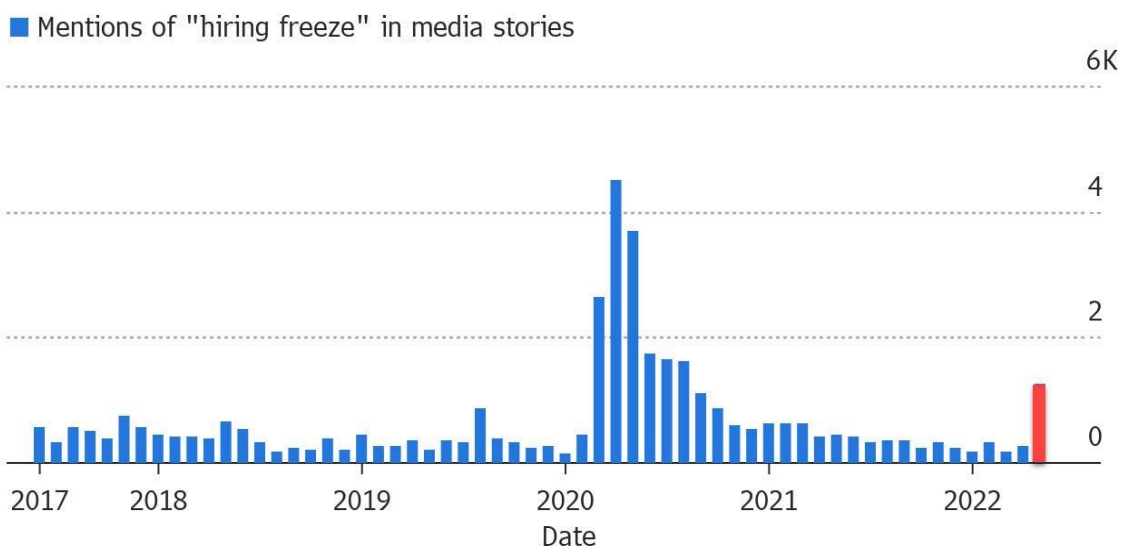


## Chart of the week

### HERE COMES THE “HURRICANE”

JP Morgan CEO Jamie Dimon downshifted his economic outlook from "clouds on the horizon" to an imminent “hurricane”, Goldman President John Waldron noted that "the shocks to the system are unprecedented" while Elon Musk warned he has a "super bad feeling" about the economy as he orders a hiring freeze and warns of job cuts. Talking about the former, the number of news articles mentioning “hiring freeze” has recently jumped to a level not seen since the first few months of the pandemic in 2020.



Source: Bloomberg

**Bloomberg**



### Stocks retreated while oil popped

Stocks gave back some of last week's strong gains as investors still wonder if the Fed will be able to normalize inflation rate without triggering a recession. The S&P 500 was actually the week's biggest loser while Small Caps did better. Industrials and Consumer discretionary stocks outperformed. Volatility continued to moderate since its recent peak in mid-May despite warnings from JPMorgan's CEO that an economic "hurricane" was coming because of rising interest rates and elevated commodity prices. A report Friday that Elon Musk had emailed fellow executives that Tesla might have to lay off 10% of its workforce also seemed to unsettle investors somewhat. However, the week's economic data did little to support worries of an impending recession. For instance, Friday job numbers showed that US employers added 390k nonfarm jobs in May, well above consensus expectations. Despite the signs of slowing inflation and speculation about a possible Fed pause, U.S. 10-year Treasury yield rose to 2.96% (versus 2.74% last week). European shares fell in thin volume as the UK market closed early to celebrate the Queen's 70th year on the throne. Inflation in the 19 EU countries accelerated more than expected in May to another record high of 8.1%. In Asia, Japan's Nikkei 225 was positive for the week while Chinese stocks rallied after Beijing unveiled a raft of support measures to cushion an economic slowdown. Oil prices exploded higher this week as OPEC+ didn't break up as so many hoped. Cryptos were volatile.

#markets

## #multi-assets #investing

The worst year-to-date returns through May for multi-assets investing...



**Charlie Bilello** ✓  
@charliebilello



Worst US 60/40\* year-to-date returns through May...

- 1) 2022: -9.8%
- 2) 1984: -5.3%
- 3) 1977: -5.1%
- 4) 2002: -2.7%
- 5) 1994: -2.0%
- 6) 2008: -1.7%
- 7) 2001: -1.1%
- 8) 2000: -0.8%
- 9) 1982: -0.6%
- 10) 2020: -0.5%

\*60/40 = 60% S&P 500/40% Barclays Agg (total returns)

4:45 AM · Jun 1, 2022 · Twitter Web App

#markets

### #us #equities #returns

Worst starts to a year for the S&P 500 (total returns through May, since 1928):

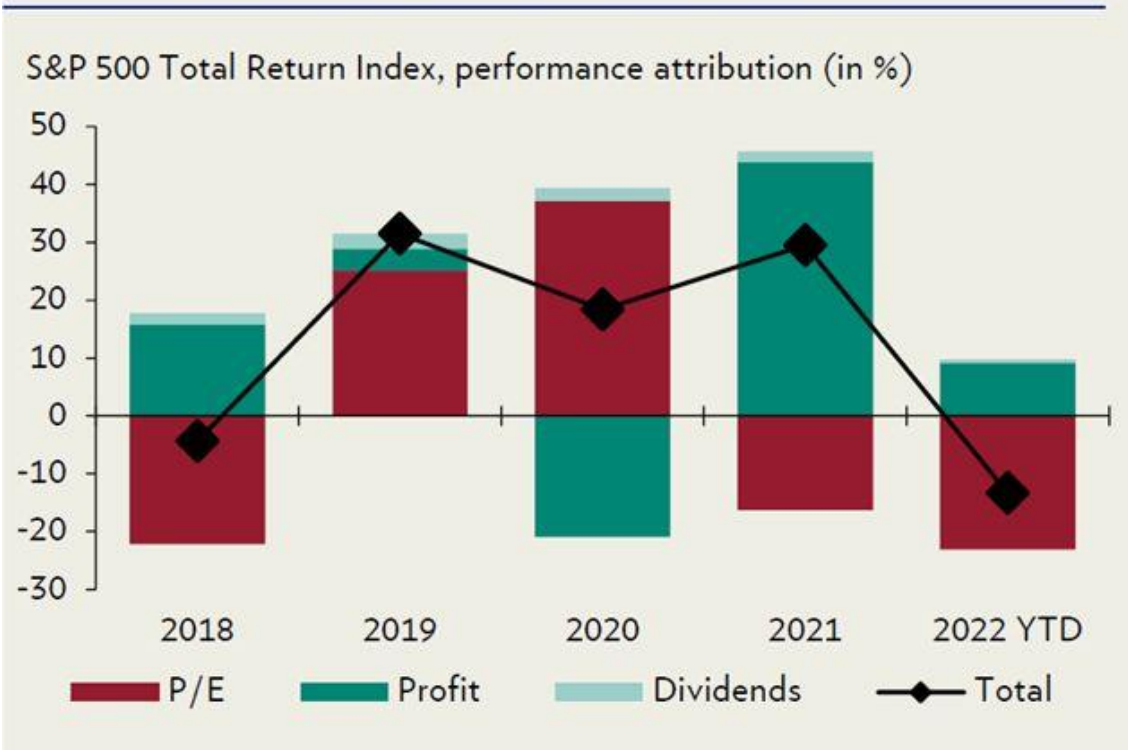
- 1) 1932: -45.0%
- 2) 1940: -25.2%
- 3) 1962: -16.1%
- 4) 1970: -15.5%
- 5) 1931: -15.1%
- 6) 2022: -12.8%**
- 7) 1938: -11.6%
- 8) 1939: -11.2%
- 9) 1941: -10.6%
- 10) 1973: -10.0%

Source: Charlie Bilello



#us #equities #returns

CHART OF THE WEEK: VALUATION COMPRESSION IS WEIGHING ON S&P 500 PERFORMANCE IN 2022



**Source:** Datastream, Julius Baer; P/E = price/earnings ratio, YTD = year-to-date  
Past performance and performance forecasts are not reliable indicators of future results. The return may increase or decrease as a result of currency fluctuations.

Source: Julius Baer

#markets

## #us #equities #sp500 #technicals

4200 and the 4250 (50 day) are the big resistance levels to watch



Source: The Market Ear

# #GLOBALMARKETS WEEKLY WRAP-UP

Hand-curated selection of the best charts & news flow

4 JUNE 2022



## #us #equities #sector #performance

Industrials and Energy stocks were the only sectors that managed gains on the week. Healthcare and Financials were the biggest losers.



Source: Bloomberg, [www.zerohedge.com](http://www.zerohedge.com)



## #energy #stocks

What do #energy insiders know, that we don't know?

Figure 24: Energy – Net Insider Buying

# of Insiders Buying less Selling, 6M Rolling Look Back



Source: J.P. Morgan Equity Macro Research, Bloomberg Finance L.P.

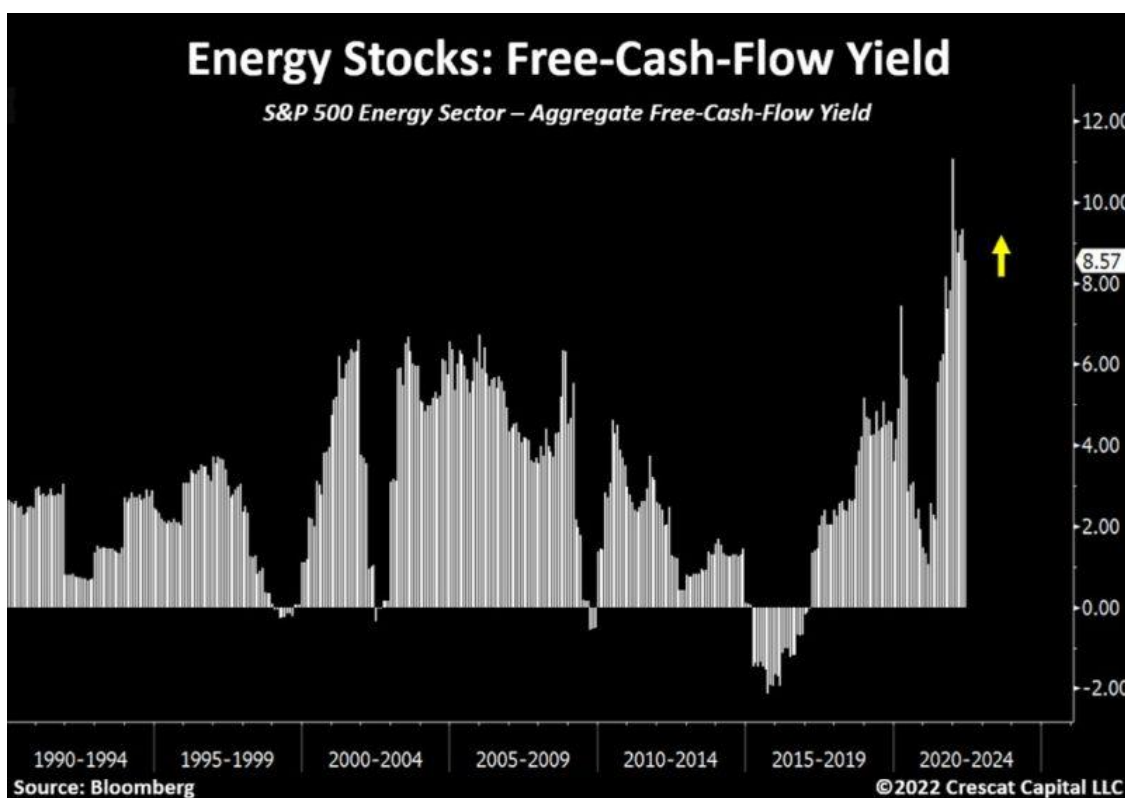
Source: JP Morgan





## #energy #stocks

The entire sector trades at almost 9% free-cash-flow yield.

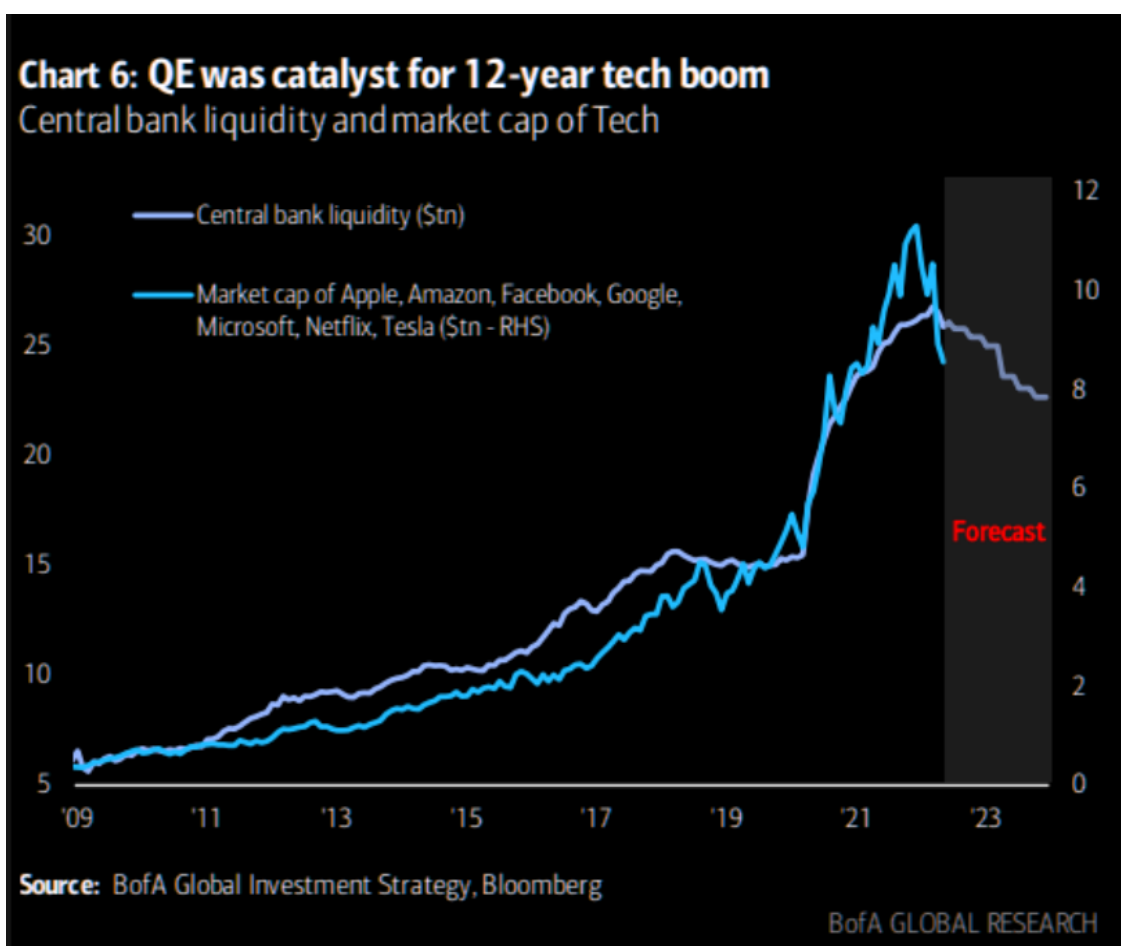


Source: Crescat Capital

#markets

## #faangs

Tech is the big winner of low rates and Fed's "juice". The reversal of the balance sheet is very discounted.

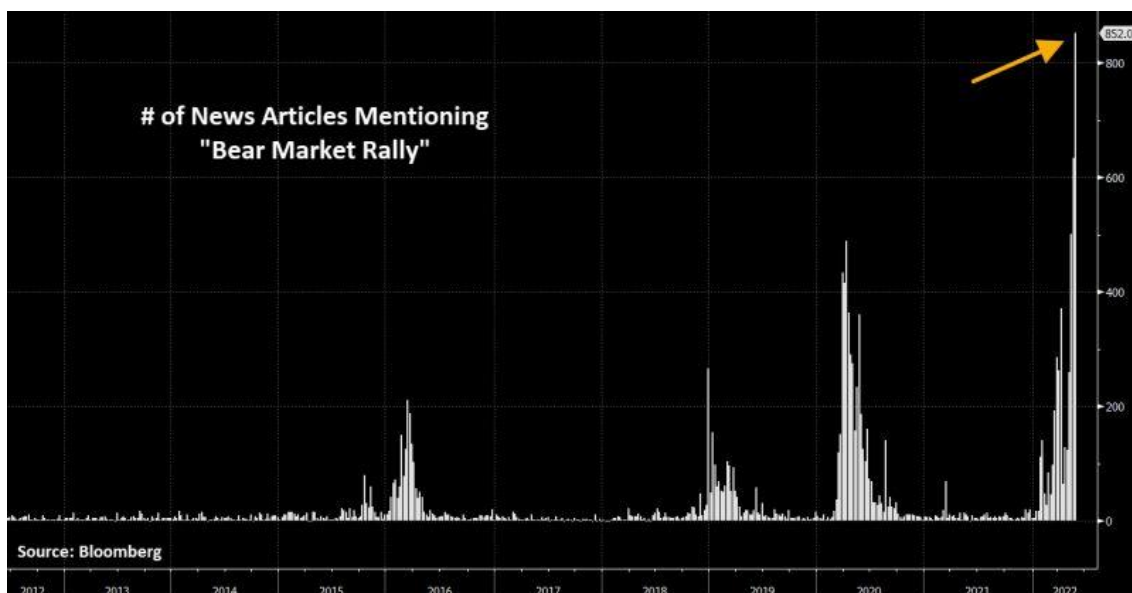


Source: The Market Ear, BofA

#markets

## #us #equities #sentiment

The "Bear Market Rally" sounds like an extreme consensus call - see below number of News articles mentioning "Bear Market Rally". Extreme consensus calls are usually wrong.



