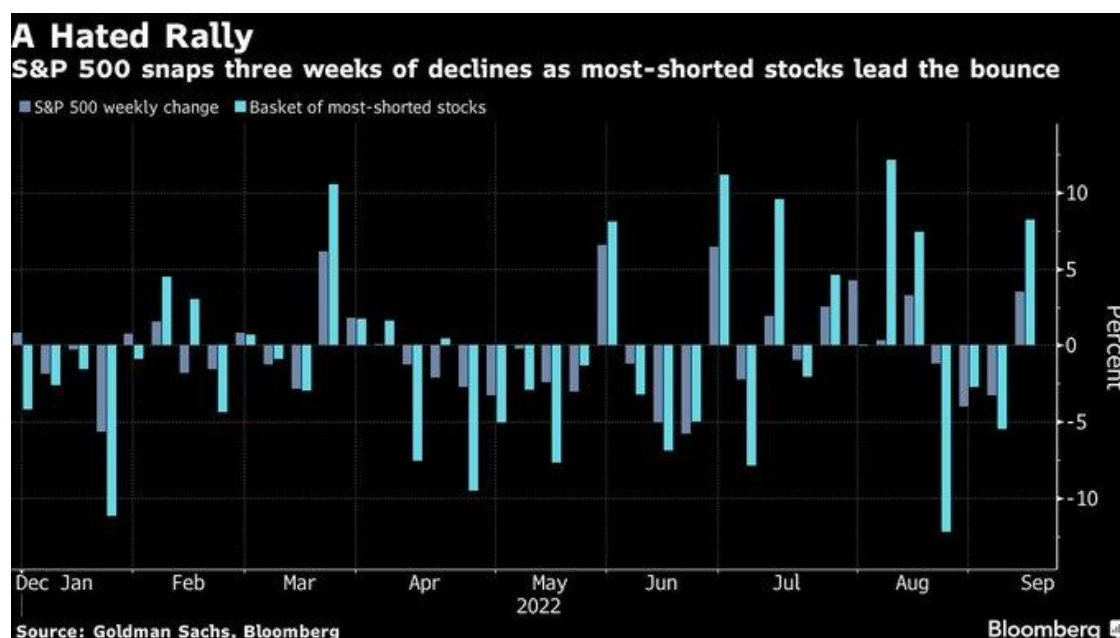


Chart of the week

A Hated Rally

The S&P 500 gained 3.6% over holiday-shortened week, lifting \$SPX above 50 days & 100 days moving averages, triggering short coverings. While Fed expectations grew more hawkish and swaps are now pricing +72bp for September, markets seem to be optimistic that the Central Bank can restore price stability without derailing growth.



Source: HolgerZ, Bloomberg

Wall Street broke a string of three weekly losses

Stocks broke a losing streak as investors appeared to grow more confident that the market had reached at least a temporary bottom. Indeed, the Fed's "Beige Book" indicated that price increases were moderating in nine of its 12 districts, as "lower fuel prices and cooling overall demand alleviated cost pressures, especially freight shipping rates." A midweek decline in oil prices — which briefly hit their lowest level since Russia's invasion of Ukraine — and a surprise moderation in Chinese PPI seemed to help foster a stock rally as the most shorted stocks surged. Energy shares underperformed while a rally by Tesla helped the consumer discretionary sector to outperform. US economic data released over the week were mixed; the S&P Global measure fell more than expected, to 43.7, the biggest contraction since early 2020. Meanwhile, the labor market appeared to remain on solid footing, with weekly jobless claims coming in much lower than expected (222k vs. roughly 240k), hitting their lowest level since the start of the summer. The 10-year U.S. Treasury yield jumped to its highest level since mid-June on Tuesday. European stocks rose after some countries announced plans to deal with the energy crisis and boost their economies. As expected, the ECB increased its key interest rates by a record 75 basis points. The euro gained slightly against the dollar while the British pound depreciated further before retracing to roughly USD 1.16, a level near the low hit in 1985. Cryptocurrencies soared.

#GLOBALMARKETS WEEKLY WRAP-UP

Hand-curated selection of the best charts & news flow

10 SEPTEMBER 2022

#markets

#markets #stats #weekly

INDEX	CLOSE	WEEK	YTD
Dow Jones Industrial Average	32,152	2.7%	-11.5%
S&P 500 Index	4,067	3.6%	-14.7%
NASDAQ	12,112	4.1%	-22.6%
MSCI EAFE *	1,801	-1.3%	-22.9%
10-yr Treasury Yield	3.31%	0.1%	1.8%
Oil (\$/bbl)	\$86.10	-0.9%	14.5%
Bonds	\$99.78	-0.6%	-11.3%

Source: Factset. 09/09/2022. Bonds represented by the iShares Core U.S. Aggregate Bond ETF. Past performance does not guarantee future results. * 4-day performance ending on Thursday.

Source: Edward Jones

#GLOBALMARKETS WEEKLY WRAP-UP

Hand-curated selection of the best charts & news flow

10 SEPTEMBER 2022

#markets

#us #equities #friday

A sea of green on Friday despite Fed hawkish talks...



Source: TradingView

#markets

#us #equities #weekly

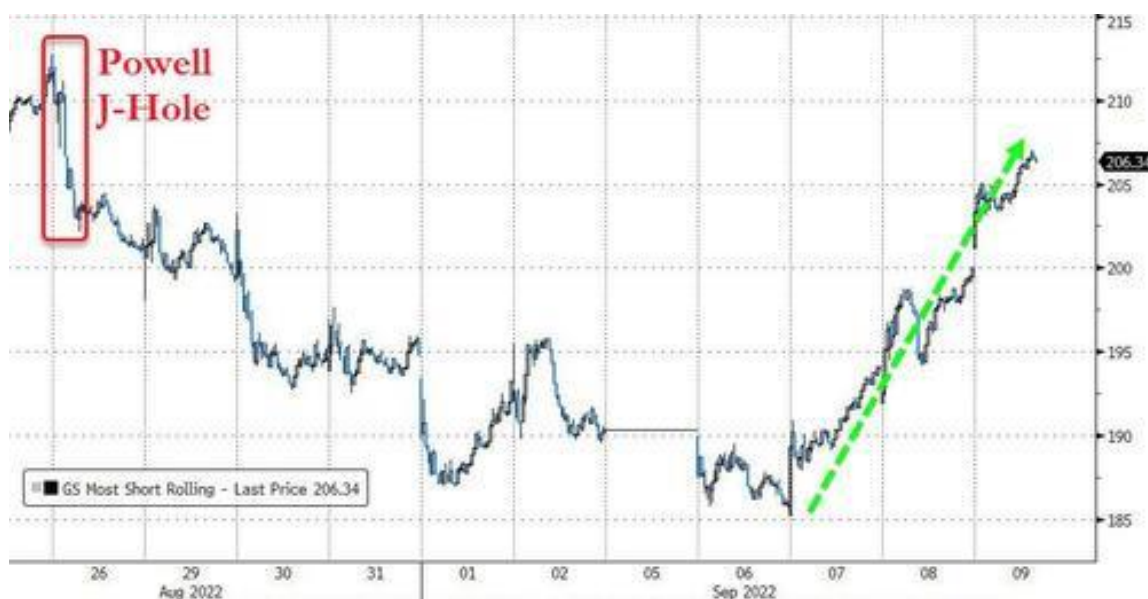
The S&P 500 squeezed back above 4,000 and traded back into the range of Jay Powell's Jackson-Hole speech day)...



