

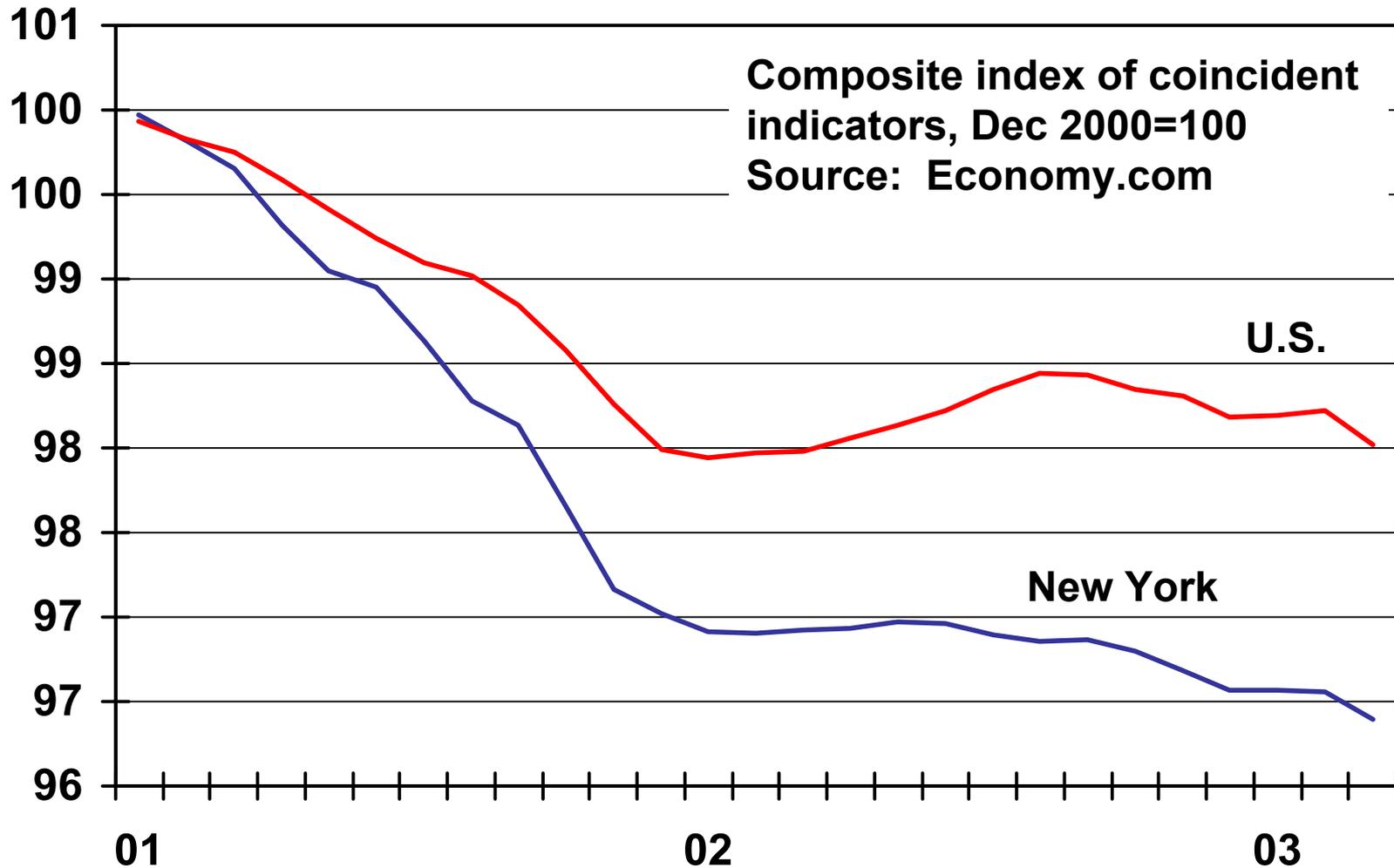
New York Economic Outlook

Presented by

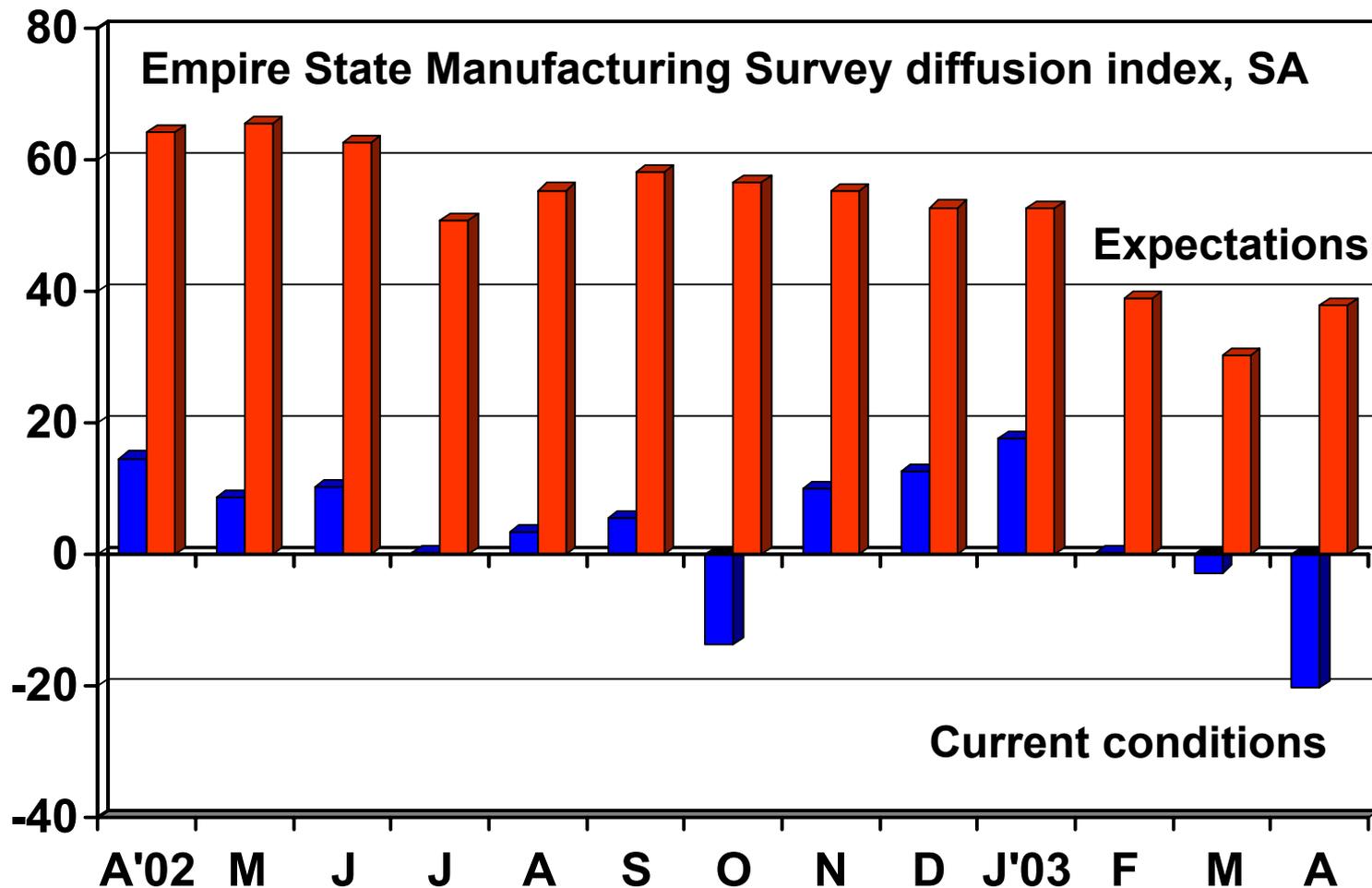
Celia Chen

May 16, 2003

