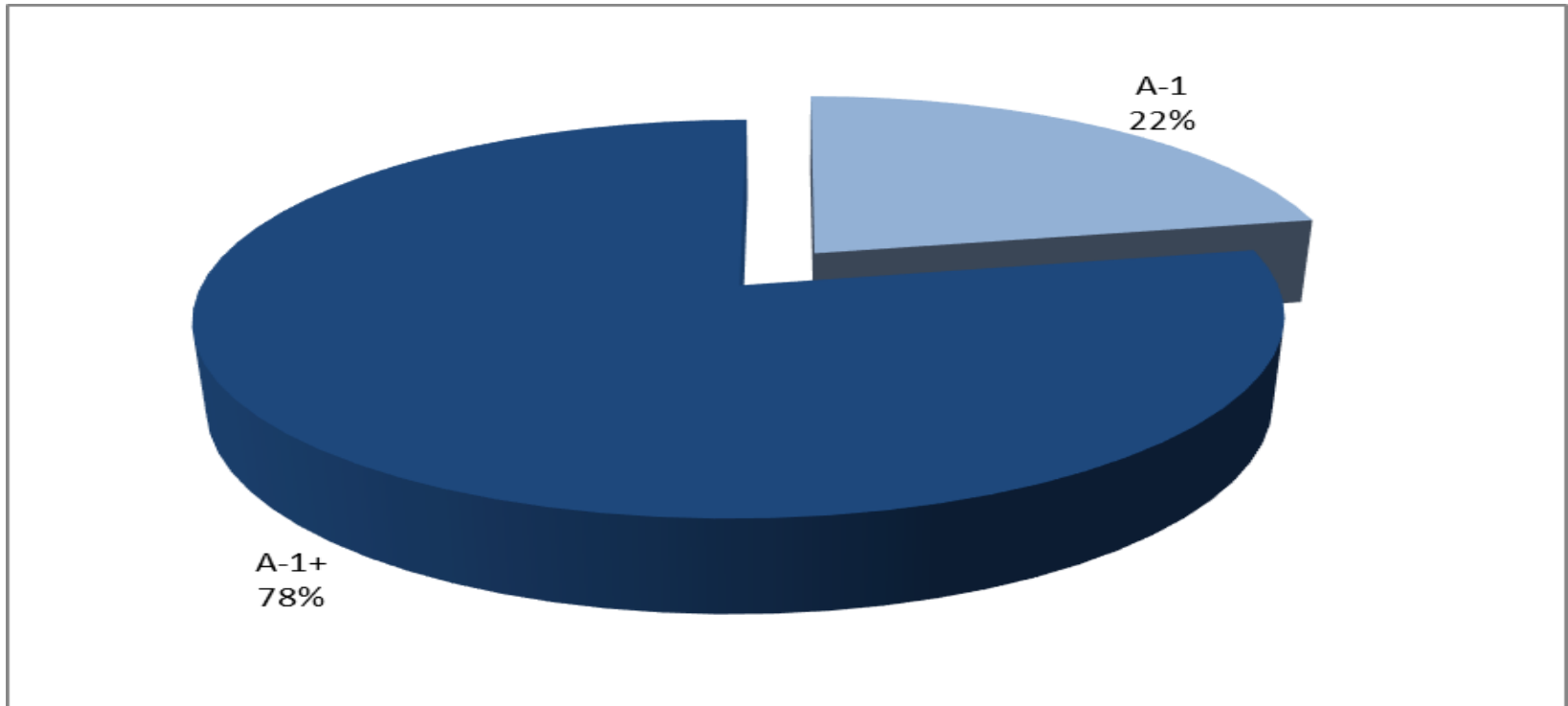
Weighted Average Life: 67 Days

LAMP Portfolio Composition

as of September 30, 2024



Standard & Poor's Short-Term Debt Ratings



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

A-1+ (Capacity to meet financial commitment is **extremely strong**)