

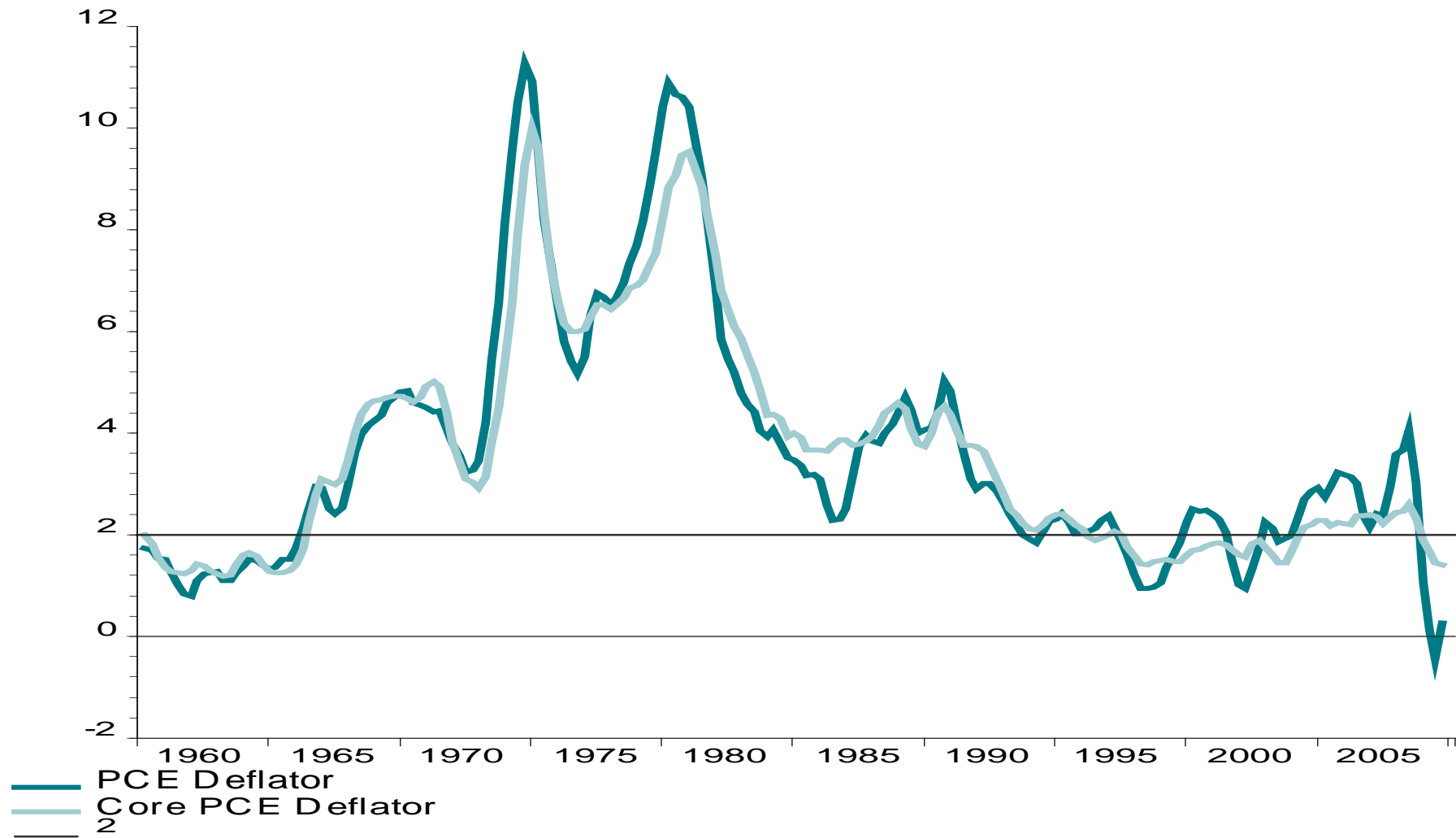