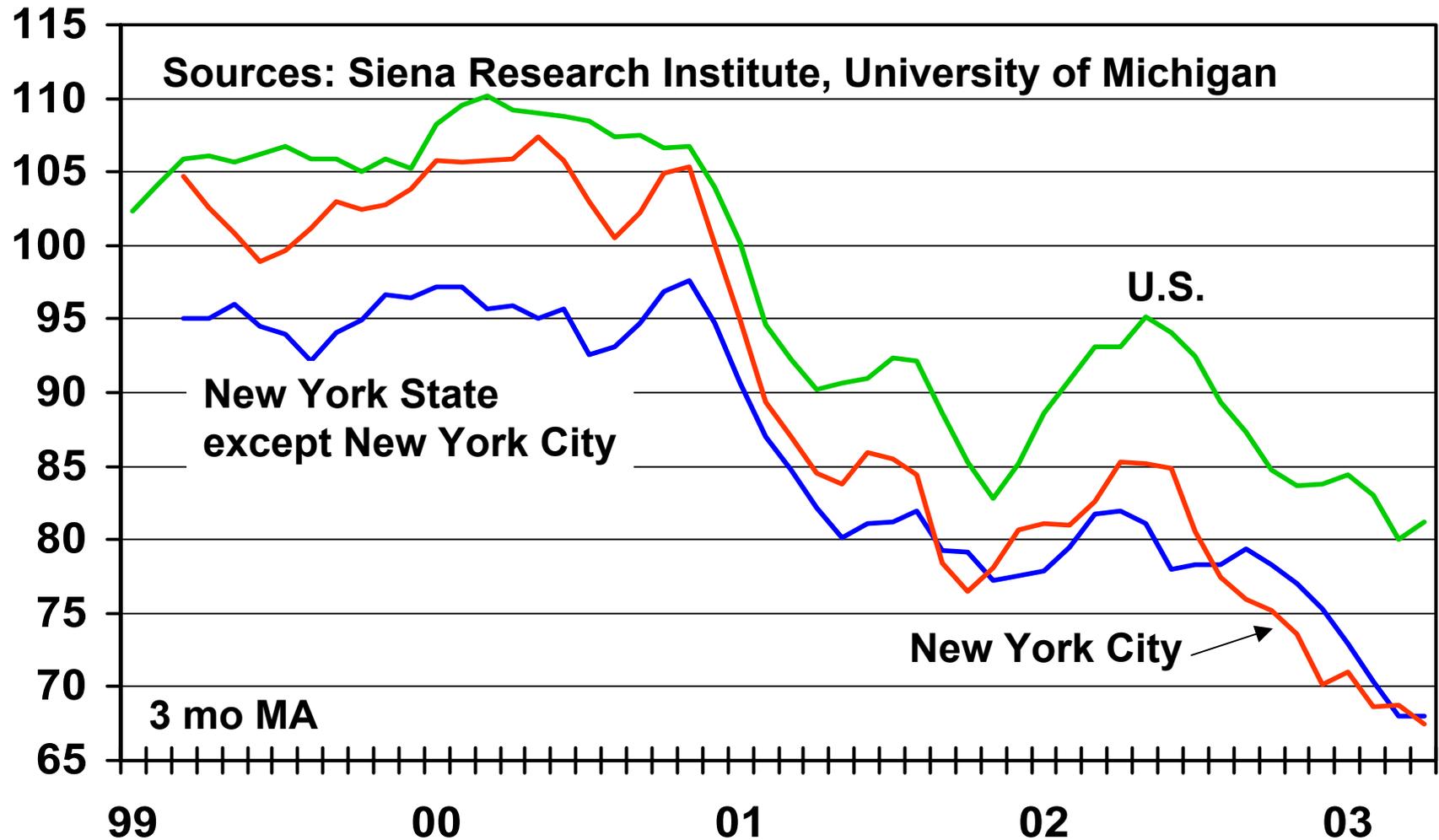
New York's Economy Is Still Contracting



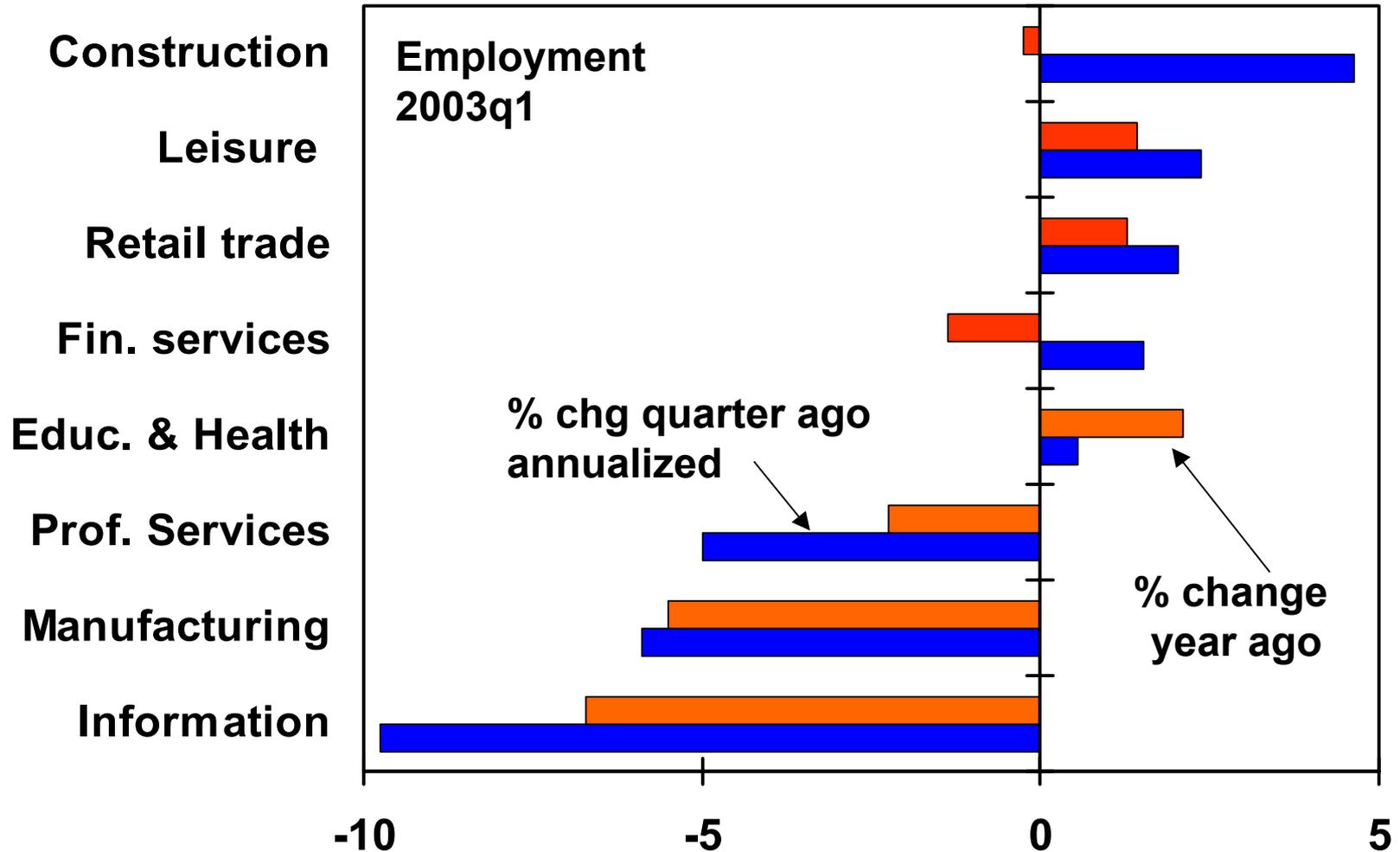
Manufacturing Recovery Disappears, Expectations Slip



