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Paige Wilhelm
*Senior Vice President
Senior Portfolio Manager
Federated Investment Counseling*

No Fed rate hike, but June likely

It's been 18-years since the U.S. unemployment rate last dropped below 4%, which the nation reached with a 3.9% reading in April. But the government report wasn't all peachy. Fewer-than-expected people were hired and wages didn't budge. The Federal Reserve (Fed), which did not raise rates in its meeting last week, continues to see slack in the labor market as one reason for this.

In other news, the trade deficit fell amid the threat of tariffs by the Trump administration and countermeasures suggested by other countries. The broad U.S. manufacturing sector remained healthy, and the expectation is for the Fed to raise rates in its June meeting.

The London interbank offered rate (Libor) modestly rose across the short end of the yield curve last week, with 1-month rising 2 basis points to 1.93%, 3-month increasing 1 basis point to 2.37% and 6-month unchanged at 2.52%.