

Hello,

I would like to run a marketing campaign via Snappy Kraken, a modern marketing platform. This document includes every customized piece (along with descriptions) that will be deployed.

The title of this campaign is **Timely Email: What Happens Next?**

Any changes to the original content will be highlighted. Additions will be highlighted in green, like this. Removals will be crossed through and highlighted in red, ~~like this~~.

Thank you,

**Michael Whitman, MBA, CFP®**

Millennium Planning Group

michael@millenniumpg.com

919-260-7709

# EMAIL

This step of the campaign has been modified from its original version.

Use this simple email to offer clients and prospects your perspective on recent market and economic data.

## SUBJECT

What happens next? (hope inside)

## BODY

A screenshot of the email body is on the next page(s).



Hi [CONTACT\_FIRST\_NAME],

I hope you're well.

With markets caught in a volatile pattern of selloffs and rallies, I thought I'd do a quick round-up of what we know (very little) and don't (a whole lot).

(Don't want to hear about markets right now? I've got you. Scroll down to my P.S. for something fascinating.)

**I also have a challenge for you at the end, if you're up for it.**

Before I begin, I should say: if you're looking for perfect clarity, you won't find it here. From where I stand, the crystal ball looks murky as heck.



Even the economic data strategists rely on is confusing, complex, and contradictory.

#### **How likely is a recession?**

We've already seen two negative quarters of GDP growth – that's the technical definition of a recession.<sup>1</sup>

However, the official arbiter of recessions, the National Bureau of Economic Research (NBER), hasn't made the call yet because they're waiting to see how long and how widespread the current dip in growth is. [For a handy checklist on issues you consider while navigating a recession or market downturn click here.](#)

There are real risks of a recession all around us, but the overall picture is a mixed bag of positive and negative.<sup>2</sup>

**On the positive side:** The labor market has defied gravity and is still creating plenty of new jobs. Consumer spending is also looking healthy.

**On the negative side:** Persistent inflation is obviously on everyone's radar, as are the Fed's aggressive interest rate hikes.

As the economy recovers from all the distortions of pandemic lockdowns, federal spending, supply chain snarls, and policy changes, it seems hard to believe that we could avoid a recession.

So let's be calm, ready, and flexible.

#### **Are interest rates going to go higher?**

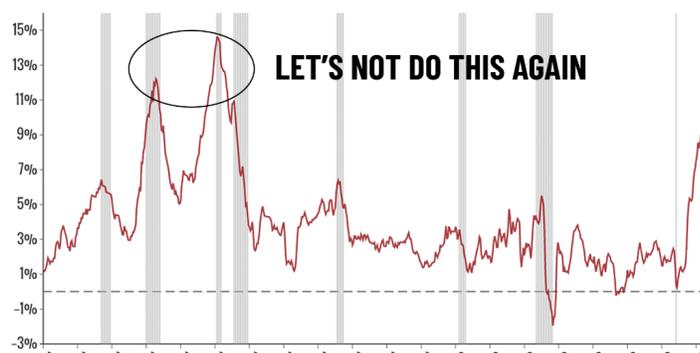
That seems likely, yes.

Despite the optimism of folks who hope for a loosening of hikes, the Fed's monetary policy is likely going to continue tightening (and stay tight) to bring down inflation and keep it down.

Slacking interest rates too soon could lead to the lingering inflation problems of the 1970s, which I think Fed policymakers want to avoid.

### **Let's Skip That 70s Show**

History of CPI Inflation vs Official US Recessions 1965-2022



Source: FRED monthly data as of 9/30/22. CPIAUCSL YoY % Change, USREC

With the benefit of hindsight, we know that a key contributor to the persistently high inflation in the mid-to-late 70s was the Fed's choice not to aggressively raise interest rates (to avoid triggering a recession).<sup>3</sup>

Unfortunately, that timid approach ended up failing.

