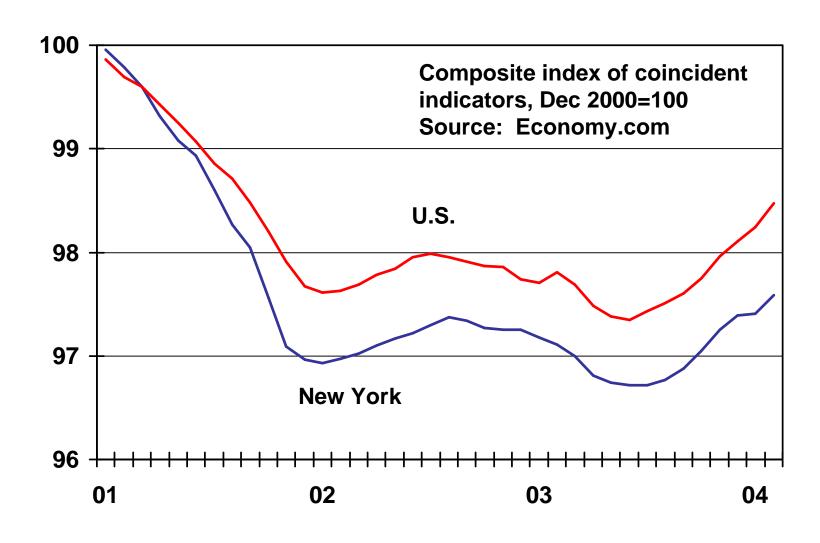
New York Economic Outlook

Presented by

Matthew Martin Senior Economist



New York's Economy Has Turned the Corner



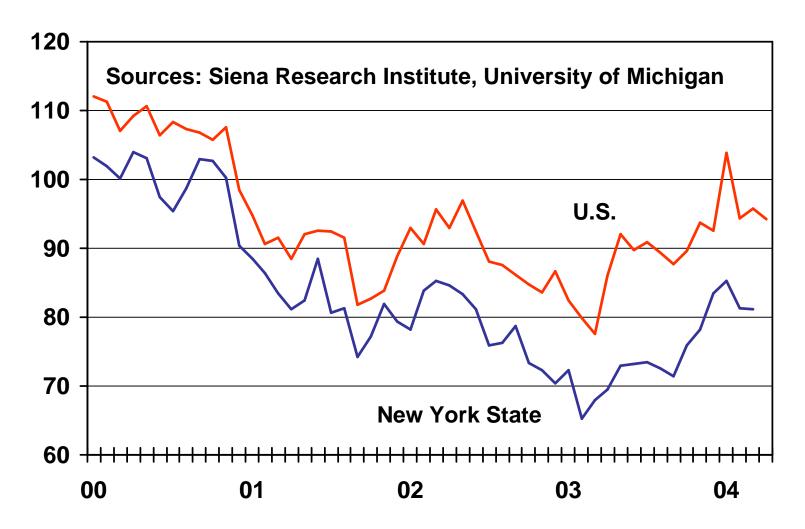
Manufacturing and Telecoms Led the State in Losses

Manufacturing Information Industry Professional Services Wholesale Trade **Financial Services** Construction **Retail Trade** Other Services **Leisure & Hospitality Employment, %** Government change since Dec 00 Ed. & Health Services -15 -10 -20 -5 5 10

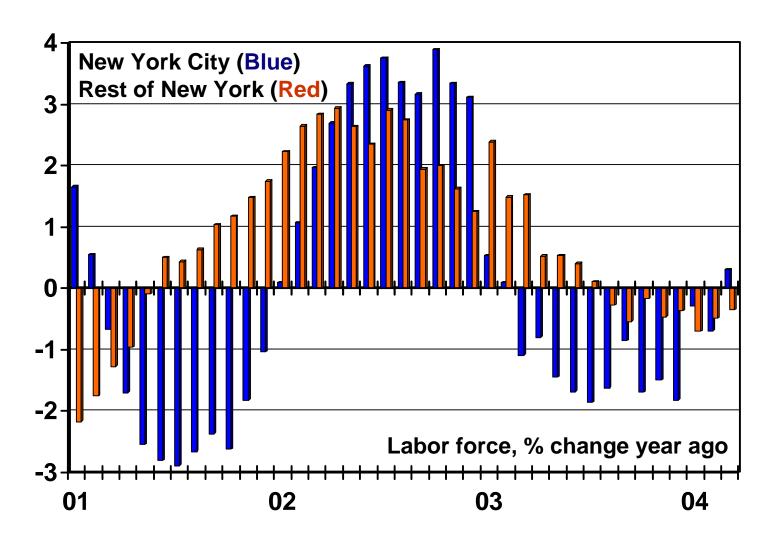
Former Drags on the Economy Looking Better

