

NEW ENGLAND ECONOMIC UPDATE

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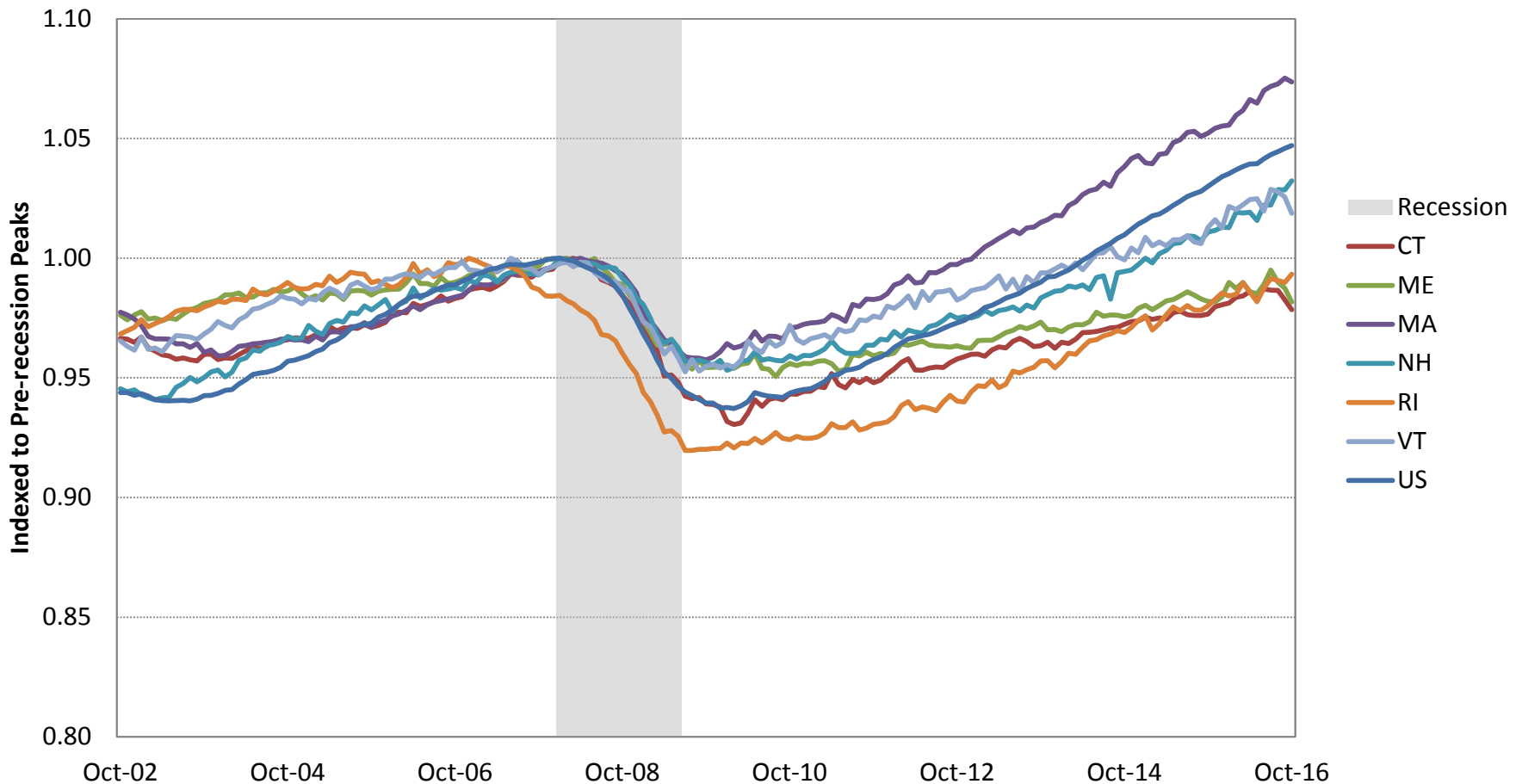
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Overview

- The labor market in New England continues to improve, with stronger performance in some states.
- Inflation still low but rose modestly, driven by growth in energy prices.
- House prices have increased in the region compared to one year ago.
- Consumers appear more confident about the economic outlook.

