



Many analysts use the **spread** in the yield curve (the difference between the **3-month T-Bill** and **10-year T-Note** to gauge the likelihood of recession. This chart shows an indicator tracking the yield spread as a percentage of the 3 Month T-Bill. Since 1970, a rise above 100% on this indicator has always been followed by recession and a subsequent decline in equity prices.

8/12/2019

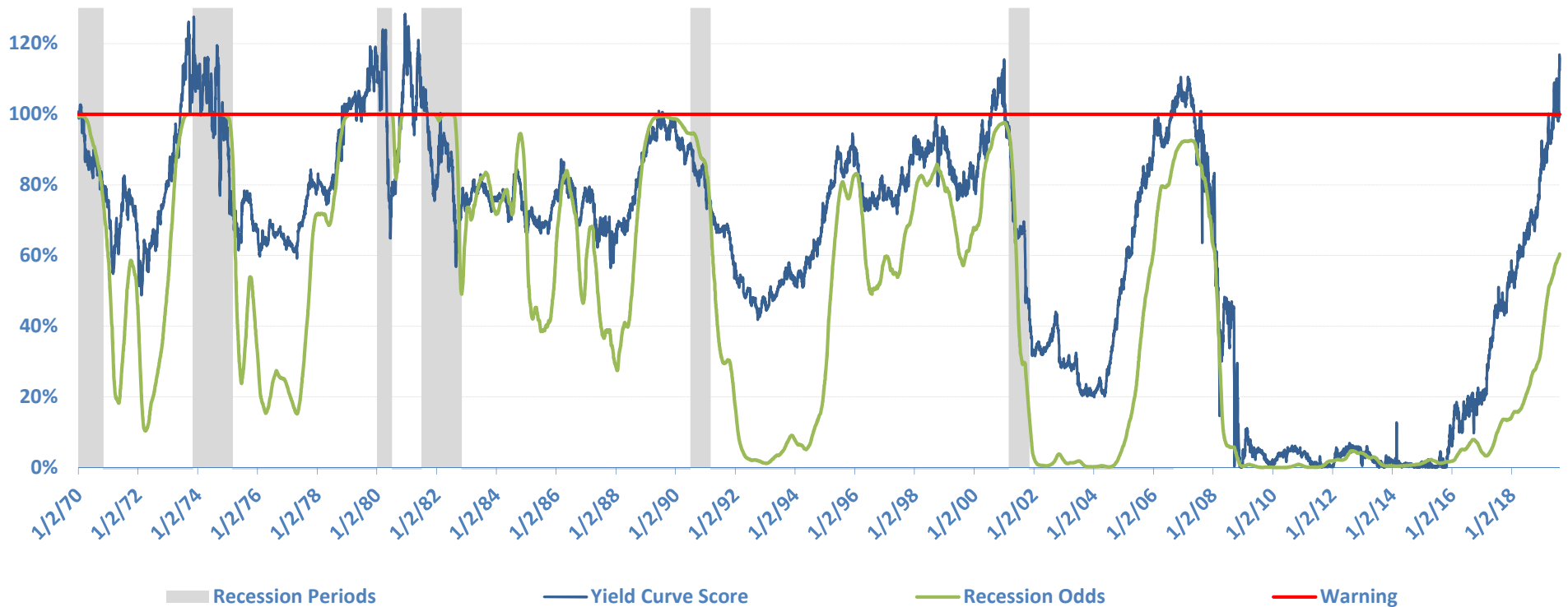
Yield Curve Spread: -0.22%

Yield Curve Score: 112.46%

Recession Predictor

Recession Odds: 60.48%

The yield curve spread continues to narrow and as can be seen in the graphic below, the **Yield Curve Score** (which measures the percentage difference between the Bill and the Note yields) continues to rise. The odds of recession, while still remote, continue to grow.



Source: Yahoo Finance