Other Services **Employment, %** Construction change of 3 mo. MA compared to the Wholesale Trade same three months **Professional Services** ago Manufacturing Government **Retail Trade Financial Services** Ed. & Health Services **Leisure & Hospitality Information Industry** -1.4 -1.0 -0.6 -0.2 0.2 0.6 1.0

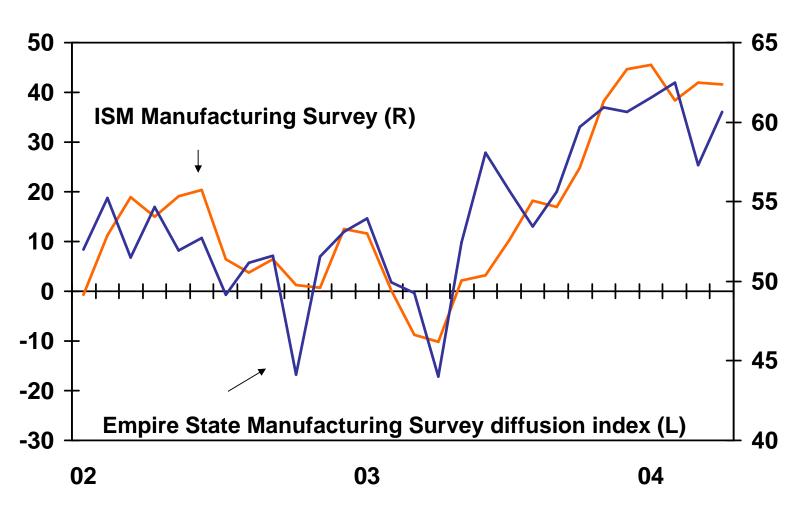
Consumer Sentiment Better, but Still Lagging