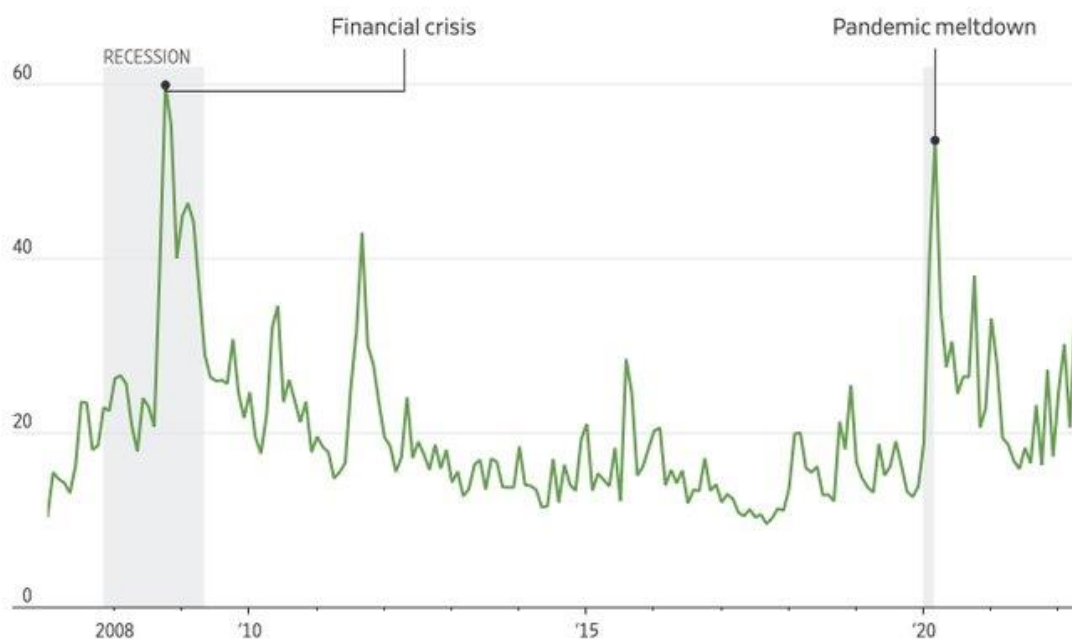
Source: Bloomberg



## #vix

Stock Investors watching for signs of stability. Wall Street’s fear gauge – the VIX index - suggests that the worst is NOT over for US equities.

CBOE Volatility Index, monthly



Source: FactSet

Source: Wall Street Journal

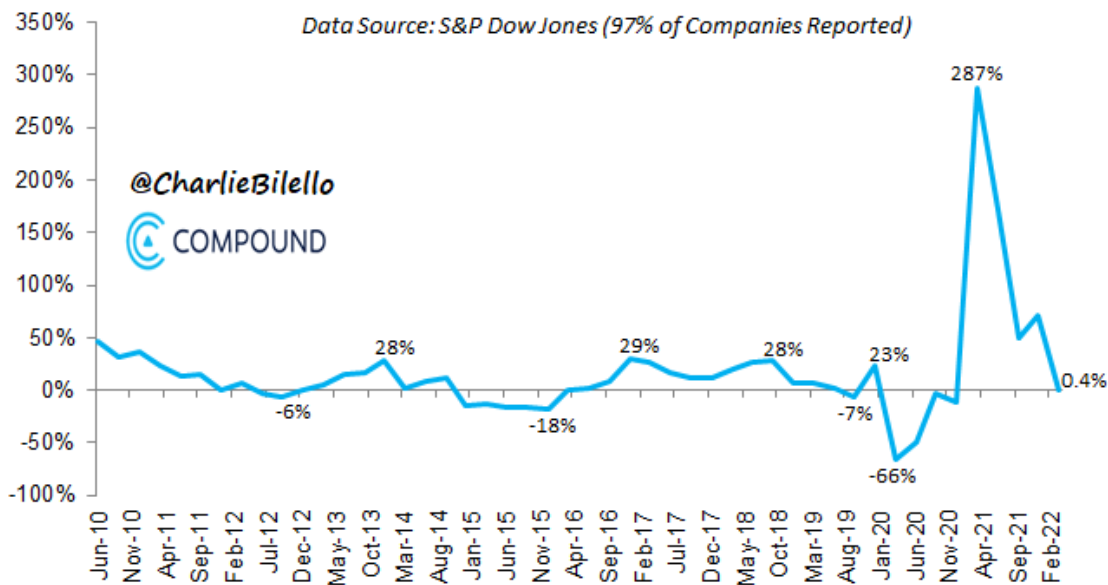


## #us #equities #earnings

With 97% of companies reported, S&P 500 Q1 GAAP earnings are down 14% versus Q4 2021 and less than 1% year-over-year.

### S&P 500 As Reported (GAAP) EPS Growth (YoY %)

Data Source: S&P Dow Jones (97% of Companies Reported)



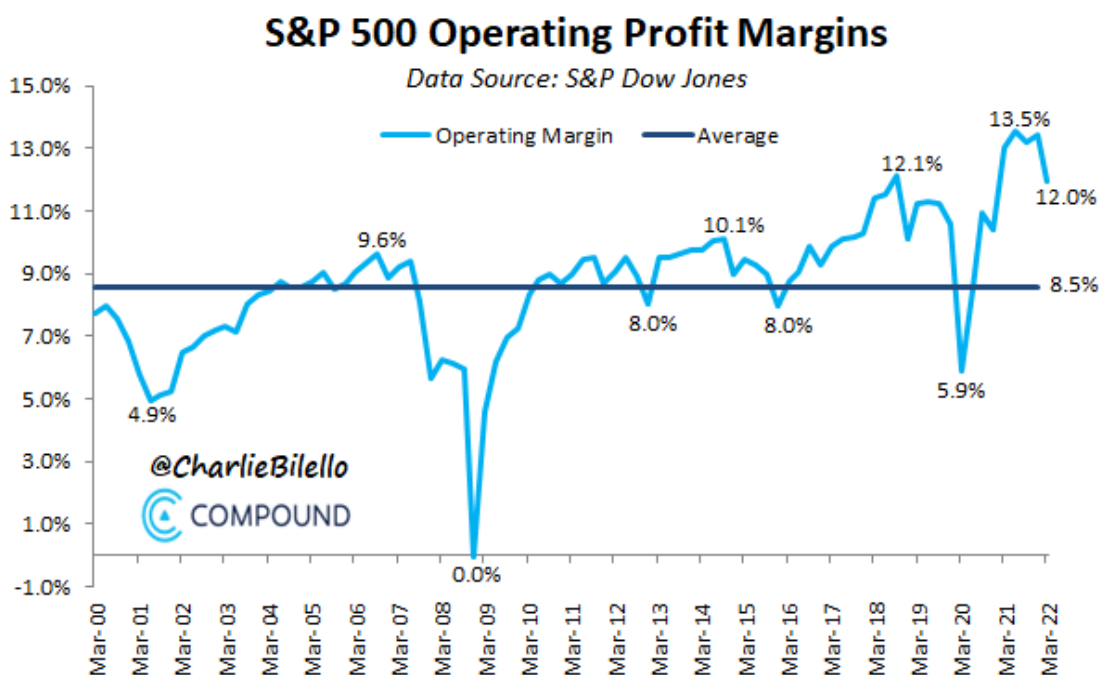
@CharlieBilello  
COMPOUND

Source: Charlie Bilello



## #us #equities #profitability

After hitting a record high in Q2 2021 (13.5%), S&P 500 profit margins are moving back down again. But at 12% they're still well above the 20-year average of 8.5%.



Source: Charlie Bilello

#markets

## #us #small-caps

SMALL CRAPS...US Small-caps valuations currently stands at the same level than in 2008/2009

### Fig 4: Small Cap Valuations at GFC Lows

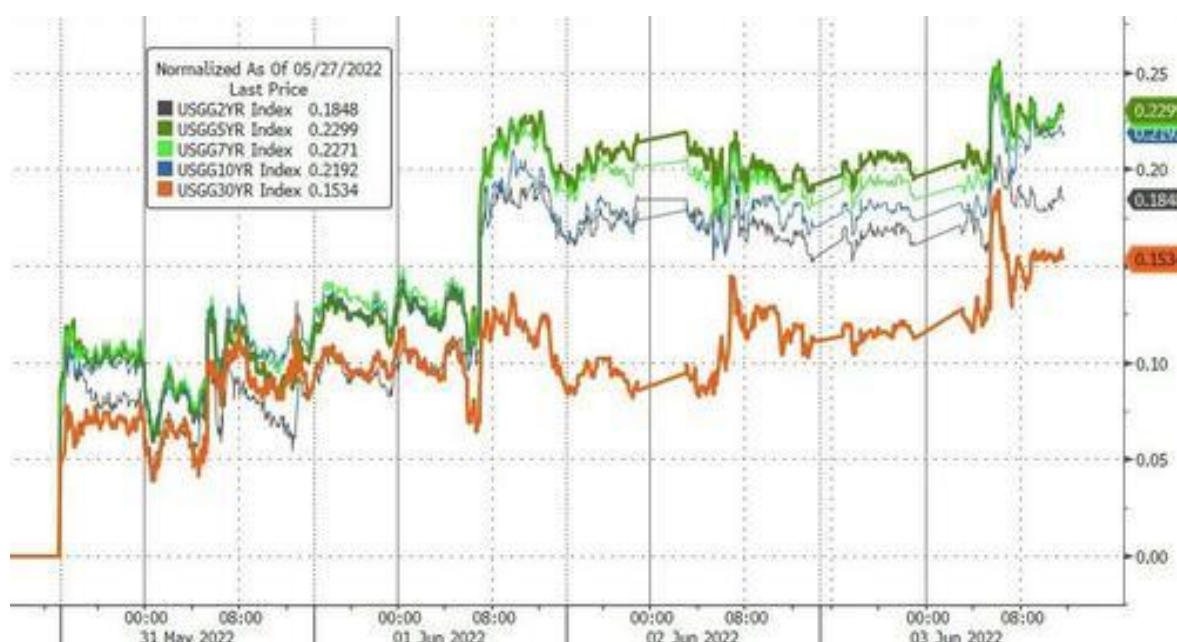


Source: Wallstreetjesus



## #us #treasuries #weekly #performance

Treasuries were also lower (in price) this week, with the belly underperforming on the holiday-shortened week (5Y +23bps, 30Y +15bps)...



Source: Bloomberg, [www.zerohedge.com](http://www.zerohedge.com)






## #us #bonds #returns

The last 8 times the S&P 500 was down in a calendar year, Bonds finished the year up, cushioning the blow. Very different story thus far in 2022...

S&P 500 Down Years (1976 - 2022)		
Year	S&P 500 Total Return (Stocks)	Bloomberg Barclays US Agg Index TR (Bonds)
1977	-7.2%	3.0%
1981	-4.9%	6.2%
1990	-3.2%	9.0%
2000	-9.1%	11.6%
2001	-11.9%	8.4%
2002	-22.1%	10.3%
2008	-37.0%	5.2%
2018	-4.4%	0.0%
2022 YTD	-12.8%	-8.9%

 COMPOUND @CharlieBilello

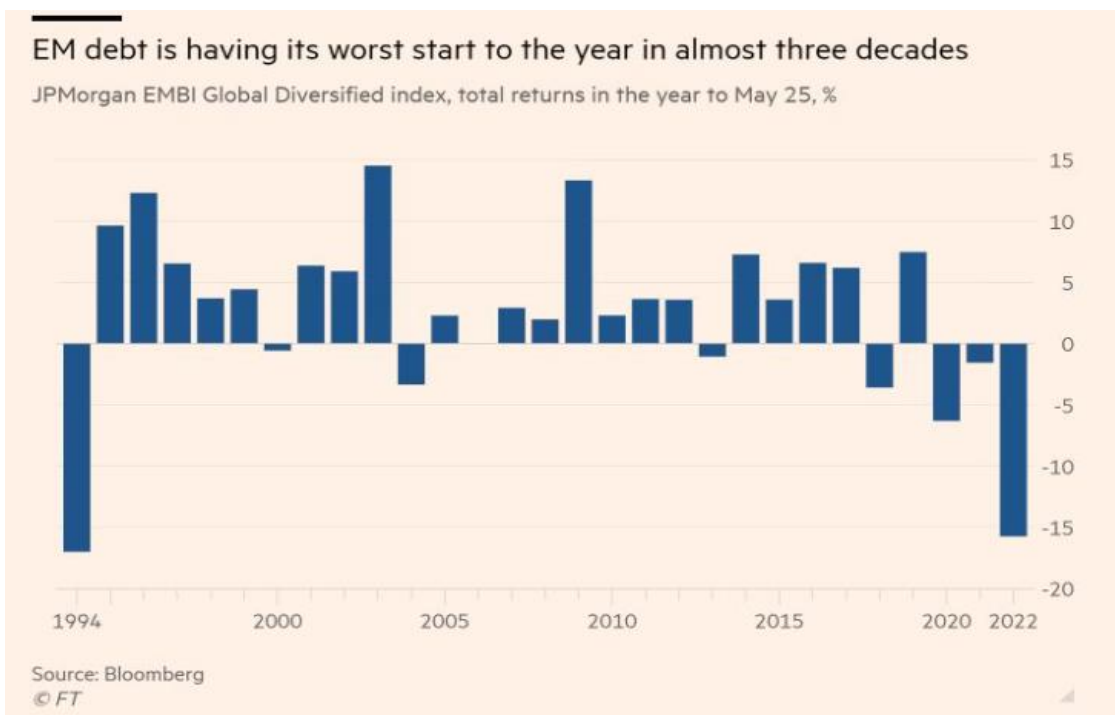
Source: Charlie Bilello





## #emerging-debt

Emerging markets hit by worst sell-off in decades . The benchmark index of dollar-denominated EM sovereign bonds, the JPMorgan EMBI Global Diversified, has delivered total returns of around -15% so far in 2022, its worst start to the year since 1994. Nearly \$36bn has flowed out of emerging market mutual and exchange traded bond funds since the start of the year, according to data from EPFR.



Source: FT

#markets

## #german #bonds

10y German yields jump to 1.24%, highest since 2014.



Source: HolgerZ



## #german #financial-repression

Financial repression accelerates in Germany. As highlighted by HolgerZ; Real yields (10y Bunds-inflation) dropped to All-Time low of -6.8% despite 10-year yields jumped to >1%. But #inflation accelerated to 7.9% in May, its highest level since 1952. Real yields have now been NEGATIVE for 73 consecutive months.



Source: Bloomberg, HolgerZ



## #italy #spain #bonds

Italy's 10y yields jump to 3.24%, The highest since 2018  
Also, Spain's 10 yields reached the highest level since 2015 .



Source: Bloomberg



## #italy #spread

The fragmentation monster already looks around the corner again because QE is nearing its end. #Italy 10y risk spread over Germany jumps to 213bps, highest since 2010. Am sure the ECB is already working on a monster killer mechanism.



Source: Bloomberg, HolgerZ



## #eurozone #liquidity #risk

Liquidity risks are rising in the Eurozone. The FRA-OIS spread is at the highest level since Covid crisis in April 2020. Liquidity is in excess in aggregate, but fragmented among member states' banking sectors. According to Allianz Research, ECB normalization comes at price of fragmentation risk.



Source: Refinitiv Datastream; Allianz Research

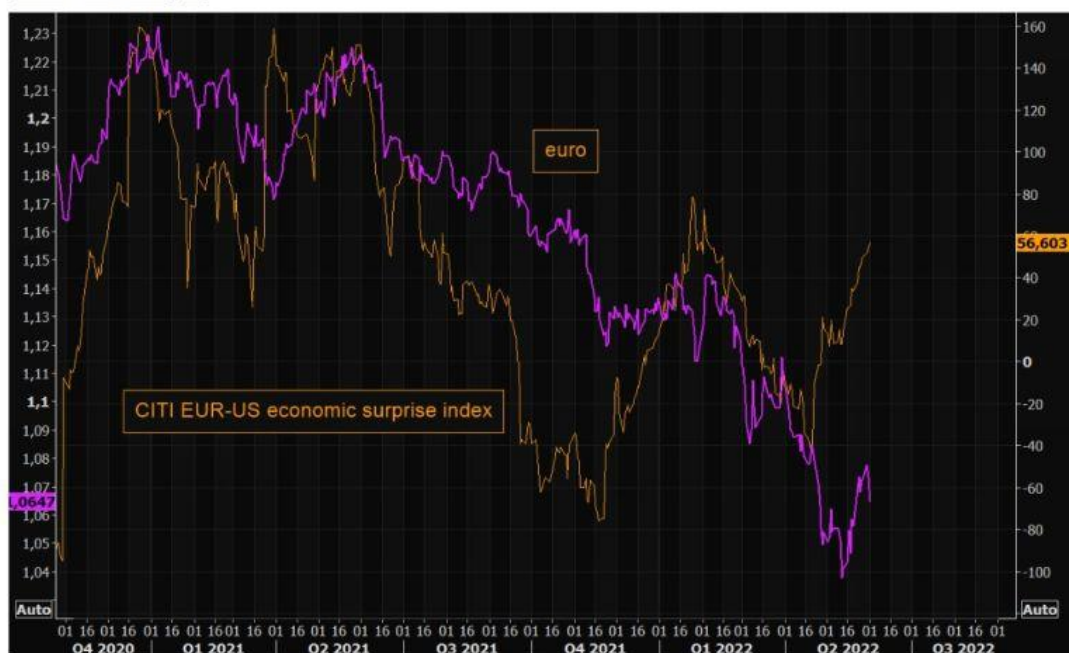
Source: Refinitiv, Allianz Research



## #fx #euro-dollar

The great decoupling... while economic surprises index in the Eurozone has been doing much better than in the US (yellow line), the euro (purple line) keeps weakening against the dollar...

The FX de-couple



Source: Refinitiv

Source: Refinitiv, The Market Ear





## #commodities

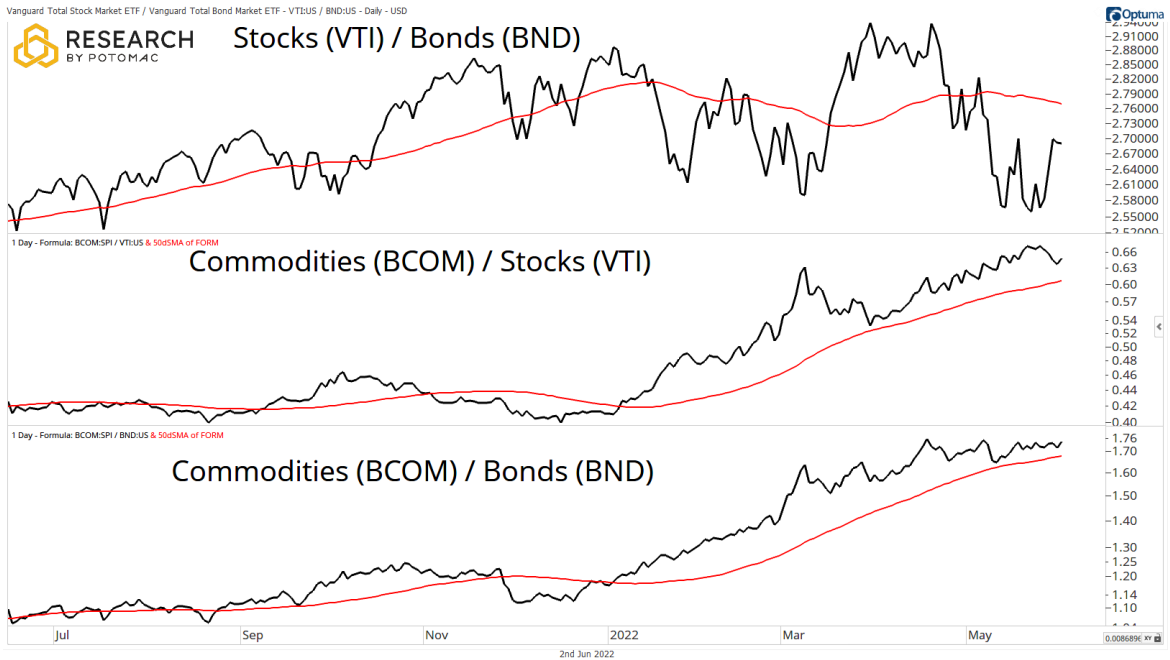
There is no larger two year % change in 75 years of commodity market history. The variation is much bigger than in the 70s. Hence the jump in inflation we are currently facing.





