Wyoming in the Recession and Recovery

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Recession Reached WY and 10J in 2009

- Recession hit WY and the 10th District in 2009
- WY and the District underperformed the U.S. since early 2009
- Near or at the bottom in economic activity in WY based on most economic measures
- Clear improvement in several key areas
- Overhang remains but WY will expand in 2010
- Probably one quarter behind U.S.
The Technical Recession is Over

Real Gross Domestic Product
Seasonally Adjusted

Source: Bureau of Economic Analysis

WY Shifted From Outperform to Underperform

Total Nonfarm Employment
Seasonally Adjusted

Source: Bureau of Labor Statistics
Strong Underperformance Since 2nd Half 2009

Total Nonfarm Employment
Seasonally Adjusted

Index: Jan-09=100

WY Among Weakest State Labor Markets

Total Nonfarm Job Growth by State
Seasonally Adjusted

Source: Bureau of Labor Statistics
WY Jobless Rate Remains Well Below U.S. but has More Than Doubled

WY Job Mix Typically “Non-U.S.”
Manufacturing in District Bounced with U.S.

Tenth District Manufacturing Indexes
Month-over-month

Source: FRBKC Manufacturing Survey, ISM

WY Drilling Activity is Lagging U.S.

Count of Active Drilling Rigs

Source: Baker Hughes
Oil Market has Surged in WY and Most Energy States

Crude Oil Prices

- Oil Spot Prices
- Oil Futures 01/27/2010
- Oil Futures 04/07/2010

Source: Bloomberg Energy Services

Low Natural Gas Prices Remain a Concern for WY and Most District States

Natural Gas Prices

- Nat Gas Spot Prices
- Nat Gas Futures 01/27/2010
- Nat Gas Futures 04/07/2010

Source: Bloomberg Energy Services
Commercial Construction Activity Slowed Considerably in 2010…

Value of Commercial Construction Contracts
Seasonally Adjusted, 3-mo. mov. avg.

Source: F.W. Dodge, Inc.

… but WY Residential Construction has far Outpaced U.S. Activity

Value of Residential Construction Contracts
Seasonally Adjusted

Source: F.W. Dodge, Inc.
WY Existing Home Sales Remain Strong; Concern Over Tax Credit Expiration

Sales of Existing Homes in District States
Seasonally Adjusted

<table>
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<th>State</th>
<th>2008:Q4</th>
<th>Percent</th>
<th>2009:Q4</th>
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Source: National Association of Realtors

Housing Prices Continue to Decline in WY

Repeat Sales Home Price Index
Year-over-Year

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<th>State</th>
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<th>Percent</th>
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</tbody>
</table>

Source: FHFA
No Peak Reached in Late Mortgages or Foreclosures

WY Mortgage Foreclosure and Delinquency Rates

Source: Mortgage Bankers Association

Consumer Spending Stronger than Suggested

Retail Sales vs. Personal Consumption Expenditures

Source: Bureau of Economic Analysis, Census Bureau, Global Insight IHS
Forecast for 3.0-3.5% GDP Growth in 2010

Real Gross Domestic Product
Seasonally Adjusted

At or Near a Bottom in Labor Market
Wyoming Recession and Recovery

- Technical recession ended around Q3 2009
- Improvement in most major areas
- Likely at or near the turning point for most economic indicators
- Job growth expected by Q2 2010
- WY may lag one quarter in recovery

Questions?