Source: Bloomberg

#us #most-shortened #stocks

The last 3 days have seen 'most shorted' stocks soar over 12% - the biggest 3-day squeeze since late-May...



Source: Bloomberg

#us #equities #sectors

Consumer Discretionary sector outperformed on the week and while Energy soared today, it was the laggard on the week (though all sectors were green on the week)...

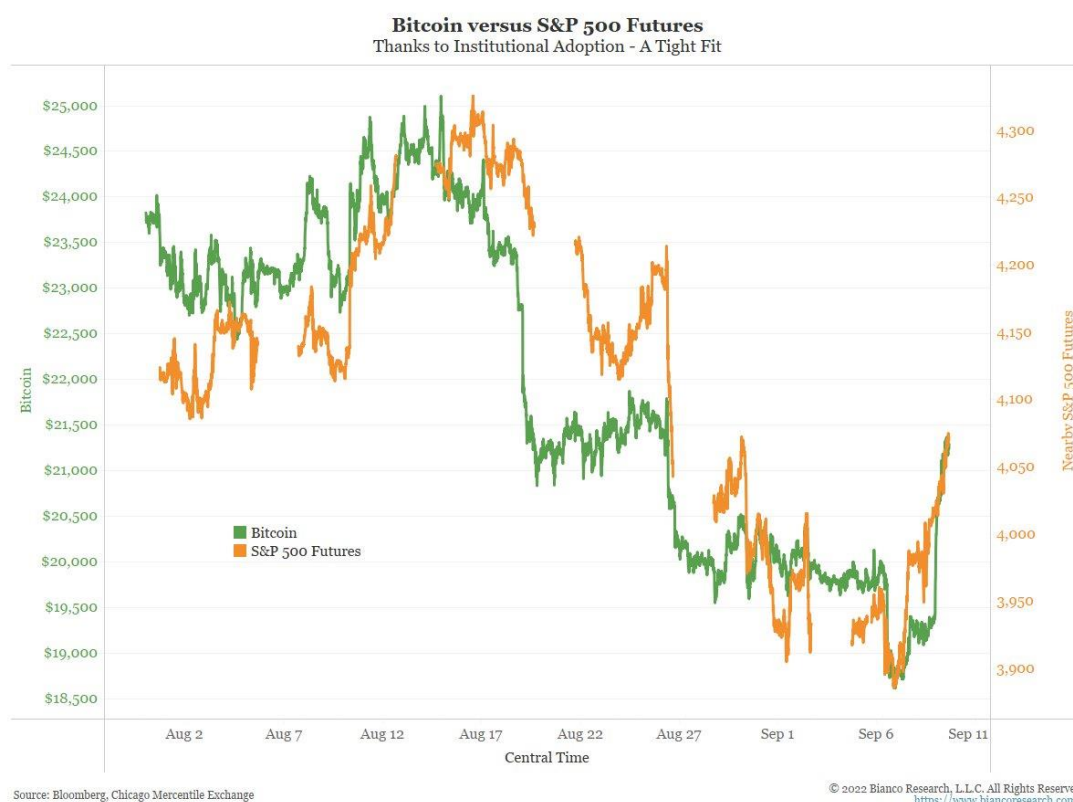


Source: Bloomberg

#us #equities #bitcoin #vix

THE 24/7 VIX. There is a very tight correlation between bitcoin (in green) and S&P 500 Futures. (in orange). The close relationship continues. Indeed, stocks have rebounded strongly in the last few days, just like BTC.

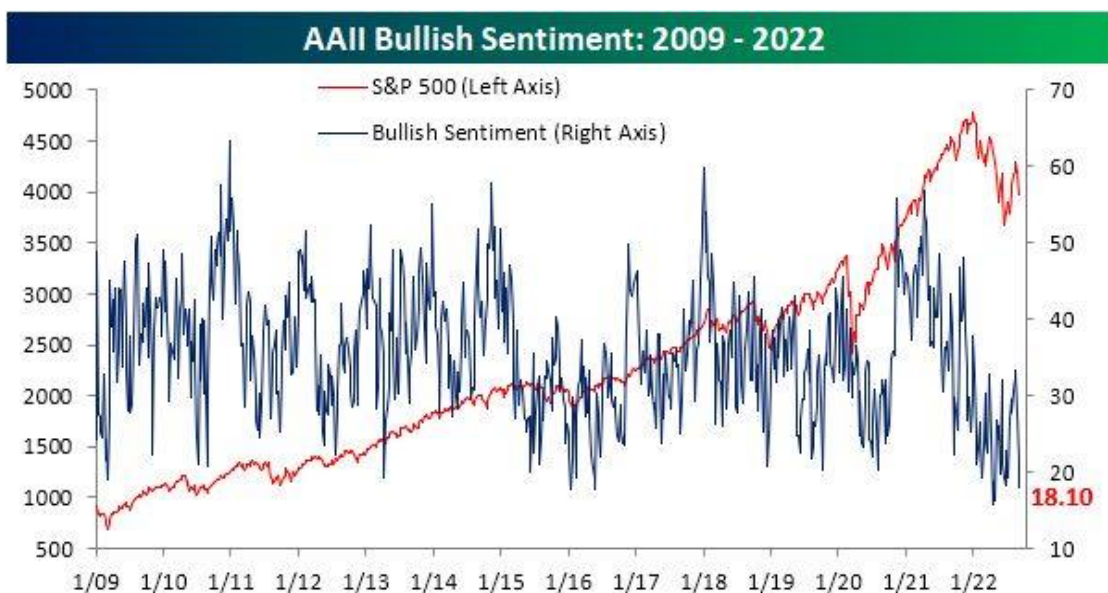
What is coming Monday? Watch BTC over the weekend (the 24/7 VIX). It was at \$21,300 when the NYSE closed.



