

Fed Exchange 2010

Eric S. Rosengren
President & CEO
Federal Reserve Bank of Boston

Springfield, Massachusetts

June 3, 2010

THE WALL STREET JOURNAL

SATURDAY/SUNDAY, SEPTEMBER 13 - 14, 2008

WEEKEND EDITION

RESEARCH LIBRARY
SEP 15 2008
FEDERAL RESERVE BANK OF BOSTON

Lehman Fate Spurs Emergency Session

Wall Street Titans Seek Ways to Stem Widening Crisis

Mack and Merrill Lynch & Co. Chief Executive John Thain, among others. Talks about a sale of Lehman or many of its parts were taking place in other forums and were

gether top Wall Street executives to prevent the collapse of hedge fund Long-Term Capital Management. One big issue: Most of the firms at the meeting have themselves been hit with

ing American International Group Inc. and Washington Mutual Inc. If the meeting helps engineer a rescue for the firm that doesn't involve government funding, it would represent

**** \$2.00
WSJ.com

THE WALL STREET JOURNAL

MONDAY, SEPTEMBER 15, 2008 • VOL. CCLXI NO. 64

LEHMAN BROTHERS
94.4%

Merrill Lynch
68.2%

AIG
79.2%

Crisis on Wall Street as Lehman Totters, Merrill Is Sold, AIG Seeks to Raise Cash

Fed Will Expand Its Lending Arsenal in a Bid to Calm Markets; Moves Cap a Momentous Weekend for American Finance

New York Times

MONDAY, SEPTEMBER 15, 2008

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SEP 15 2008

BIDS TO HALT FINANCIAL CRISIS RESHAPE LANDSCAPE OF WALL ST.

NEWS ANALYSIS

Jittery Road For Markets

MERRILL IS SOLD

Failing to Find Buyer, Lehman Bros. Is Set to Wind Down

THE WALL STREET JOURNAL

TUESDAY, SEPTEMBER 16, 2008 • VOL. CCLXI NO. 65

AIG, Lehman Shock Hits World Markets

Focus Moves to Fate of Giant Insurer After U.S. Allows Investment Bank to Fail; Barclays in Talks to Buy Core Lehman Unit

AIG Faces Cash Crisis As Stock Dives 61%

TELEGRAM & GAZETTE

MONDAY, SEPTEMBER 15, 2008

Updated news at telegram.com

MASSACHUSETTS

60 CENTS

Financial giants tumble

Merrill Lynch sold; Lehman nears end

Enterprise

IN THIS SECTION, 6

WALL STREET REELS

ECONOMY ROCKED AS MORE GIANTS FALL IN BANKING SHAKEOUT

The Boston Globe

TUESDAY, OCTOBER 7, 2008

BRISK OF FALLING
Today: Lots of rain, with a cool breeze.
High 59-64.
Tomorrow: Baking but chilly, 43-51.
Turns milder in p.m. High 67-72.
High Tide: 5:35 a.m., 5:45 p.m.
Sunrise: 6:48 Sunrise: 6:15
Full Report: Page D12

BOSTON Herald
www.bostonherald.com
FRIDAY, OCTOBER 31, 2008 • 75 CENTS

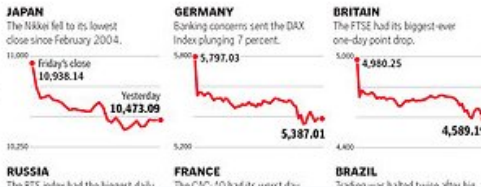


See Sports for full coverage of the ALCS

Worldwide worry

STEVEN SYRE
Boston Capital

Ominous signs in pullback by businesses



Markets tumble amid doubts on US stability

By Robert Gavin
GLOBE STAFF
Waves of panic selling swamped stock markets around the world yesterday as a spreading crisis in confidence battered investors from Tokyo to Brazil.

Lehman defense
Chief executive Richard Fuld told angry lawmakers the firm was hit by a "financial tsunami" before the bankruptcy filing. **A6**
Disenchantment



CAPE COD TIME
The Cape and Islands' Daily Newspaper
capecodONLINE.com

BOOT UP. PLUG IN. TALK ON.
BUSINESS BI

Sox beat Angels
SPORTS C1

TUESDAY, OCTOBER 7, 2008 75 cents

Financial shocks go global

U.S., foreign markets plunge on fears of worldwide recession

WHO'S IN CHARGE OF THE \$700

INTERVIEW
AUTHOR DETAILS RISE OF 'NEW KIDS' EDGE, PAGE 40

BOSTON Herald
www.bostonherald.com
THURSDAY, SEPTEMBER 25, 2008 • 75 CENTS

RAY FLYNN RECOVERS
The former Hub mayor pours his heart out to our Peter Gelzins. See Page 4.

\$STRESSED OUT

KENNEBEC JOURNAL

Maine's Oldest Newspaper | Founded in 1825

kjonline.com TUESDAY, OCTOBER 7, 2008

A GLETHEN MAINE NEWSPAPER | Copyright 2008 | Aug

PANIC ENGULFS MARKETS

Trading chaotic worldwide; Dow drops below 10,000

LONDON (AP) — Stock markets slumped worldwide Monday, some marking record one-day drops, as fears the global financial crisis will worsen and hit the wider economy despite bank bailouts in the U.S. and Europe.
Stocks began their nosedive in Asia, where investors found little comfort from Washington's approval on Friday of a \$700 billion bank rescue plan. Doubts over the degree to which the plan could help thaw frozen lending markets and recapitalize banks caused financial stocks to plummet and drag