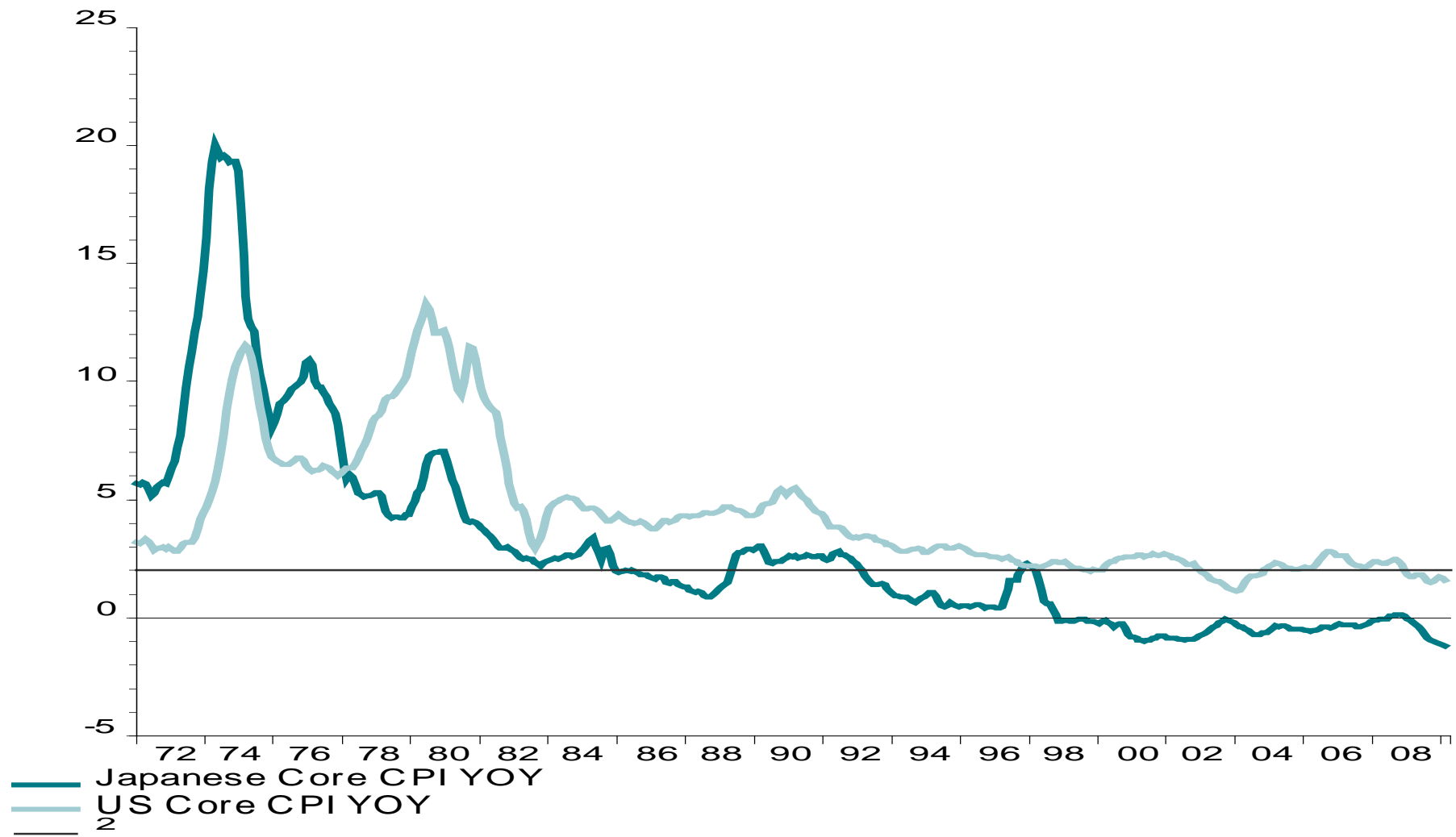
Is higher inflation inevitable?