Source: Jim Bianco

#us #equities #sentiment

Market sentiment has turned decisively bearish: only 18.1% of responses to the weekly AAI sentiment survey have been reported as bullish. That marked the third consecutive decline in bulls resulting in the weakest reading since the end of April. This over-bearishness is triggering some short squeeze as the one we have seen in Wall Street over the last 2 days.



Source: Bespoke

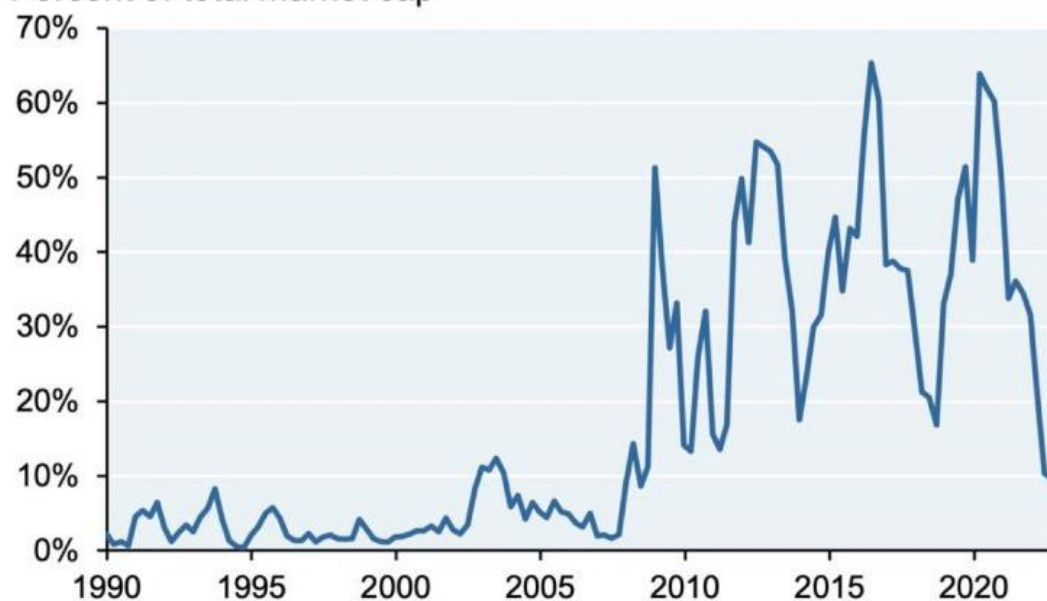
#markets

#us #equities #relative-valuations

JP Morgan: Dividend Yields vs Treasury Yields

Stocks with dividend yields above 10yr Treasury yield

Percent of total market cap



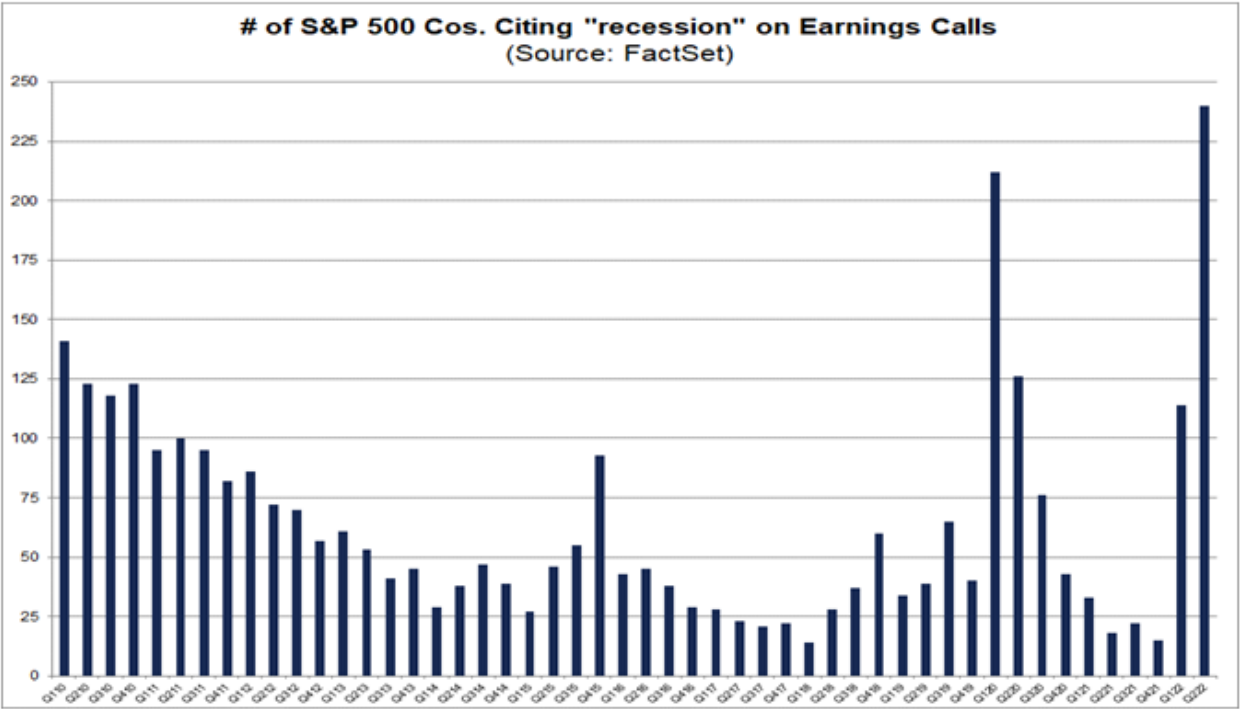
Source: Factset, JPMAM. August 30, 2022. Universe: CRSP all cap.

Source: Factset, JP AM



#us #equities #earnings-call #recession

Highest Number of S&P 500 Companies Citing “Recession” on Q2 Earnings Calls in Over 10 Years - Factset



Source: Factset

#markets

#us #equities #flows



Cable FX Macro @cablefxm... · 4m ...