Labor Force Growth Slowly Resumes

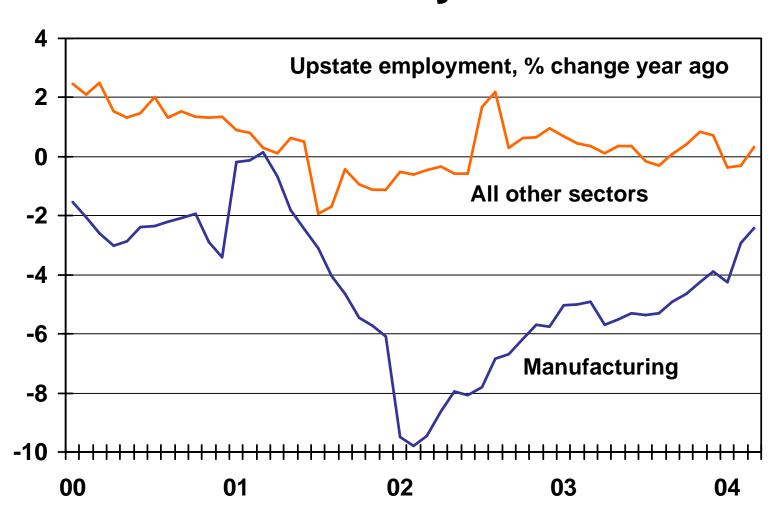


Manufacturing Outlook Strong

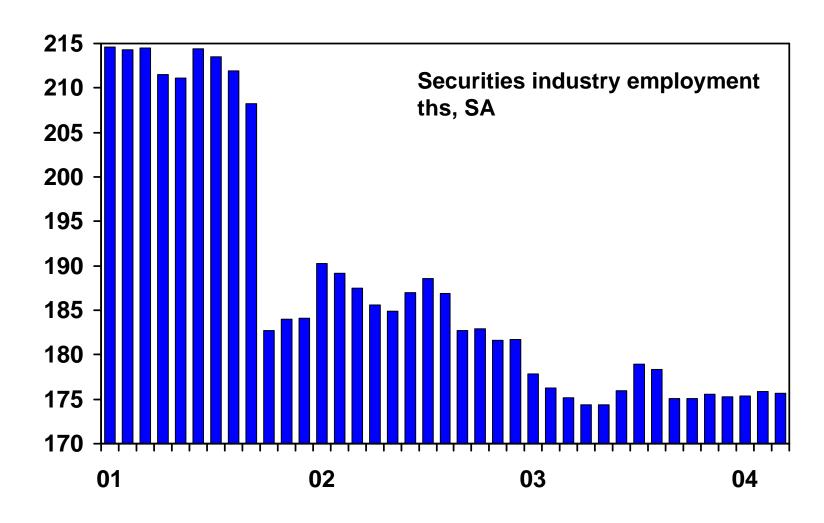


Sources: FRB of New York, ISM

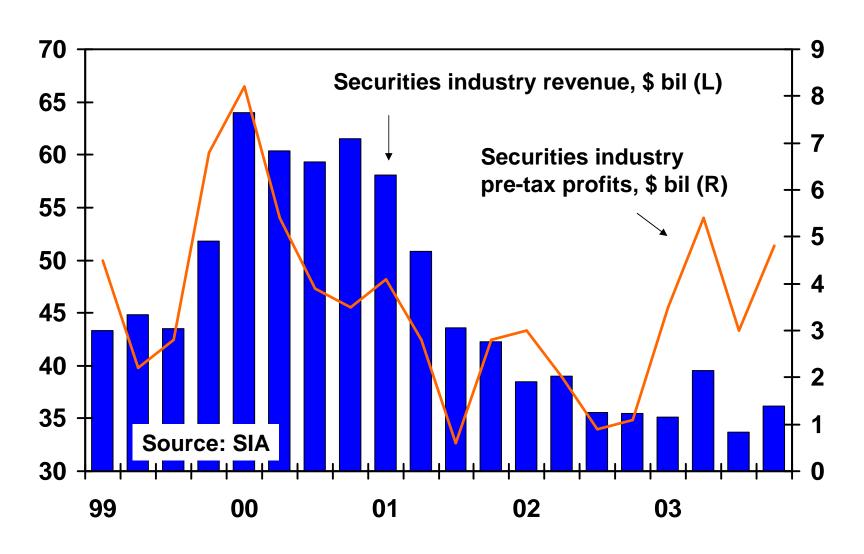
Rest of Upstate Economy Holding Steady



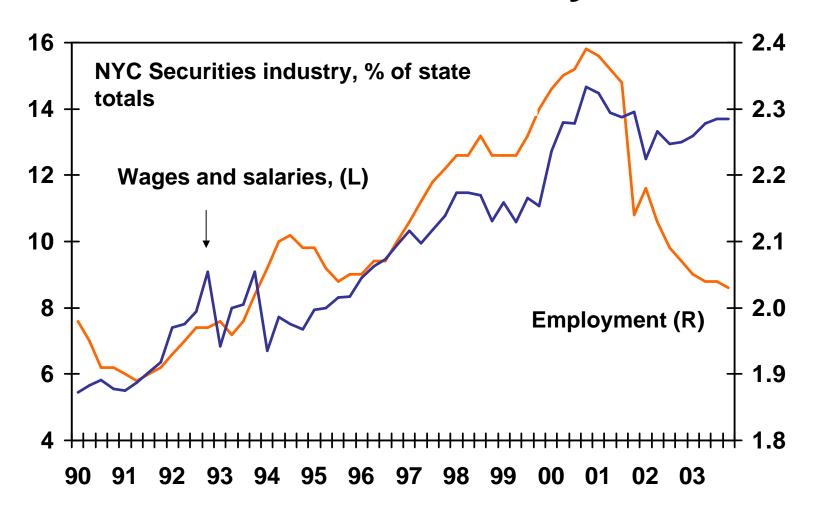
Securities Industry Employment Will Grow Slowly...



