

00;00;00;14 - 00;00;21;24

Steve Lowe

Markets were expecting rate cuts, and that meant there could have been relief on interest rates. What that means is that rates are going to stay higher for longer, most likely. So that means the cost of borrowing for a house or for a car is going to stay at a higher level. And what that does is it can slow consumer spending, because the higher the rate, the more they have to pay for the loan.

00;00;21;24 - 00;00;28;23

Steve Lowe

And that can cycle into the economy on the margin, slows the economy, or at least isn't stimulating the economy.