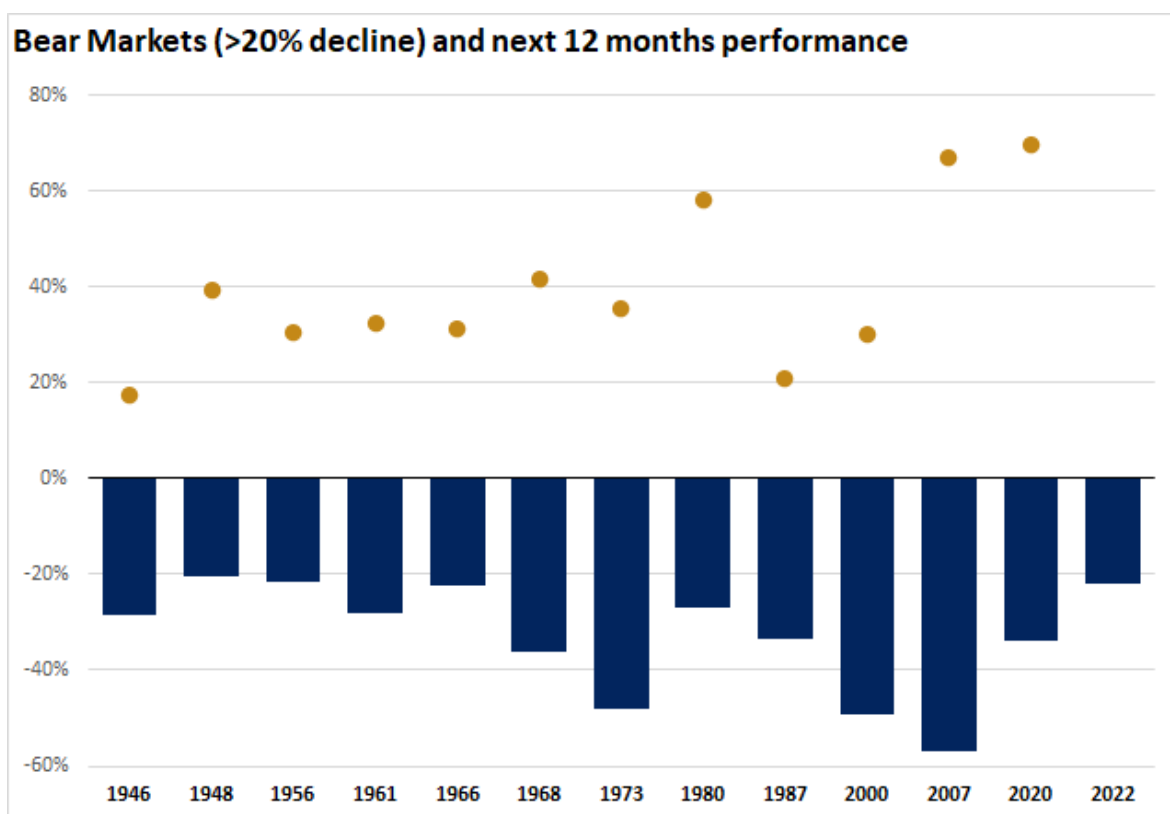
🇪🇺 ▼ EUROPEAN EQUITY FUNDS
SEE OUTFLOWS OF \$31.2 BILLION
THIS YEAR, MOST SINCE 2016:
REFINITIV LIPPER

🇺🇸 ▲ U.S. EQUITY FUNDS RECORD
\$72.69 BILLION INFLOW IN 2022:
REFINITIV LIPPER



#us #equities #rebound

While bear markets are painful, they're also temporary and are historically followed by strong gains.



Source: Edward Jones

#india #equities

BREAKING OUT? \$NIFTY relative to \$SPX Quarterly chart.

- During the '00s commodity & EEM bull market, India massively outperformed \$SPX.
- During the '10s FANG-fueled \$SPX bull market, India kept up (amazing).
- Now India is breaking out vs \$SPX.



Source: alphachart

#us #treasuries

The holiday-shortened week saw Treasury yields higher across the curve with the short-end underperforming.



Source: Bloomberg

#markets

#us #treasuries

US 2Y Yields topped 3.56% - the highest since 2007...



Source: Bloomberg

#markets

#us #breakeven #inflation #1-year

1-year US inflation breakeven has declined sharply since mid-June and is now below 1.7%. The market is betting that the Fed will undershoot the inflation target next year...



Source: Bloomberg

#china #us #yields



Otavio (Tavi) Costa
@TaviCosta

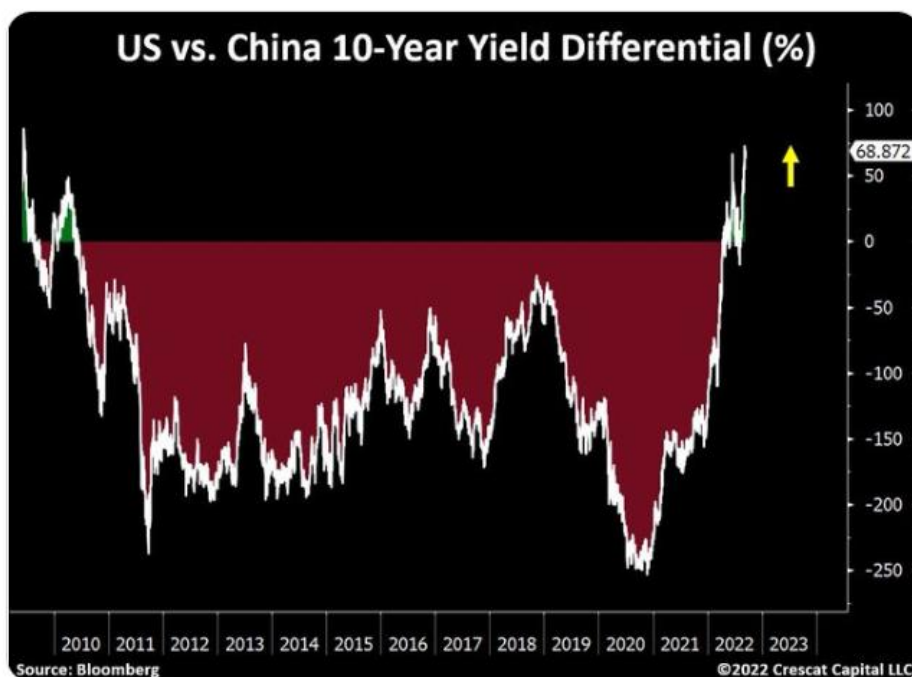
...

US vs. China 10-year yield differential is now at its highest level in 13 years.

This only adds further pressure on the Chinese yuan to devalue against the USD.