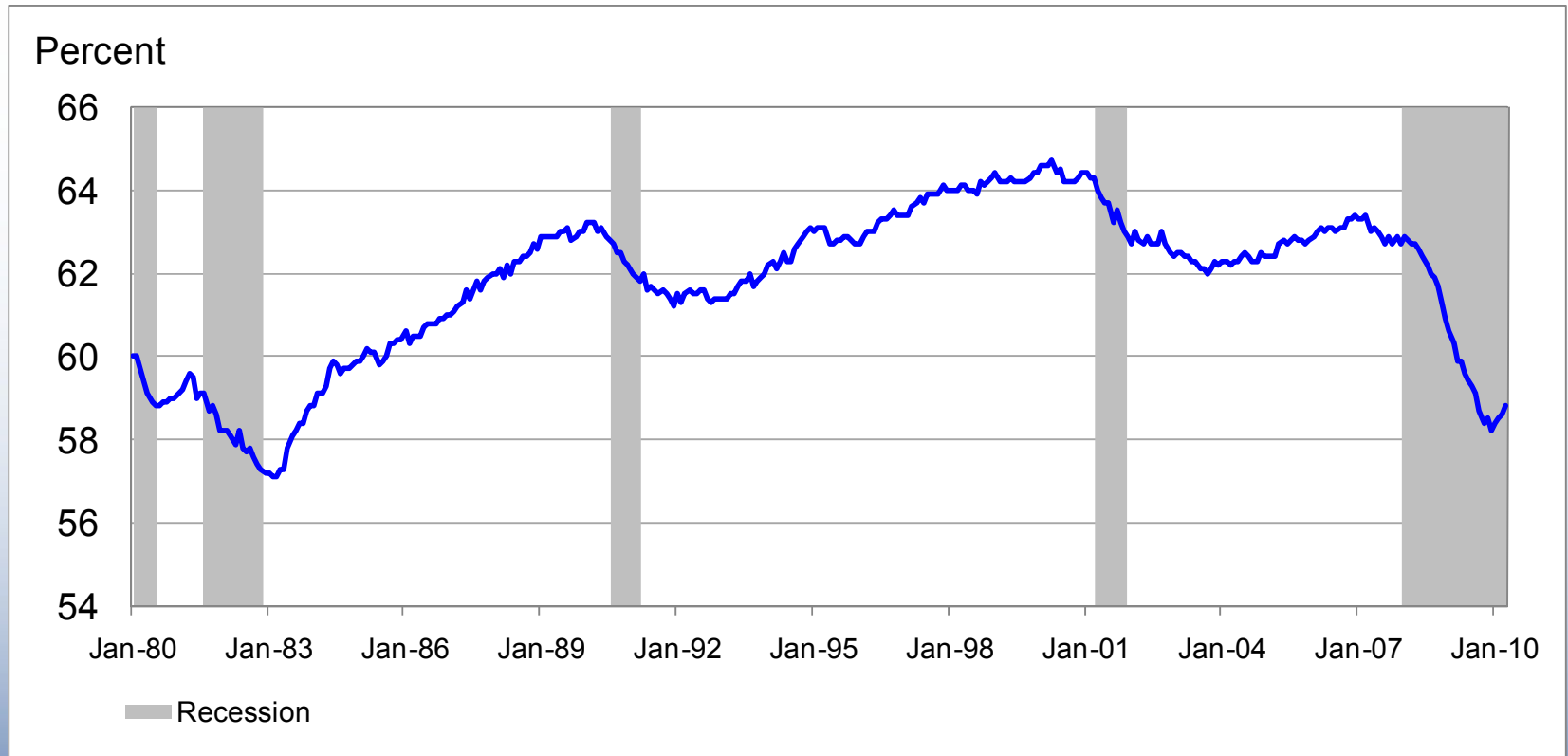
Angelo...
ouste...
by So...
Jed Lowrie's n...
inning hit give...
Boston series

BOSTON (AP) — The Red Sox brushed aside win Angels in four games missing their best-regular season as last news.
When it turns to October, no one dominates like Boston.

