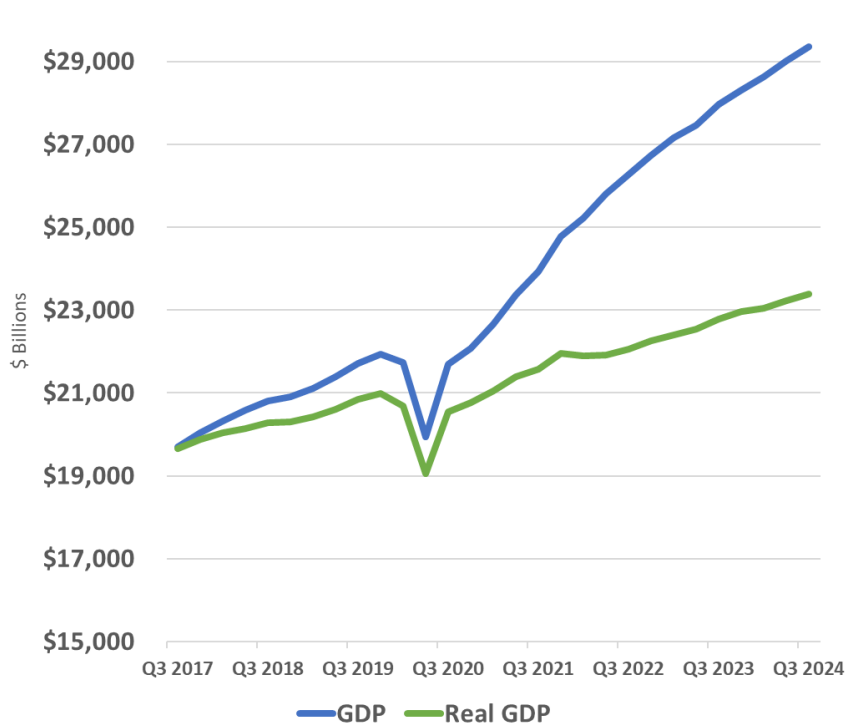


**Current Economic Insights &
Impact on Fintechs & Buyers
December 5, 2024**