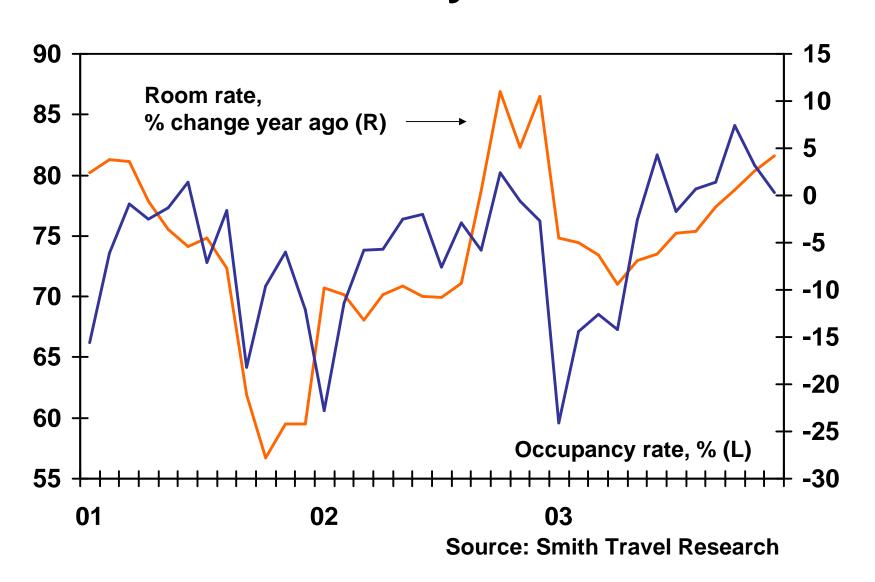
... Keeping Profits Strong Despite Modest Revenues



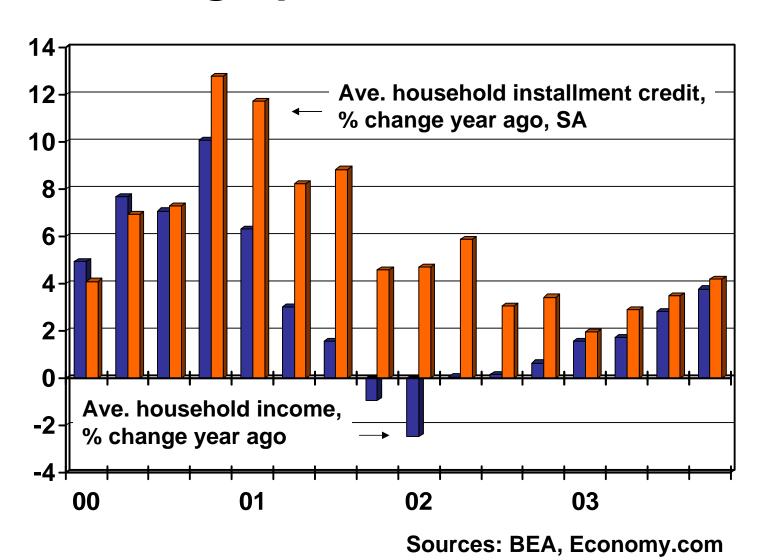
Securities Industry is Crucial Element of State Economy