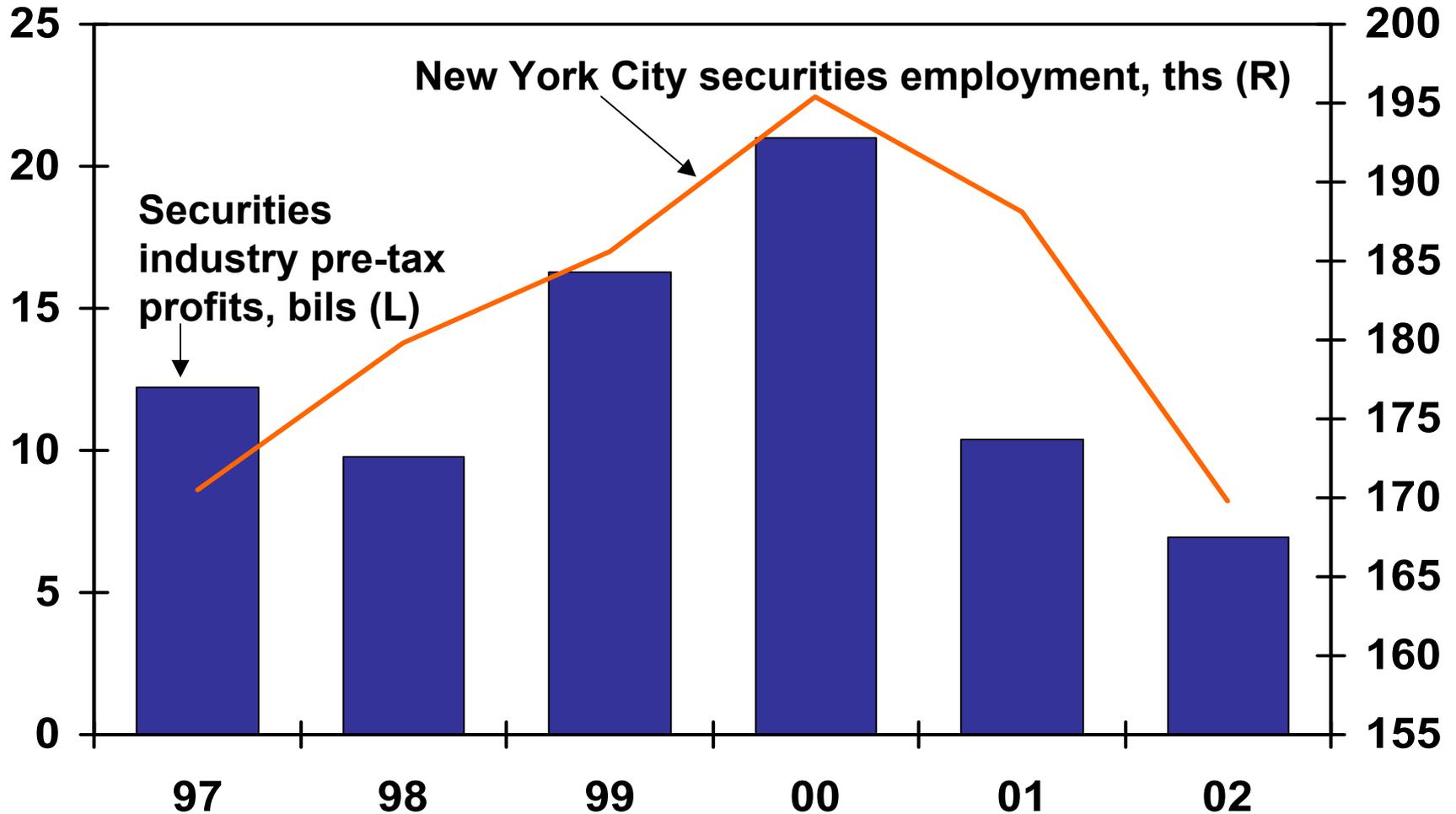
Consumer Sentiment Is Sliding



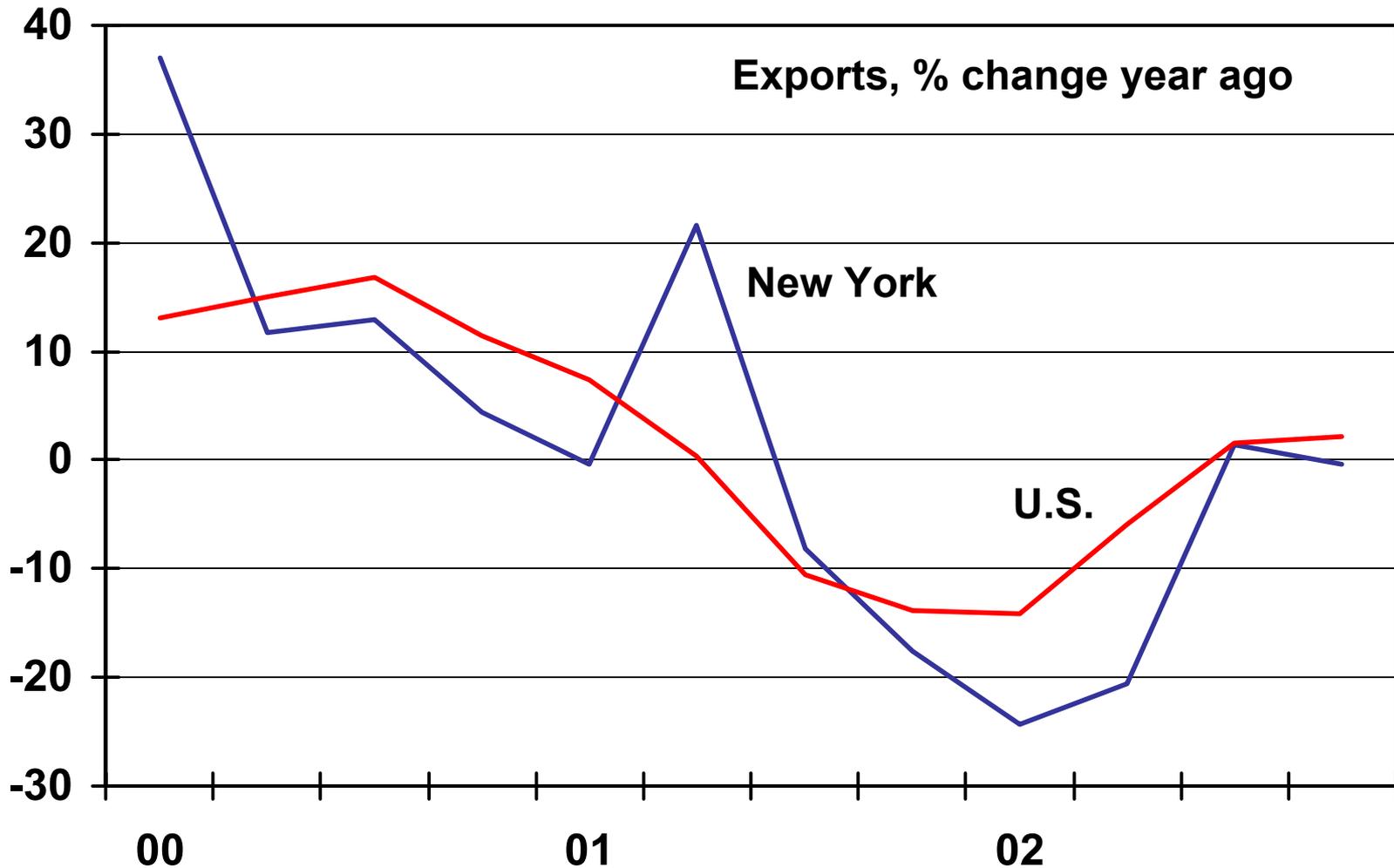
Consumer Industries Holding On Business Industries Suffering