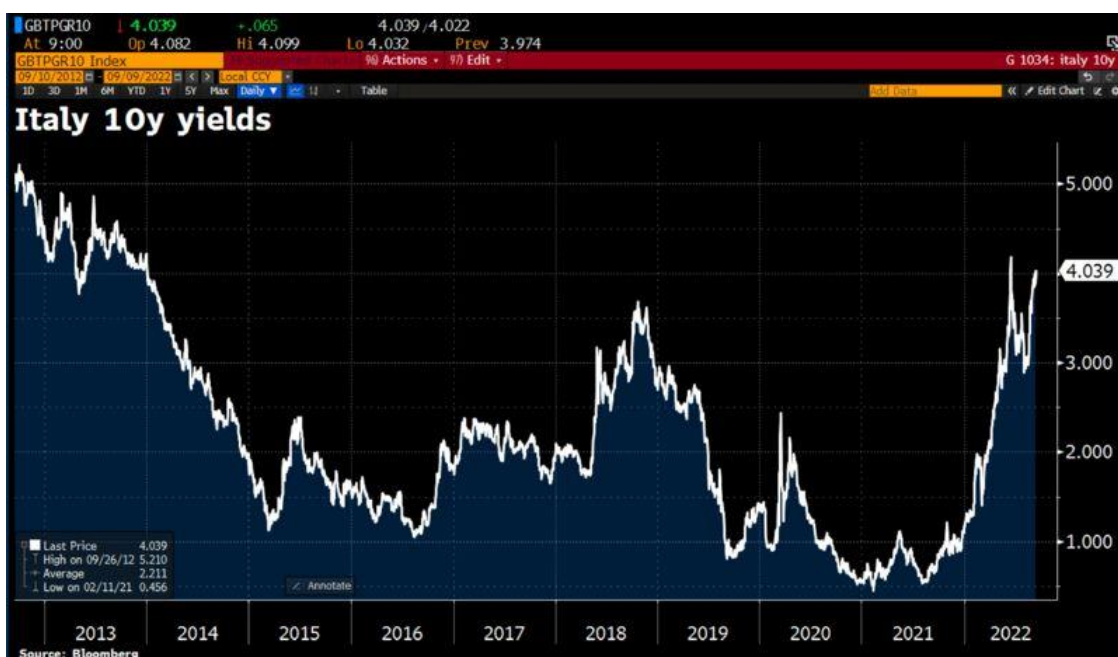
Meanwhile:

China is having its Lehman Brothers' moment as the Fed keeps tightening.



#italy #bond-yields

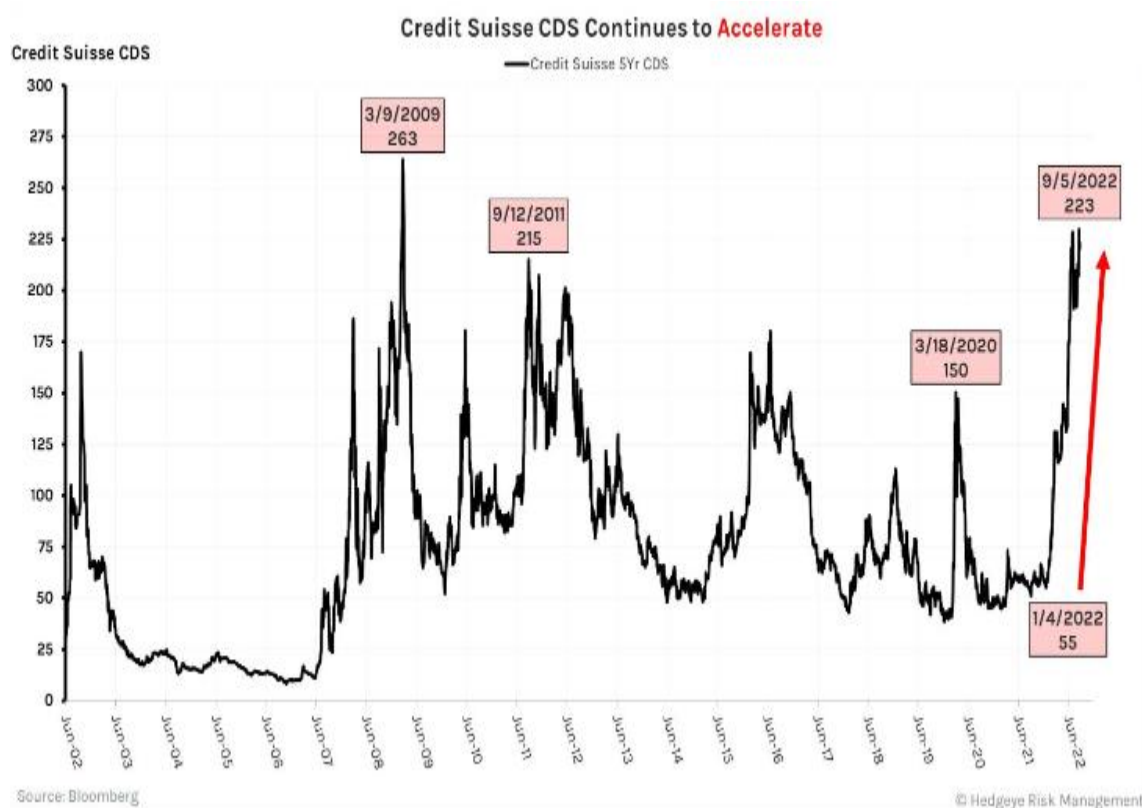
Italy 10y yields is back above 4% following hawkish ECB. This is likely to make bond yields an issue in the Italian election campaign. Italy debt is becoming expensive to serve.



Source: Bloomberg, HolgerZ

#credit-suisse #cbs

Credit Suisse CDS is approaching levels last seen during the Great Financial Crisis.



Source: Bloomberg, hedgeye

#oil #technicals

Oil benchmarks tumbled to their lowest in more than six months. Traders lamented the market picture was darkening as oil formed what's referred to as a "death cross" - a bearish technical signal where WTI's 50-day moving average falls below its 200-day MA- for the first time since 2020.