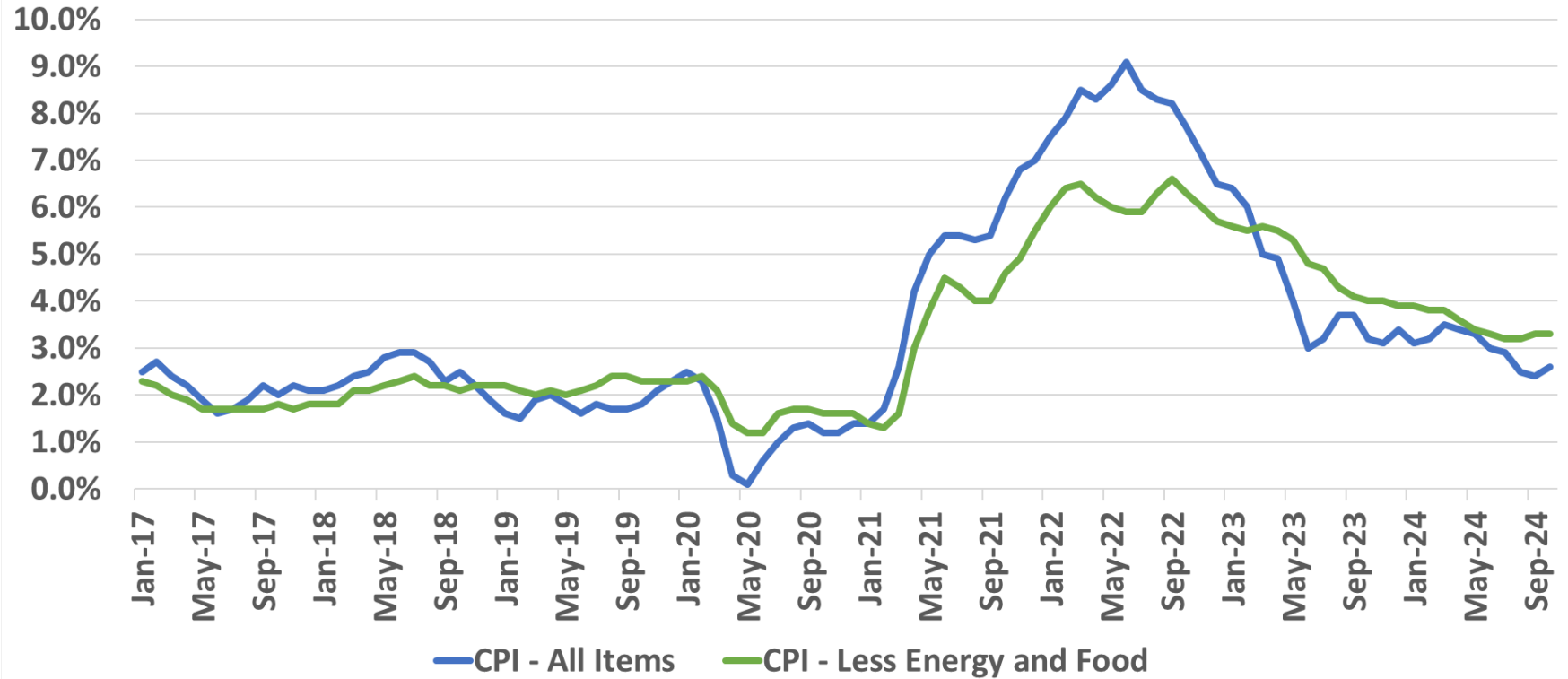


GDP is Still Growing



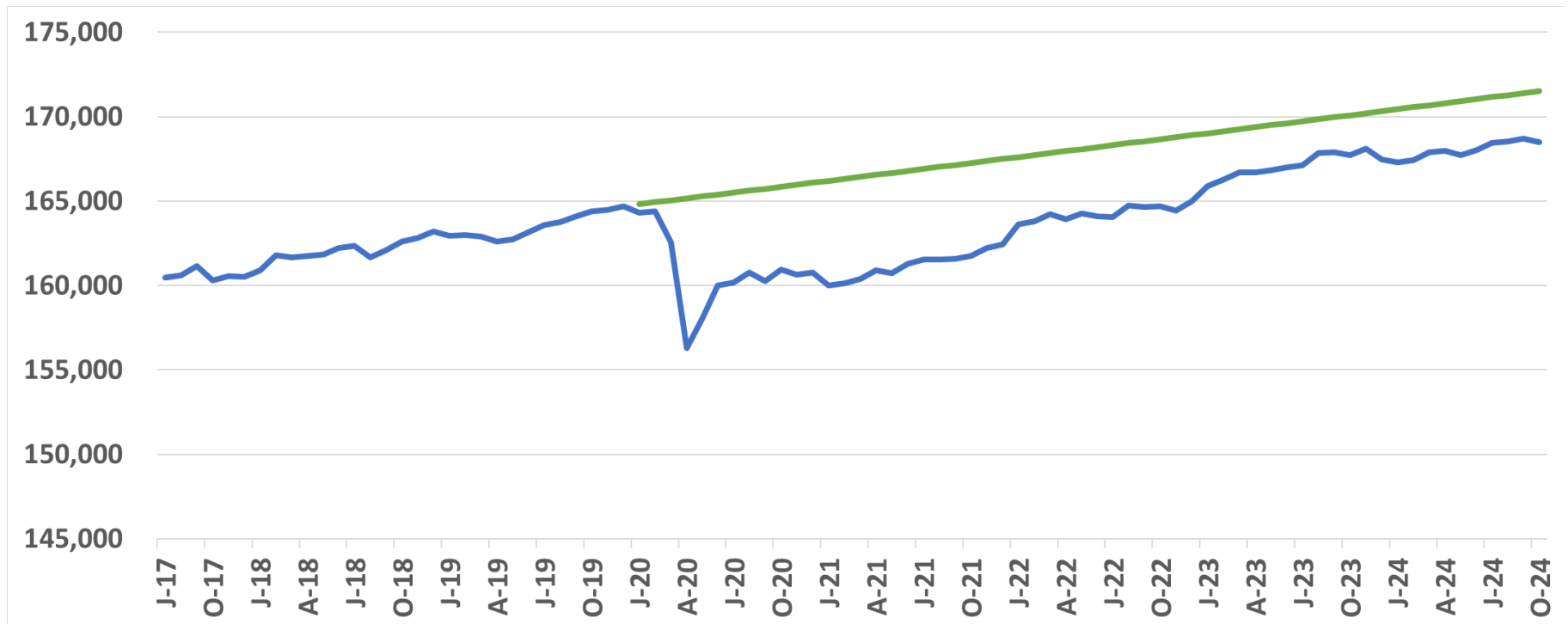
St Louis Federal Reserve, - FRED As of October 2024