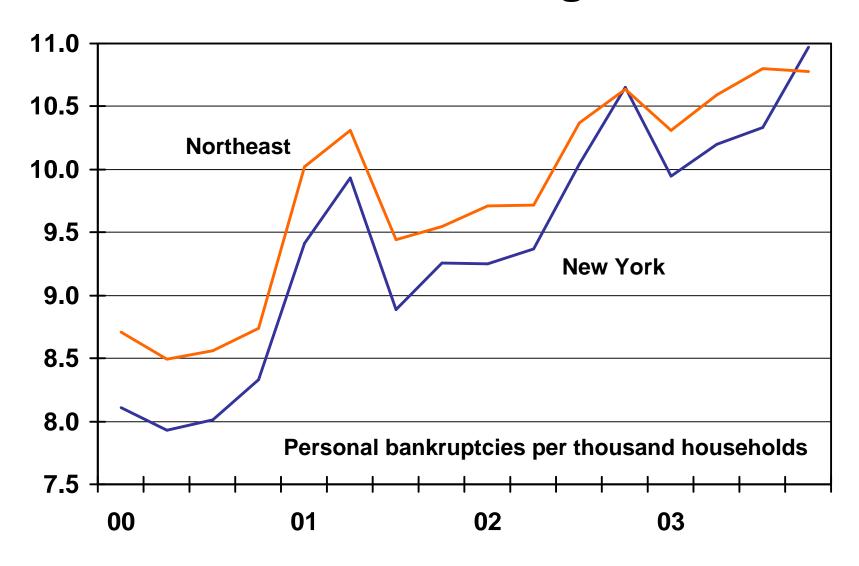
Tourism is Improving in New York City



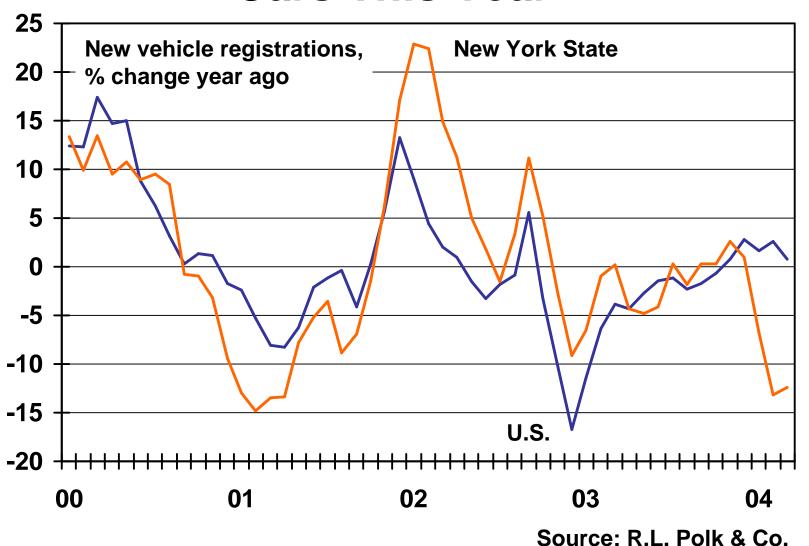
Household Income Growth is Catching Up With Credit Growth



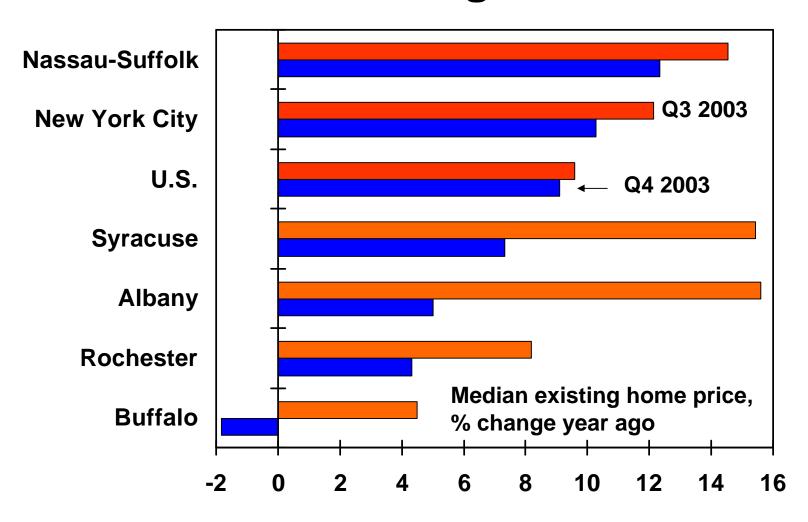
Consumer Credit Risks Higher Than the Northeast Region