# #commodities

Commodity is an uptrend vs. both stocks and bonds.



Source: @DrewTheCharts



## #commodities

New 5-year lows for the S&P 500 relative to CRB Commodities Index.



Source: All Star Charts

#markets

## #commodities



**Charlie Bilello**  @charliebilello · 6h

Commodity price changes over the last year...

Natural Gas: +176%

Heating Oil: +100%

Gasoline: +91%

WTI Crude: +70%

Cotton: +66%

Brent Crude +65%

Nickel: +55%

Wheat: +54%

Coffee: +48%

Soybeans: +11%

Sugar: +9%

US CPI: +8.3%

Corn: +8%

Copper: -1%

Gold: -2%

Silver: -21%

Lumber: -55%

#markets

## #commodities

Massive split in YTD performance between energy-related commodities (orange), agriculture sphere (blue), and metals cohort (white).



Source: Liz Ann Sonders, Bloomberg



#oil

Oil prices exploded higher this week as OPEC+ didn't break up as so many hoped and production increases don't cover Russia's shortfall, tightening supply in the face of China demand reigniting as lockdowns are lifted.



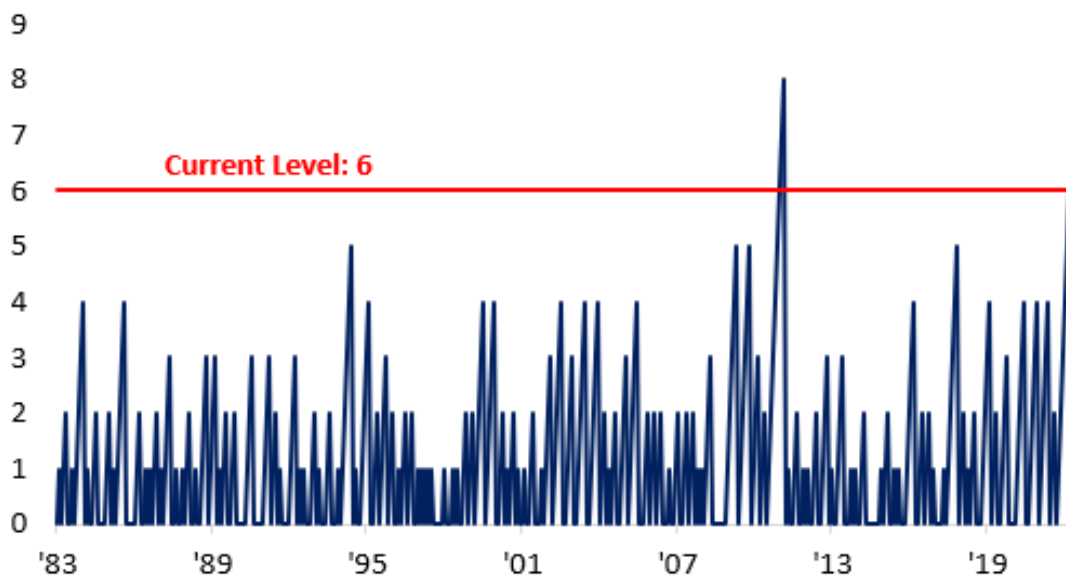
Source: Bloomberg, [www.zerohedge.com](http://www.zerohedge.com)



## #oil

WTI crude oil closed out May with its sixth straight monthly gain, resulting in the second-longest streak going back to 1983.

### Crude Oil Monthly Win Steaks: Since 1983



Source: Bespoke

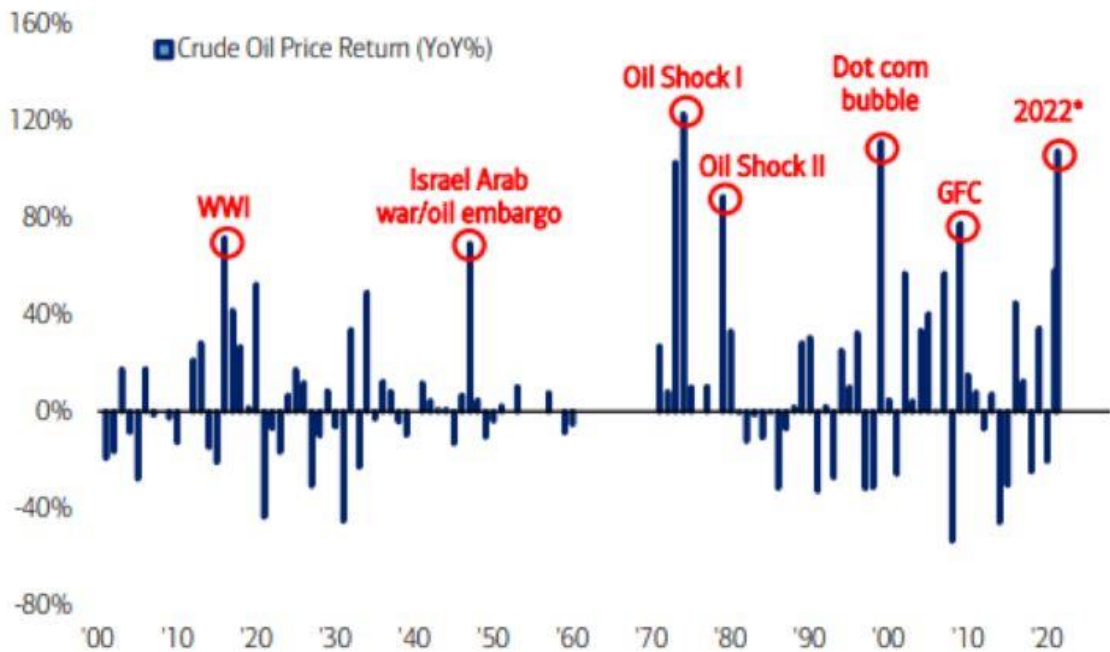


## #oil

Oil prices 108% yoy gain, surpassed only in '99 and '74...

**Chart 3: Oil prices ann. 108% gain, surpassed only in '99 and '74**

Crude oil price returns YoY %



Source: BofA Global Investment Strategy, Bloomberg. \*2022 YTD annualized

BofA GLOBAL RESEARCH

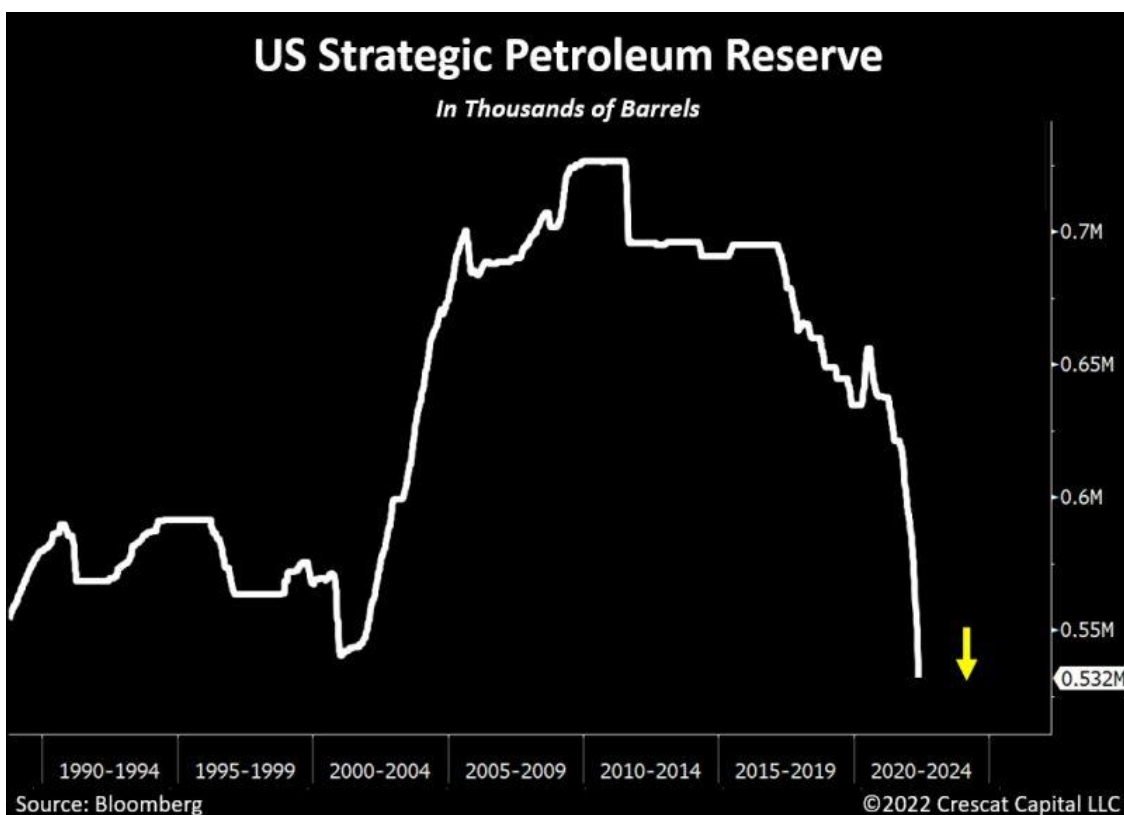
Source: BofA





#us #energy #policy

The US is now down to 28 days worth of Strategic Petroleum Reserve.



Source: Tavi Costa



## #oil #crack-spreads

Crack spreads (refinery margins) are surging, boosted by distillates shortages. Extreme gasoline and jet fuel prices are not just about crude oil costs.



Source: The Daily Shot



## #us #natural-gas

Retail gas price are at their highest ever... and judging by wholesale gasoline prices, things are set to get considerably worse...



Source: Bloomberg, [www.zerohedge.com](http://www.zerohedge.com)



## #copper

Copper had a big week, surging up to 6-week highs as China re-opened...



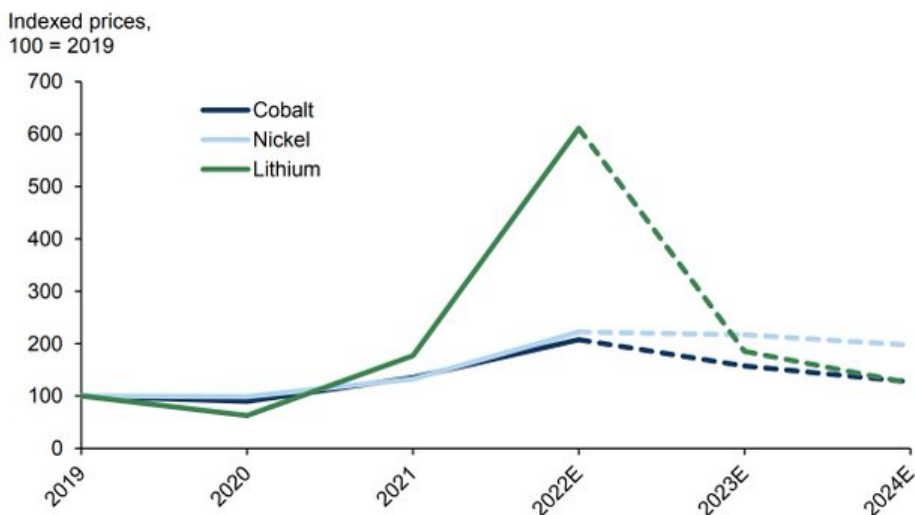
Source: Bloomberg, [www.zerohedge.com](http://www.zerohedge.com)



## #lithium

Goldman says bull market in battery metals is finished for now. Cobalt, Lithium, Nickel to fall in the next two years. A new bull market may start in the second half of this decade.

**Exhibit 2: Lithium prices set to fall at the fastest pace over 2023**  
Battery metals prices, indexed at 2019



Cobalt price: Fastmarket standard grade Cobalt (\$/t); Nickel price: LME Nickel (\$/t); Lithium: Fastmarket lithium carbonate CN spot excl. VAT (\$/t)

Source: Fastmarkets, Goldman Sachs Global Investment Research

Source: Goldman Sachs

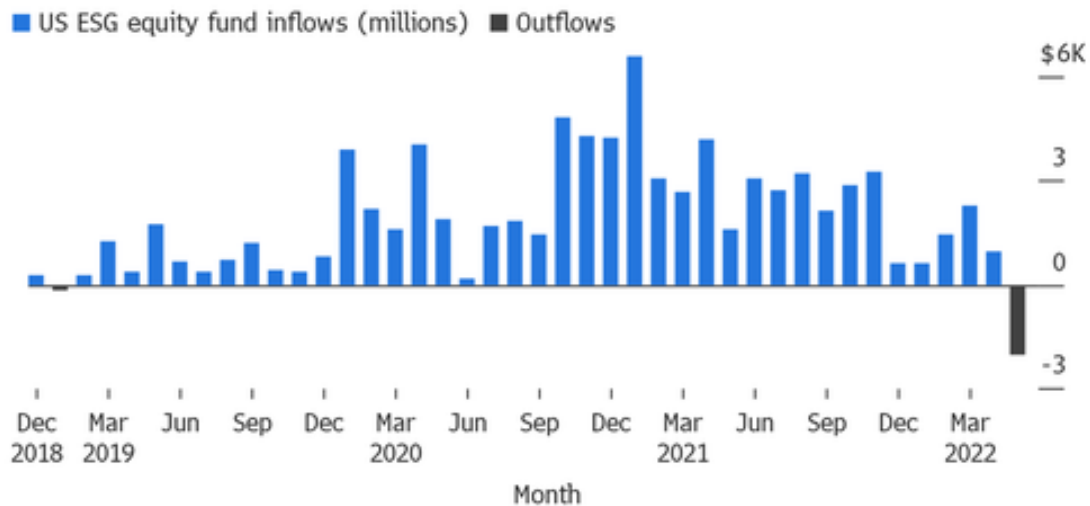


## #esg #fund #flows

ESG equity funds had their worst month of outflows on record.

### Social Investment Turnabout

ESG equity funds have largest monthly outflow on record in May



Source: Bloomberg Intelligence

Bloomberg

Source: [www.zerohedge.com](http://www.zerohedge.com), Bloomberg

#esg #green-washing

## DWS chief resigns after police raid over greenwashing claims

Asoka Wöhrmann to step down from Germany's top asset manager at the end of next week



Asoka Wöhrmann, outgoing chief executive of Deutsche Bank's DWS, which is under investigation by the US Securities and Exchange Commission and Germany's financial regulator BaFin © Hannibal Hanschke/Reuters

Source: FT

#markets

## #hedge-funds #tiger

Tiger Global hedge fund losses for the year reach -52% after a -14% loss in May.

### Tiger Global Losses for the Year Reach 52% After Drop in May

Thursday, June 2, 2022 07:08 AM

By Hema Parmar

(Bloomberg) -- Chase Coleman's Tiger Global Management's losses for the year reached 51.8% amid turbulent markets.

Tiger Global's main hedge fund plummeted 14.2% in May, according to an investor letter seen by Bloomberg News.



Source: Bloomberg

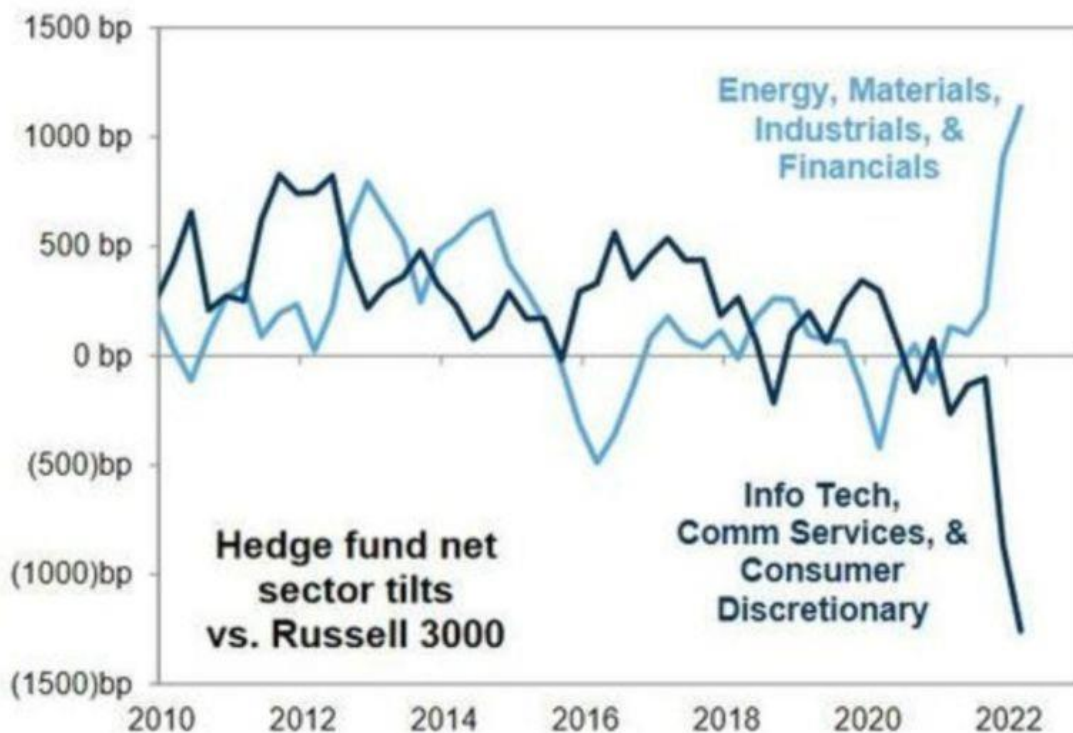




## #hedge-funds #positioning

The hedge funds big STYLE rotation. Will they come back on growth stocks if bond yields start to ease?