Inflation has Slowed Significantly but Persisting



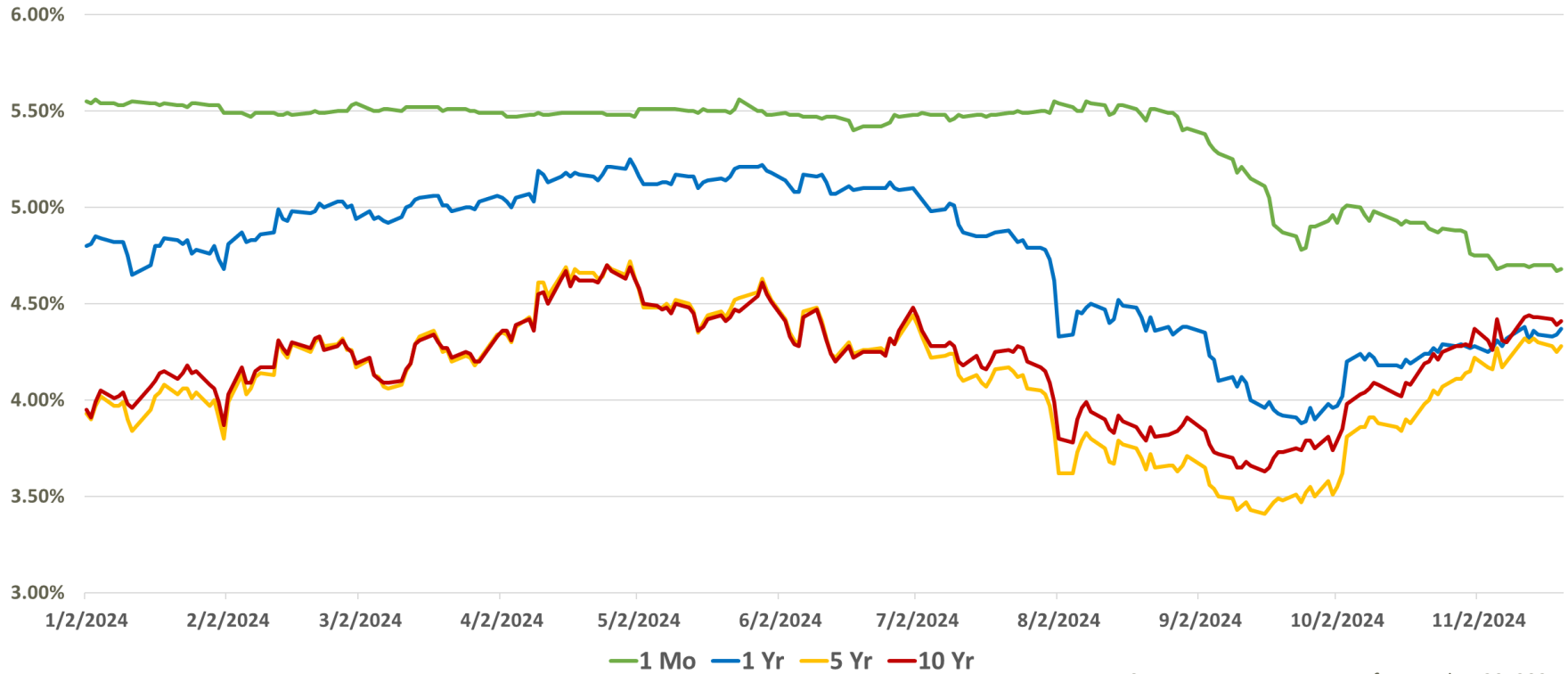
St Louis Federal Reserve, - FRED as of October 2024

Labor Force is Still Short 2.7 Million Workers....



St Louis Federal Reserve, - FRED As of October 2024

Short-Term Rates Falling, Long-Term Rising...