April 2010

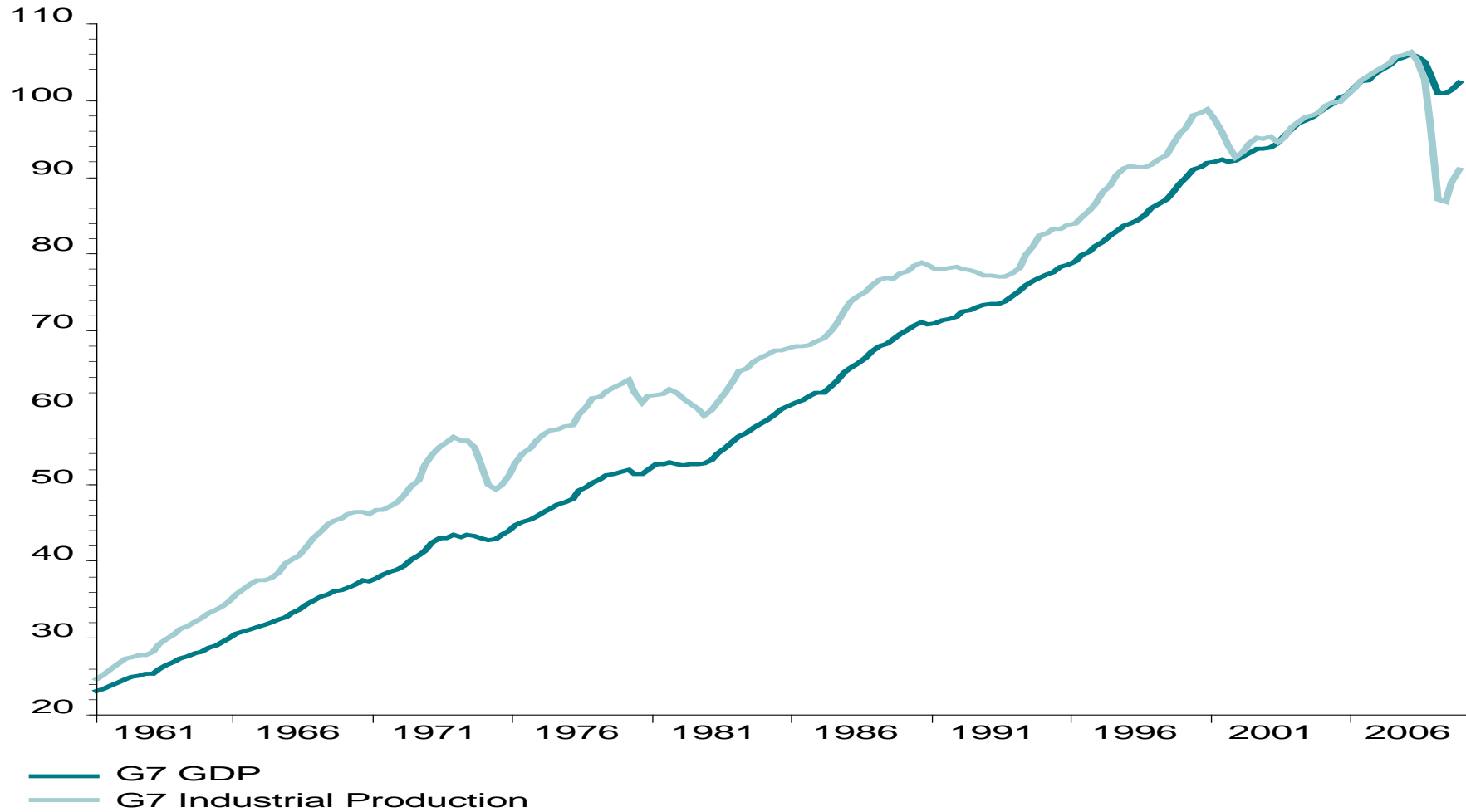