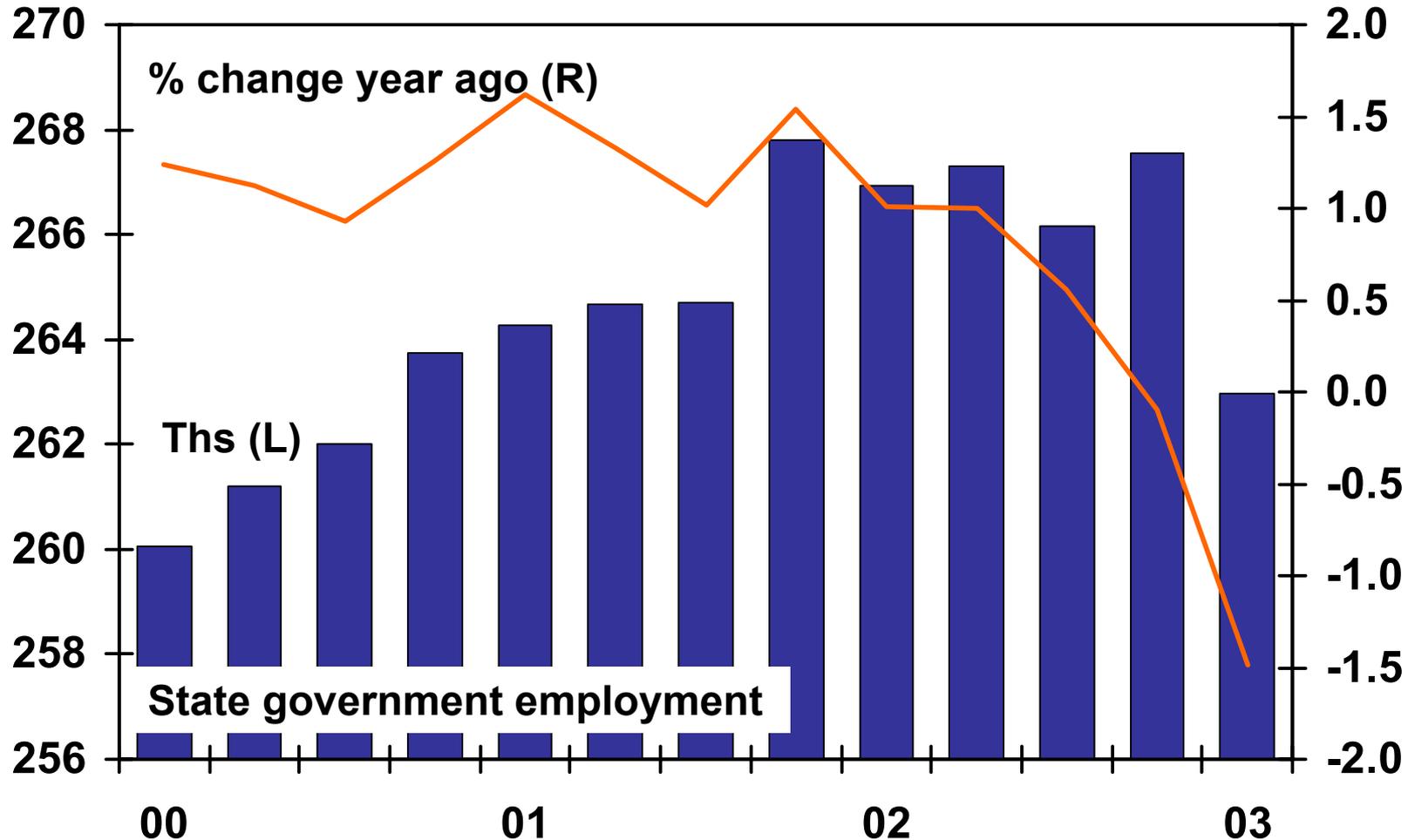
Light at the End of the Tunnel for Securities Industry