Figure 1

Employment / Population Ratio

January 1980 - April 2010

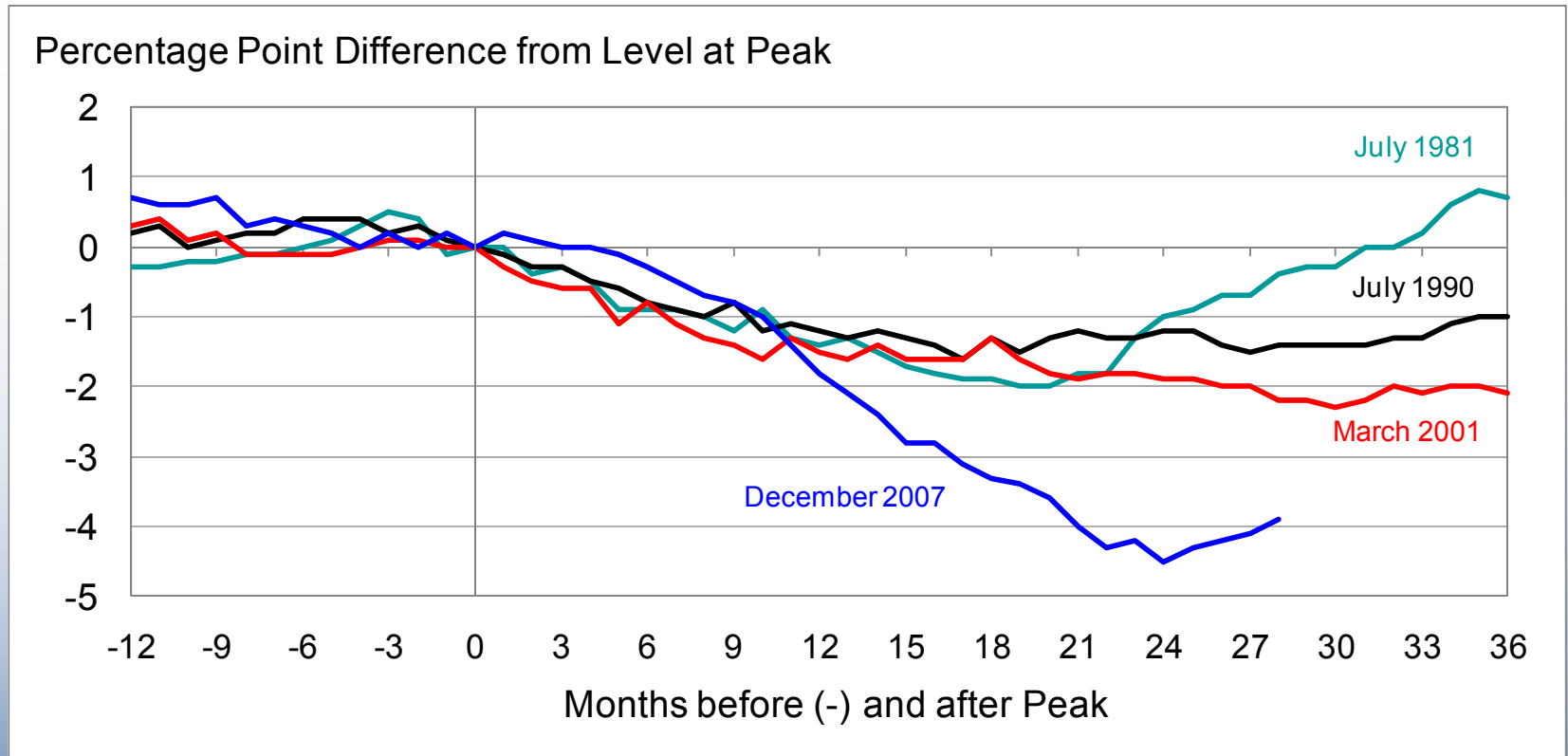


Source: BLS, NBER / Haver Analytics

Figure 2

Employment / Population Ratio: Change from Level at Business Cycle Peak

Last Four Recessions



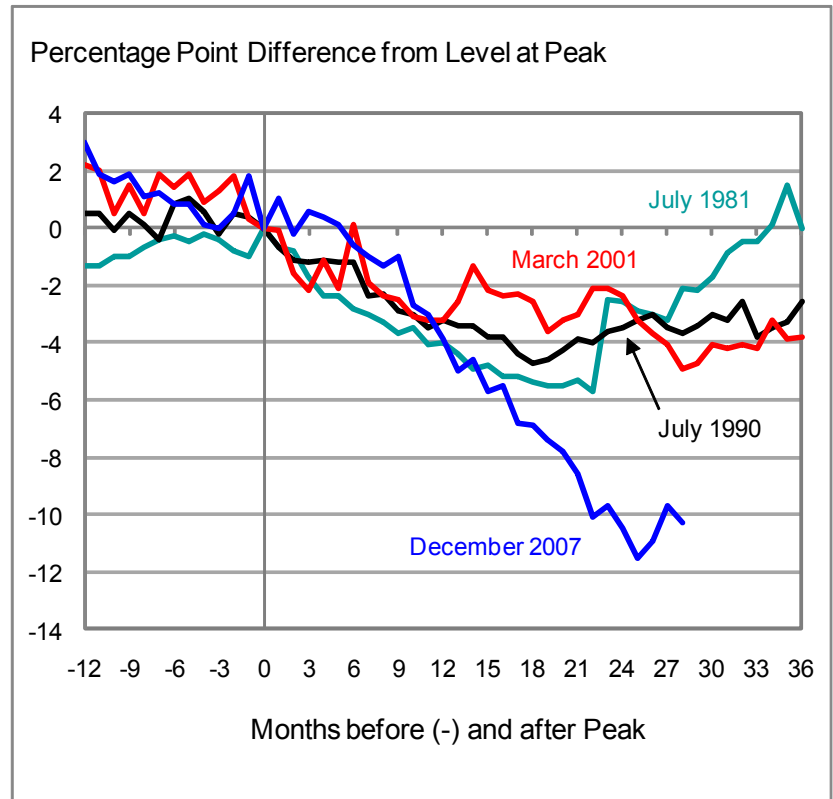
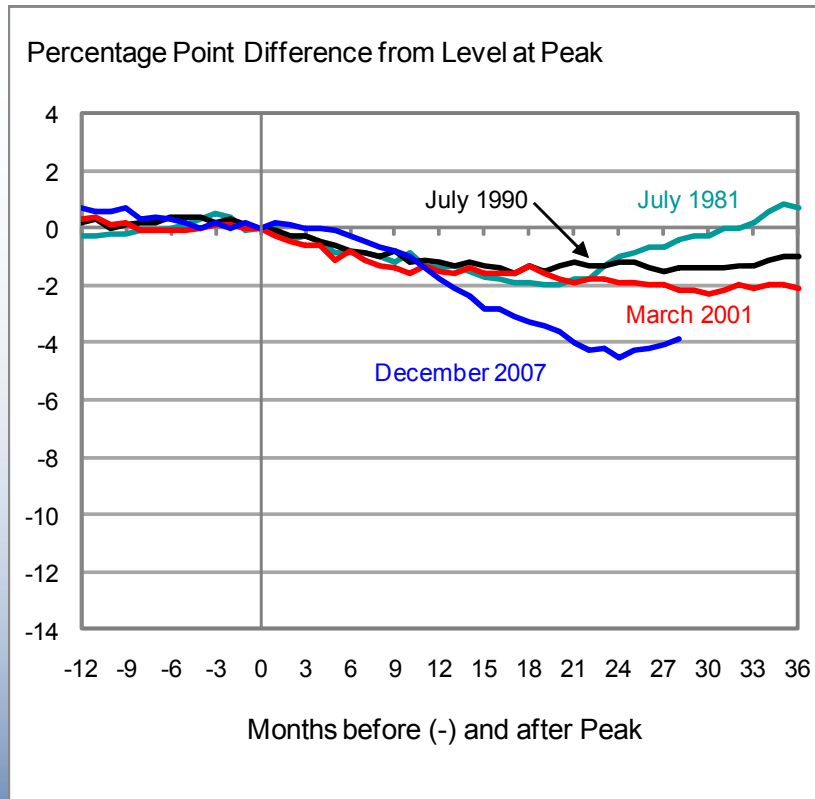
Source: BLS, NBER / Haver Analytics