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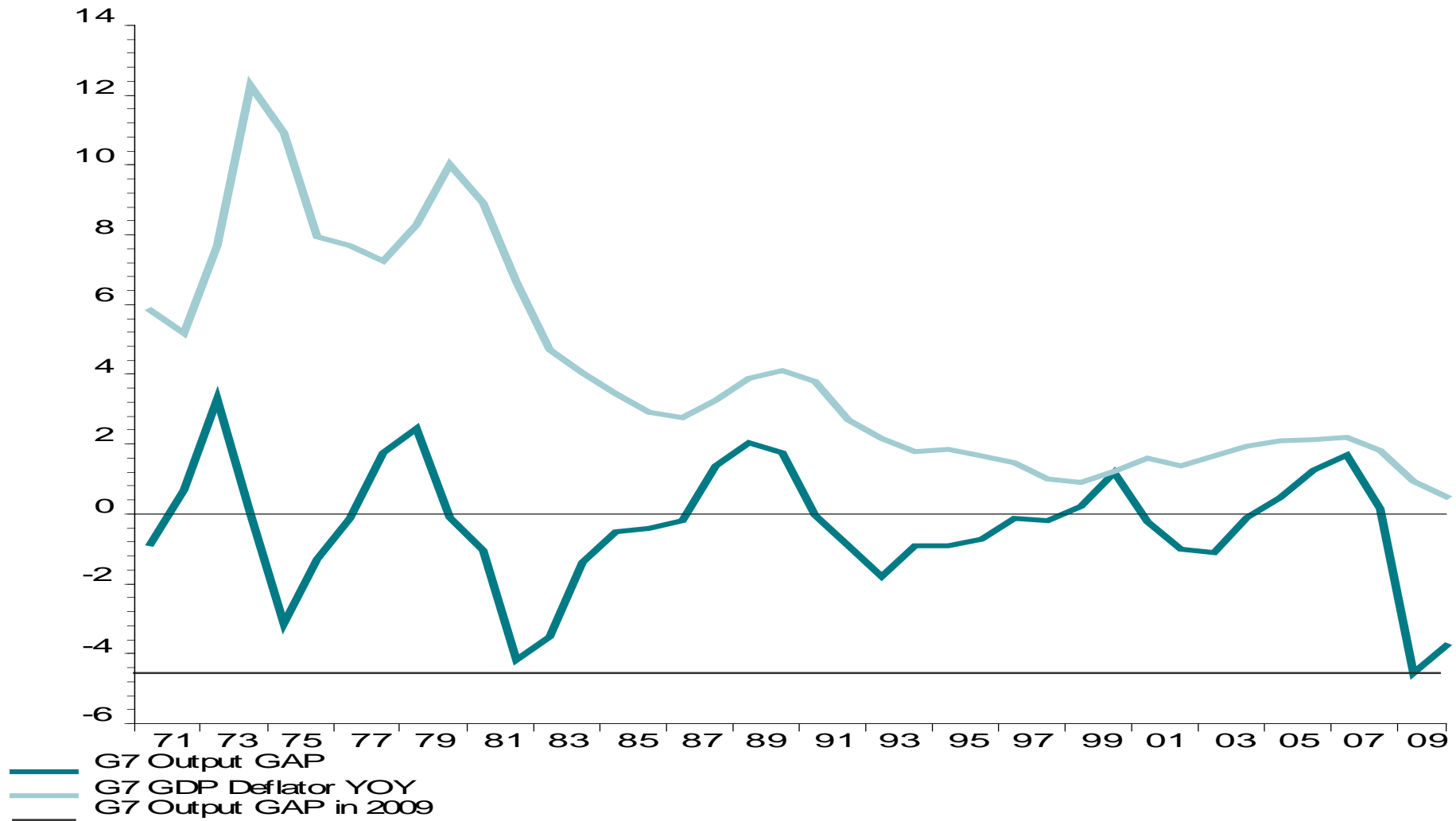