**Exhibit 28: Funds have moved sharply from Growth sectors to Value holdings as of March 31, 2022**



Source: FactSet, Goldman Sachs Global Investment Research

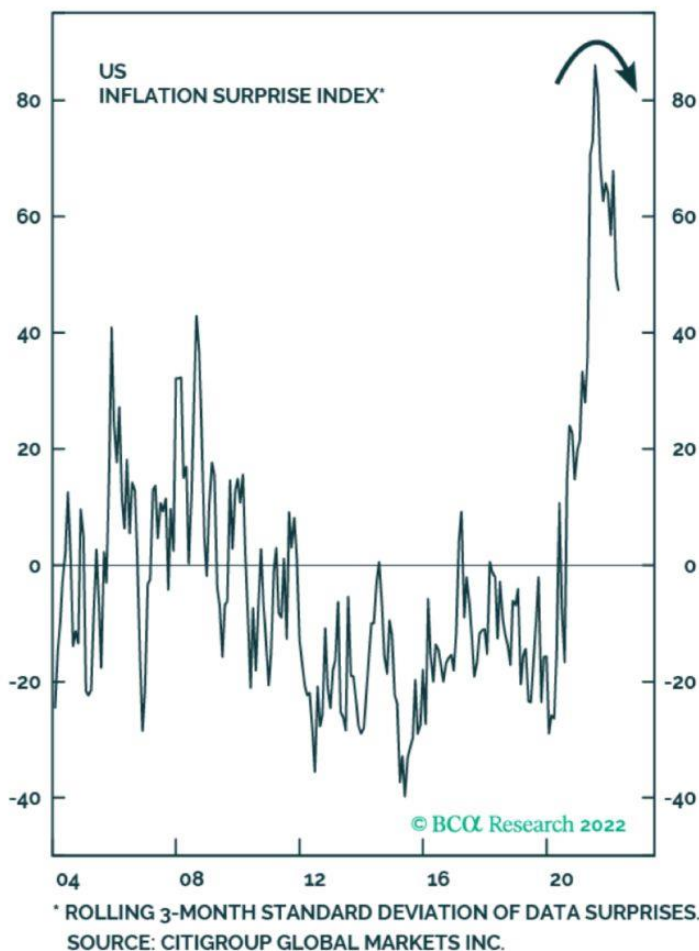
Source: Factset, Goldman Sachs

#macro

## #us #inflation #surprises

Inflation is no longer surprising to the upside in the US.

### The US Inflation Surprise Index Has Rolled Over

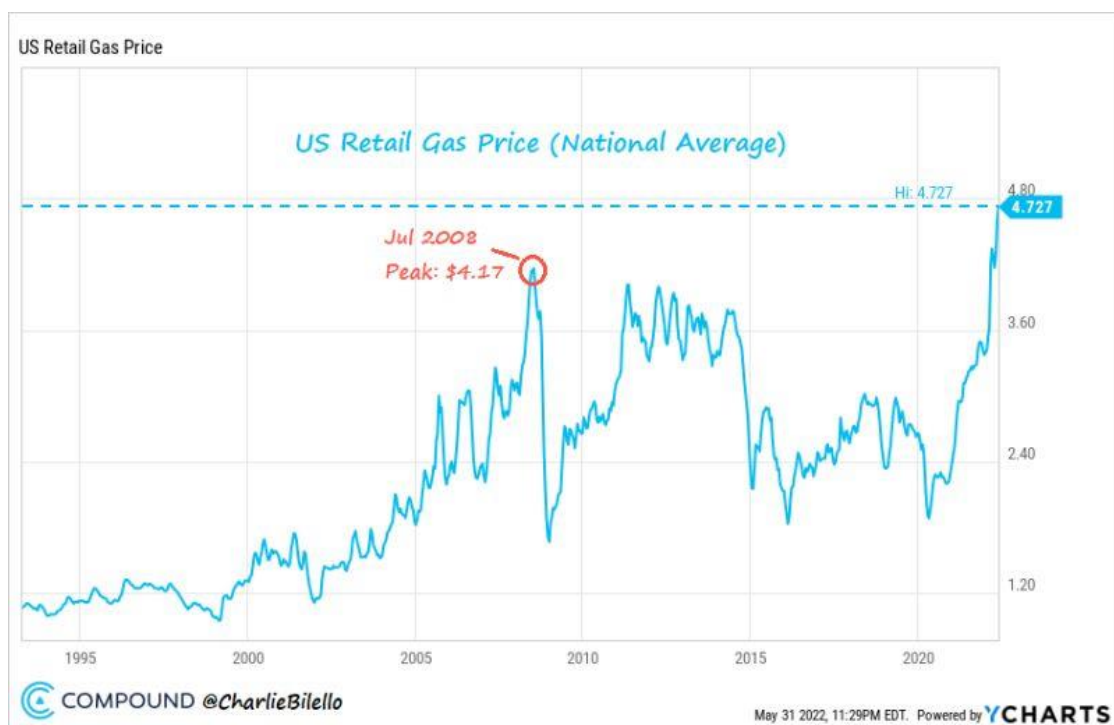


Source: BCA Research



## #us #gas #prices

Gas prices in the US hit another record high, rising to an average of \$4.73 per gallon. A year ago the average price was \$3.12 and two years ago the average price was \$2.05.

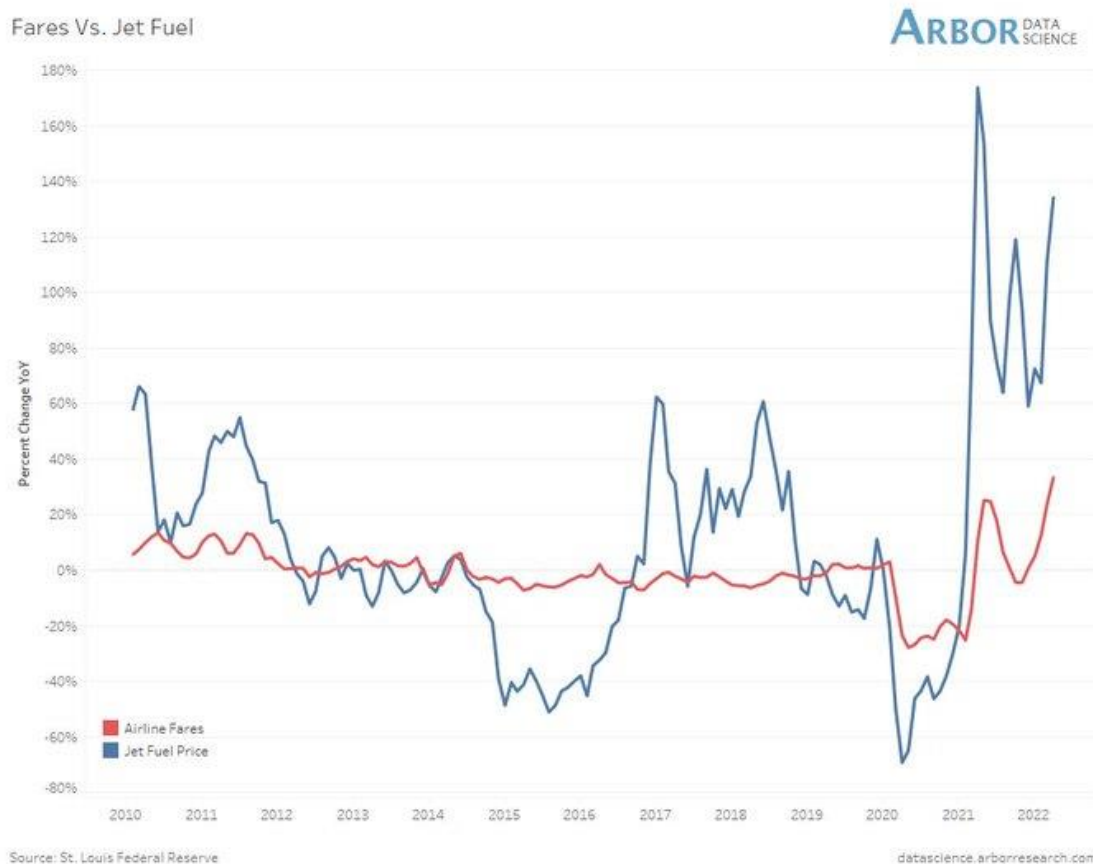


Source: Charlie Bilello



## #air #inflation

Air travel has gotten increasingly expensive and higher energy prices not helping ... in April, average price of gallon of jet fuel was \$3.91, a 12% increase from prior month and 135% increase from prior year.



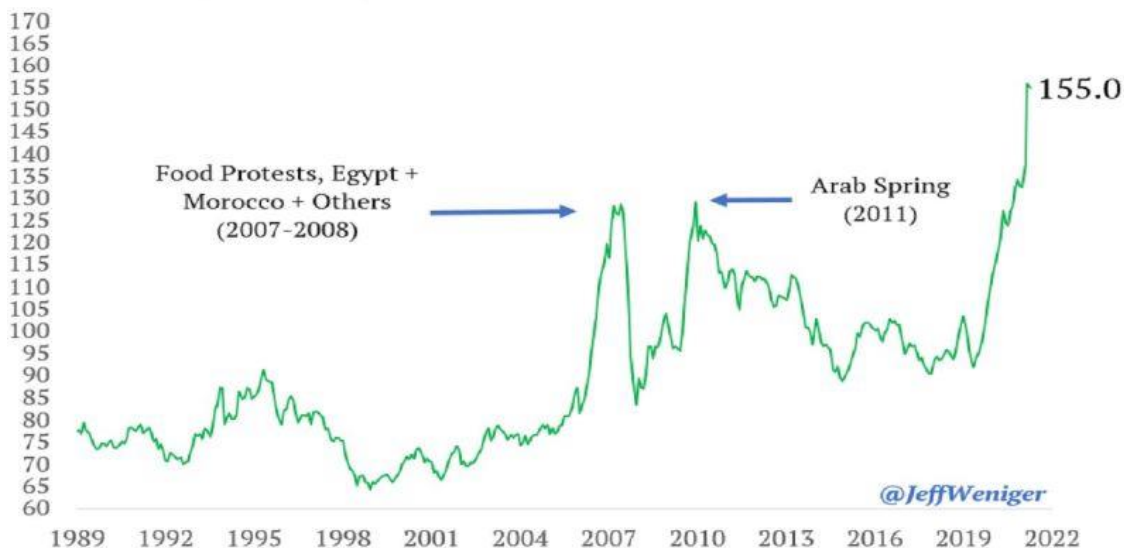
Source: Arbor Research

#macro

## #food #inflation

A hot summer for food protest? Food inflation was the source of many social unrests and political regime changes in the past. The current spike of Food prices is second to none.

U.N. Food & Agriculture Organization Food Price Index (Real Terms, 2014-2016 = 100)



Source: UN Food & Agriculture Organization, as of April 2022. File #0454

Source: Jeff Weniger

#macro

## #us #macro #government-spending

We just saw the largest 3-month increase in #us government spending in 54 years excluding 2020 & 2021.

Largest 3-Month Increases in Government Spending Since 1968	
<i>Billions USD (Inflation Adjusted) -- Excluding Years 2020 &amp; 2021</i>	
<b>4/30/2022</b>	<b>209.1</b>
6/30/2010	133.6
12/31/2018	117.0
2/29/2016	112.5
12/31/2015	109.4
12/31/2014	108.4
4/30/2010	106.2
12/31/2012	106.2
2/28/2015	102.8
2/28/2010	99.5
8/31/2011	90.4
4/30/1999	89.7
4/30/2016	88.9
12/31/2008	86.7
4/30/1993	82.9

Source: Tavi Costa



## #eurozone #inflation

Eurozone inflation has moved up to 8.1%, its highest level ever. Meanwhile, the ECB is still holding interest rates at negative levels. This is perhaps the greatest disconnect between easy monetary policy and unabating rising prices that the world has ever seen.



Source: Bloomberg, HolgerZ



## #german #inflation

Germany's inflation has hit fresh ATH in May at 7.9% - even higher than in the 1970s BUT #ECB's main rate remains pegged at 0%.



Source: Bloomberg





## #german #inflation

No signs of relief on the inflation front in the eurozone. Germany's inflation pressures keep rising: German import prices quickened to 31.7% in April YoY from 31.2% in March and most since Sep1974 during the first oil crisis (+32.6% YoY).



Source: Bloomberg



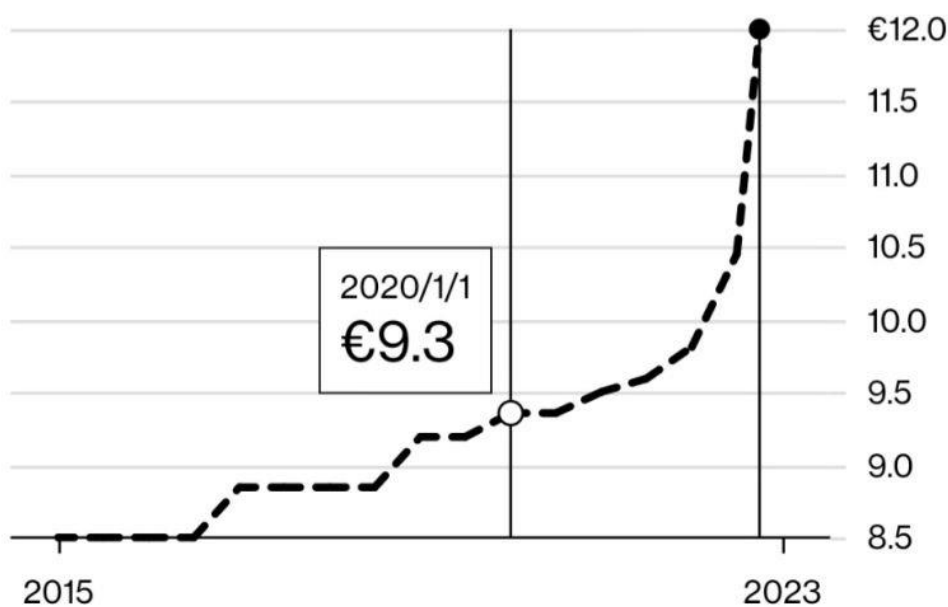
## #german #inflation

The second-round effects of the inflationary shock are becoming a reality in Germany. Germany approved hike in Minimum #Wage to 12 Euros From October (3rd June)

### More Pay

Germany is raising the minimum wage to €12 an hour from October

Minimum wage

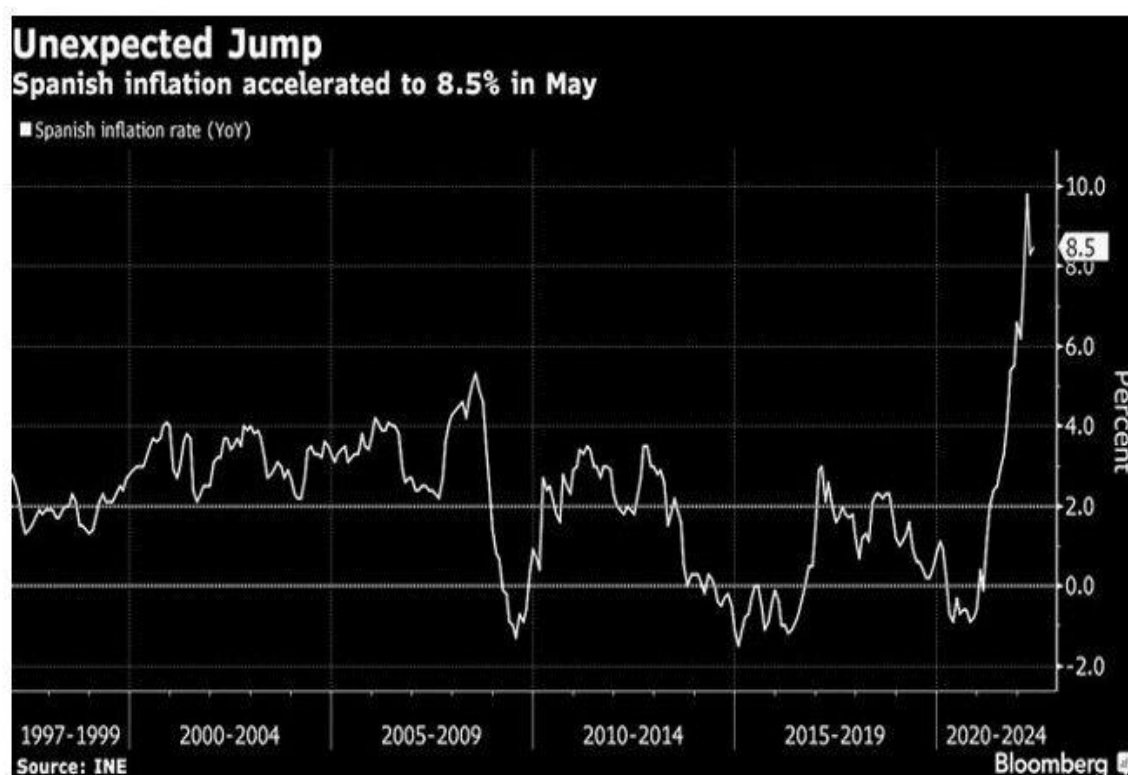


Source: Federal Statistics Office

#macro

## #spanish #inflation

Meanwhile, Spanish inflation unexpectedly quickened. Consumer prices jumped 8.5% in May vs 8.3% expected. Spain's core inflation quickened to 4.9%.



Source: Bloomberg

#macro

## #swiss #inflation

Inflation in Switzerland jumped to 2.7%, much less than in neighbor countries.

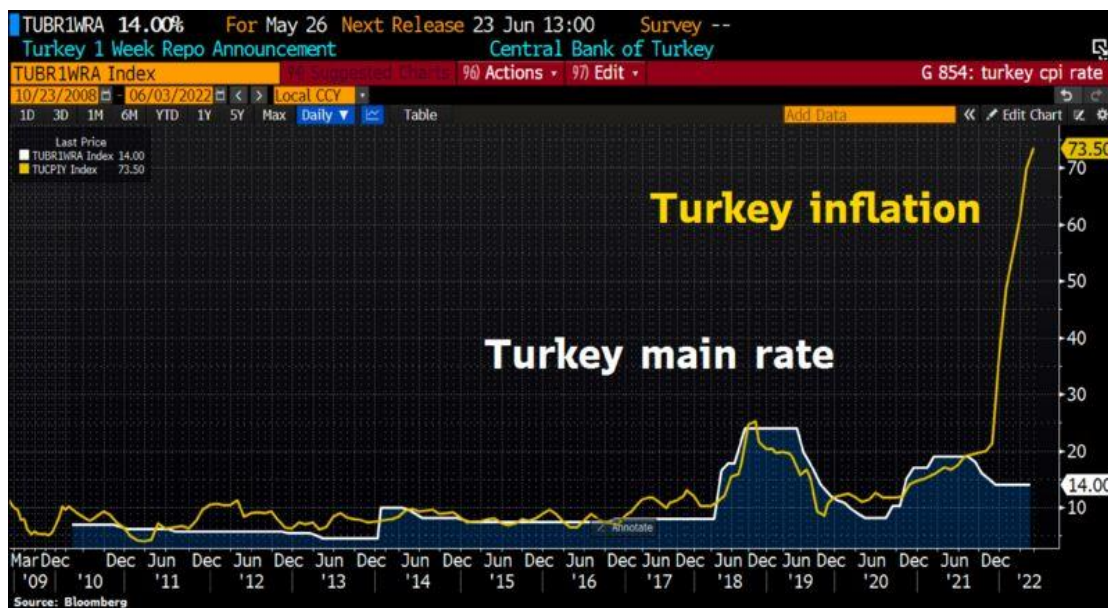


Source: Bloomberg



## #turkey #inflation

Turkey's official inflation rate hit a 23 year high as unorthodox monetary policy (aka decreasing interest rates while inflation is surging) continues to backfire. CPI has jumped to 73.5%, Core CPI jumped to 56%, and PPI to 132.2%.