Non-Agricultural Employment

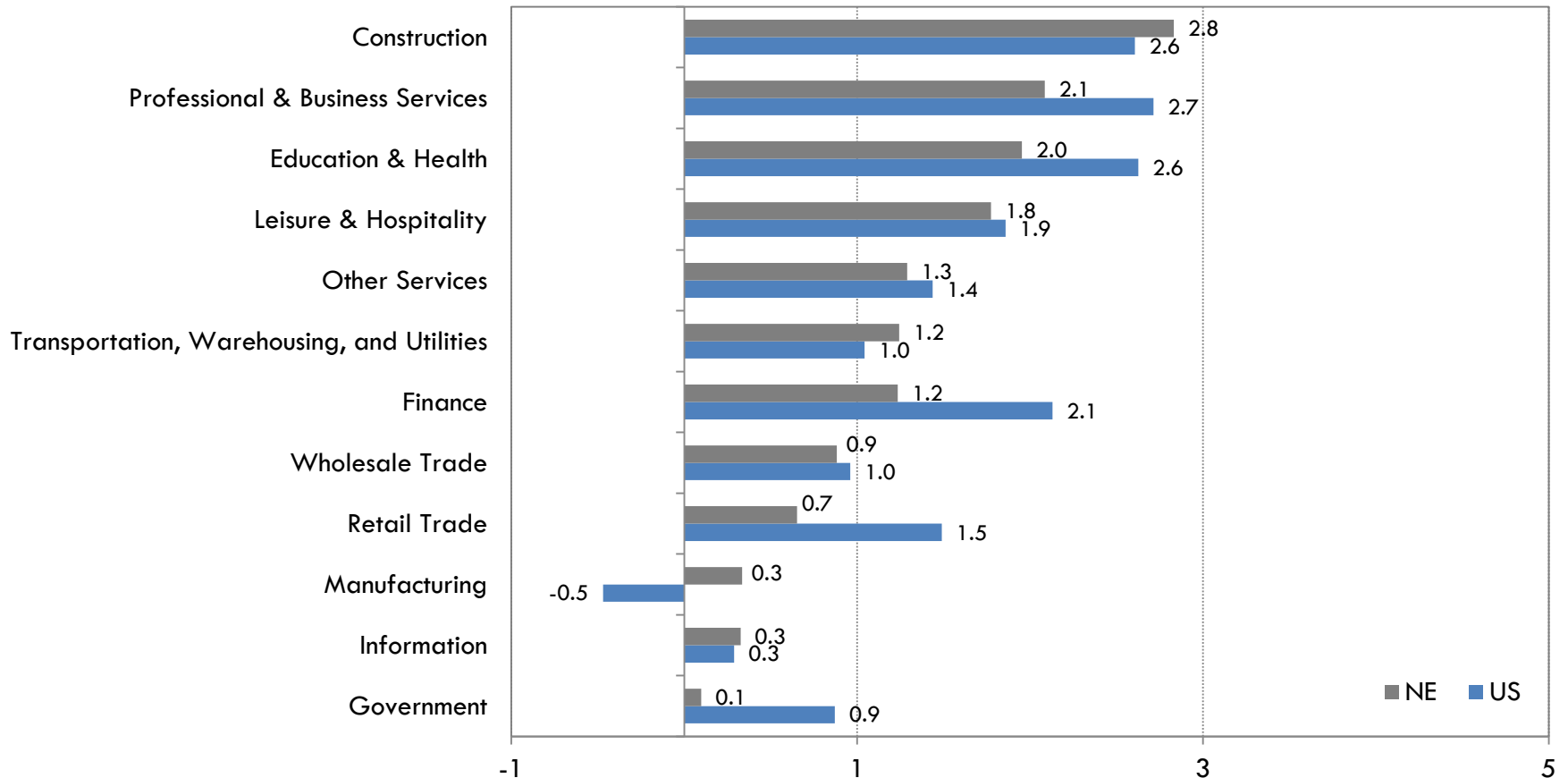


Employment Growth Rates

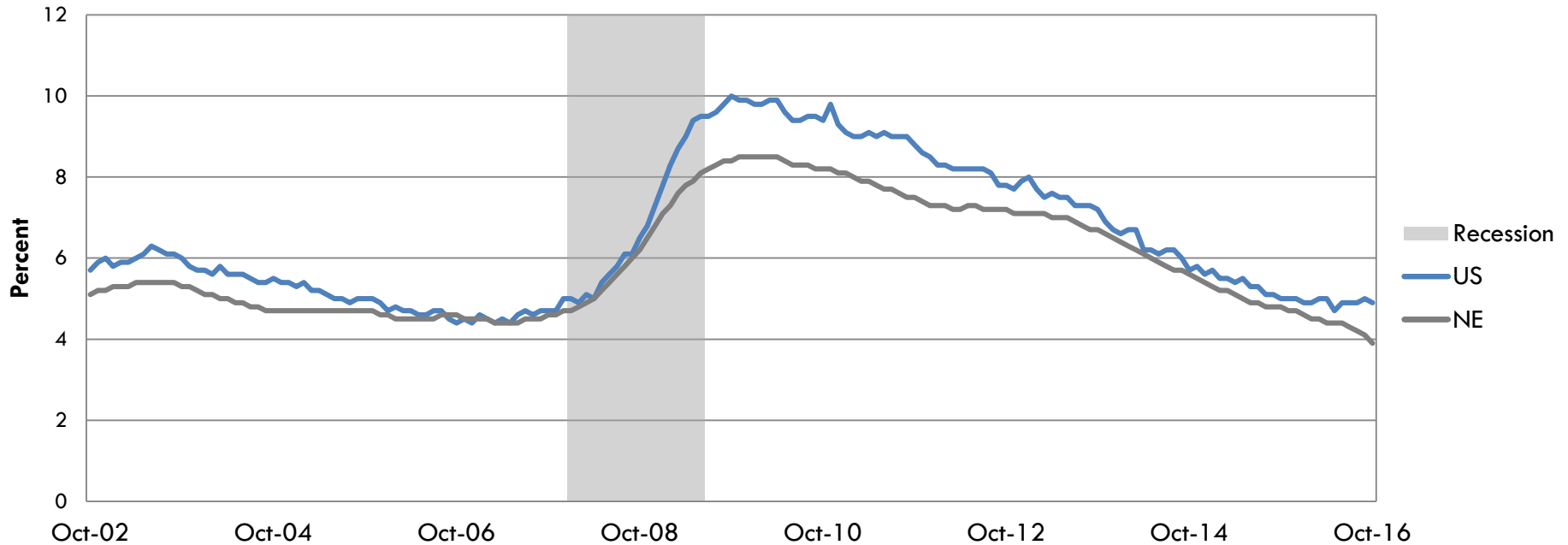
	Annual Long-term Trend	Last 12 months		Since Peak	
	Percent	Percent	Number	Percent	Number
United States	1.4	1.7	2,357,000	4.7	6,520,000
New England	0.8	1.3	96,800	3.3	234,400
Connecticut	0.5	0.2	3,200	-2.2	-36,900
Maine	1.2	0.0	-200	-1.8	-11,400
Massachusetts	0.8	2.0	71,400	7.4	245,200
New Hampshire	1.5	2.1	14,000	3.2	21,100
Rhode Island	0.7	1.4	6,600	-0.7	-3,300
Vermont	1.3	0.6	1,800	1.9	5,800