The Great Recession in Perspective – Output Levels

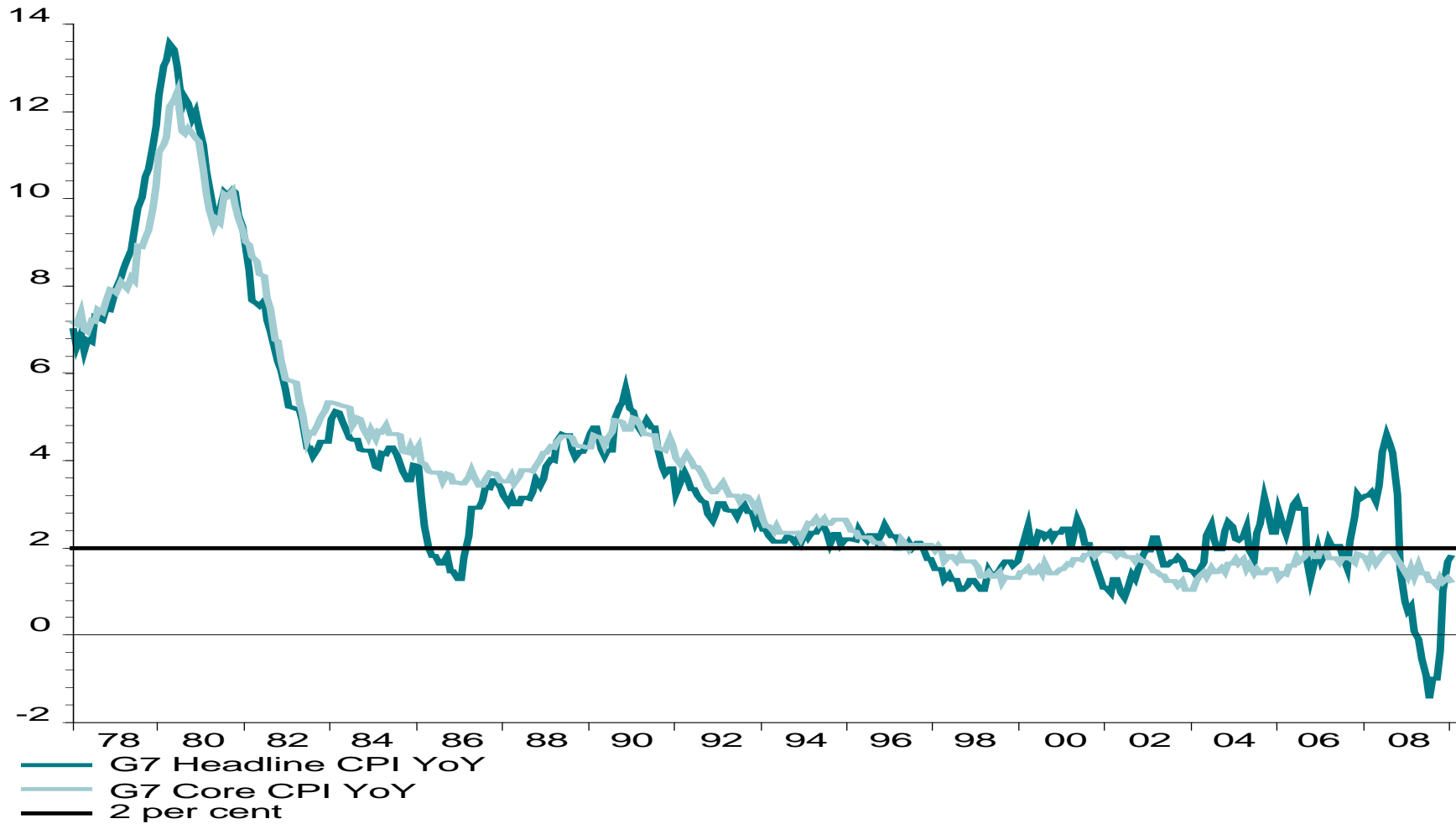


Source: Thomson Datastream