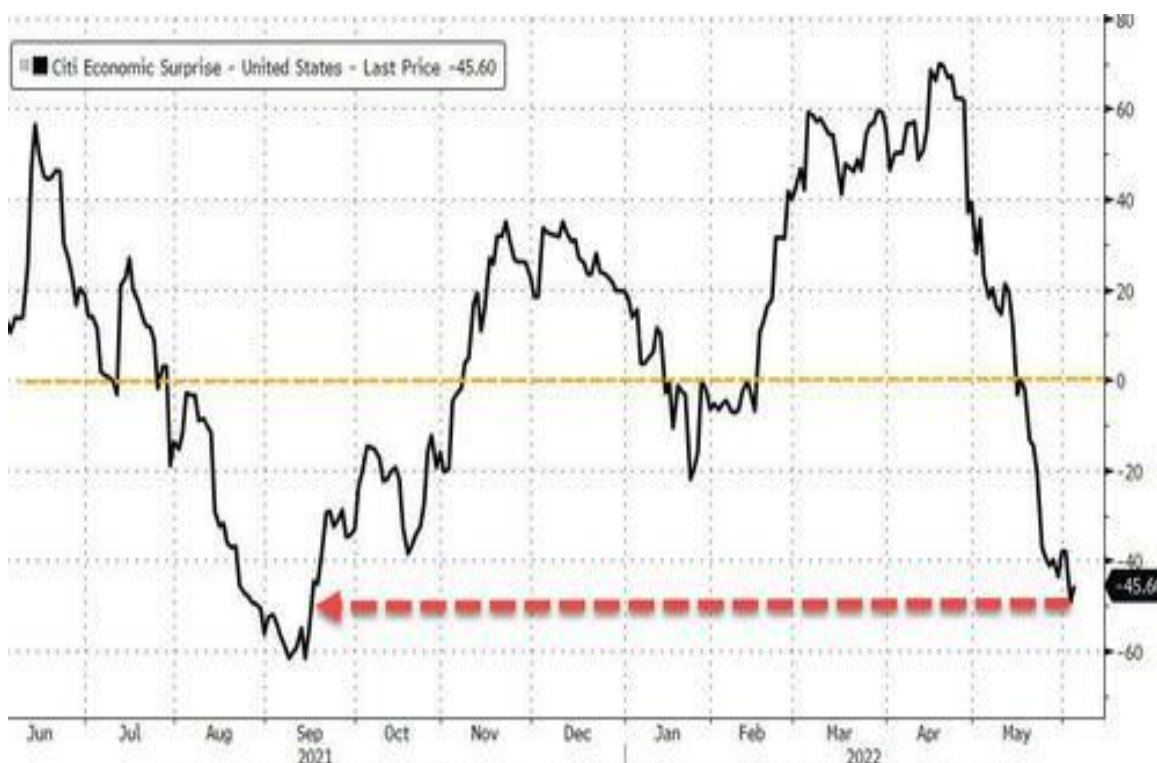


Source: Bloomberg, HolgerZ



## #us #economic #surprises

Despite a beat in the headline payrolls print today, other jobs data disappointed and just added to a week of ugliness for US economic growth expectations..

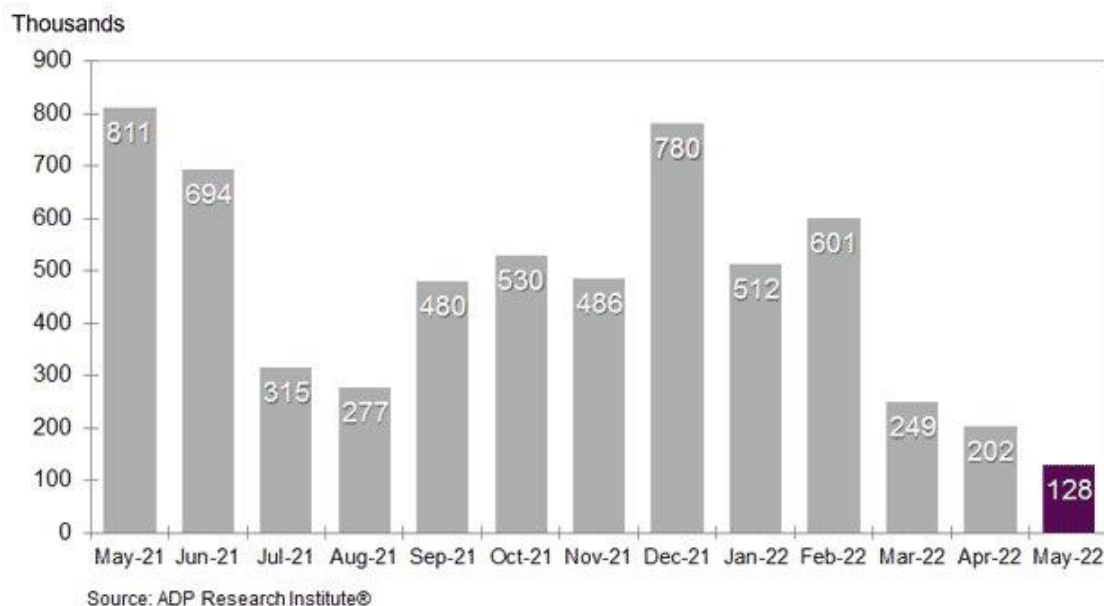


Source: [www.zerohedge.com](http://www.zerohedge.com), Bloomberg



## #us #employment

ADP employment data signals weakest US labor market since COVID collapse. May @ADP payrolls +128k vs. +300k est. & +202k in prior month (rev down from +247k); large companies +122k, mid-sized +97k, and small -91k ... education/health added most at +46k while construction and information both shed 2k.



Source: Liz Ann Sonders



## #us #employment

Goldilock-ish US jobs data but not weak enough for dovish Fed pivot: May US employment data revealed still very strong labor mkt w/390k jobs added, but w/limited signs of further tightening just yet as unemployment rate remained unchanged at 3.6%. AHE rose a somewhat more modest 0.3%

United States		Browse	18:41:42	06/03/22	06/10/22					
Economic Releases		All Economic Releases	View <input checked="" type="radio"/> Agenda <input type="radio"/> Weekly <input type="radio"/>							
Date	Time	A	M	R	Event	Period	Surv(M)	Actual	Prior	Revised
21)	06/03 14:30		🔔	📊	Two-Month Payroll Net Revisi...	May	--	-22k	--	--
22)	06/03 14:30	🔊	🔔	📊	Change in Nonfarm Payrolls	May	318k	390k	428k	436k
23)	06/03 14:30		🔔	📊	Change in Private Payrolls	May	301k	333k	406k	405k
24)	06/03 14:30		🔔	📊	Change in Manufact. Payrolls	May	39k	18k	55k	61k
25)	06/03 14:30		🔔	📊	Unemployment Rate	May	3.5%	3.6%	3.6%	--
26)	06/03 14:30		🔔	📊	Average Hourly Earnings YoY	May	5.2%	5.2%	5.5%	--
27)	06/03 14:30		🔔	📊	Average Hourly Earnings MoM	May	0.4%	0.3%	0.3%	--
28)	06/03 14:30		🔔	📊	Average Weekly Hours All Emp...	May	34.6	34.6	34.6	--
29)	06/03 14:30		🔔	📊	Labor Force Participation Rate	May	62.3%	62.3%	62.2%	--
30)	06/03 14:30		🔔	📊	Underemployment Rate	May	--	7.1%	7.0%	--

Source: Bloomberg, HolgerZ

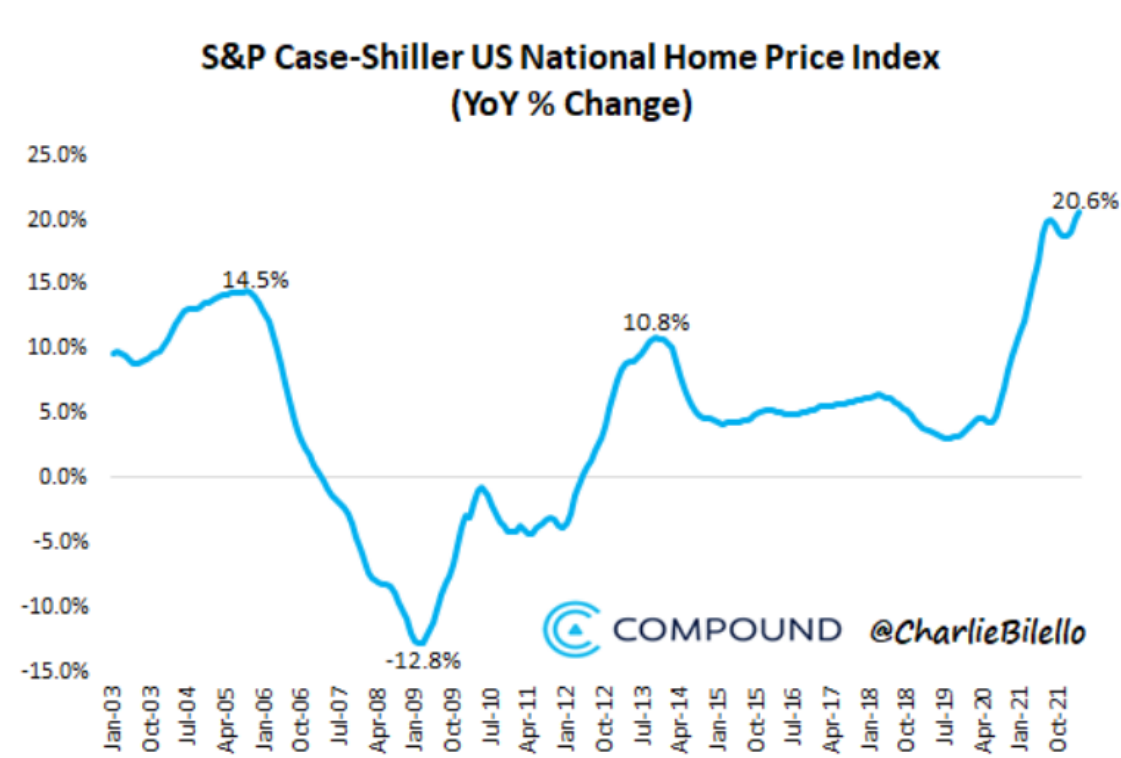




#macro

## #us #housing

The housing bubble continues to inflate with US home prices hitting a record high for the 38th month in a row. Prices have increased 20.6% over the last year, the highest rate of increase on record.



Source: Charlie Bilello

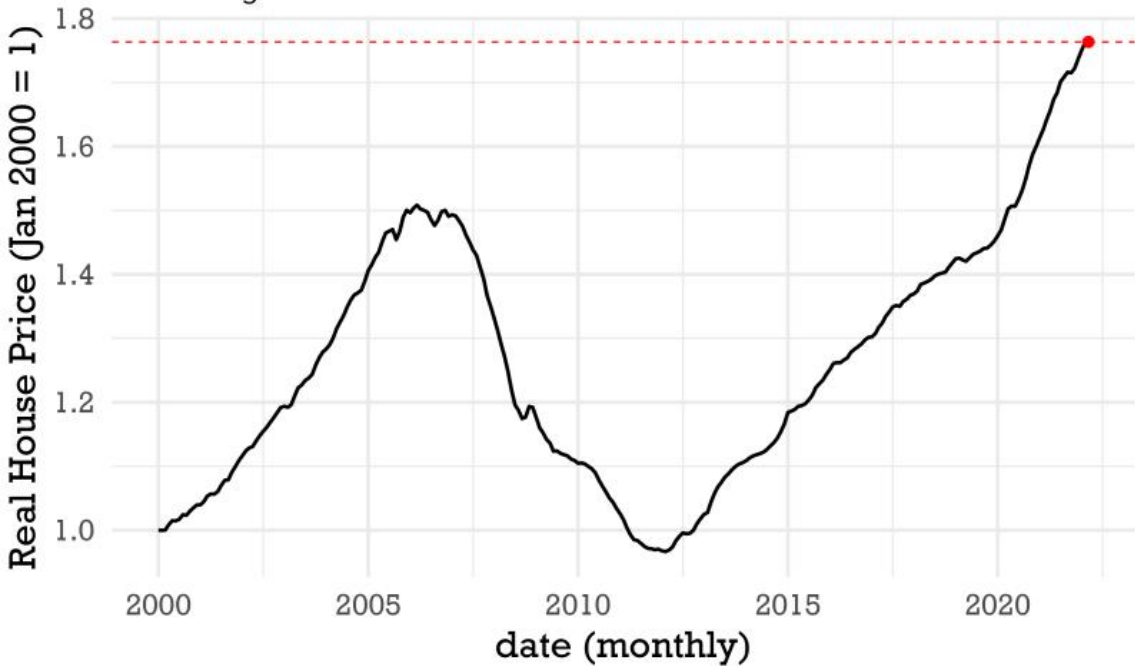


#us #housing

After adjusting for inflation, U.S. house prices have increased 76% since January 2000. Just over the past two years, since March of 2020, real house prices have increased over 18%.

### Real House Price for USA

Data through March 2022



@lenkieferr | Data source: Freddie Mac House Price Index deflated by CPI less shelter from BLS

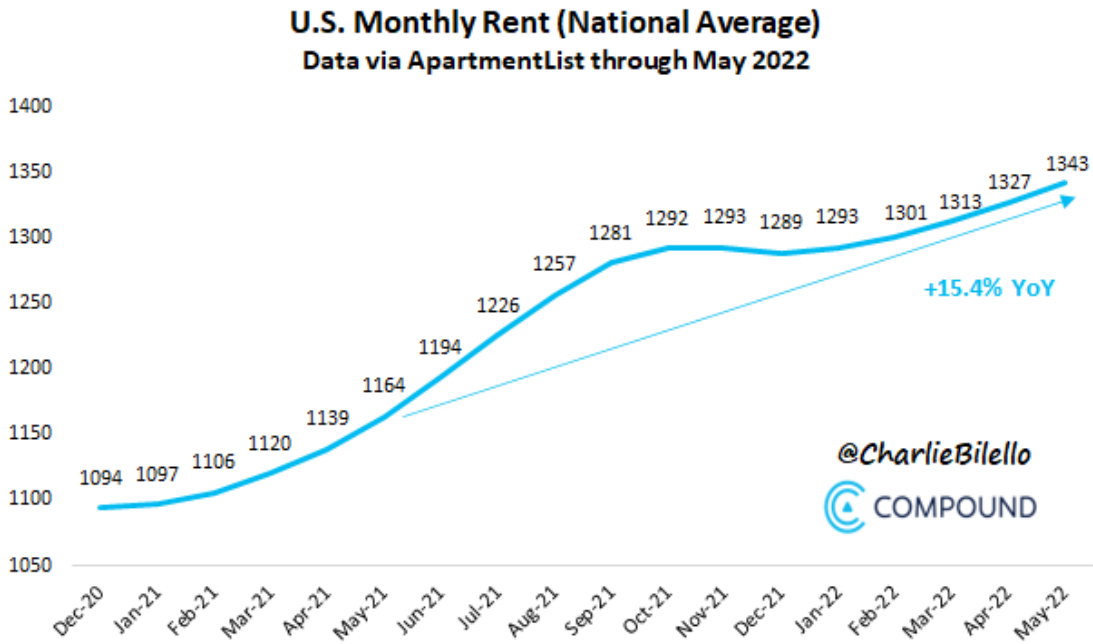
Source: www.lenkieferr.com





#us #housing

US rents hit another new high in May, up 15% over the last year.



Source: Charlie Bilello

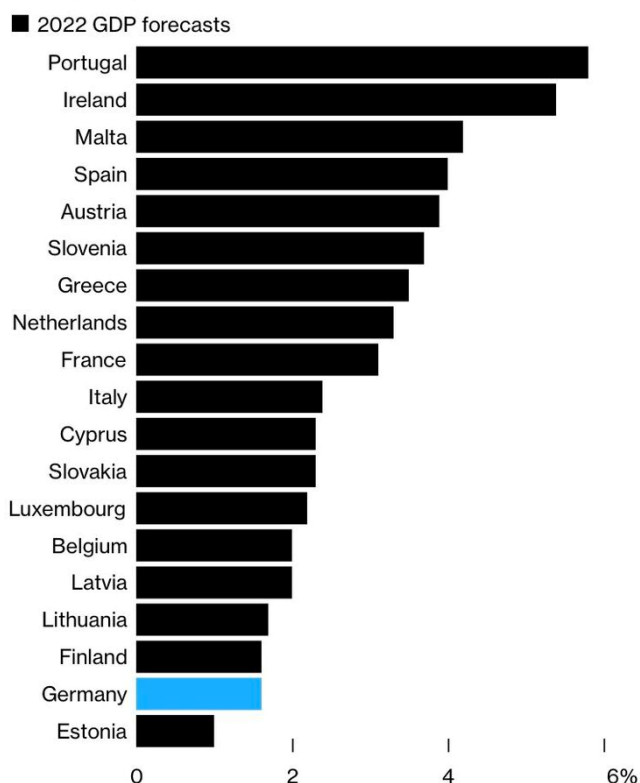


## #germany #gdp

Germany might again become the “sick man of Europe,” reprising a role from two decades ago. Only Estonia is expected to post slower growth in 2022. Economists are starting to predict a contraction as soon as this quarter.