Employment Growth by Industry

Percent Change, October 2015 - October 2016

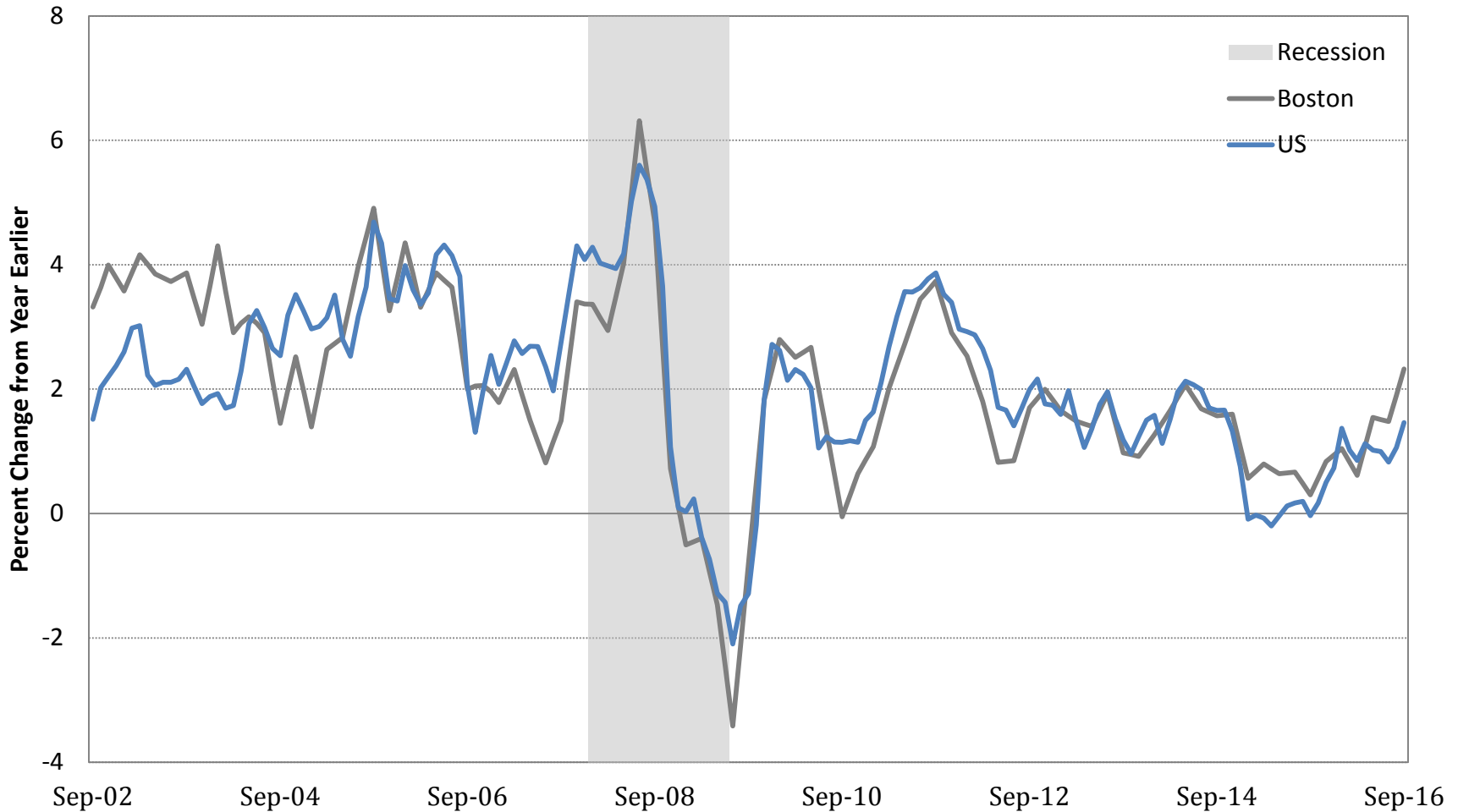


Unemployment Rates



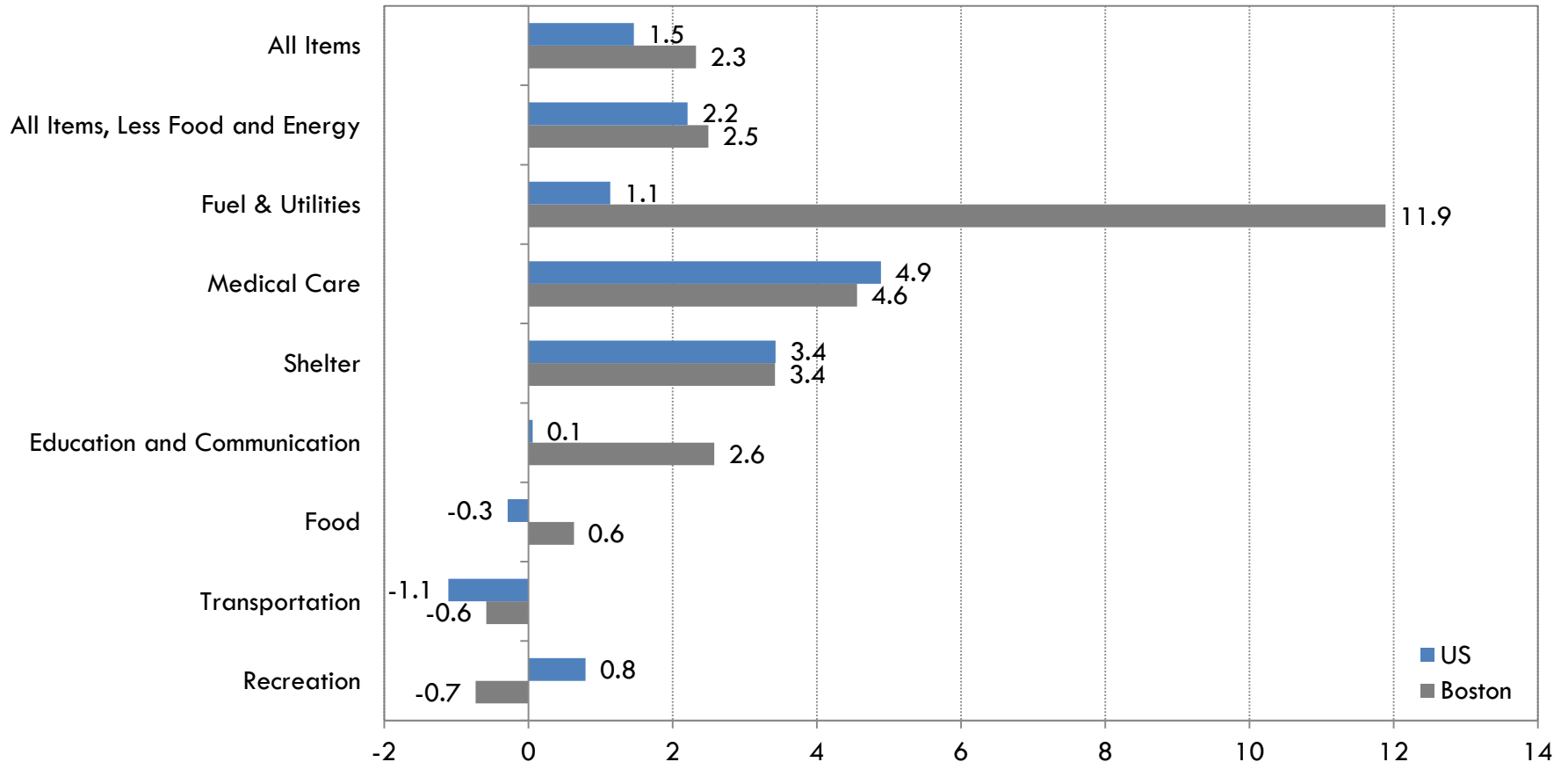
	Oct-15	Oct-16
United States	5.0	4.9
New England	4.8	3.9
Connecticut	5.4	5.1
Maine	4.2	4.0
Massachusetts	4.8	3.3
New Hampshire	3.2	2.8
Rhode Island	5.6	5.5
Vermont	3.6	3.3