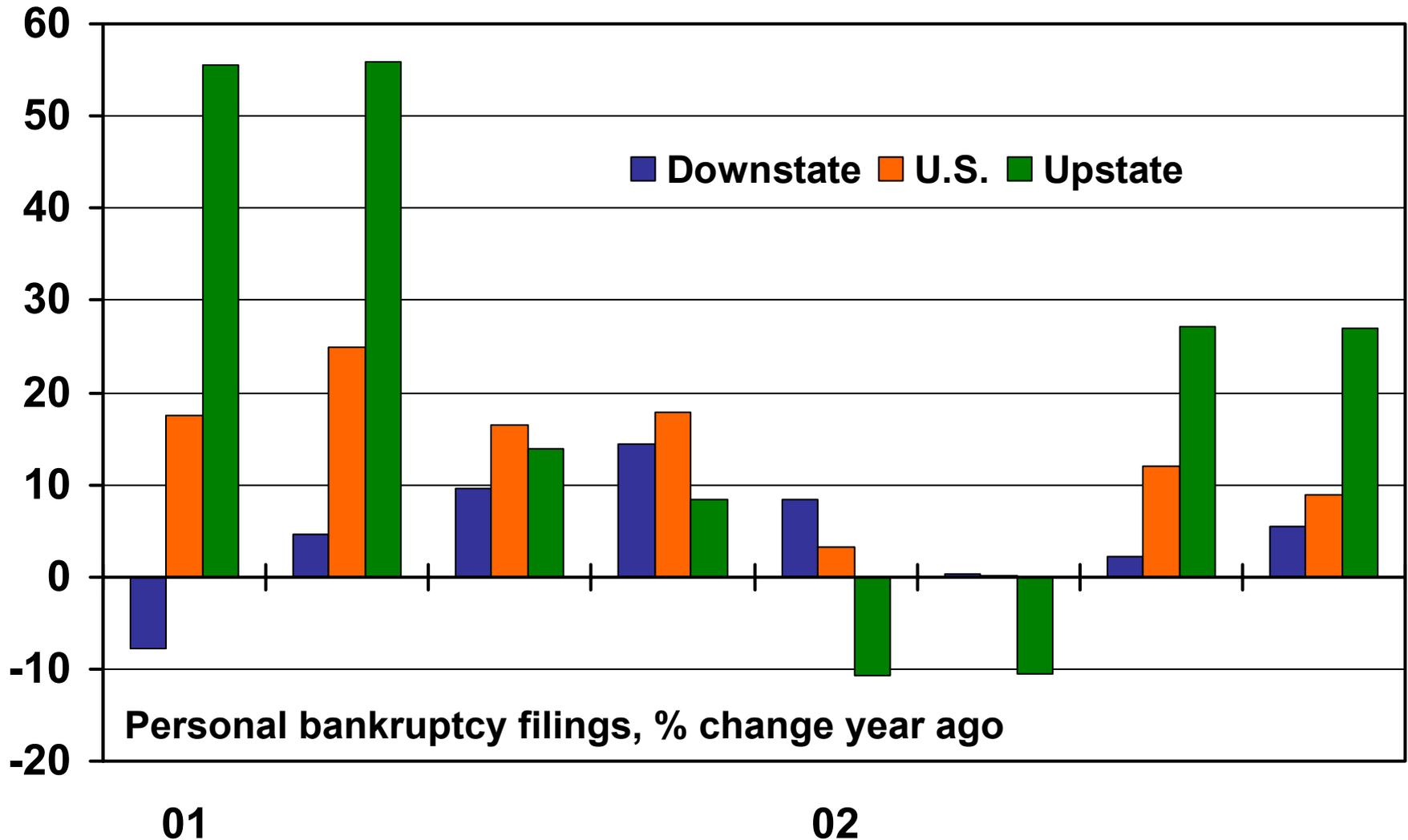
Export Activity Stabilizing



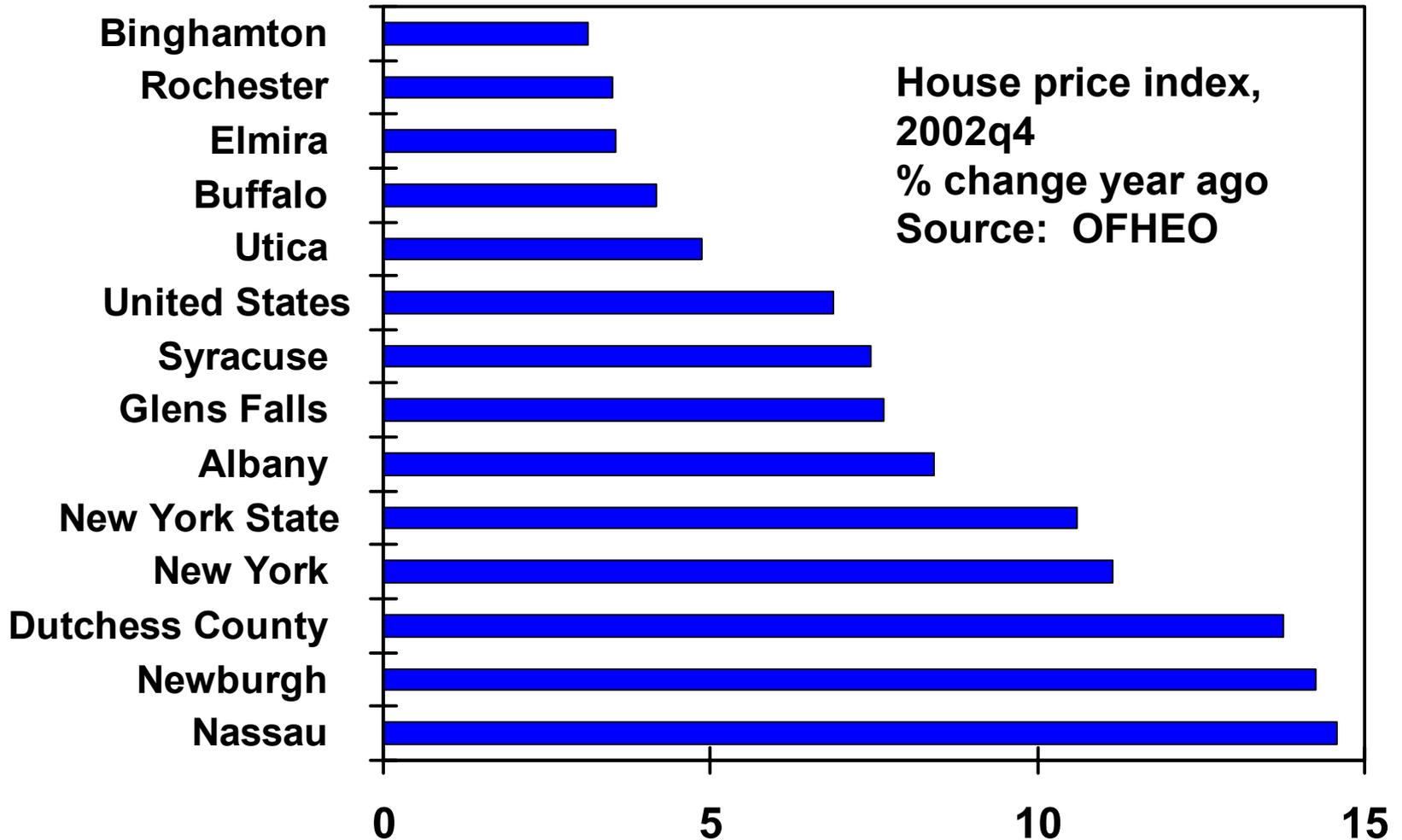
No Solace from State Government



Credit Quality Risk



House Price Appreciation Galloping Downstate

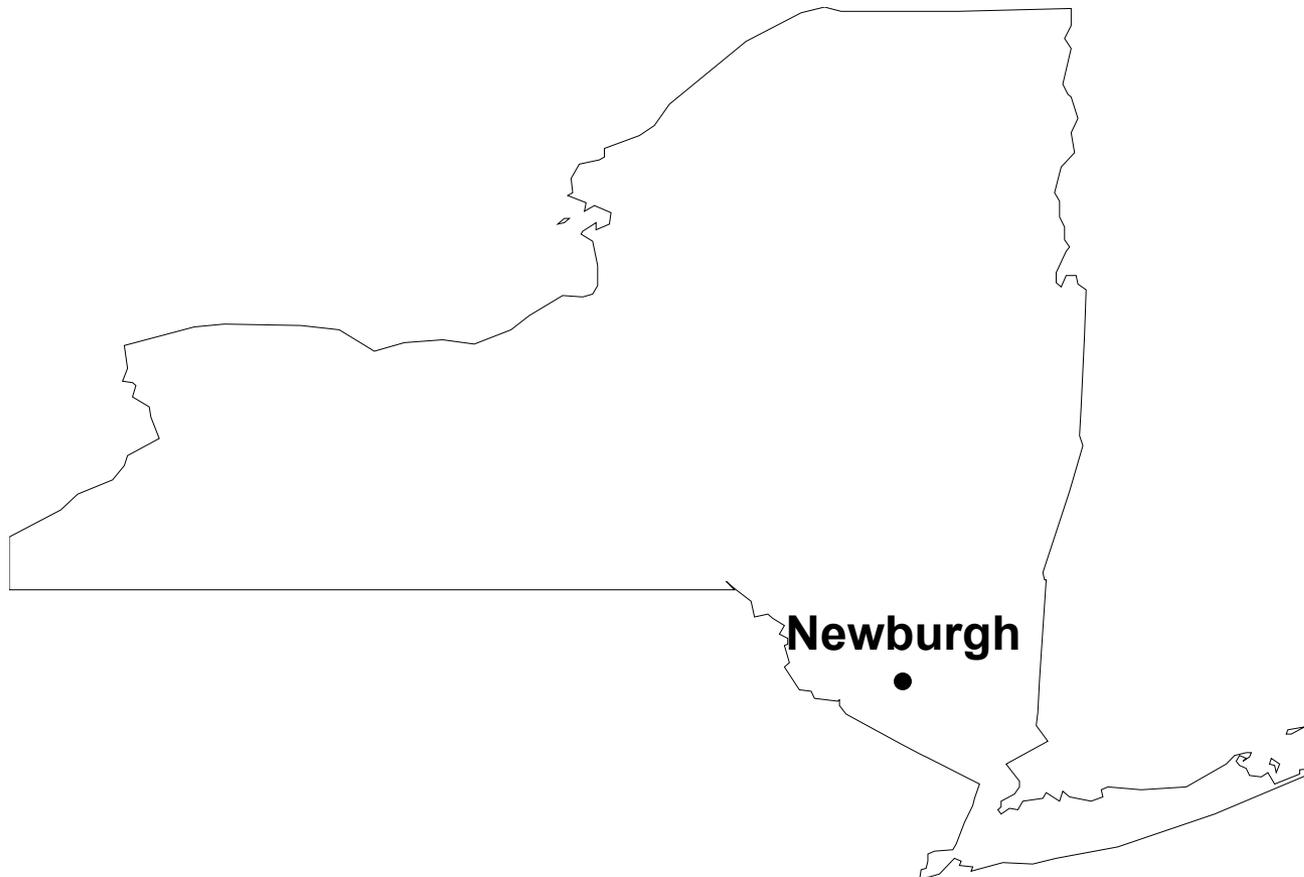


Recent Performance: 2003q1

	Employment		Recession Status