Figure 3

Employment / Population Ratio: Change from Level at Business Cycle Peak

All

Men, Age 20 - 24

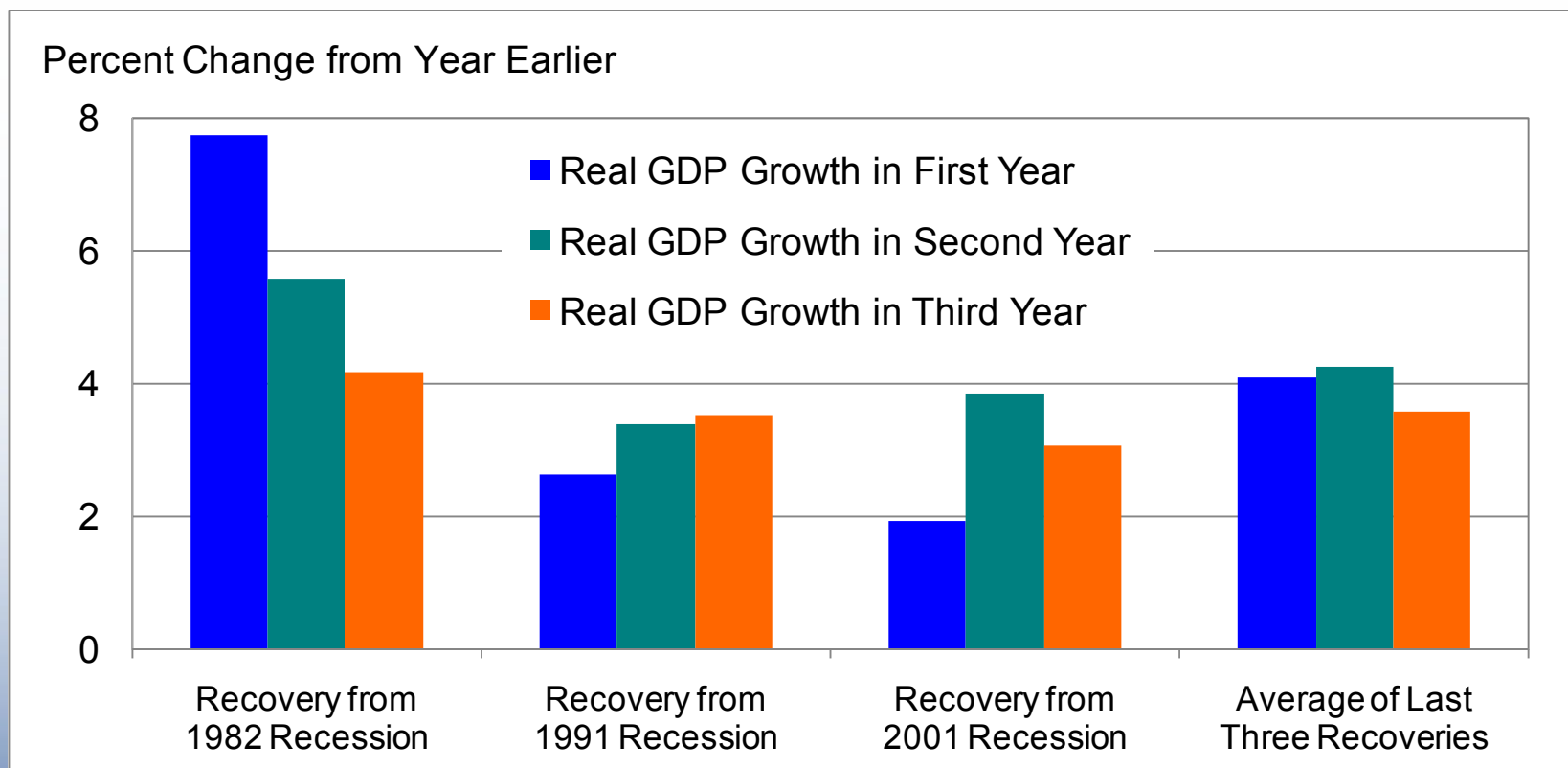


Source: BLS, NBER / Haver Analytics

Figure 4

Real Growth in First Three Years of Recovery

Last Three Recoveries

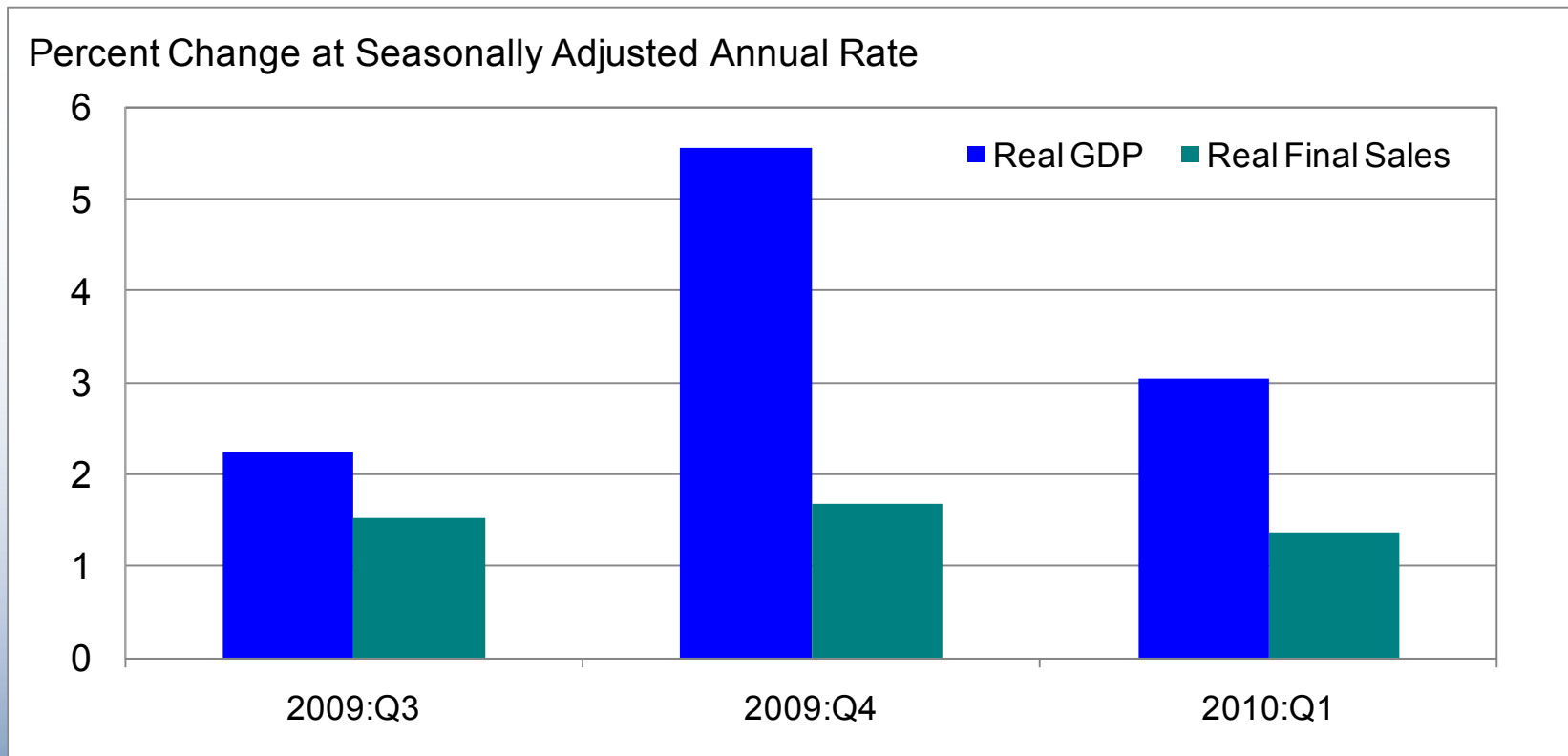


Source: BEA, NBER / Haver Analytics