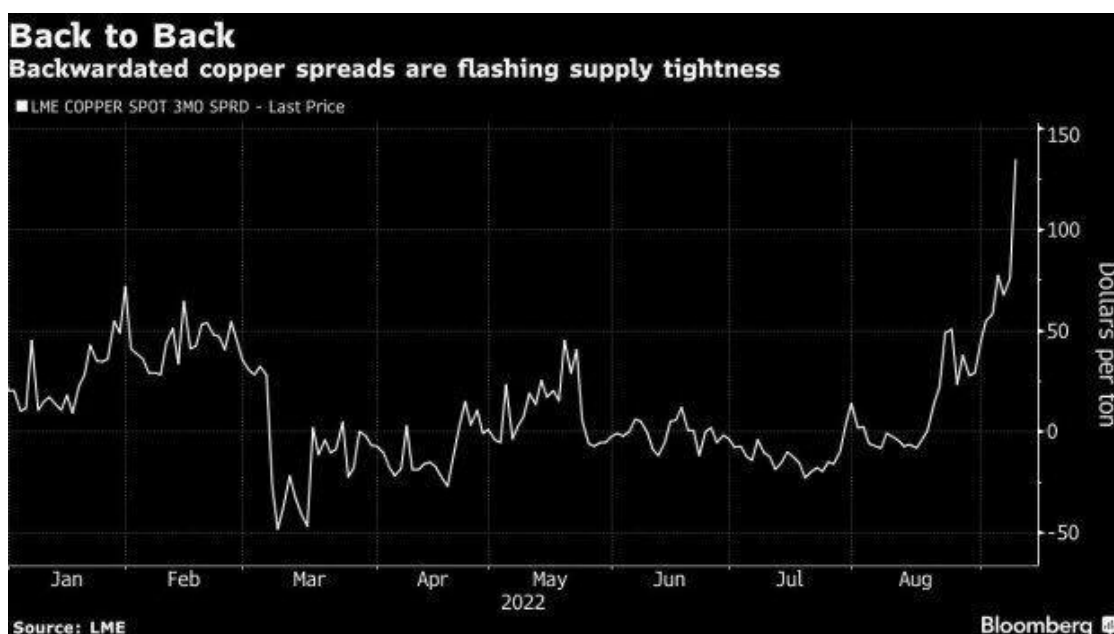


Source: Bloomberg, CME

#markets

#copper #supply

TIGHT SUPPLY IN COMMODITIES. Backwardation in copper is flashing supply tightness.



Source: Bloomberg

#dollar #euro #swissfranc

Friday's rise in Euro above parity (white) does NOT mean the decline in EUR/\$ is over. The bounce is about a weak Dollar, with Japanese Yen & British Pound also making back ground. If you want to see what's really going on with Euro, look at EUR/CHF (orange). Still falling...



Source: Robin Brooks

#GLOBALMARKETS WEEKLY WRAP-UP

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10 SEPTEMBER 2022

#markets

#euro



Robin Brooks
@RobinBrooksIIF

...

ECB communications conundrum

1. We're hiking 75 bps, but that's front-loading
2. We're hawkish, but not taking rates restrictive
3. We're tightening, but doing QE for Italy & Spain
4. Growth is a lot weaker, but we see no recession
5. All this boils down to Euro falling further



#markets

#sterling

40 year high inflation


40 year low currency

4th PM in six years



#macro

#global #growth

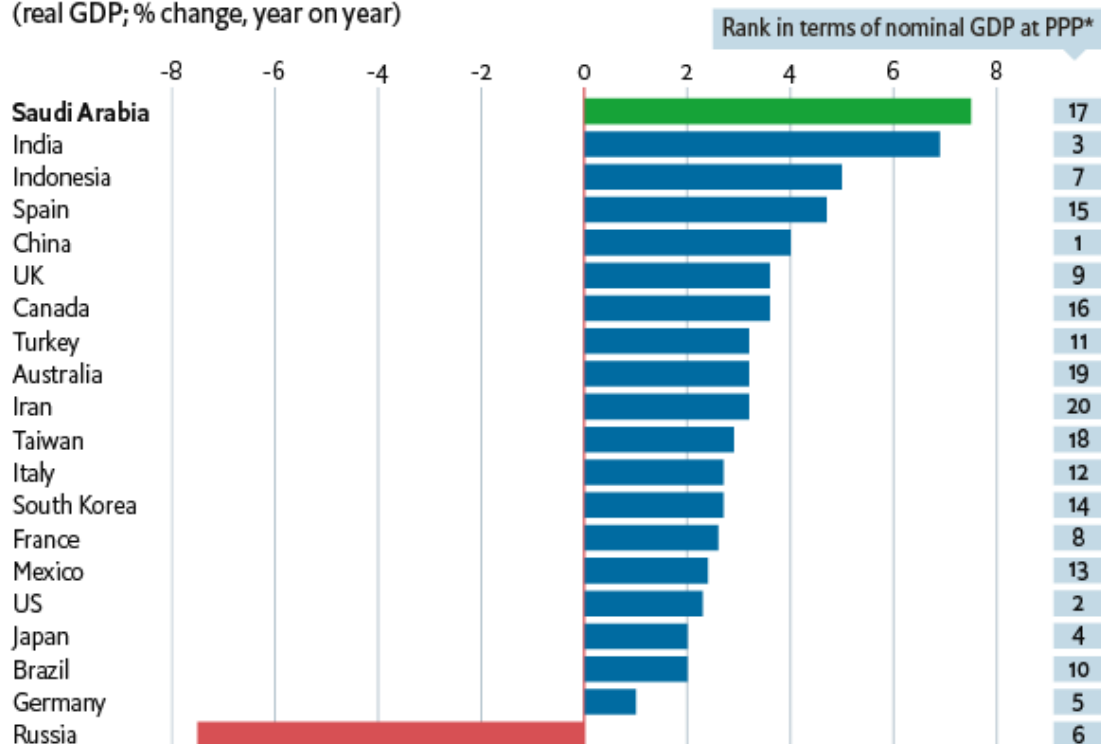
2020-22 Global Growth Rates (Real GDP YoY% Change)				
Country	2020 Real GDP	2021 Real GDP	2022 Q1 Real GDP YoY	2022 Q2 Real GDP YoY
INDIA	-6.6%	8.9%	4.1%	13.5%
SAUDI ARABIA	-4.1%	3.2%	9.6%	11.8%
IRELAND	5.9%	13.5%	10.8%	11.1%
TURKEY	1.8%	11.0%	7.3%	7.6%
PHILIPPINES	-9.6%	5.6%	8.3%	7.4%
PORTUGAL	-8.4%	4.9%	11.9%	6.9%
SPAIN	-10.8%	5.1%	6.4%	6.3%
INDONESIA	-2.1%	3.7%	5.0%	5.4%
POLAND	-2.5%	5.7%	8.5%	5.3%
ITALY	-9.0%	6.6%	5.8%	4.6%
CANADA	-5.2%	4.6%	2.9%	4.6%
SINGAPORE	-4.1%	7.6%	3.8%	4.4%
FRANCE	-8.0%	7.0%	5.3%	4.2%
SWEDEN	-2.9%	4.8%	3.0%	4.2%
AUSTRALIA	-2.2%	4.7%	3.3%	3.6%
BRAZIL	-3.9%	4.6%	1.7%	3.2%
UNITED KINGDOM	-9.3%	7.4%	8.7%	2.9%
SOUTH KOREA	-0.9%	4.0%	3.0%	2.9%
SWITZERLAND	-2.5%	3.7%	4.7%	2.8%
FINLAND	-2.3%	3.3%	3.6%	2.3%
MEXICO	-8.2%	4.8%	1.8%	2.1%
UNITED STATES	-3.4%	5.7%	3.5%	1.6%
JAPAN	-4.5%	1.6%	0.6%	1.6%
GERMANY	-4.6%	2.8%	3.8%	1.4%
CHINA	2.2%	8.1%	4.8%	0.4%
SOUTH AFRICA	-6.4%	4.9%	2.7%	0.2%
HONG KONG	-6.5%	6.4%	-3.9%	-1.3%
RUSSIA	-2.7%	4.7%	3.5%	-4.0%
 COMPOUND @CharlieBilello				

#global #growth

Saudi Arabia will be the world's fastest-growing major economy in 2022, outperforming the dynamic Asian giants of China, India, Indonesia and South Korea, as well as the struggling G7 and other major emerging economies.