	Ann % chg	Y/y % chg	
Binghamton	-3.3	-2.3	Recession
Rochester	-2.5	-1.8	Recession
New York	-1.6	-1.3	Recession
New York State	-0.8	-0.7	Recession
U.S.	-0.6	-0.1	Recovery
Albany	-0.4	0.5	Recovery*
Utica	-0.4	0.6	Recovery*
Nassau	0.1	-0.3	Recovery
Buffalo	0.7	-0.3	Recession
Syracuse	1.0	1.0	Recovery
Newburgh	1.3	0.7	Recovery*
Elmira	2.3	-1.1	Recovery*
Dutchess County	2.9	1.2	Recovery
Glens Falls	6.4	1.4	Recovery

2003

Escaped Recession/Defense



Metro areas achieving a new employment peak in 2003 or sooner.

First Half of 2004

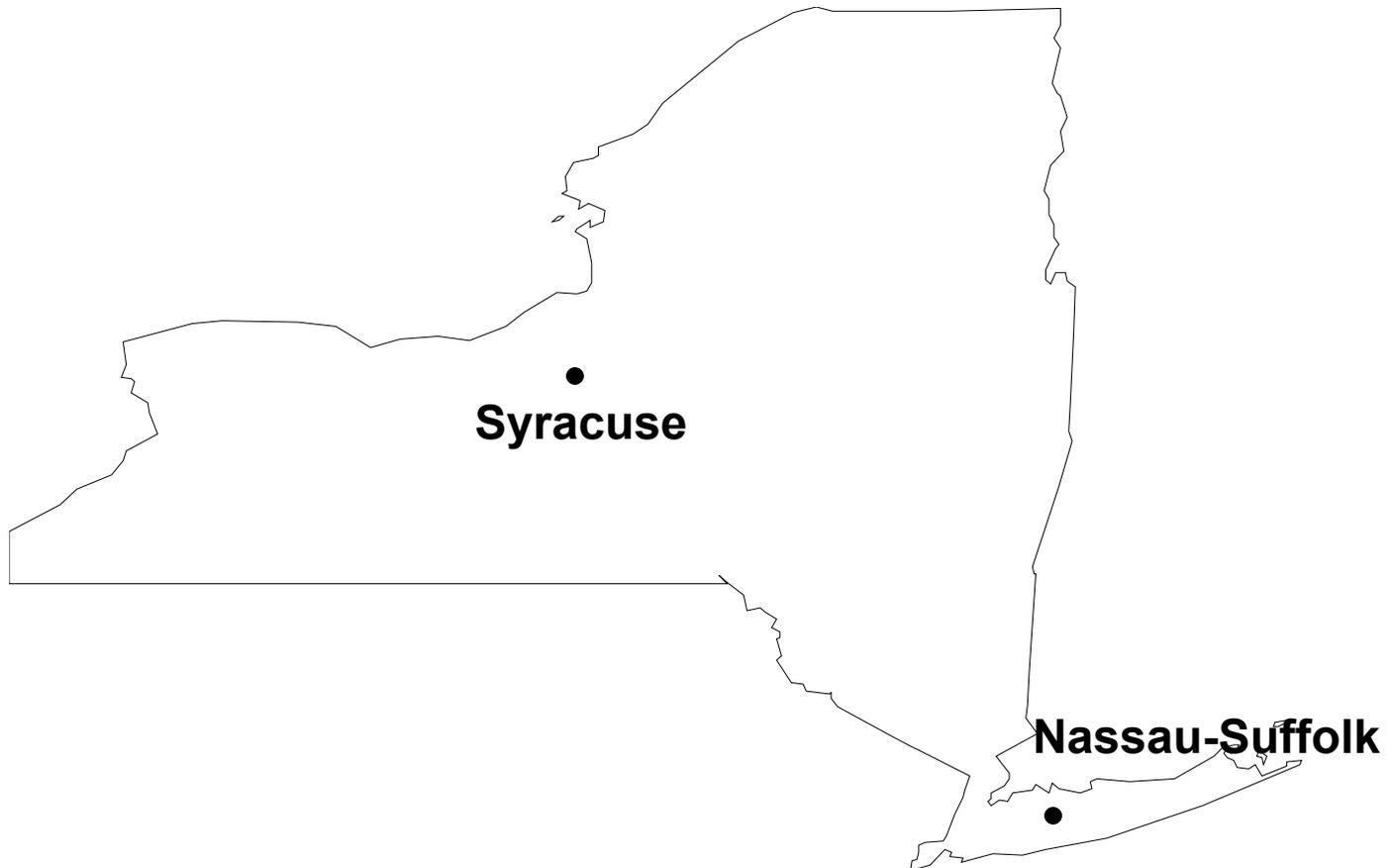
Mild recession / Semiconductors/Distribution/Healthcare/Education