Figure 5

Growth in Real GDP and Real Final Sales

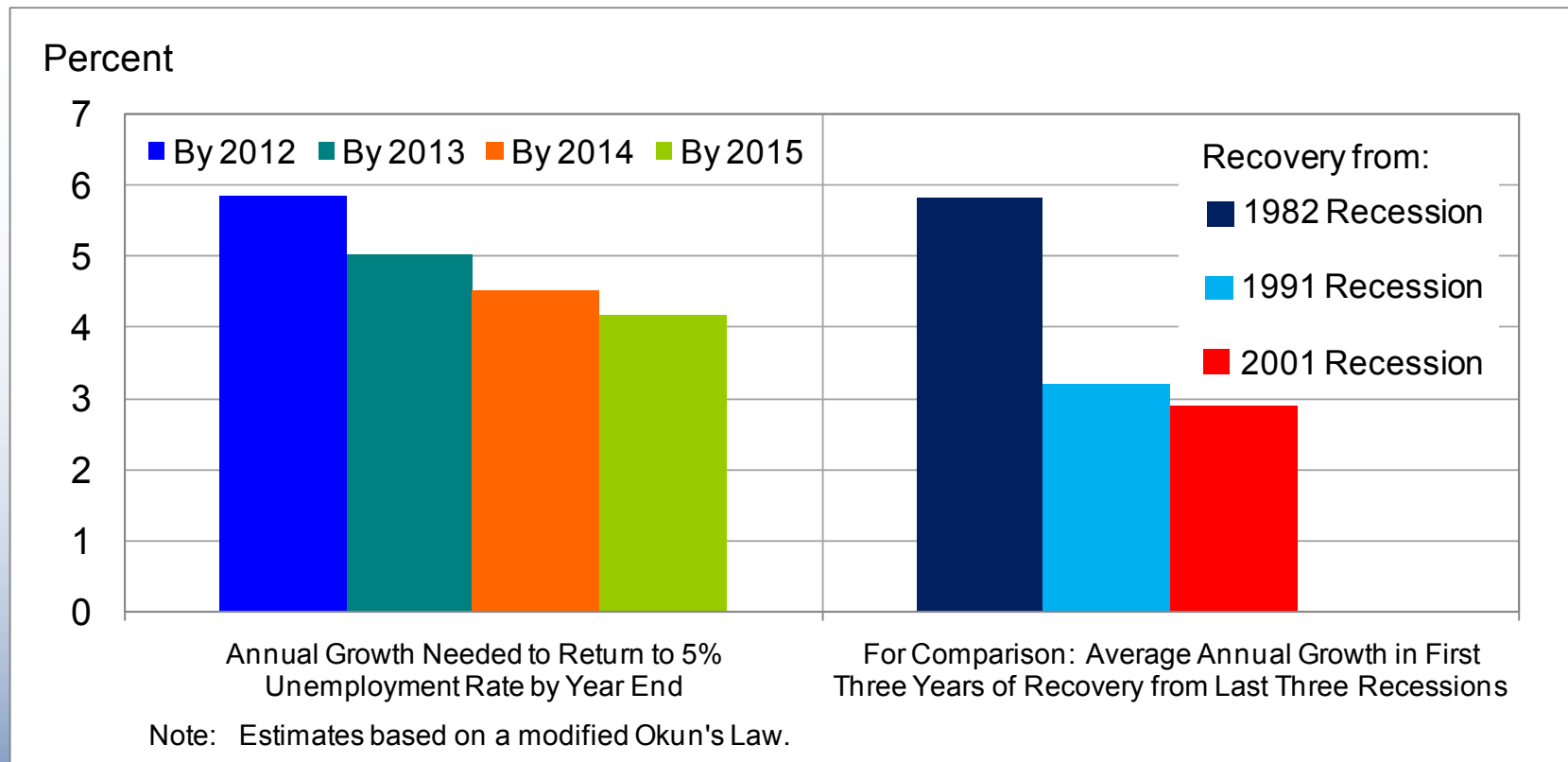
2009:Q3 - 2010:Q1



Source: BEA / Haver Analytics

Figure 6

Estimates of Annual Real GDP Growth Needed to Return to 5% Unemployment Rate

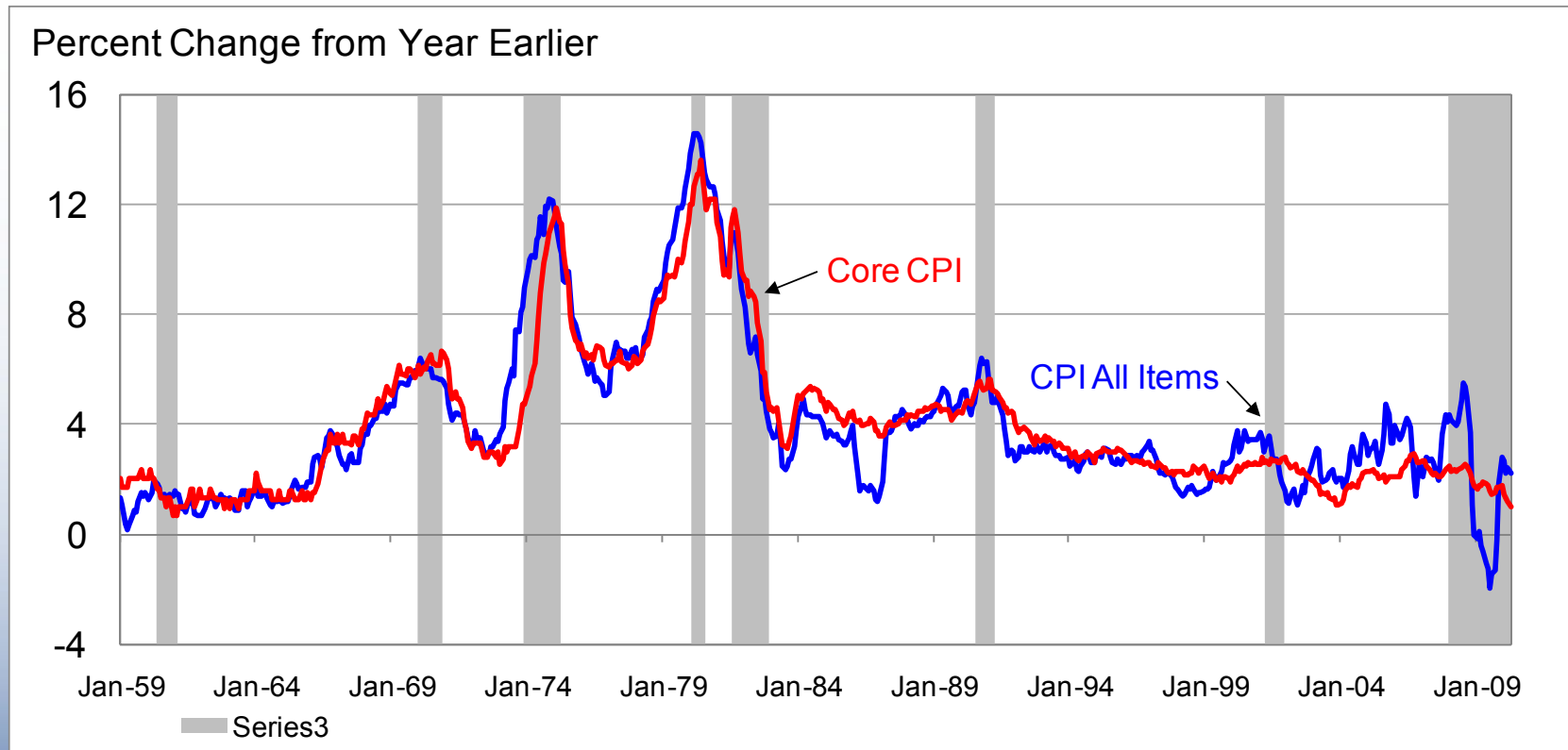


Source: BEA, NBER / Haver Analytics and author's calculations

Figure 7