Relative performance of major economies, 2022

(real GDP; % change, year on year)



Source: EIU.

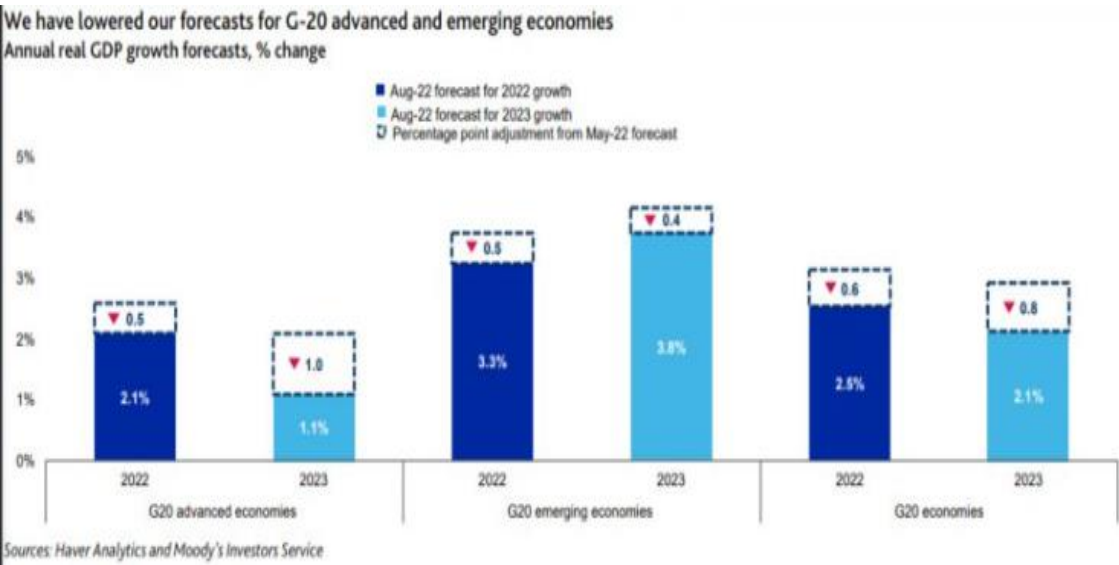
*Purchasing power parity.

Source: Economist Intelligence

#macro

#g20 #growth #forecasts

Moody's continues to revise Global Growth expectations downwards.



Source: Moody's, Haver analytics

#macro

#european #pmis

Not necessarily the best timing for aggressive rate hikes...



Source: The Economist

#macro

#consumer-confidence #inventories

A toxic combination that could hit the economy over the coming 6 months? (and not just a Swedish phenomena...`).




Source: Macrobond and Nordea

Source: Macrobond

#macro

#global #inflation

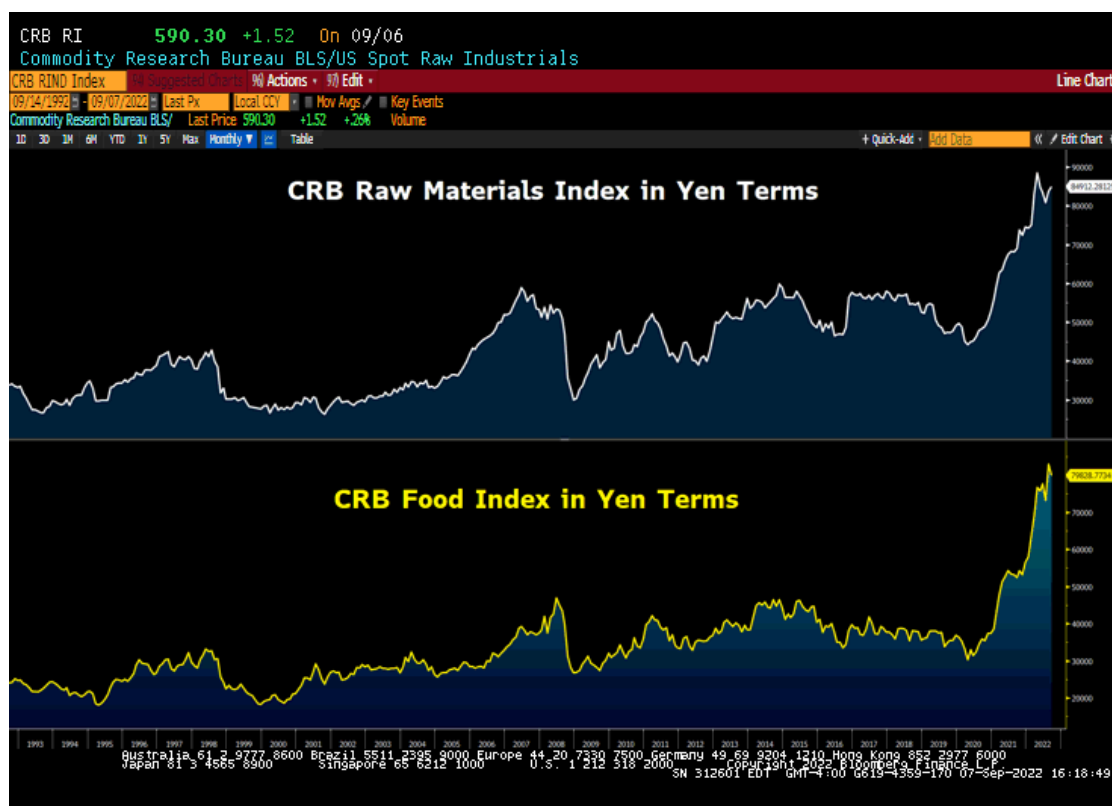
Global Inflation Rates	
Country/Region	CPI Inflation (YoY %)
CHINA	2.5%
JAPAN	2.6%
TAIWAN	2.7%
SAUDI ARABIA	2.7%
SWITZERLAND	3.5%
INDONESIA	4.7%
SOUTH KOREA	5.7%
FRANCE	5.8%
AUSTRALIA	6.1%
PHILIPPINES	6.3%
INDIA	6.7%
SINGAPORE	7.0%
NEW ZEALAND	7.3%
CANADA	7.6%
SOUTH AFRICA	7.8%
FINLAND	7.8%
THAILAND	7.9%
GERMANY	7.9%
ITALY	8.4%
US	8.5%
SWEDEN	8.5%
MEXICO	8.7%
IRELAND	8.7%
BRAZIL	8.7%
PORTUGAL	9.0%
EUROZONE	9.1%
UK	10.1%
SPAIN	10.4%
NETHERLANDS	12.0%
RUSSIA	15.1%
POLAND	16.1%
ARGENTINA	71.0%
TURKEY	80.2%
VENEZUELA	137%
 @CharlieBilello	