Metro areas achieving a new employment peak in first half of 2004.

Second Half of 2004

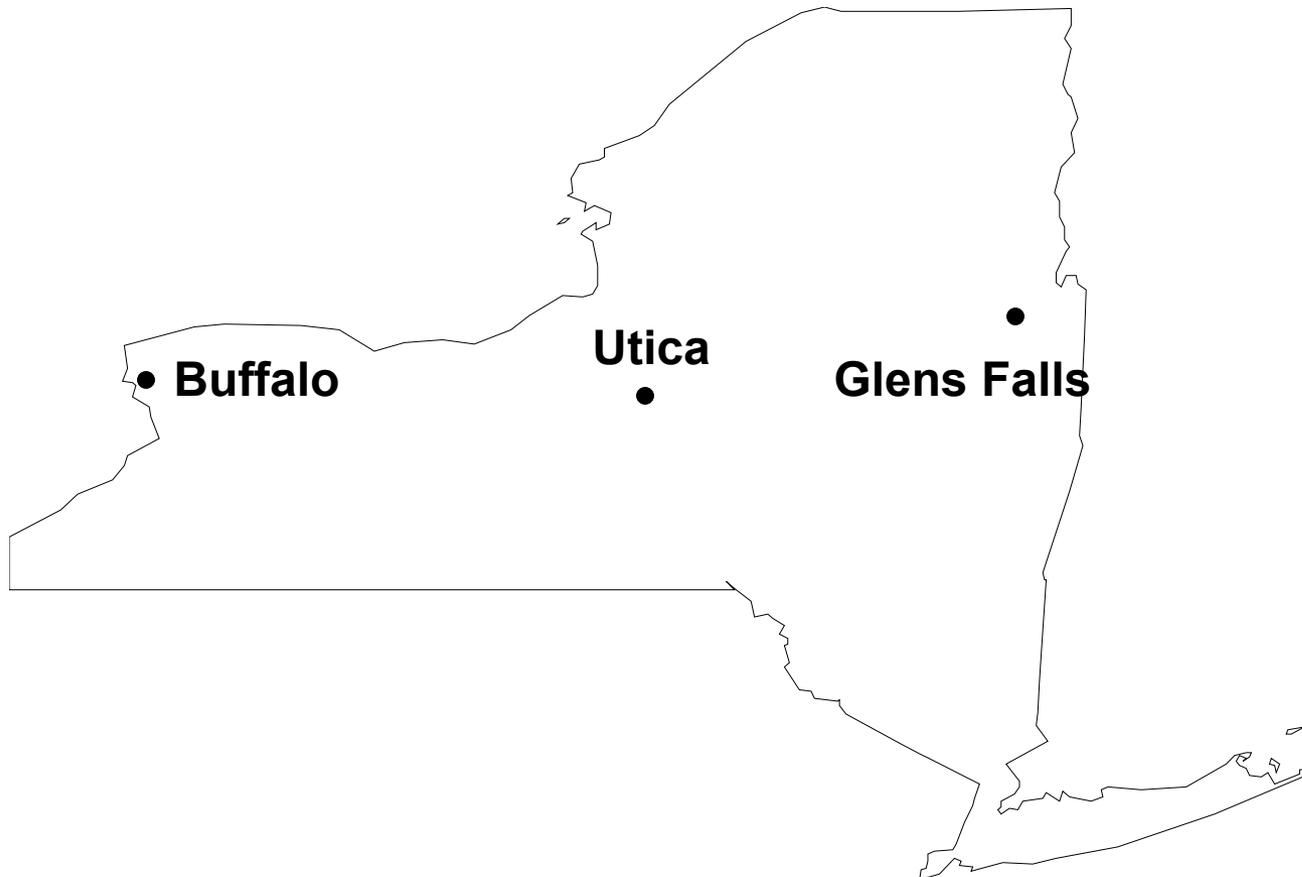
Durable goods / Trade



Metro areas achieving a new employment peak second half of 2004.

2005

Telecom / Tourism / Auto parts



Metro areas achieving a new employment peak in 2005.

2006

Auto assembly / Investment banking / Money management / Tech innovation



Metro areas achieving a new employment peak in 2006 or later.

Long-Term Outlook: 2003-2008