Inflation Rate: Core and All-Items Consumer Price Index

January 1959 - April 2010

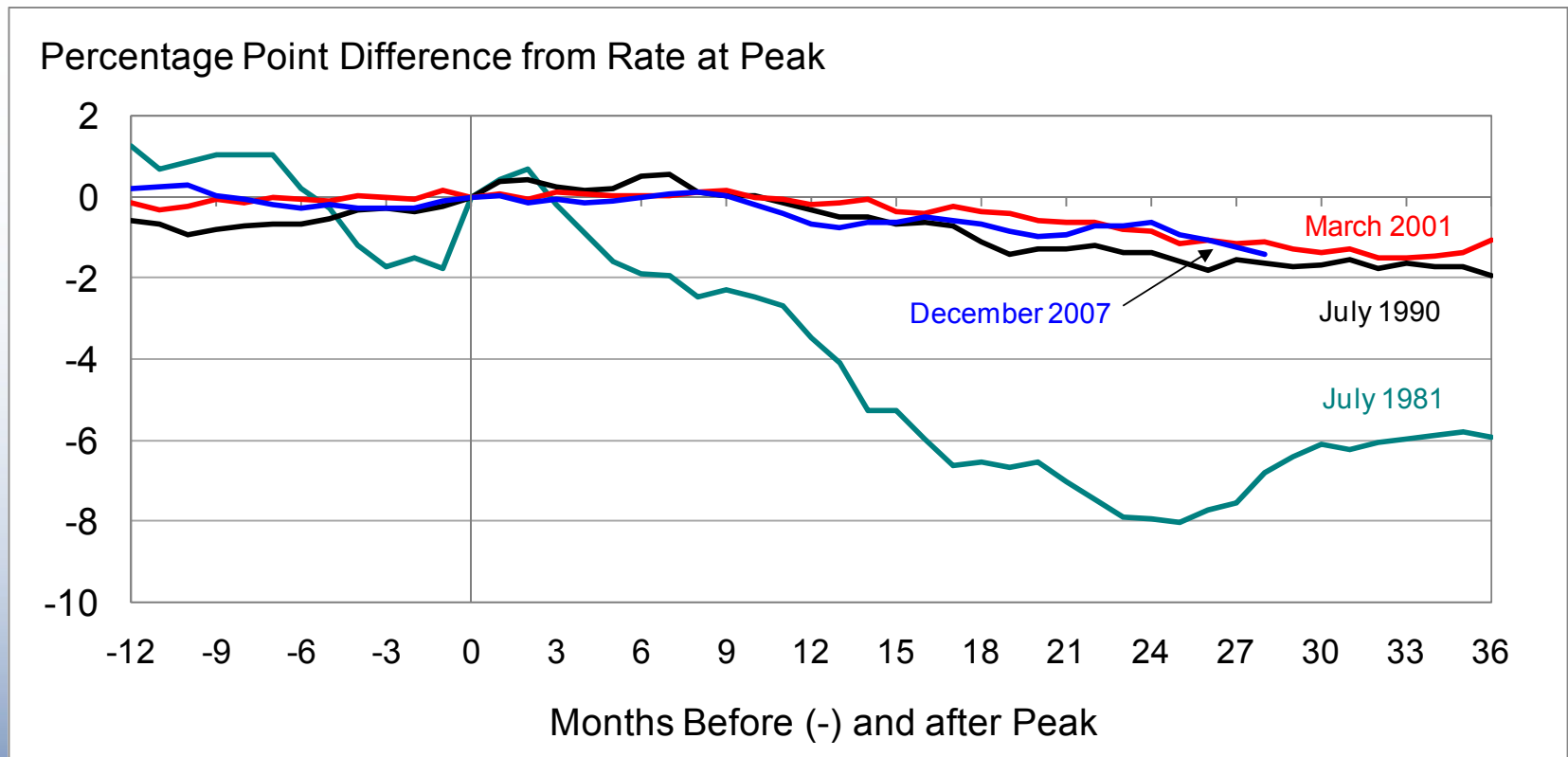


Source: BLS, NBER / Haver Analytics

Figure 8

Change in Inflation Rate (Core CPI) from Inflation Rate at Business Cycle Peak

Last Four Recessions

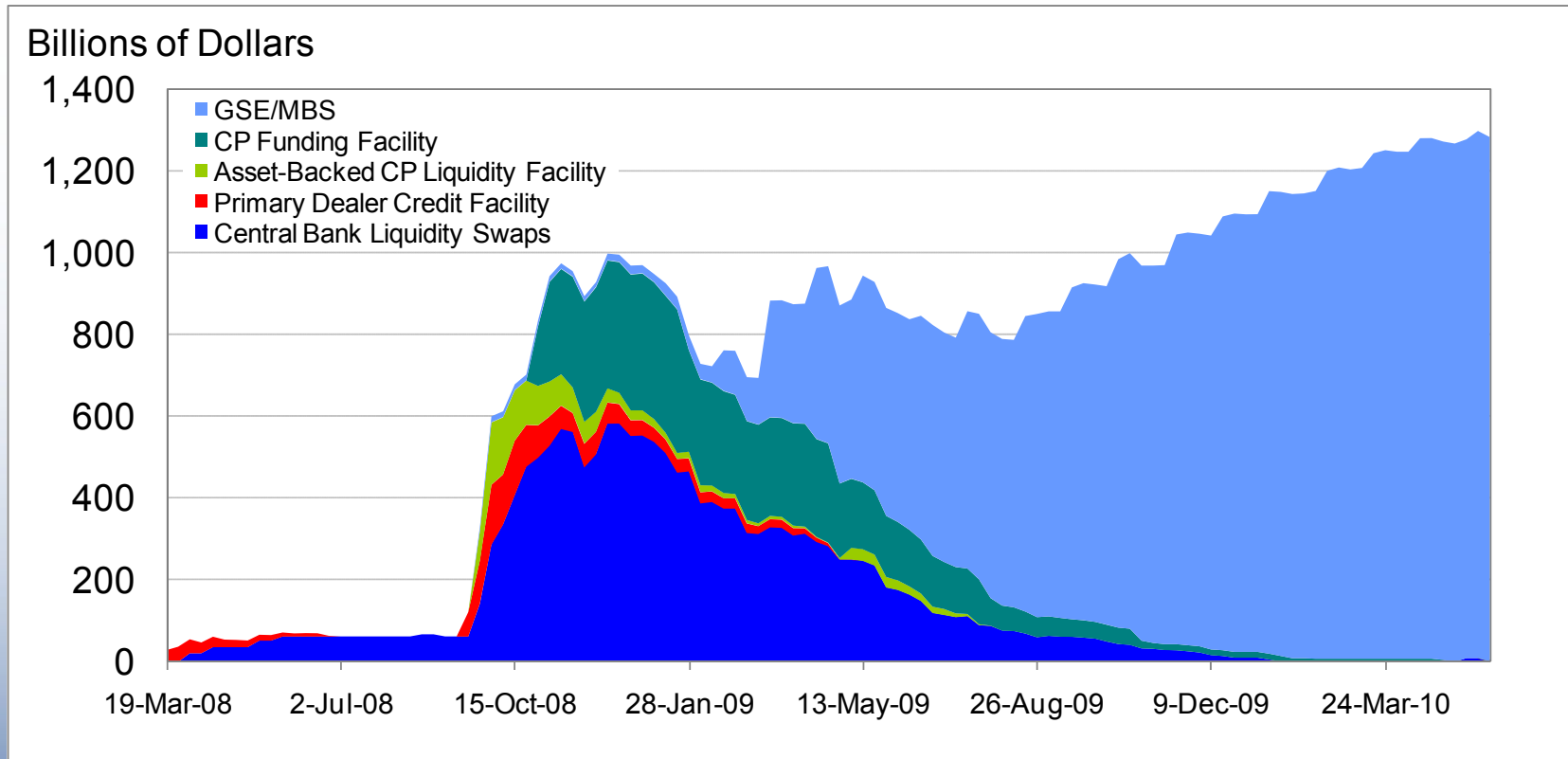


Source: BLS, NBER / Haver Analytics