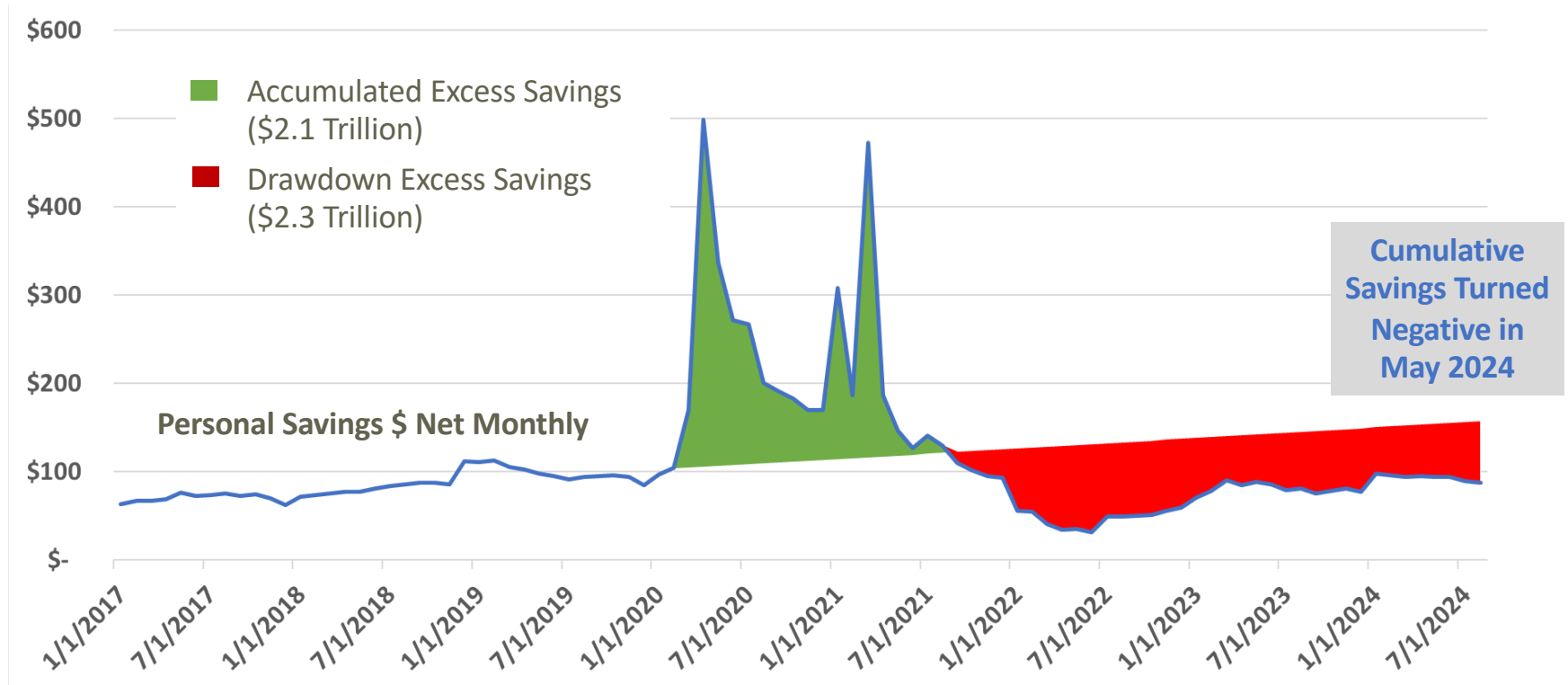


The Tale of Two Economies

Change since January 1, 2020, to November 4, 2024

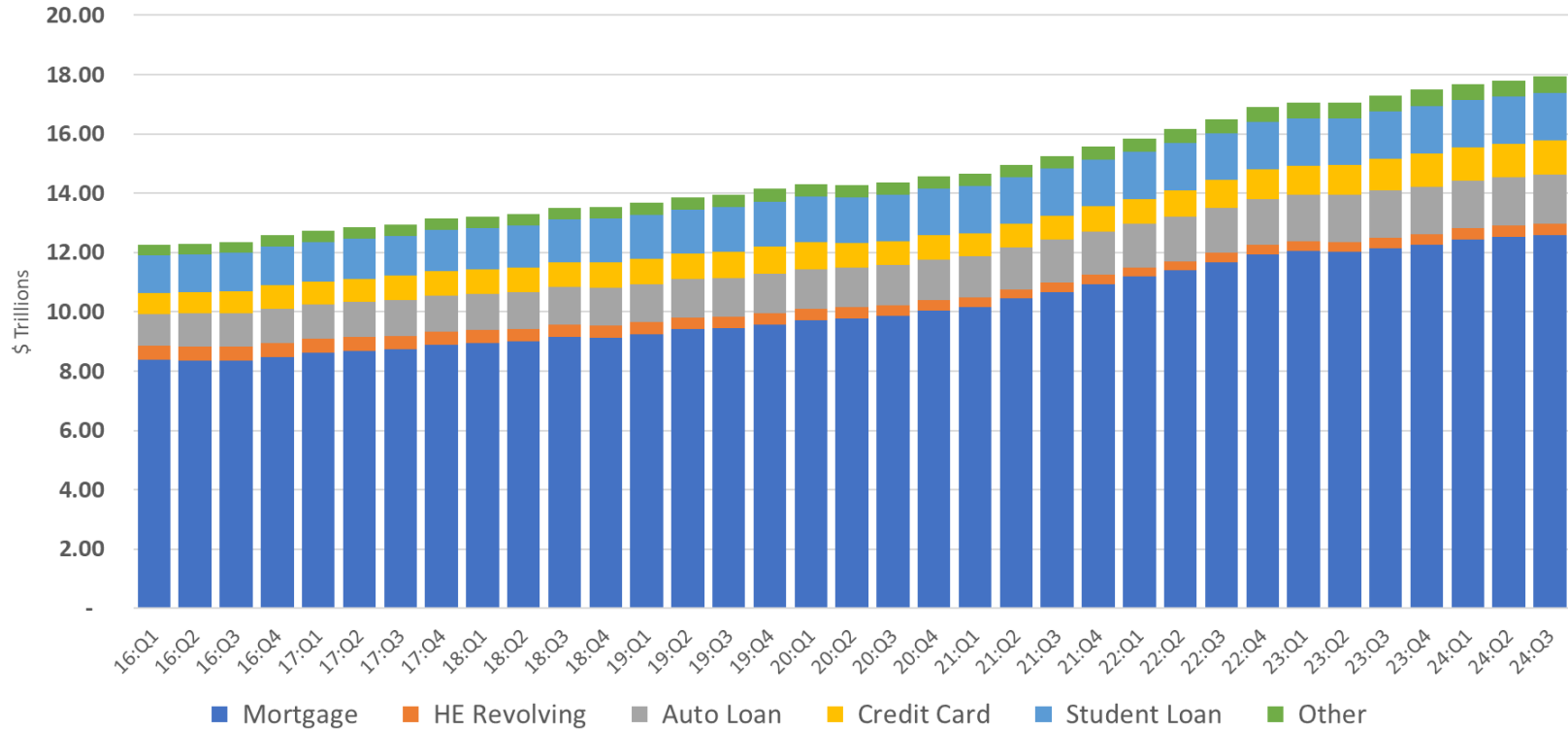
- CPI Inflation: +22.7%
- Wage Growth: +24.9%
- Consumer Spending: +34.1%
- Consumer Debt: +26.1%
- Dow Jones Index: +49.7%
- S&P Index: +69.7%
- NASDAQ Index: +102%
- Case-Schiller National Home Price Index: +47%