The interest rate shock treatment a new Fed chair imposed in the early 80s triggered multiple painful recessions in the pursuit of low inflation.

It doesn't seem likely that we'll see the same situation today.

Why? The Fed's attitude is quite different, the economy is structurally different, and economists are much more aware of the delicate balance they must strike.

### **Have we seen the bottom of the market yet?**

That's hard to say. Historically, the fourth quarter has been positive for market performance.<sup>4</sup>

However, we all know that the past can't predict the future, and there's a lot of uncertainty on the horizon.

We've got inflation and interest rate worries, midterm elections, a war in Ukraine, and energy price concerns.

However, we've seen that investors are eager to be optimistic, so we can expect rallies when positive news hits.

Timing market tops or bottoms almost never works. What works is being in the market when it moves.

### **Bottom line: Let's not focus on timing. Let's focus on sticking to the strategies we've set so we can see the upside when it comes.**

With all the recent news, we can be forgiven for thinking that things are a mess. That everything's bad or getting worse.

If you feel that way, you're not alone. A *lot* of people feel that way.

**We're human. We live our lives one day at a time inside a fairly small bubble. And that bubble is easily influenced by daily hassles, headlines, and our own mindset.**

[CONTACT\_FIRST\_NAME], I can't promise you that everything's going to be great. I can gently remind you that we've been in places like this before.

And we've made it through.

Maybe a little older, a little wiser, and a little more cautious.

We're not alone in this. I have you and you have me. We'll take it one step at a time.

I'm watching, I'm strategizing, and I'll reach out as needed.

Before I go, I'd like to close with a challenge for both of us.

### **What are you grateful for right now? What's good and beautiful about your life and the people around you?**

Will you hit "reply" and let me know?

Be well,

**Michael C. Whitman, MBA, CFP®**

Owner/Financial Planner | [Millennium Planning Group LLC](#)

[michael@millenniumpg.com](mailto:michael@millenniumpg.com)

call/text: 984.421.8540

cell: 919.260.7709

P.S. I promised you something fascinating and here it is. [Here's a fun TED talk by a pickpocket who teaches us about misdirection and human attention. Here's another one on lessons about life from the longest study on human happiness \(this one's worth saving to watch later\).](#) What do you think? Did you learn anything interesting to share? Hit "reply" and let me know!

P.P.S. An update on student loan forgiveness. Please sign up for updates from the Department of Education so you can get your application submitted well before payments resume on December 31st. Processing will likely take weeks, so you want to get in as early as possible to avoid paying more on your loans.

1 - <https://www.foxbusiness.com/economy/us-economy-shrank-second-quarter-entering-technical-recession>

2 - <https://economics.td.com/us-quarterly-economic-forecast>

3 - <https://www.schwab.com/learn/story/is-1970s-style-inflation-coming-back>

4 - <https://www.cnn.com/2022/10/03/investing/premarket-trading-stocks/index.html>

Risk Disclosure: Investing involves risk including the potential loss of principal. No investment strategy can guarantee a profit or protect against loss in periods of declining values. Past performance does not guarantee future results.

This material is for information purposes only and is not intended as an offer or solicitation with respect to the purchase or sale of any security. The content is developed from sources believed to be providing accurate information; no warranty, expressed or implied, is made regarding accuracy, adequacy, completeness, legality, reliability or usefulness of any information. Consult your financial professional before making any investment decision. For illustrative use only.

Millennium Planning Group LLC is a registered investment adviser. Information presented is for educational purposes only and does not intend to make an offer or solicitation for the sale or purchase of any specific securities, investments, or investment strategies. Investments involve risk and, unless otherwise stated, are not guaranteed. Be sure to first consult with a qualified financial adviser and/or tax professional before implementing any strategy discussed herein. Past performance is not indicative of future performance.

[[VIEW\\_IN\\_BROWSER\\_LINK](#)] | [[FORWARD\\_TO\\_A\\_FRIEND\\_LINK](#)]