New York Consumers Not Buying Cars This Year

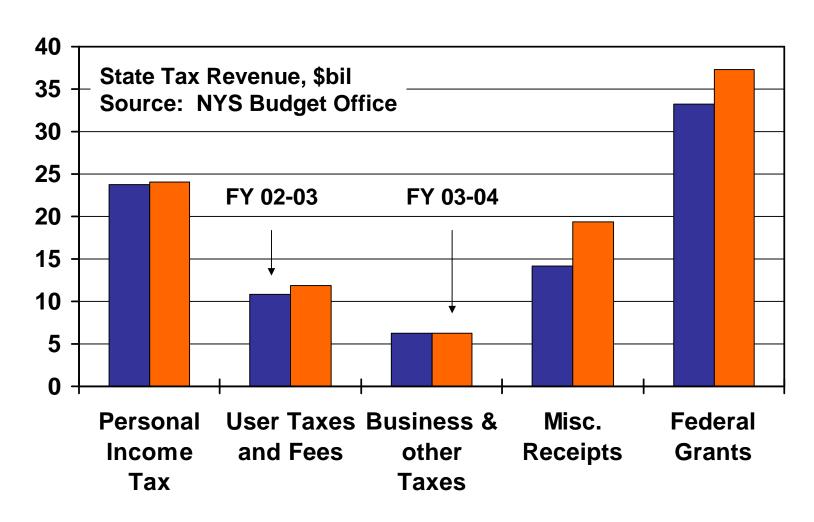


Median House Price Growth Is Slowing

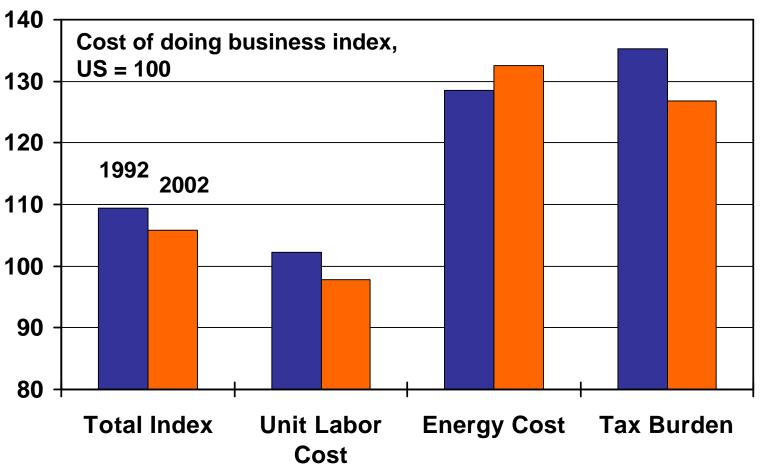


Source: NAR

State Tax Receipts Recover, Thanks to One-Time Measures

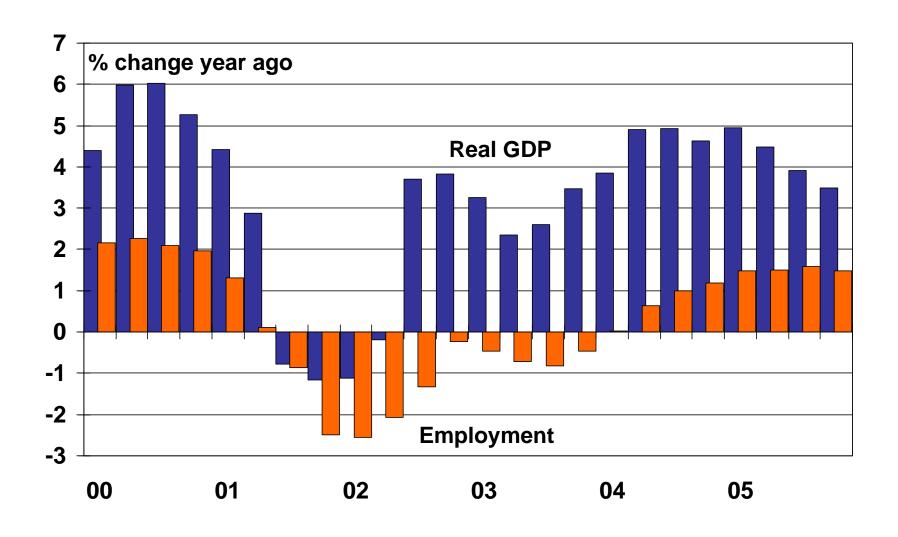


Business Costs Have Inched Down Over Last Decade

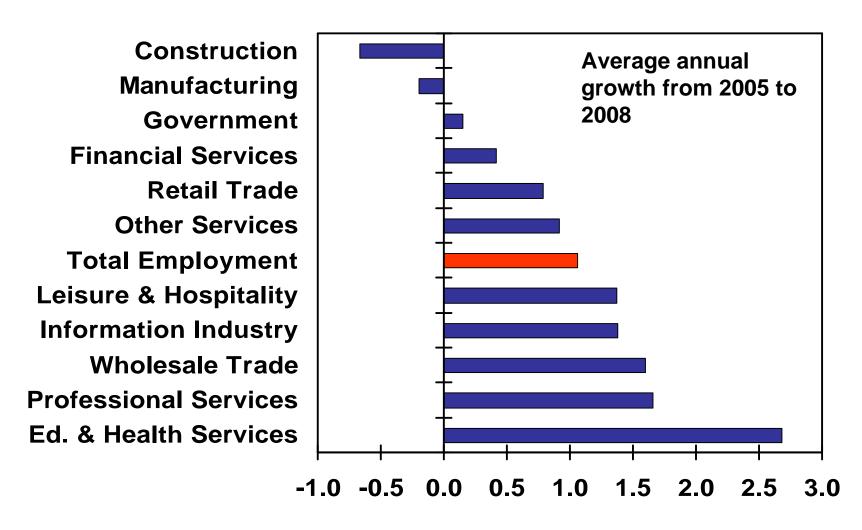


Source: Economy.com

Near-Term Outlook



Long Term Performance Tied to Services



Metro Area Employment Outlook