Aggregate Personal Savings versus the Pre-Pandemic



San Francisco Federal Reserve –Dwindling Pandemic Savings September 2024

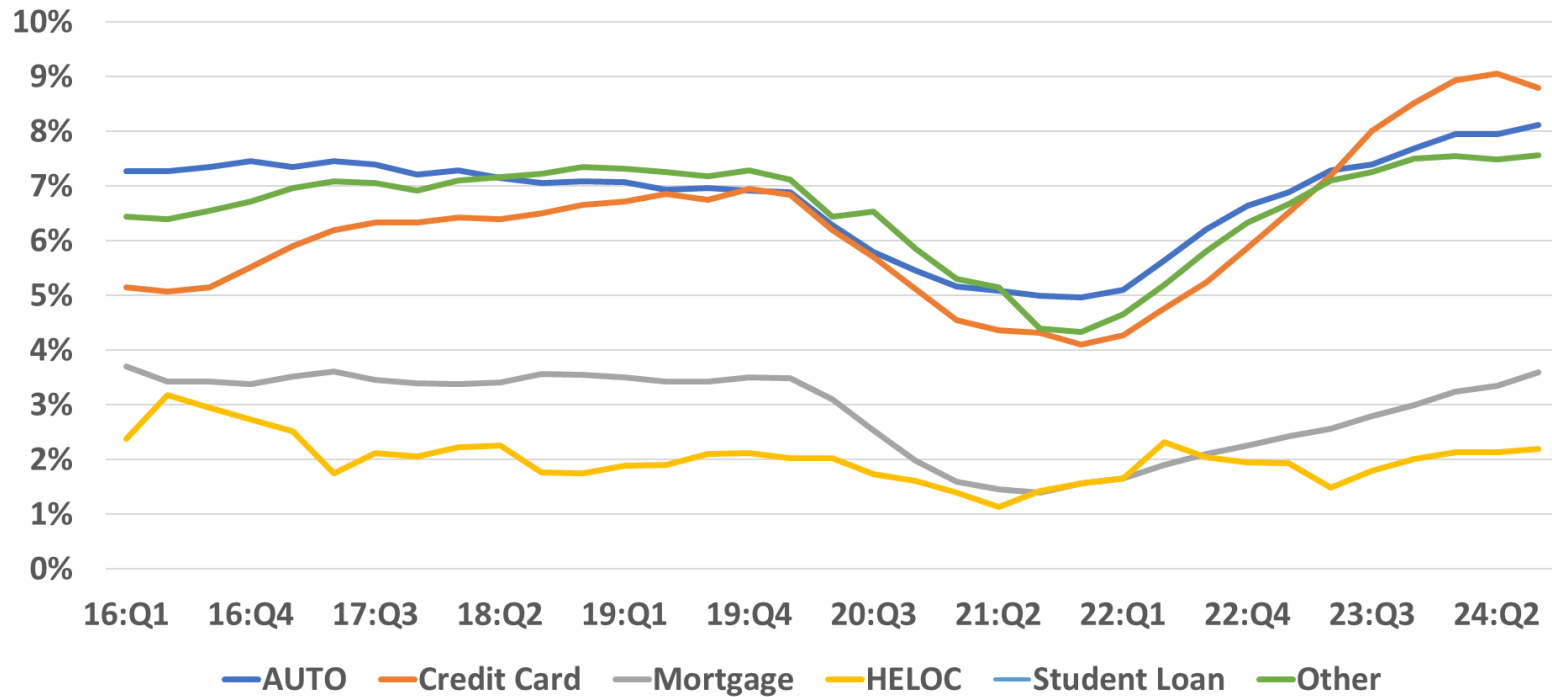
We added \$3.7T (26%) in Consumer Debt Since 2020



New York Fed Consumer Credit Panel, Q3 2024

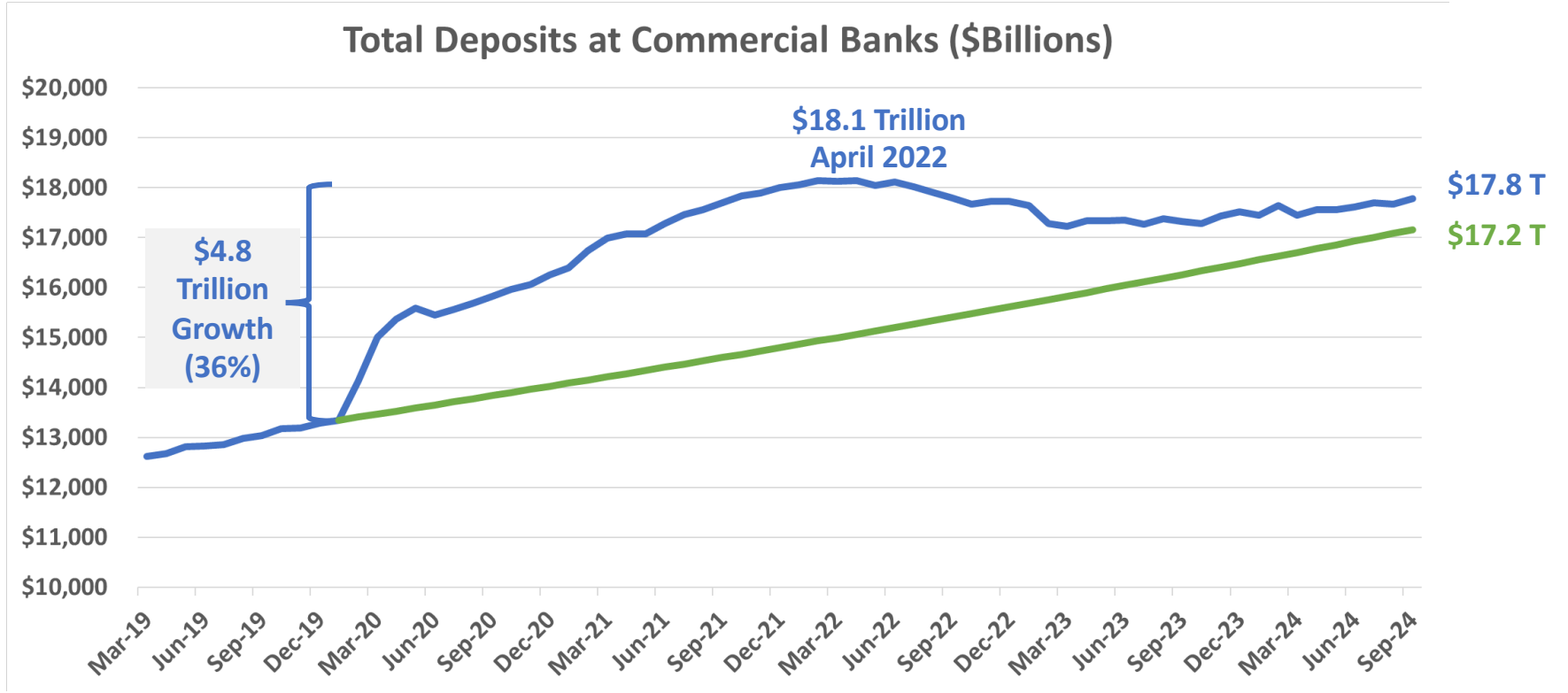
Consumer Delinquencies are Accelerating....