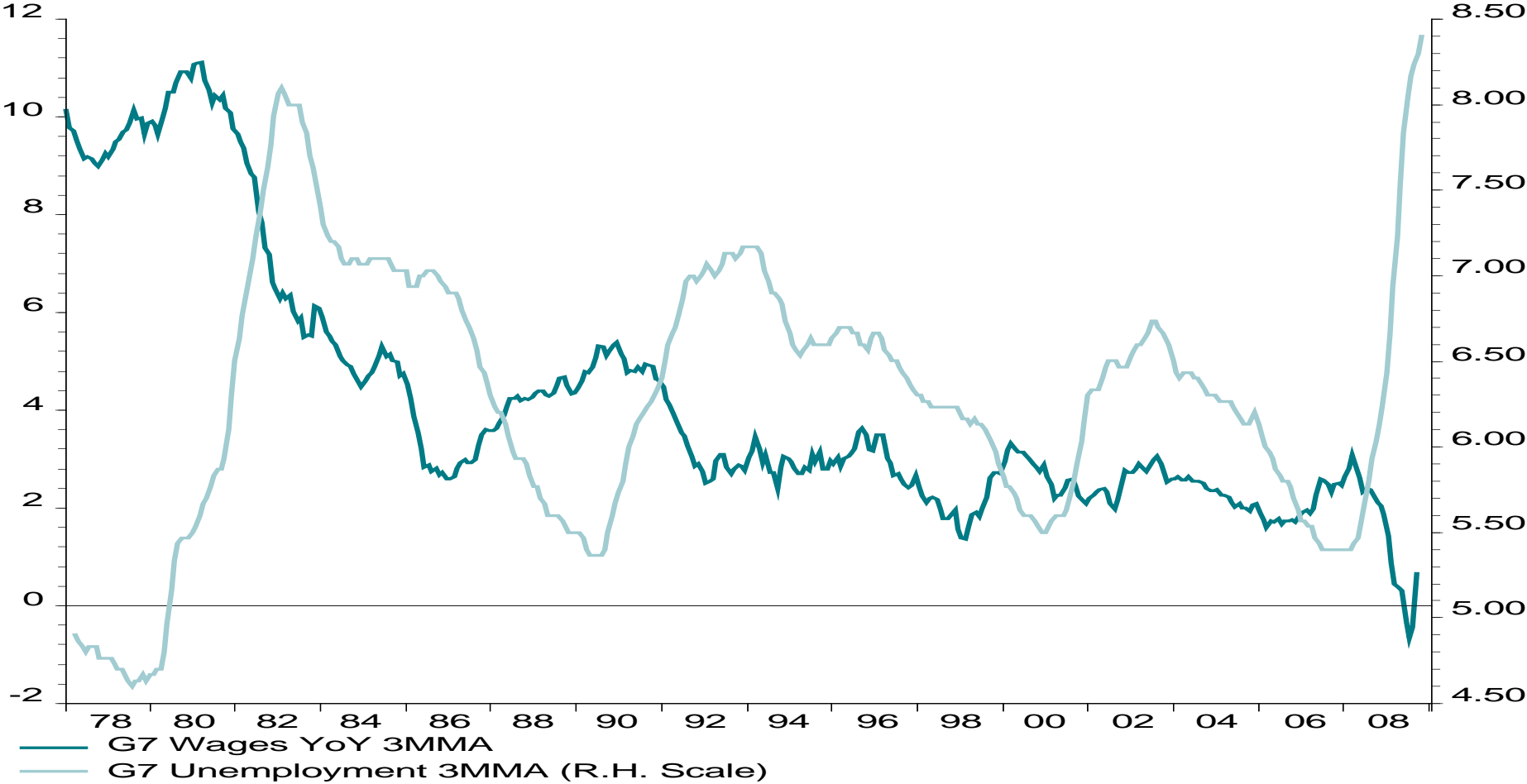
Source: Thomson Datastream

G7 Headline & Core Inflation