Consumer Price Index



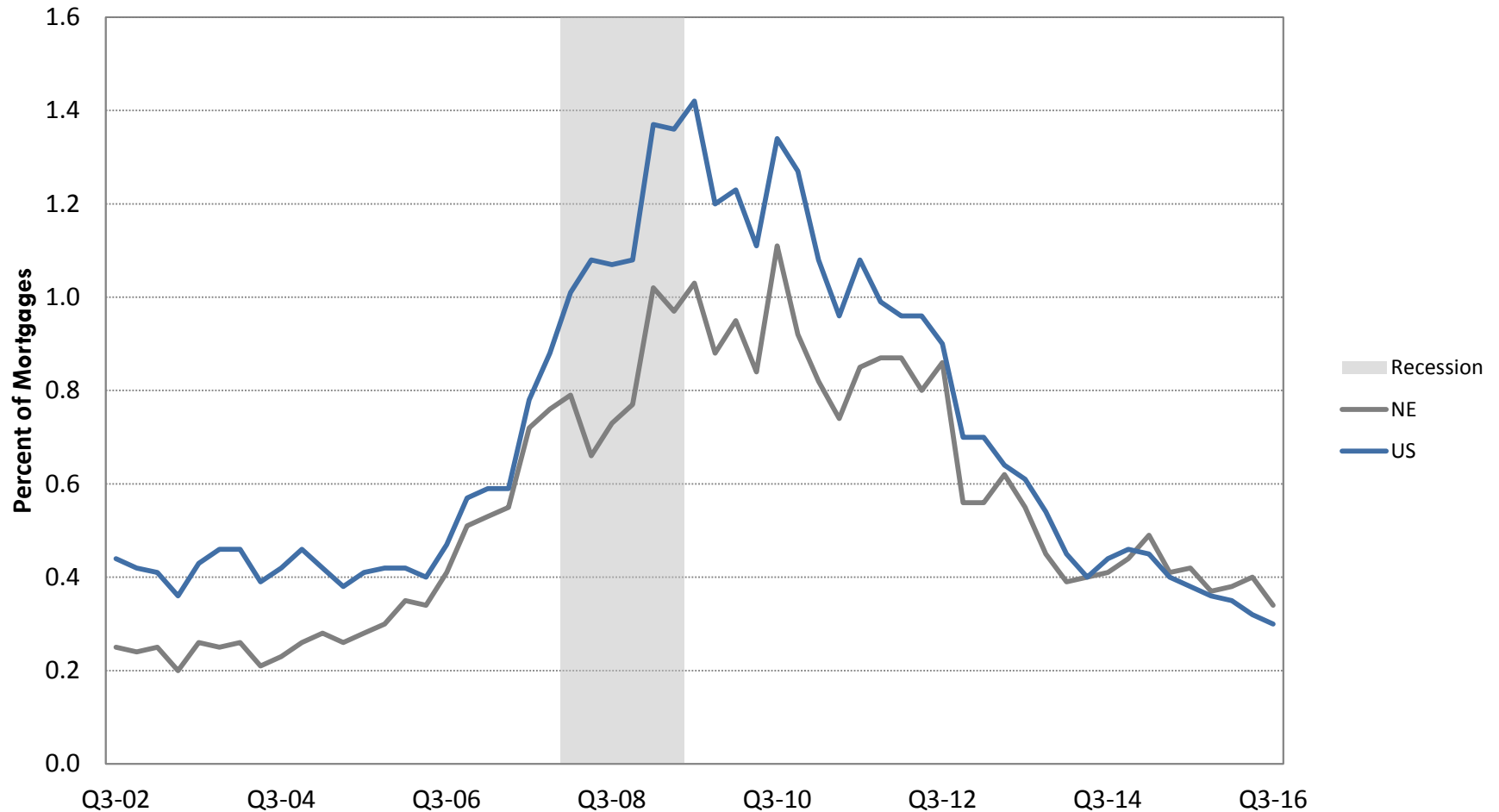
Components of the Consumer Price Index

Percent Change, September 2015 - September 2016

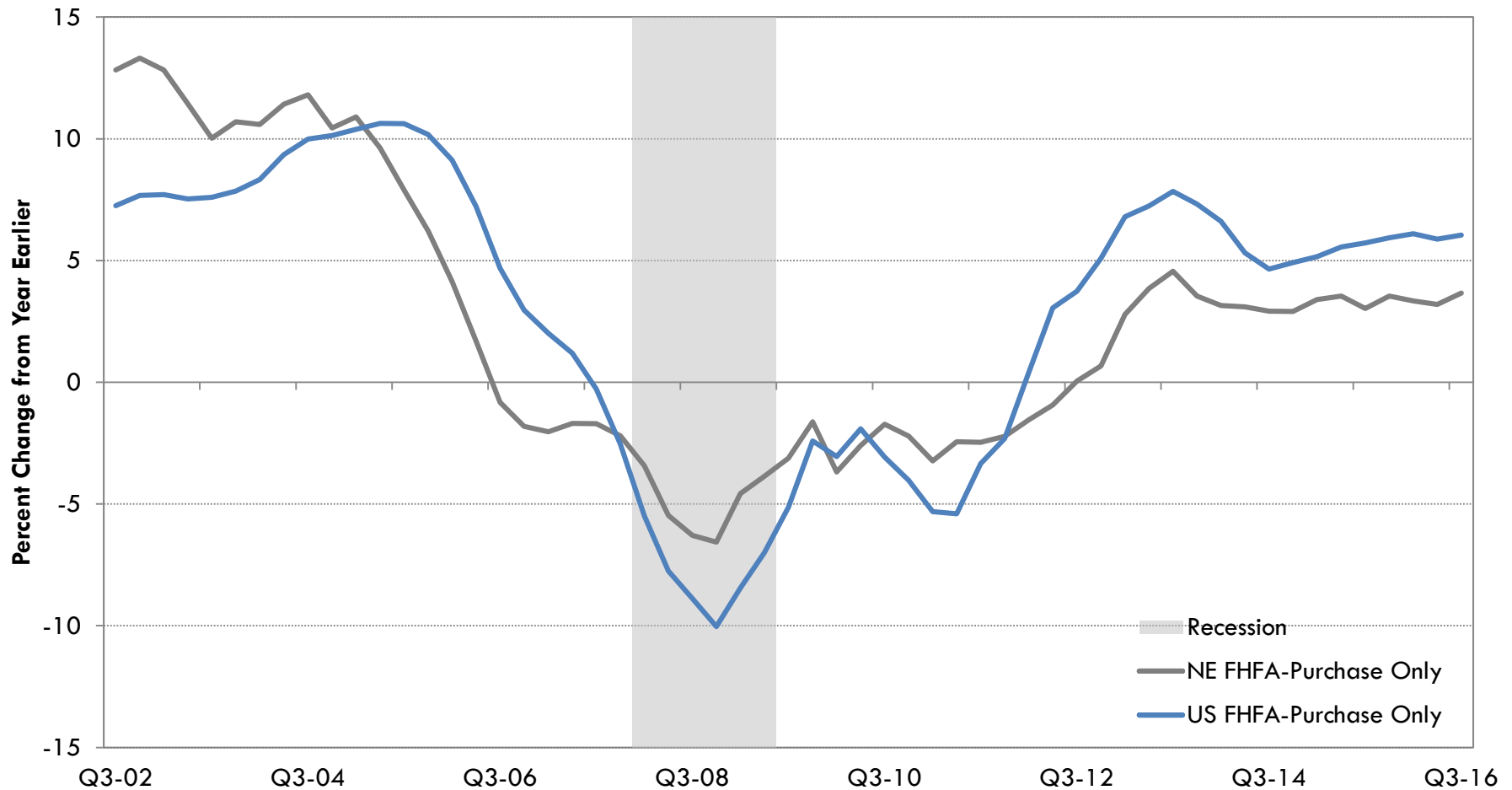


Foreclosures Started

All Loans