### Trailing the Rest

German economy will be weaker than all but one of its euro-area peers



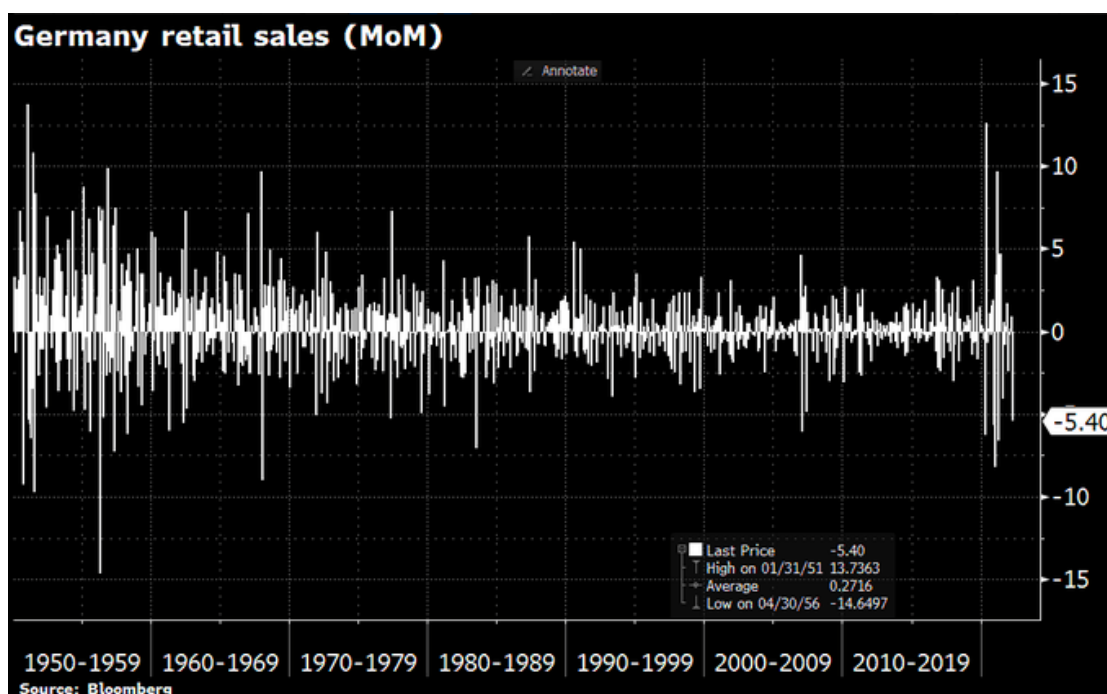
Source: European Commission

Source: HolgerZ, Bloomberg

#macro

## #germany #retail-sales

German retail sales drop most on month since April 2021 as rising food and energy costs dampened spending. Retail sales fell a seasonally-adjusted 5.4% in April MoM due to inflation.



Source: Bloomberg, HolgerZ



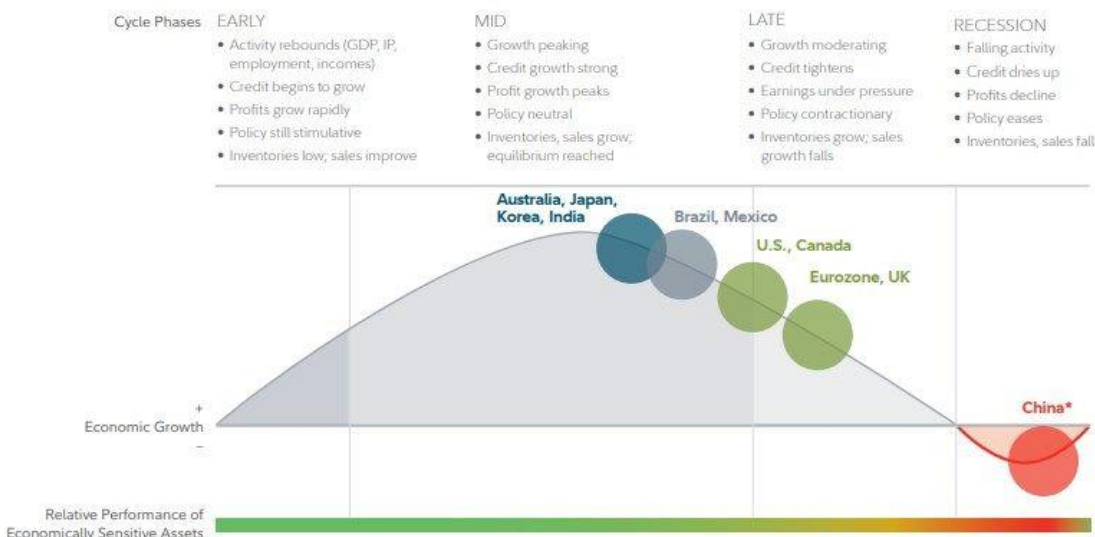
## #business #cycle

### Global Business Cycle - May 2022 – Fidelity

Europe is particularly exposed to fallout from the war, including higher natural gas prices, and is facing rising recession risk. Commodity exporters such as Canada, Australia, and Brazil benefit from improved terms of trade, but consumers in many developing economies—including India—face significant headwinds from higher food and energy prices. China is still struggling to emerge from its growth recession. COVID-related lockdowns have hamstrung the industrial-cycle recovery, but policy easing is picking up steam.

#### Business Cycle Framework

The business cycle, which is the pattern of cyclical fluctuations in an economy over a few years, can influence asset returns over an intermediate-term horizon. Cyclical allocation tilts are only one investment tool, and any adjustments should be considered within the context of long-term portfolio construction principles and strategic asset allocation positioning.



Source: Fidelity

#centralbanks

## #global #central-banks

Canada hikes rates for the 3rd time this year, 50 bps increase to 1.50%.

Global Central Bank Policy Rates						
Country	Rate	Central Bank Rate (Today)	CPI YoY	Real Central Bank Rate	Last Move	Last Move Date
Switzerland	Target Rate	-0.75%	2.5%	-3.3%	Cut	Jan-15
Denmark	Deposit Rate	-0.60%	6.7%	-7.3%	Cut	Sep-21
Eurozone	Deposit Rate	-0.50%	8.1%	-8.6%	Cut	Sep-19
Japan	Policy Rate Bal	-0.10%	2.5%	-2.6%	Cut	Jan-16
Sweden	Repo Rate	0.25%	6.4%	-6.2%	Hike	Apr-22
Australia	Cash Rate	0.35%	5.1%	-4.8%	Hike	May-22
Thailand	Policy Rate	0.50%	4.7%	-4.2%	Cut	May-20
Norway	Deposit Rate	0.75%	5.4%	-4.7%	Hike	Mar-22
US	Fed Funds	0.88%	8.3%	-7.4%	Hike	May-22
UK	Bank Rate	1.00%	9.0%	-8.0%	Hike	May-22
Hong Kong	Base Rate	1.25%	1.3%	0.0%	Hike	May-22
Taiwan	Discount Rate	1.37%	3.4%	-2.0%	Hike	Mar-22
<b>Canada</b>	<b>Overnight</b>	<b>1.50%</b>	<b>6.8%</b>	<b>-5.3%</b>	<b>Hike</b>	<b>Jun-22</b>
South Korea	Repo Rate	1.75%	4.8%	-3.1%	Hike	May-22
Saudi Arabia	Repo Rate	1.75%	2.3%	-0.6%	Hike	May-22
New Zealand	Cash Rate	2.00%	6.9%	-4.9%	Hike	May-22
Malaysia	Policy Rate	2.00%	2.3%	-0.3%	Hike	May-22
Philippines	Key Policy Rate	2.25%	4.9%	-2.7%	Hike	May-22
Indonesia	Repo Rate	3.50%	3.5%	0.0%	Cut	Feb-21
China	Loan Prime Rate	3.70%	2.1%	1.6%	Cut	Jan-22
India	Repo Rate	4.40%	7.8%	-3.4%	Hike	May-22
South Africa	Repo Rate	4.75%	5.9%	-1.2%	Hike	May-22
Peru	Policy Rate	5.00%	8.8%	-3.8%	Hike	May-22
Poland	Repo Rate	5.25%	12.4%	-7.2%	Hike	May-22
Czech Republic	Repo Rate	5.75%	14.2%	-8.5%	Hike	May-22
Colombia	Repo Rate	6.00%	9.2%	-3.2%	Hike	Apr-22
Mexico	Overnight Rate	7.00%	7.7%	-0.7%	Hike	May-22
Chile	Base Rate	8.25%	10.5%	-2.3%	Hike	May-22
Russia	Key Policy Rate	11.00%	17.8%	-6.8%	Cut	May-22
Brazil	Target Rate	12.75%	12.1%	0.6%	Hike	May-22
Turkey	Repo Rate	14.00%	70.0%	-56.0%	Cut	Dec-21
Argentina	Benchmark Rate	49.00%	58.0%	-9.0%	Hike	May-22

COMPOUND

@CharlieBilello



Source: Charlie Bilello

#centralbanks

#global #central-banks

The number of policy rate increases from global central banks has surged ... marks a clear shift in monetary tide throughout world, as backdrop a couple years ago was dominated by cuts



Source: FT, Refinitiv



#centralbanks

#ecb #rates #market #expectations

After upside #inflation surprises out of #Germany and #Spain, the #euro curve is pricing in 114bps of #ECB interest rate rises in 2022.

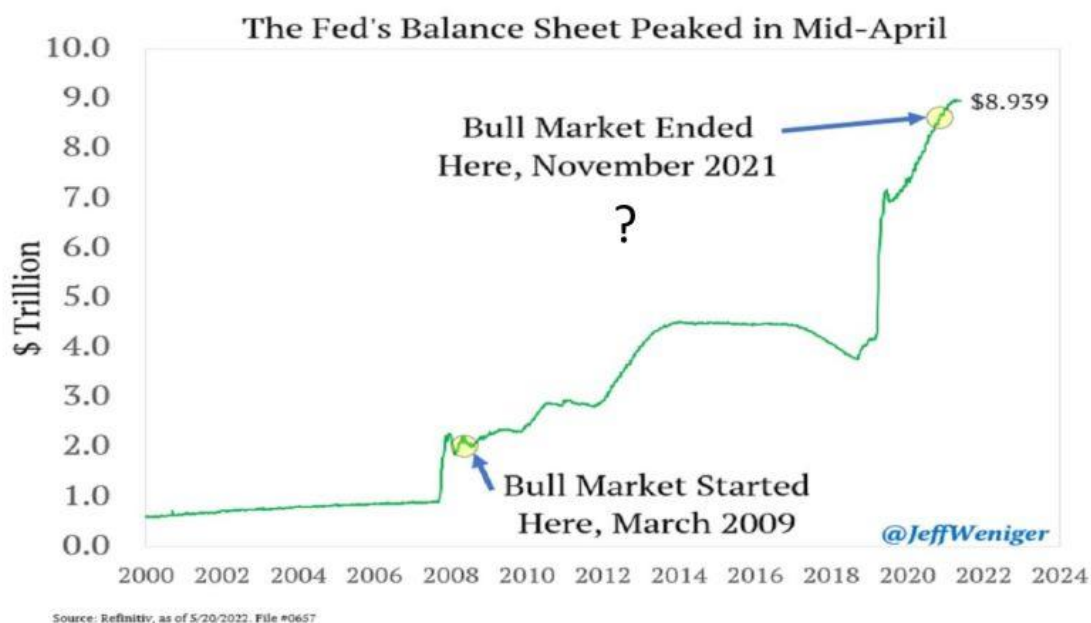


Source: Bloomberg

#centralbanks

## #fed #balance-sheet

Fed's balance sheet peaked in mid-April. Will the winners of the 2009-2022 QE bull market (Tech, FAANG, Silicon Valley) be the winners of tomorrow?

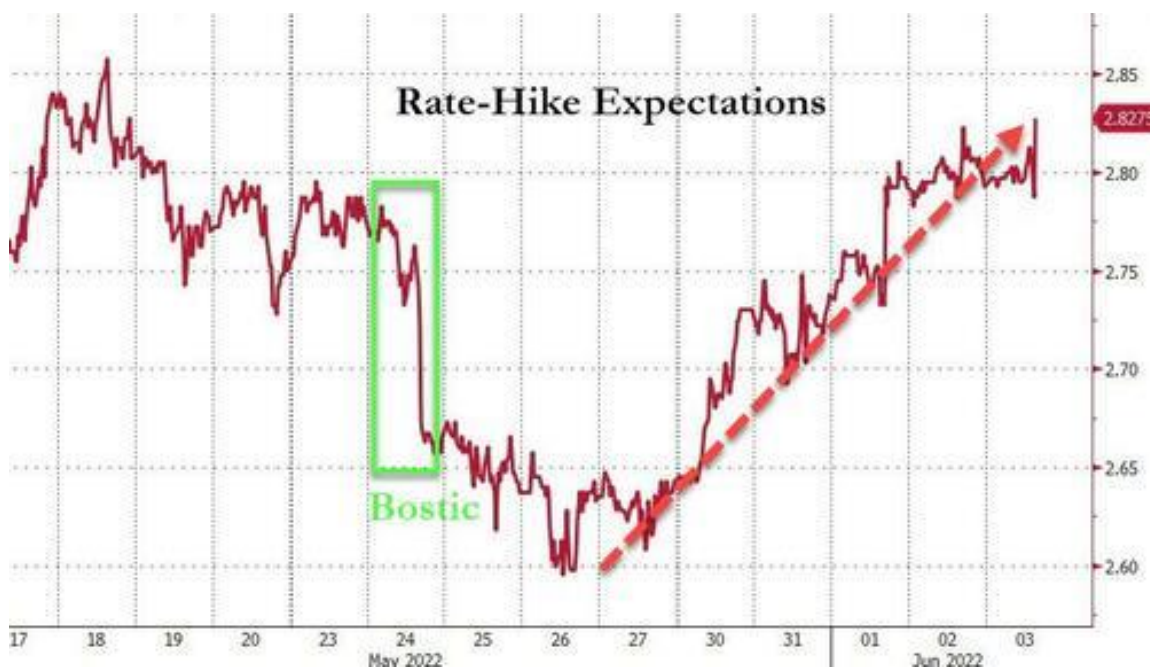


Source: Jeff Weniger

#centralbanks

## #fed #rates #expectations

Fed speak this week definitely put the hawkish narrative back on the table. That drove Fed rate-hike expectations significantly higher...

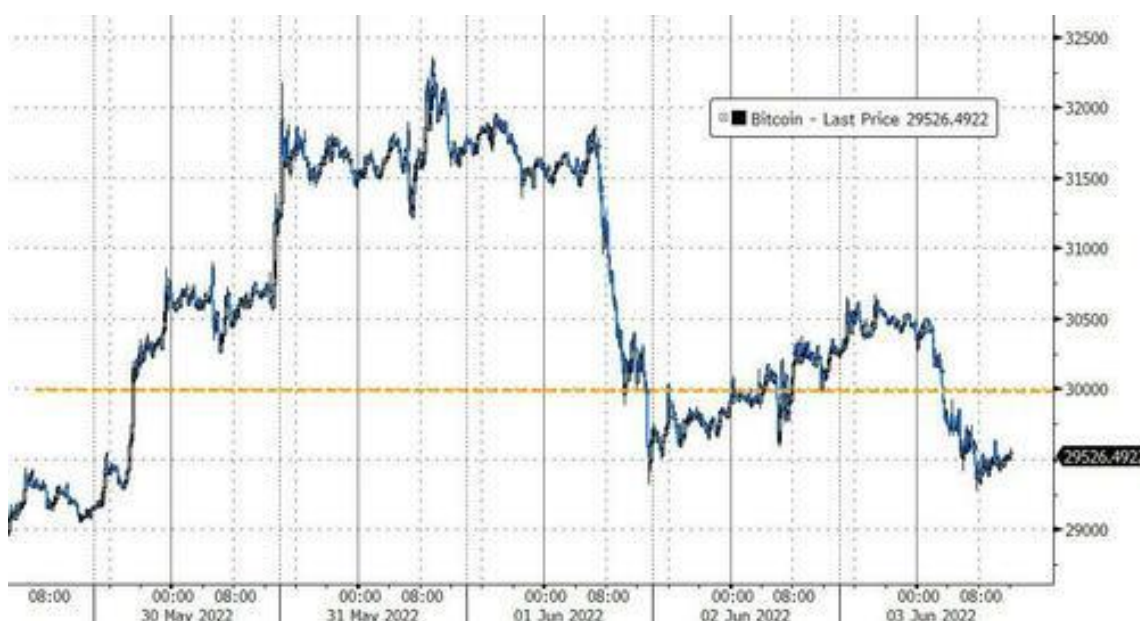


Source: [www.zerohedge.com](http://www.zerohedge.com), Bloomberg



## #bitcoin

Bitcoin roundtripped on the week, ending back below \$30,000...

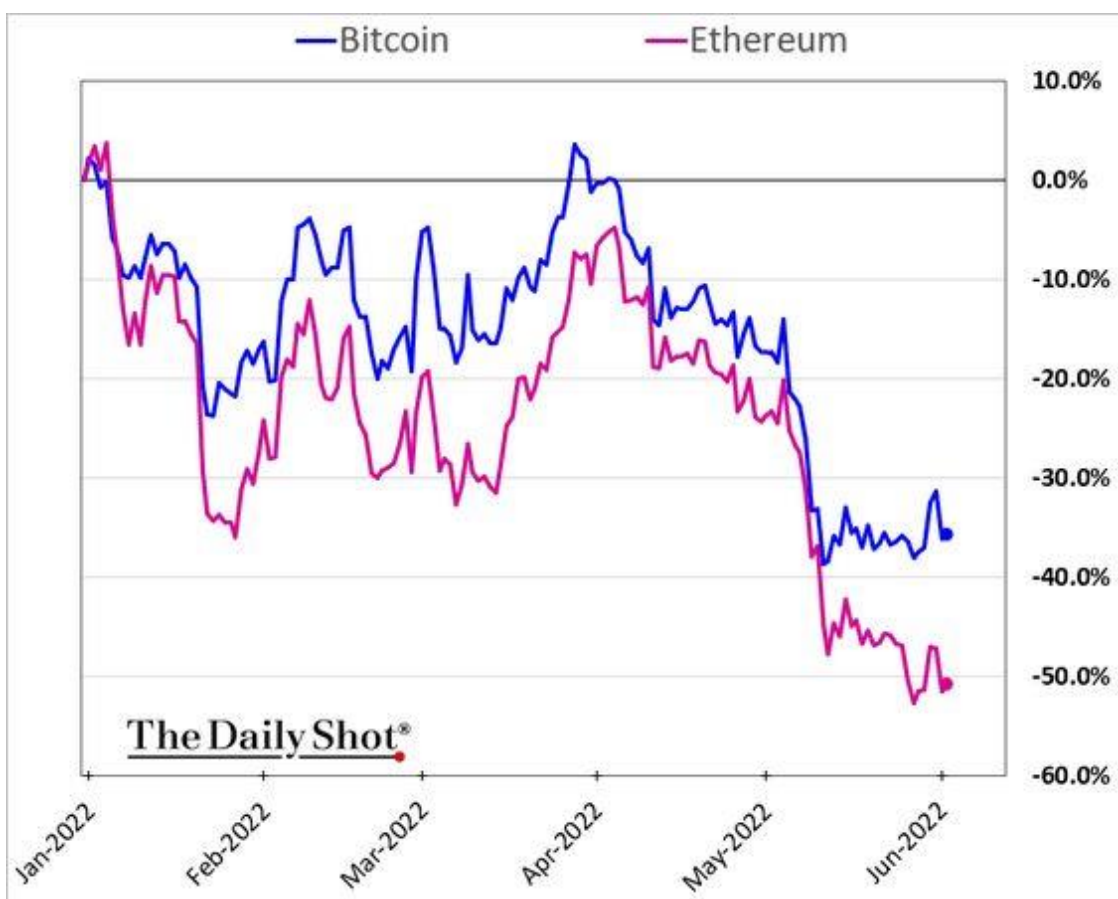


Source: [www.zerohedge.com](http://www.zerohedge.com), Bloomberg



## #bitcoin #ethereum #2022 #performance

Ethereum is down over 50% this year, sharply underperforming bitcoin in recent weeks.