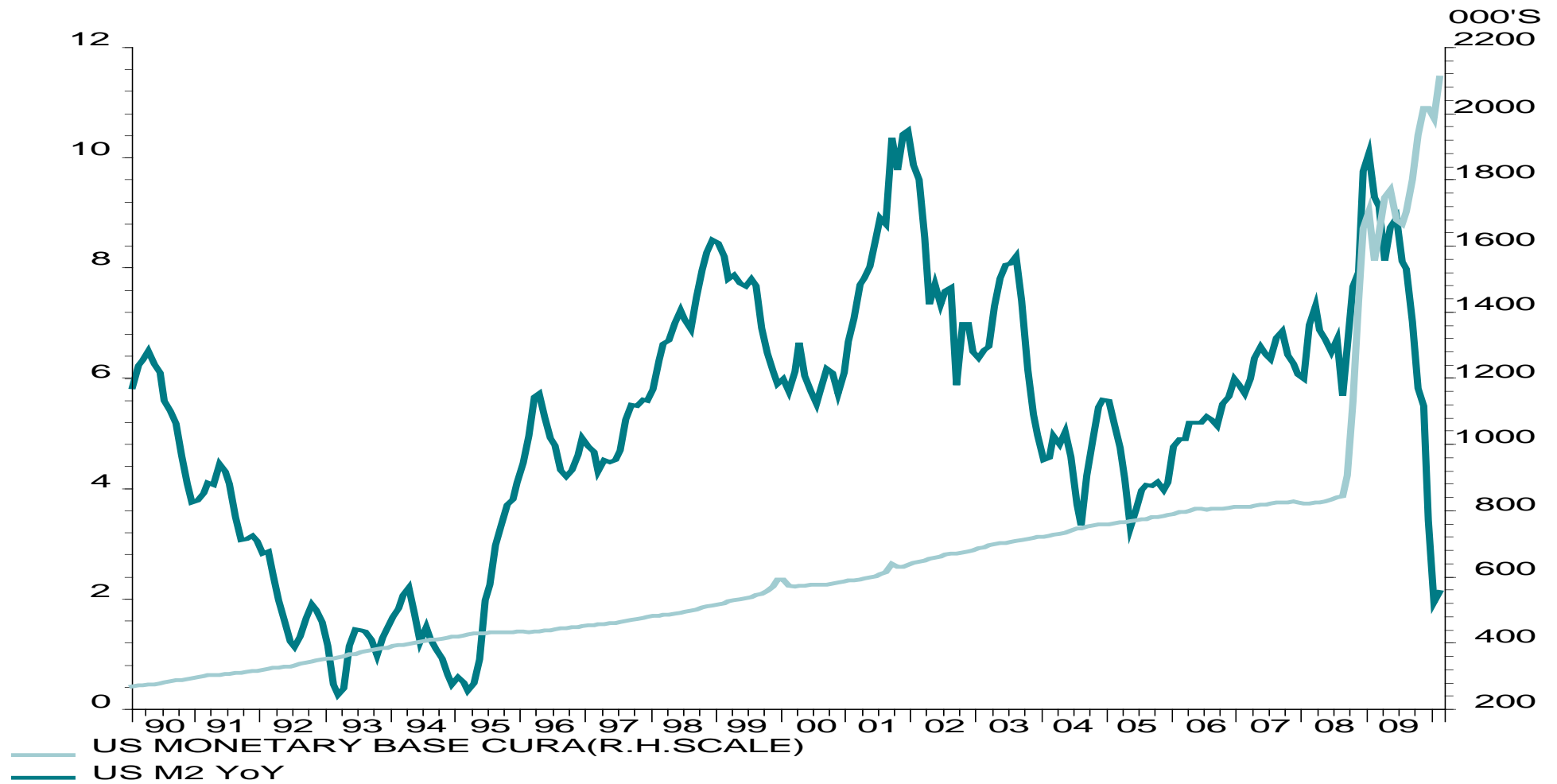
Source: Thomson Datastream

G7 Manufacturing Wage Inflation & Unemployment (Inverted)