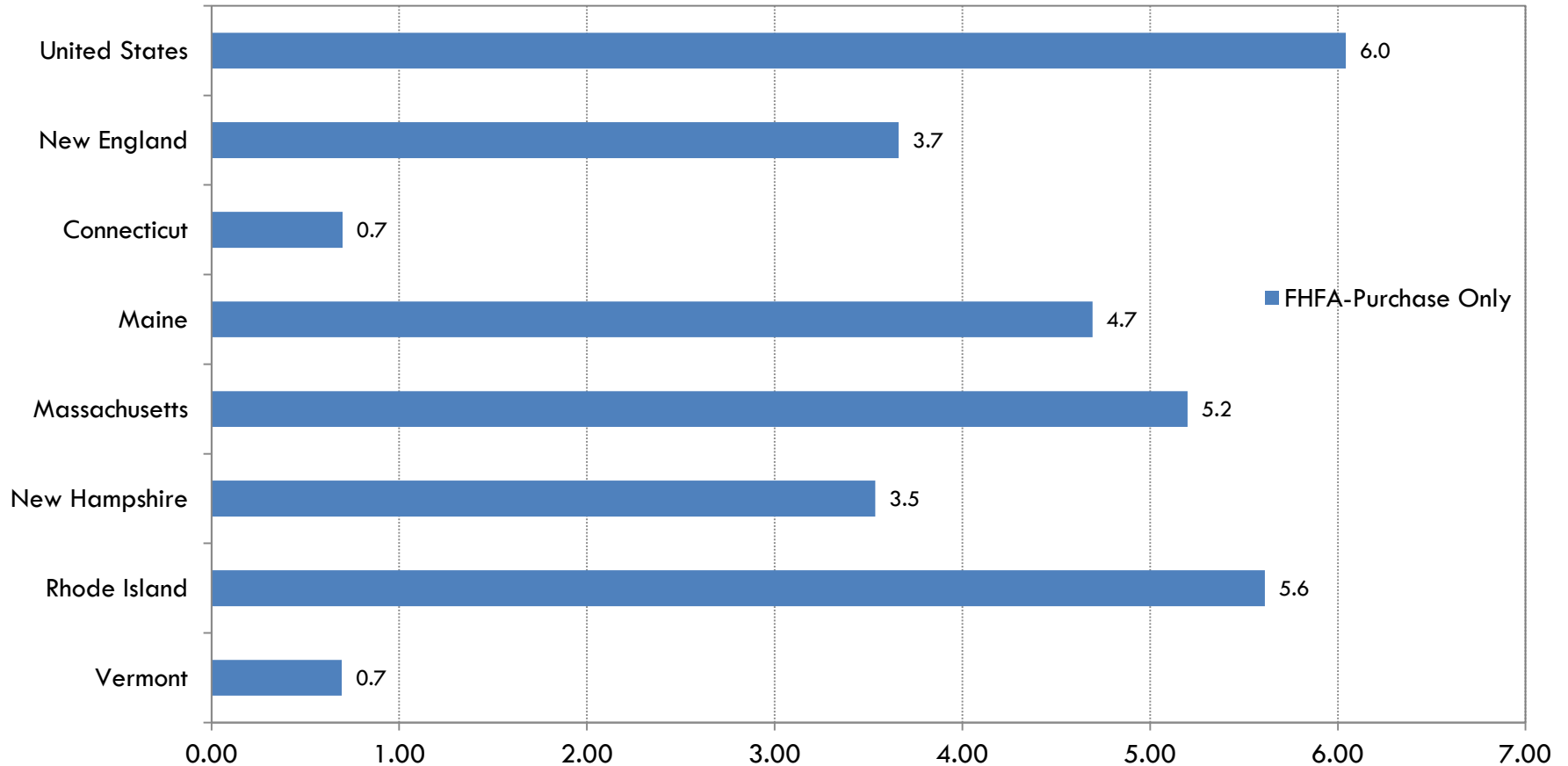


Repeat-Sales Home Price Index

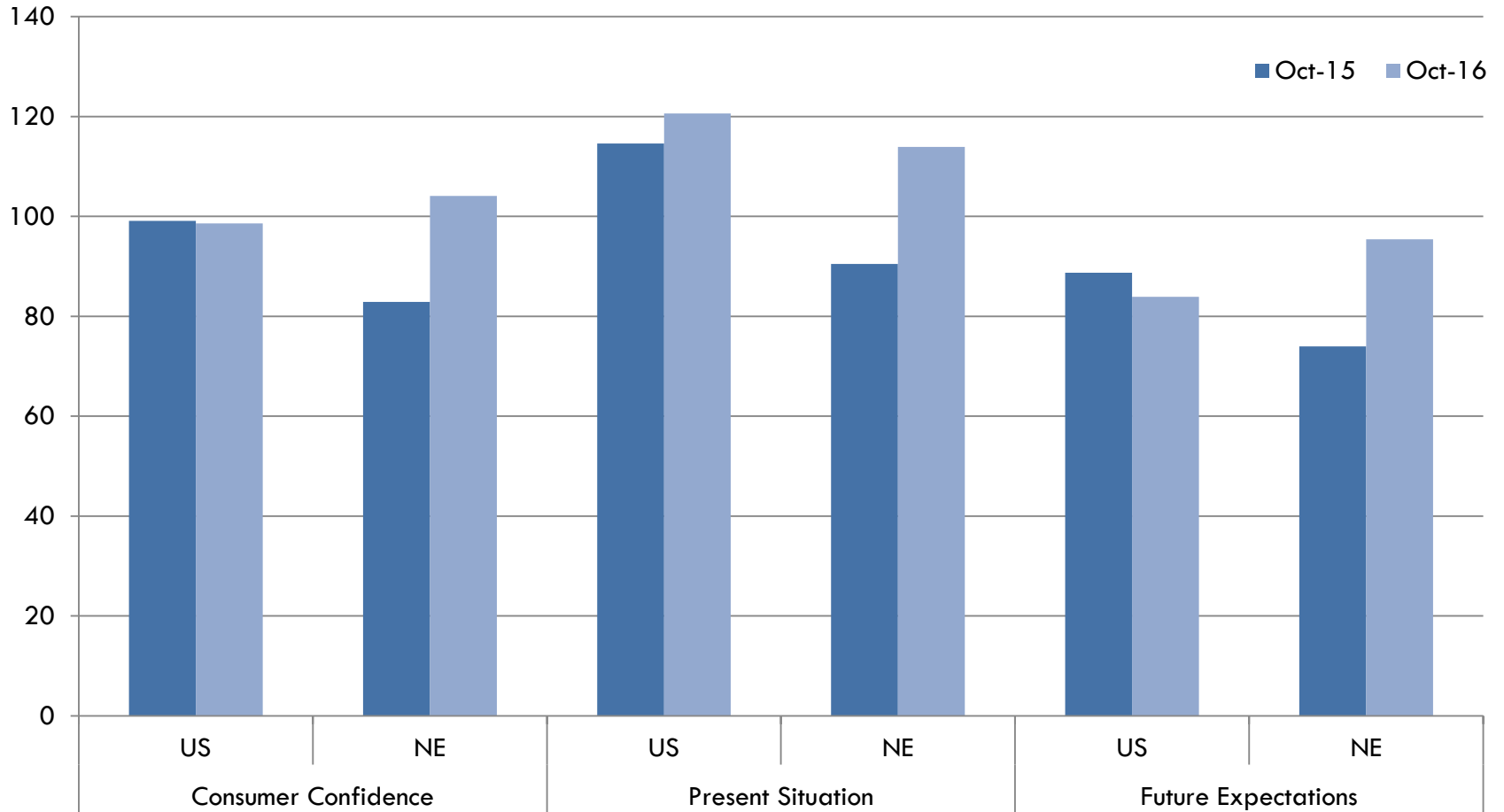


House Price Changes

Percent Change, Q3 2015 - Q3 2016



Consumer Confidence



Concluding Observations

- New England's labor market as a whole shows growth in employment and low unemployment.
- Moderate rise in overall inflation.
- Housing prices continue steady growth.
- Consumer sentiment is increasingly positive about both the present and future economy.