Source: The Daily Shot



## #bitcoin #historical-returns

Bitcoin Returns since 2010...

Bitcoin Returns: 2010 - 2022			
Year	Year Start	Year End	% Change
2010	0.003	0.30	9900%
2011	0.30	4.72	1473%
2012	4.72	13.51	186%
2013	13.5	758	5507%
2014	758	320	-58%
2015	320	430	35%
2016	430	968	125%
2017	968	13,860	1331%
2018	13,860	3,689	-73%
2019	3,689	7,184	95%
2020	7,184	28,775	301%
2021	28,775	47,902	66%
2022 YTD	47,902	29,500	-38%

 **COMPOUND** @CharlieBilello

Source: Charlie Bilello



## #luna #bitcoin

 **Yassine Elmandjra** @yassineARK · Jun 2 ...  
To think that this happened only 3 weeks ago...

**NEWS BITCOIN**

### Luna Foundation Guard buys additional \$1.5 billion in bitcoin backing for UST

 by [Osato Avan-Nomayo](#) Download PDF / Print

May 5, 2022, 1:12PM EDT · 1 min read

**Quick Take**

- The Luna Foundation Guard (LFG) now holds \$3.5 billion worth of bitcoin.
- LFG's bitcoin stash is to prop up the collateral reserves of Terra's stablecoin.

#cryptos

#terra

## Terra 2.0: A crypto project built on the ruins of \$40 billion in investors' money

Terra 2.0 launched with the promise of helping to retrieve lost funds, but early indicators suggest launching a new token to compensate for the failure of another is a bad idea.



Source: [www.cointelegraph.com](http://www.cointelegraph.com)



#cryptos

### #bitcoin #miners

Previously a confirmed HODLer, Riot Blockchain (RIOT) sold nearly half of its mined bitcoin in April after having also sold a sizable amount in March.

## Bitcoin Miners Are Selling Off Their BTC Holdings to Cope With Market Headwinds

As the price of bitcoin falls, miners are cornered into powering off or selling their holdings.

By Eliza Gkritsi, Aoyon Ashraf | Jun 1, 2022 at 7:28 p.m. | Updated Jun 1, 2022 at 11:34 p.m.



Bitcoin miners at work (Sandali Handagama)

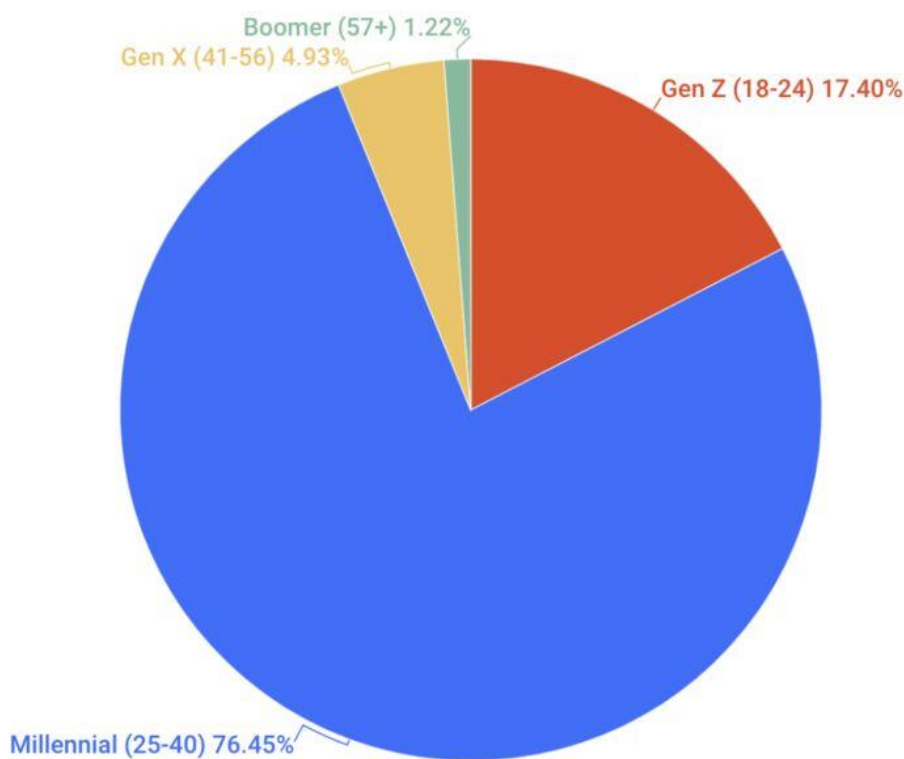
Source: [www.coindesk.com](http://www.coindesk.com)



## #cryptocurrencies #buyers

94% of all cryptocurrency buyers are Gen Z or Millennials (18-40 years old). Compare that to GenX who only make up 5% of users and Boomers who make up just 1%.

### 94% of Crypto Buyers are 18-40 Years Old



Source: Coinbase

#food-for-thought

#zoom #exxon

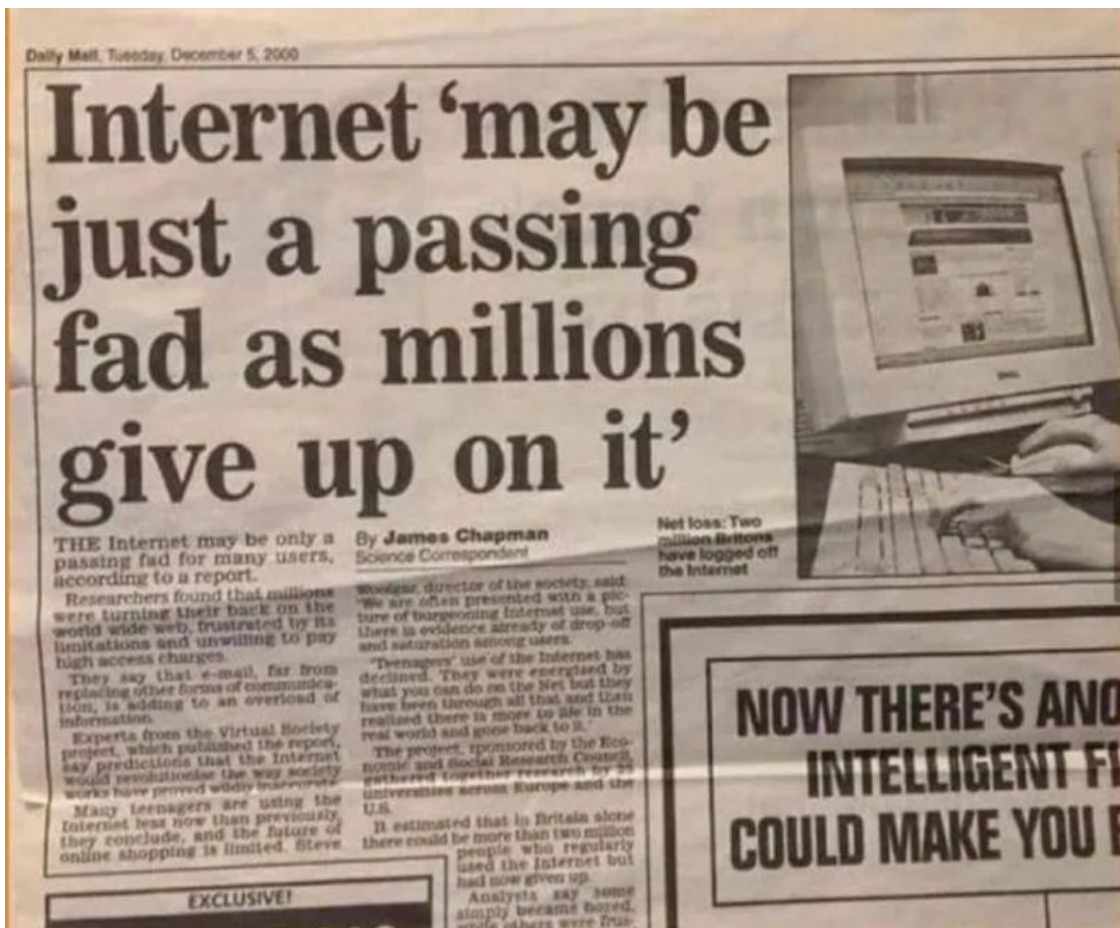
LAST YEAR ZOOM WAS WORTH MORE THAN EXXON...



Source: FT

#food-for-thought

#technology #adoption



Source: Daily Mail

#food-for-thought

## #amazon #ebay

On this month in 1999 eBay and Amazon faced off on the front cover of Business Week .

1999 market cap : Ebay: \$25B - Amazon: \$22B

2022 market cap : Ebay: \$27B - Amazon: \$1.1T



Source: Business Week

#food-for-thought

#amazon #split

Amazon : 20-1 stock split, will begin trading on Monday. The move was announced in March but approved by shareholders last week. It's the first split since 1999 and the fourth since Amazon's IPO in 1997.



Source: CNBC

#food-for-thought

### #technology #apple

Apple Inc.'s annual Worldwide Developers Conference, better known as WWDC, is just about a week away - June 6-10. The famous Apple analyst Mark Gurman issued many fresh projections today. The exact nature of Apple's implementation is unknown, with Gurman simply stating that the lock screen will provide fast glanceable information, comparable to the latest Apple Watches. Gurman mentioned his expectations from WWDC 2022 in his 'Power On' newsletter and added that he expects the updates to be "fairly significant".

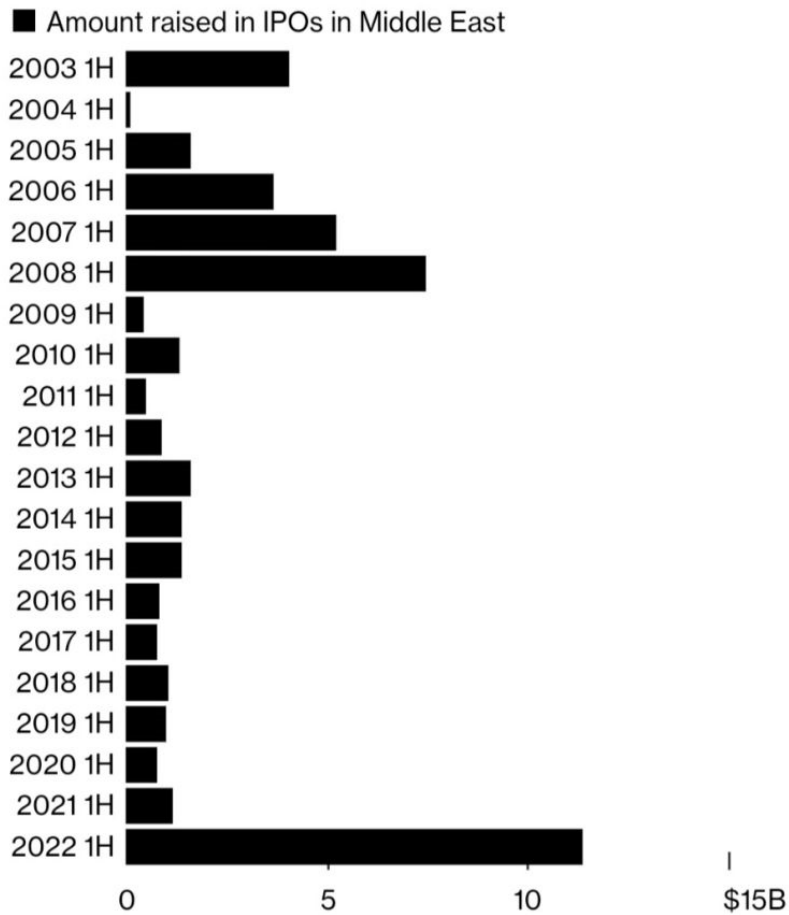


#food-for-thought

#mena #equities #ipos

Full Steam Ahead

Middle East IPOs are on track for their best ever first half



Source: Bloomberg

Source: Bloomberg



#food-for-thought

#us #earnings #inflation

Real corporate earnings was stagnant for 14 years during the last inflationary regime.



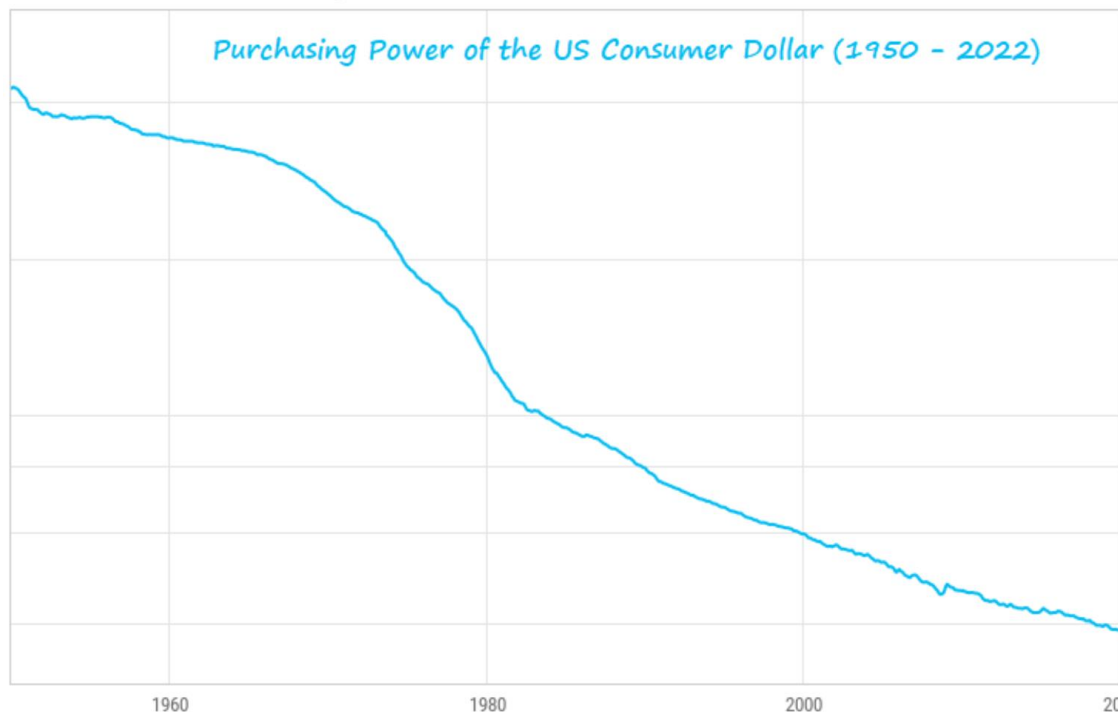
Source: Crescat Capital

#food-for-thought

#us #purchasing-power

The dollar appears stable/predictable, but over long periods of time the one constant has been a decline in what you can purchase with it.