30 Days Delinquency %



New York Fed Consumer Credit Panel, Q3 2024

Deposits Have Stabilized



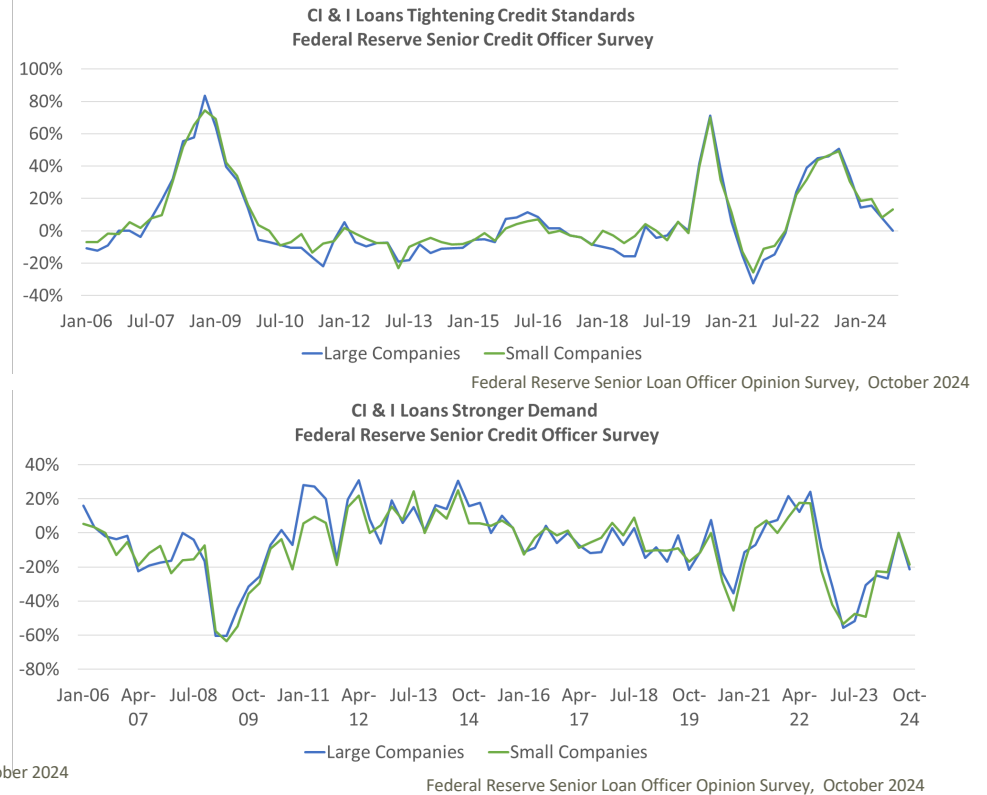
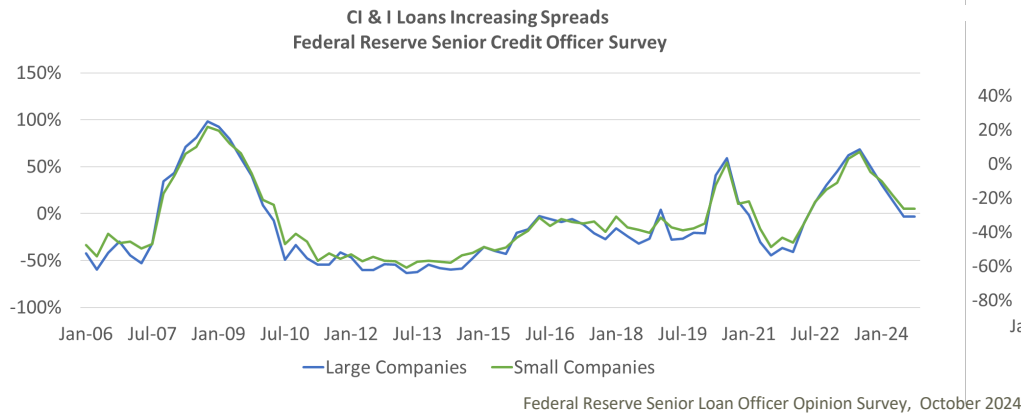
St Louis Federal Reserve, - FRED As of October 2024