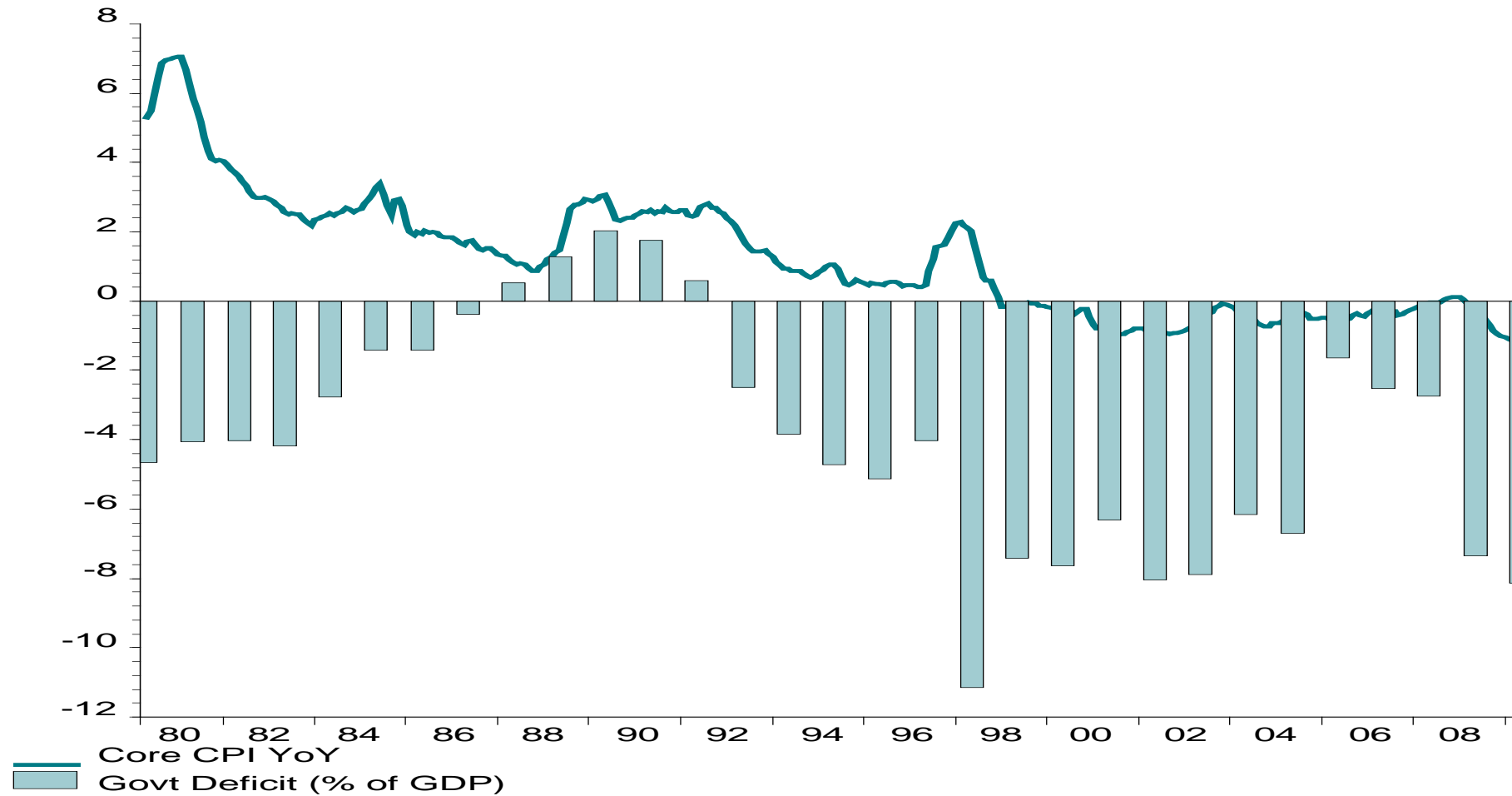
Source: Thomson Datastream

US Base and Broad Money



Source: Thomson Datastream

Chronic Japanese Budget Deficits and Deflation



Source: Thomson Datastream

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