US Consumer Price Index: Purchasing Power Of the Consumer Dollar



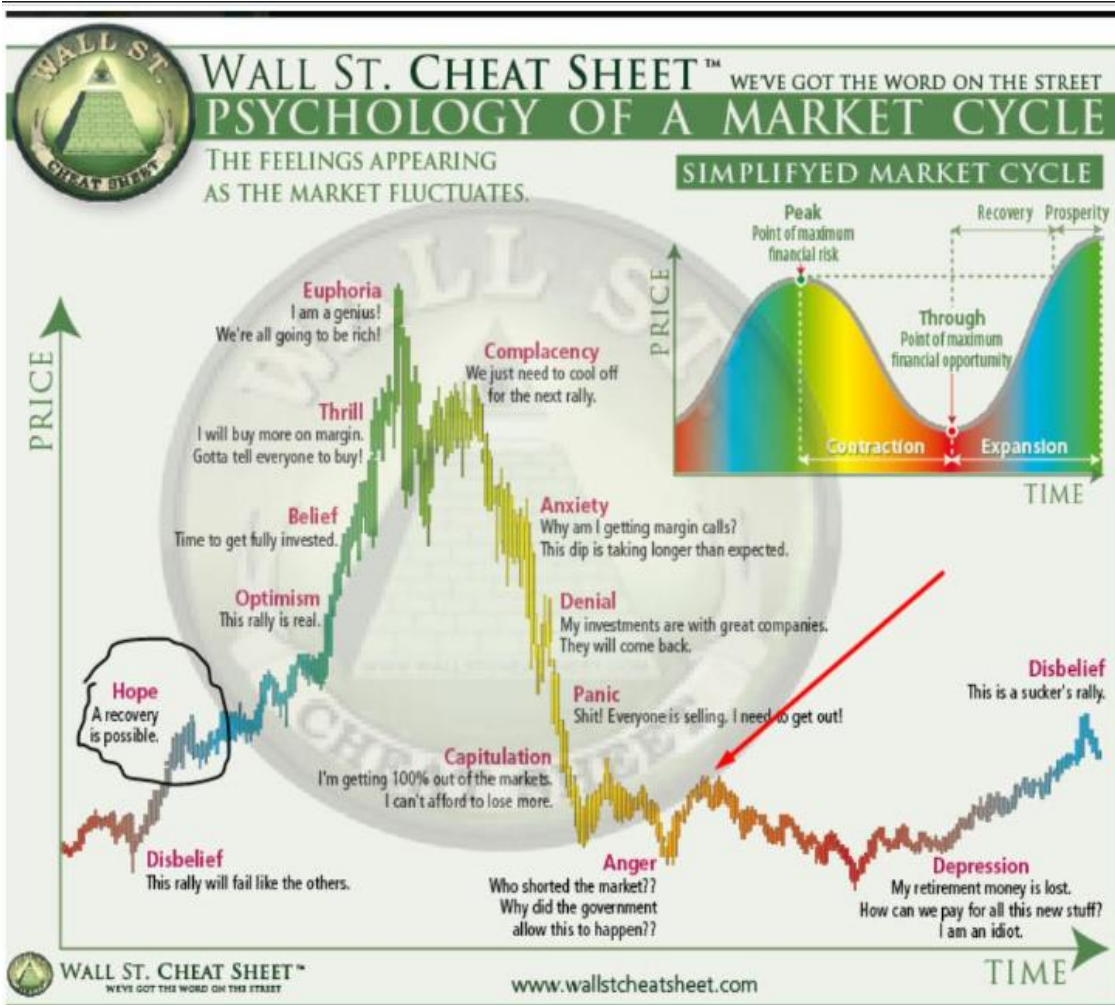
COMPOUND@CharlieBilello

May 31 2022, 4:55PM EDT. Powered

Source: Charlie Bilello

#food-for-thought

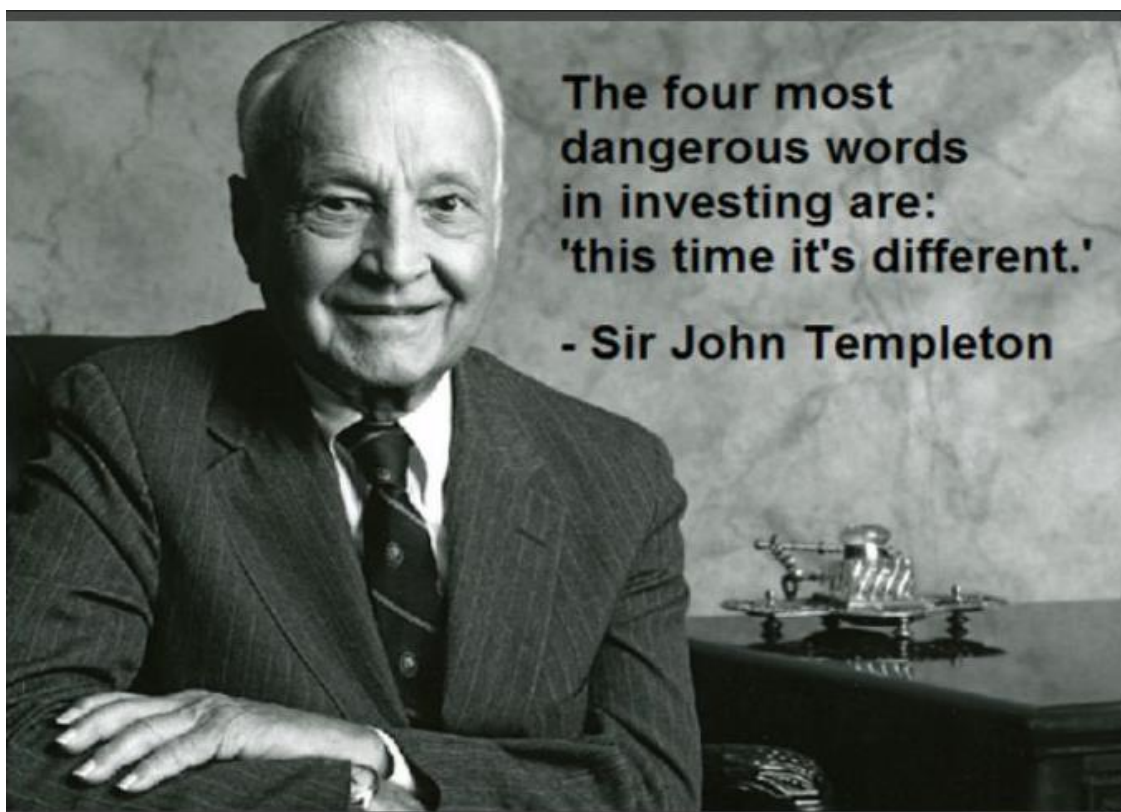
#market-cycle



Source: newtraderu

#food-for-thought

#investment-philosophy



Source: John Templeton

#food-for-thought

#market #statistics

The best months for stock market gains. Many investors believe that equity markets perform better during certain times of the year. Is there any truth to these claims, or is it superstitious nonsense?



#food-for-thought

#wallstreet #esg

Climate Capital Vanguard Group Inc + Add to myFT

## Vanguard refuses to end new fossil fuel investments

World's second-largest asset manager cites its duty to maximise returns for clients



Cooling towers next to a coal-fired power station in Mpumalanga, South Africa © Waldo Swiegers/Bloomberg

Twitter Facebook LinkedIn WhatsApp Save

#food-for-thought

#post-pandemic



Source: FT

#food-for-thought

#global #fx #reserves



Source: Bloomberg



#food-for-thought

#etfs

The Breakfast ETF from Direxion (BRKY) is launching today, holds commodities futures that people eat for breakfast. Here's the allocation:



BRKY US Equity		Export ▾	
1) Profile	2) Performance	3) Holdings	4) Allocation
7) Top Fund Hlds   MHD »		Net Fund	Net Index
11) CORN FUTURE Sep22		40.541%	N.A.
12) WHEAT FUTURE(CBT) Sep22		27.896%	N.A.
13) LEAN HOGS FUTURE Oct22		11.352%	N.A.
14) STABAN 13 08/31/10		9.720%	N.A.
15) FCOJ-A FUTURE Sep22		5.252%	N.A.
16) COFFEE 'C' FUTURE Mar23		5.239%	N.A.

Source: Bloomberg, Eric Balchunas

#food-for-thought

## #pipelines

This is NOT a current Twitter cartoon. It was published in... 1982



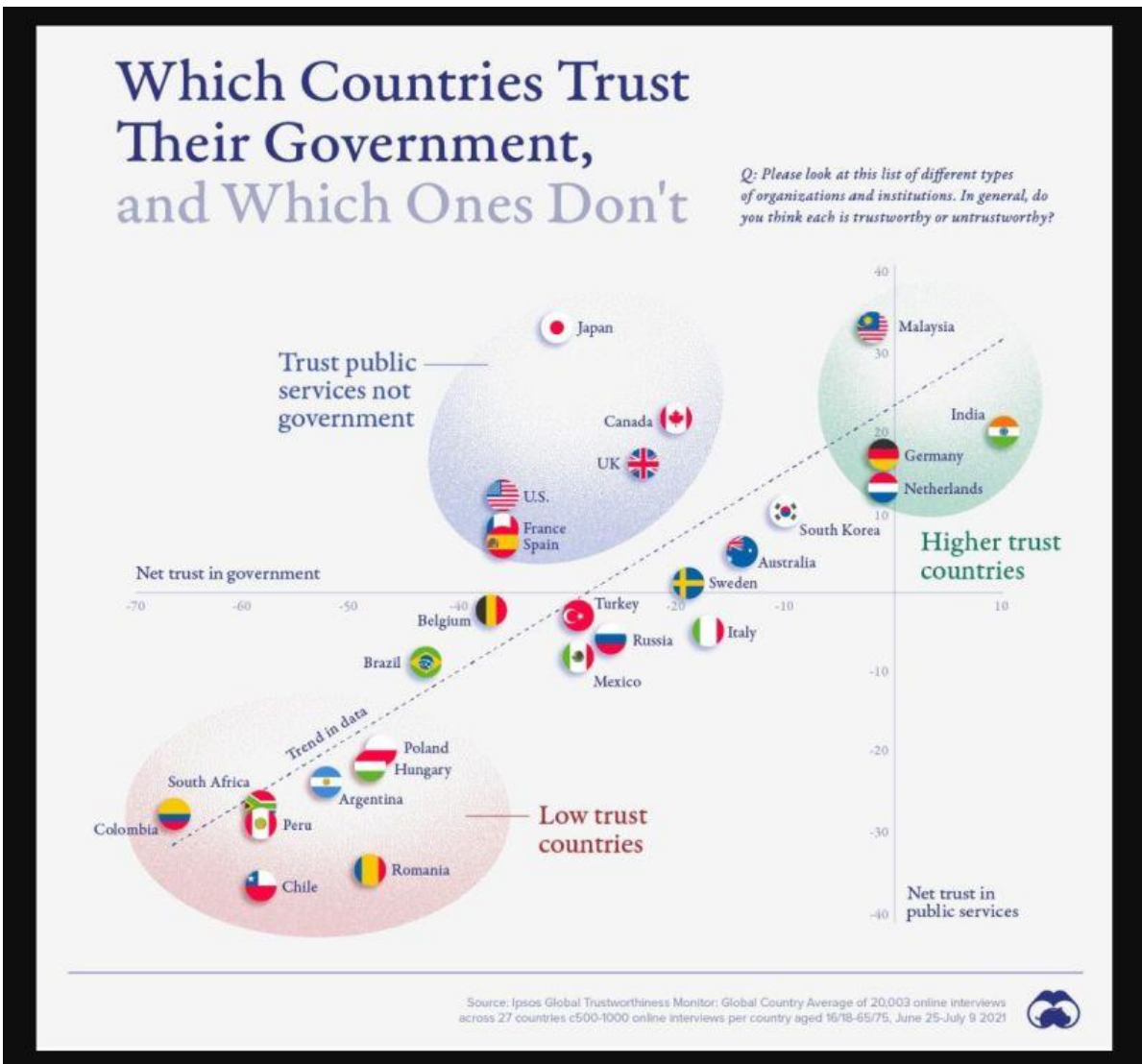
#food-for-thought

#new-era



#food-for-thought

#government #trust



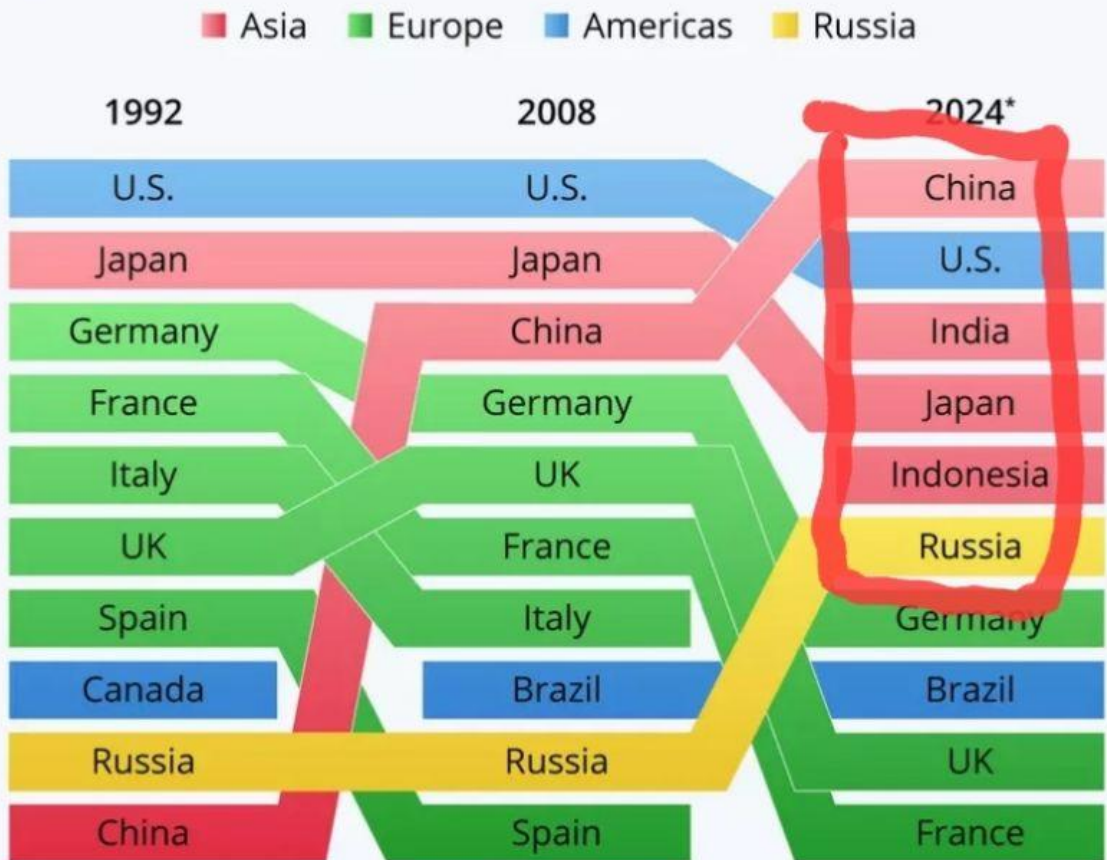
Source: Visual Capitalist

#food-for-thought

#new-leaders

# Continental Shift: The World's Biggest Economies Over Time

Countries with the highest GDP on Earth in 1992, 2008 and 2024\*



#food-for-thought

#world #wealth

# IF THE WORLD HAD ONLY \$100

## Distribution of world's wealth

By country/region

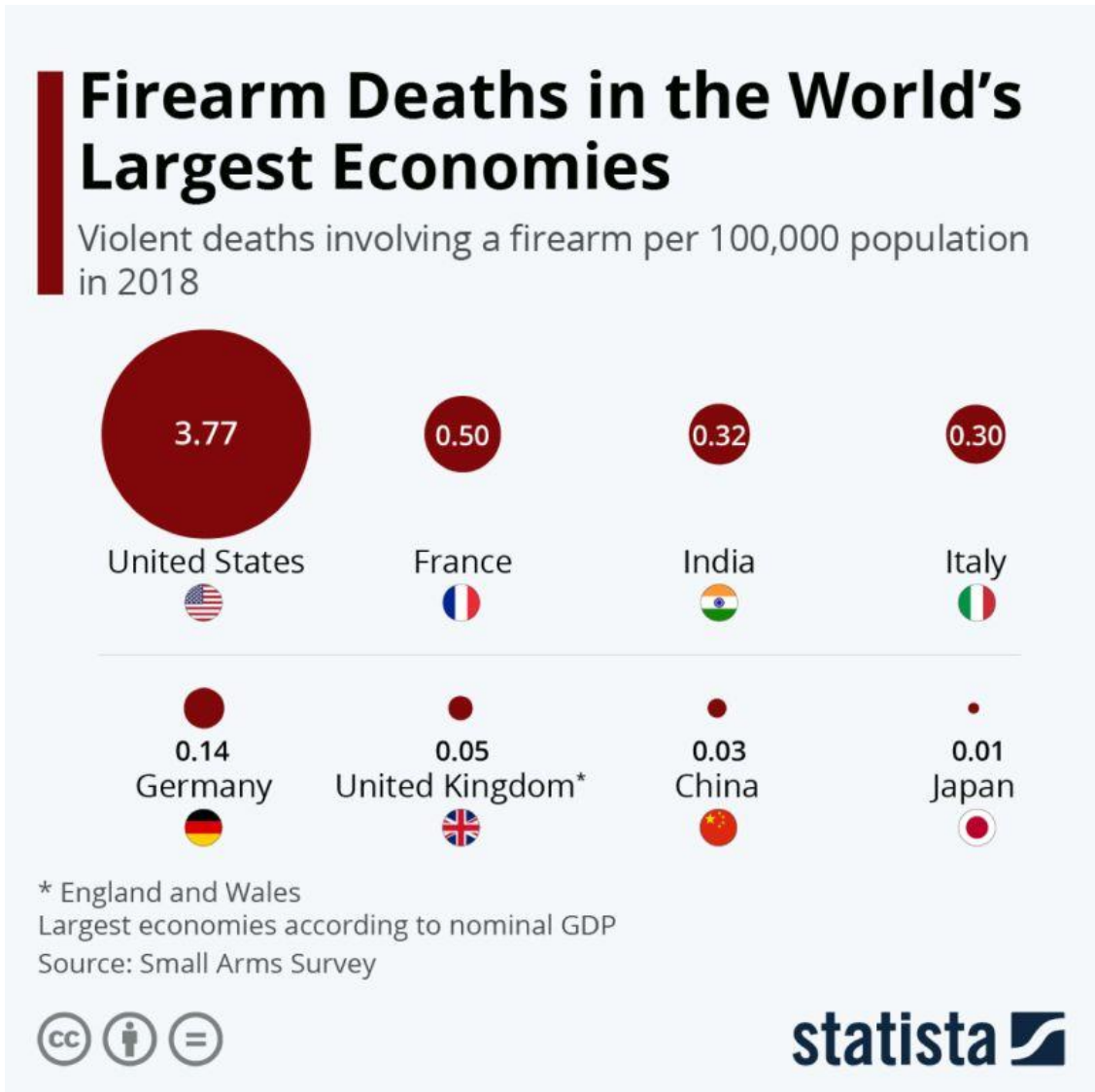
By country



Infographic design: Eleonora Nazander | Data: Credit Suisse | Makeover Monday #7 2020

#food-for-thought

#firearm #deaths



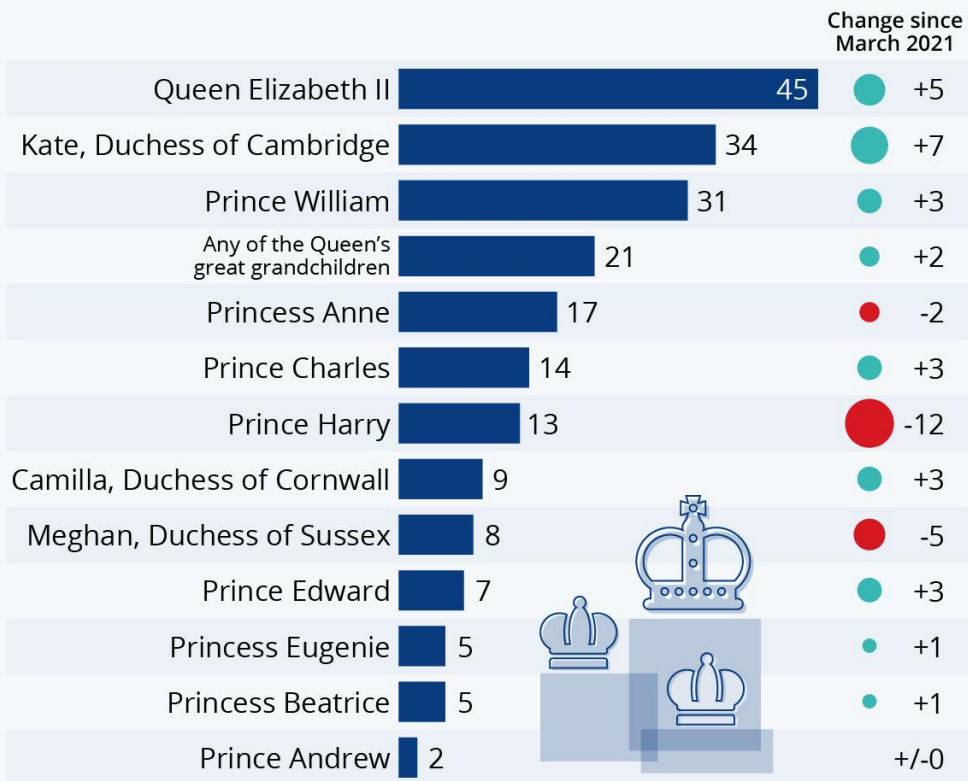
Source: convertbond

#food-for-thought

#britain-royals

# The Most (And Least) Loved Royals

Share of UK respondents saying the following members of the British Royal Family are their favorites (in percent)



2,057 online British adults (16-75 y/o), surveyed Feb 9-10, 2022.

Source: Ipsos



Source: Statista



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[syzgroup.com/newsletter](https://syzgroup.com/newsletter)



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**For the future...**