C&I Lending has returned to Neutral

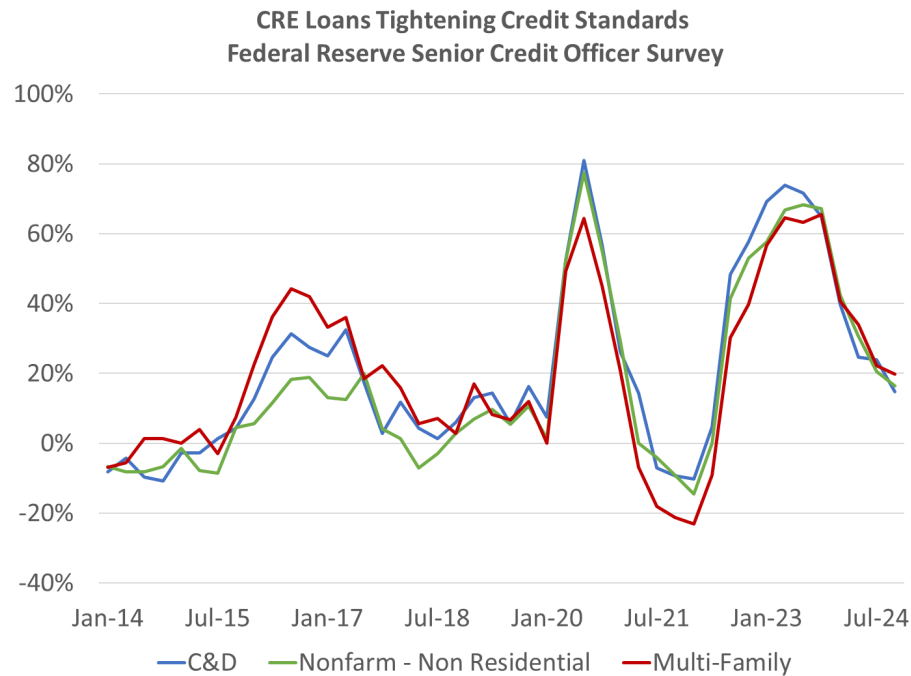
Banks are neutral tightening credit

Banks are spread neutral on average

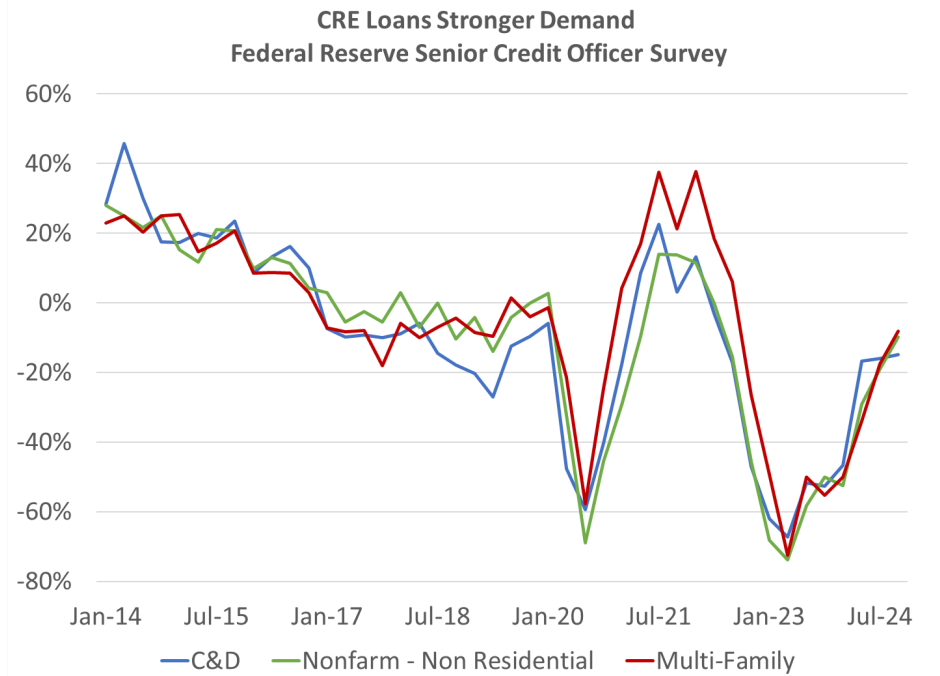
Demand has returned to neutral



CRE Lending has Returned to Neutral

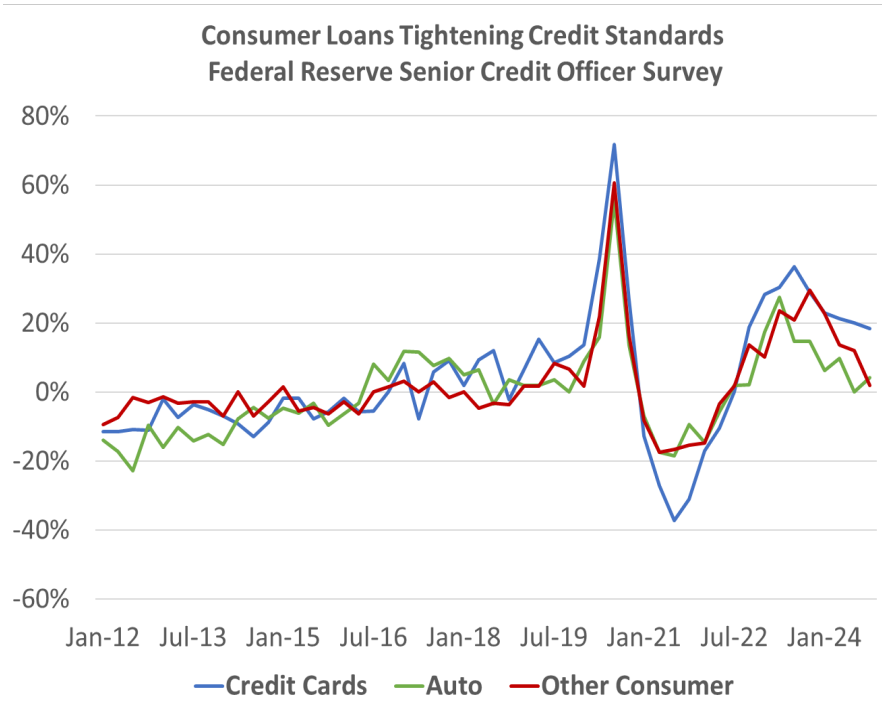


Federal Reserve Senior Loan Officer Opinion Survey, October 2024

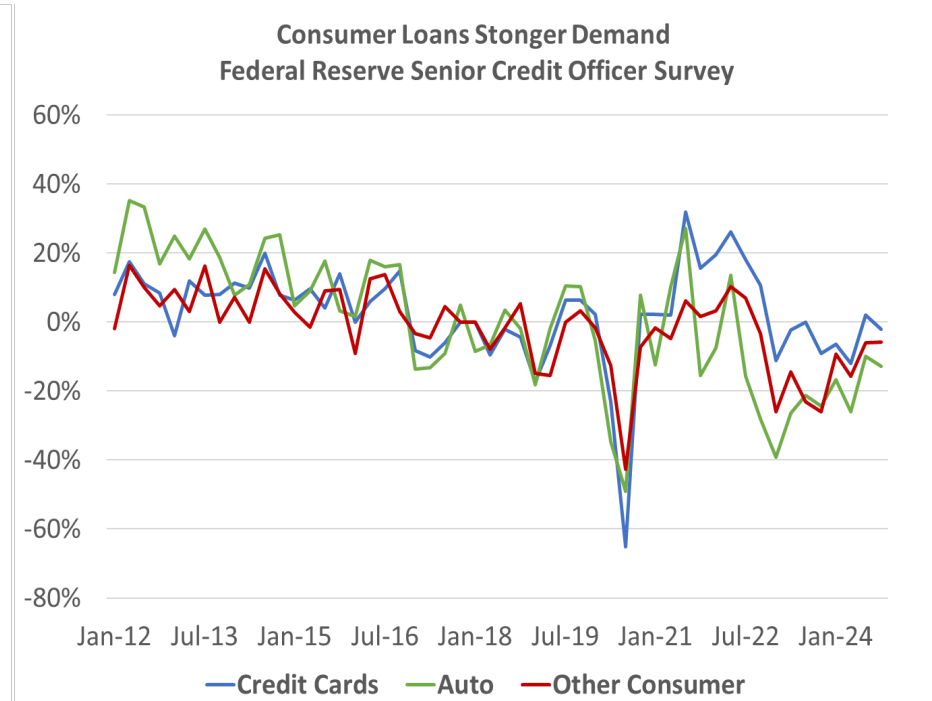


Federal Reserve Senior Loan Officer Opinion Survey, October 2024

Consumer Lending has Returned to Neutral



Federal Reserve Senior Loan Officer Opinion Survey, October 2024



Federal Reserve Senior Loan Officer Opinion Survey, October 2024

Potential Impacts from Election

- It's Early, What was Campaign Rhetoric and What is Policy?
- A more friendly M&A environment is Likely
- CFPB, FDIC, Federal Reserve, and OCC Leaders are appointed by the President. (Powell's term end May 2026)
- Slowdown of Basel Endgame due to leadership change
- A more friendly Crypto regulatory environment
- Short-Terms may not fall as far, long-term rates may rise
- Mostly we need to wait and see

Summary

- Economy Still Growing
- Core Inflation is Persisting
- Labor Markets are Short of Workers
- Short-Term Rates Falling, Long Term Rates Growing
- Lower Wealth Consumers are Struggling,
- Commercial Deposits are Stabilizing
- Loan Demand is Returning