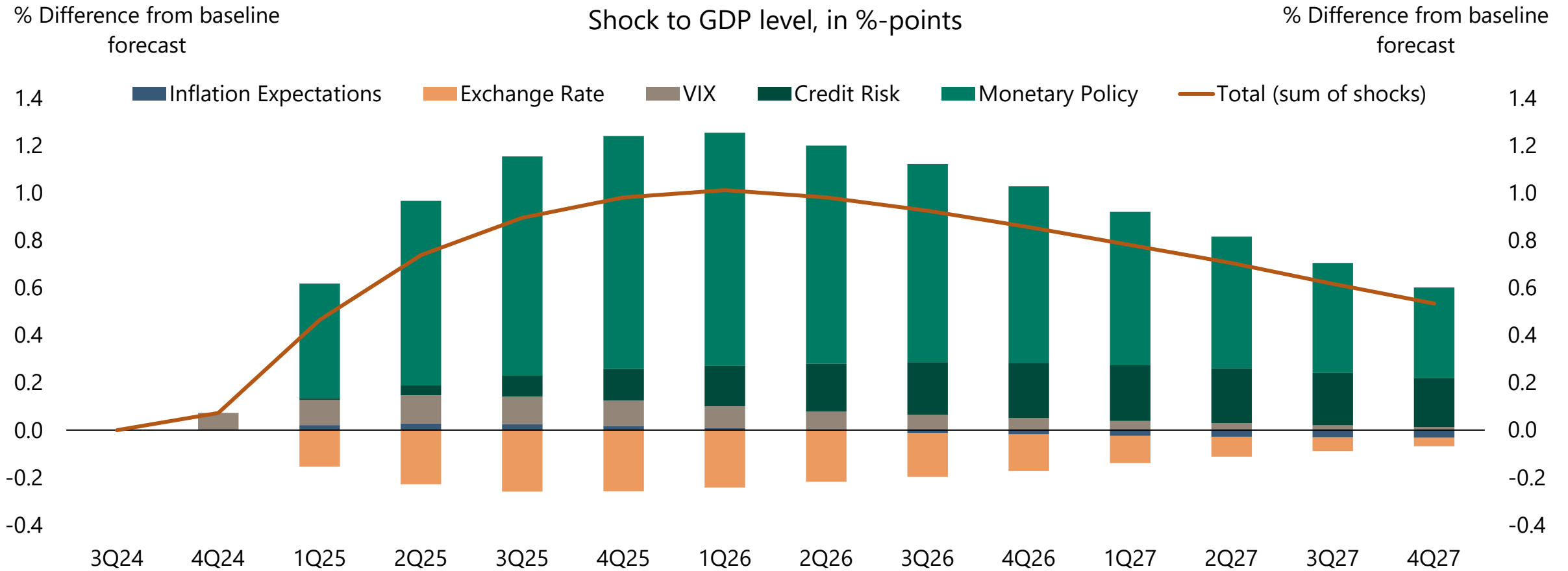
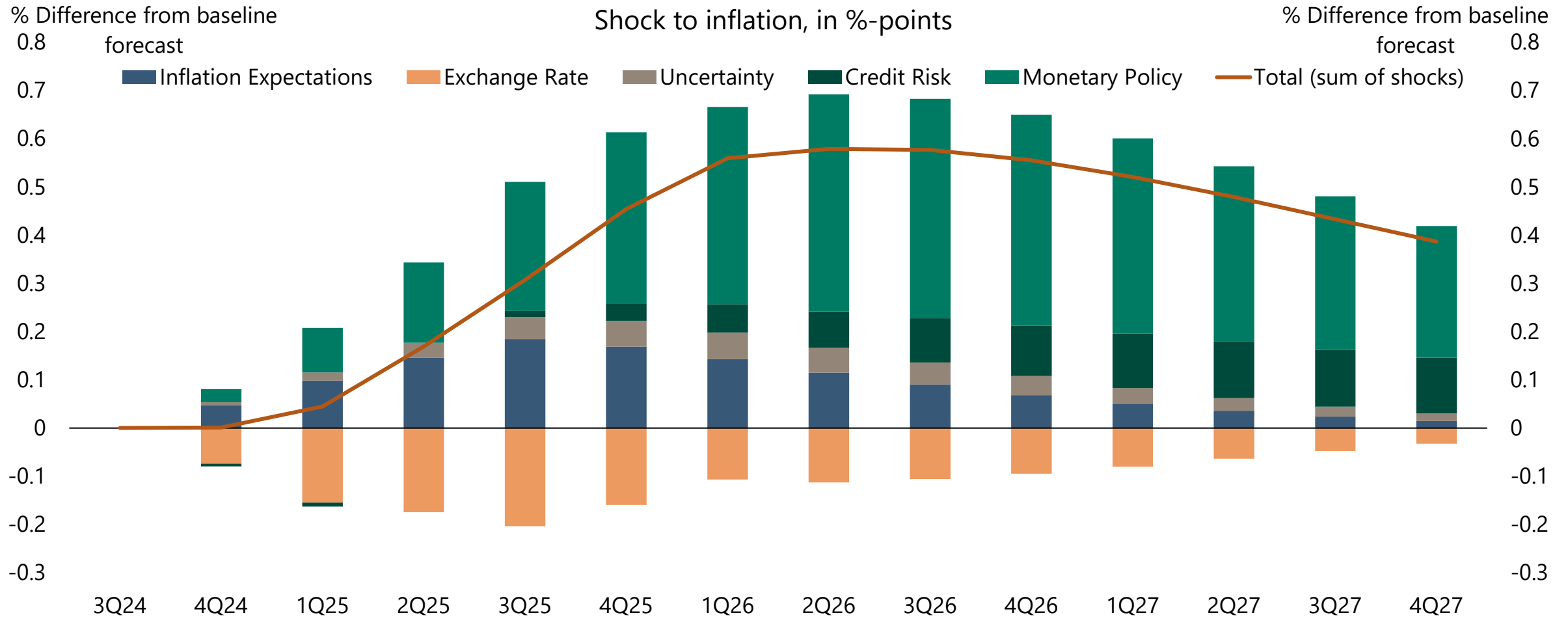


Impact on GDP of Fed cuts and changes in financial conditions since the Fed started cutting interest rates in September 2024



Note: The following shocks are applied to Q4 2024: A 0.2 percentage point rise in inflation expectations, 7% appreciation in the exchange rate, 0.5 standard deviation fall in VIX, 30 bps tightening of credit spreads, -100 bps rate cuts, and -50 bps forward guidance. Source: Bloomberg SHOK model, Apollo Chief Economist

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