Figure 9

Federal Reserve System Assets: Selected Temporary Operations

March 19, 2008 - May 26, 2010



Source: Federal Reserve Statistical Release H.4.1

Figure 10

Loan Growth at Commercial and Savings Banks

2009:Q1 - 2009:Q4

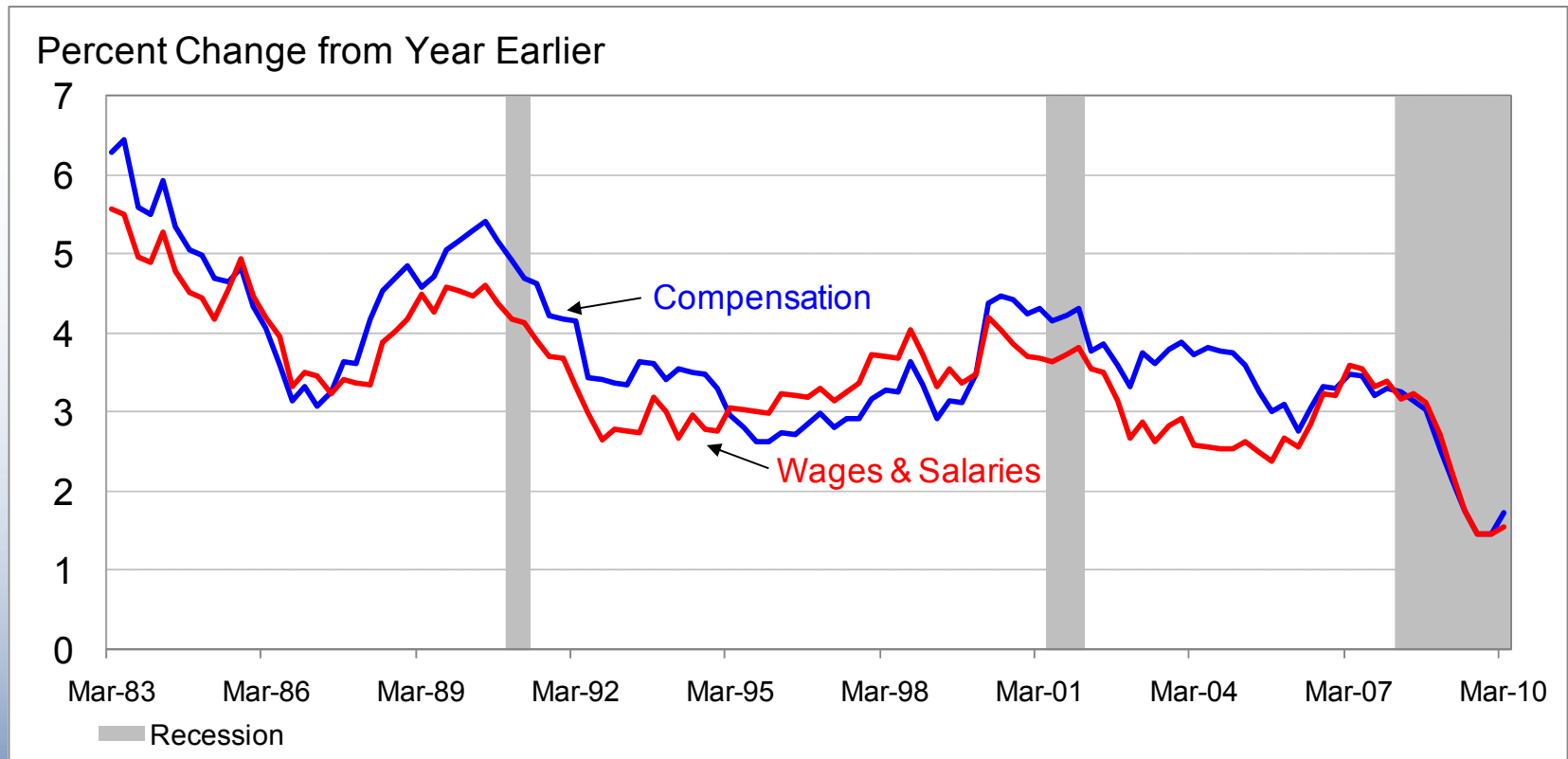
	Percent Change from Previous Quarter			
	2009:Q1	2009:Q2	2009:Q3	2009:Q4
Total Loans	-1.6	-0.1	-2.6	-0.5
Commercial Real Estate Loans	0.0	-0.8	-1.6	-2.1
Commercial and Industrial Loans	-4.2	-4.7	-6.2	-4.4

Source: Bank Call Reports and author's adjustments for mergers and failed-bank acquisitions.

Figure 11

Employment Cost Indexes for Civilian Workers

March 1983 - March 2010



Source: BLS, NBER / Haver Analytics