Source: Charlie Bilello

#macro

#japan #inflation

Commodities Priced in Yen: Raw materials and food prices in Yen have surged 2-3x over the past 2 years. This speaks to the large social impact of weakening emerging and developed market currencies relative to the dollar. The Fed is exporting inflation via the hawkish policy stance relative to other global central banks.



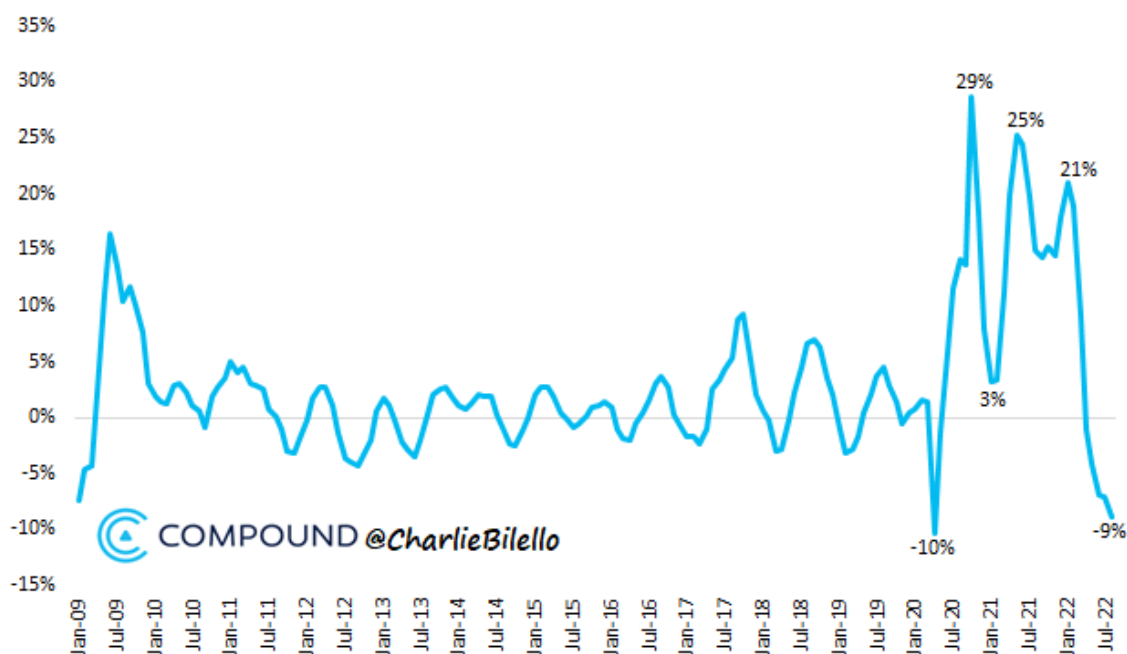
Source: Bloomberg

#macro

#us #inflation

Used Car prices are down 9% over the last 6 months. In 2020, this was one of the first areas to spike higher, in advance of broader inflationary measures. Hopefully, the recent downturn is a leading indicator of lower inflation rates to come.

**Manheim Used Car Index, Rolling 6-Month % Change
(Jan 2009 - Aug 2022)**

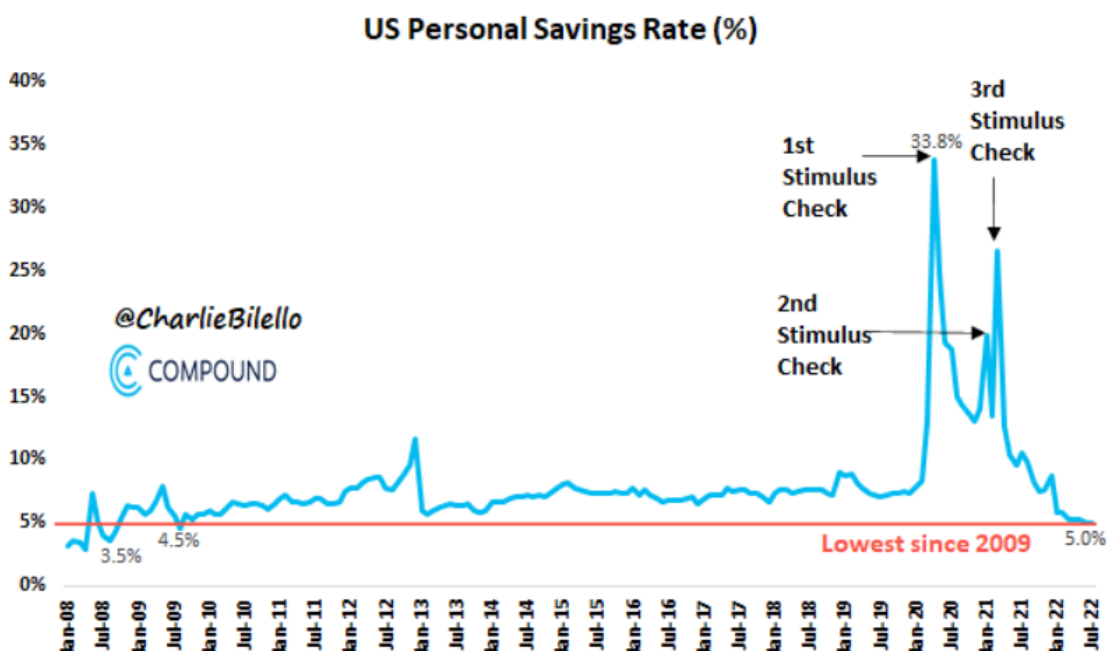


Source: Charlie Bilello

#macro

#us #savings

US Wages increased 5.2% over the last year while consumer prices (CPI) rose 8.5%. How are Americans still spending given this enormous gap? They're saving less (savings rate at lowest level since 2009 – see below) and borrowing more (consumer credit increasing at fastest pace since 2011).



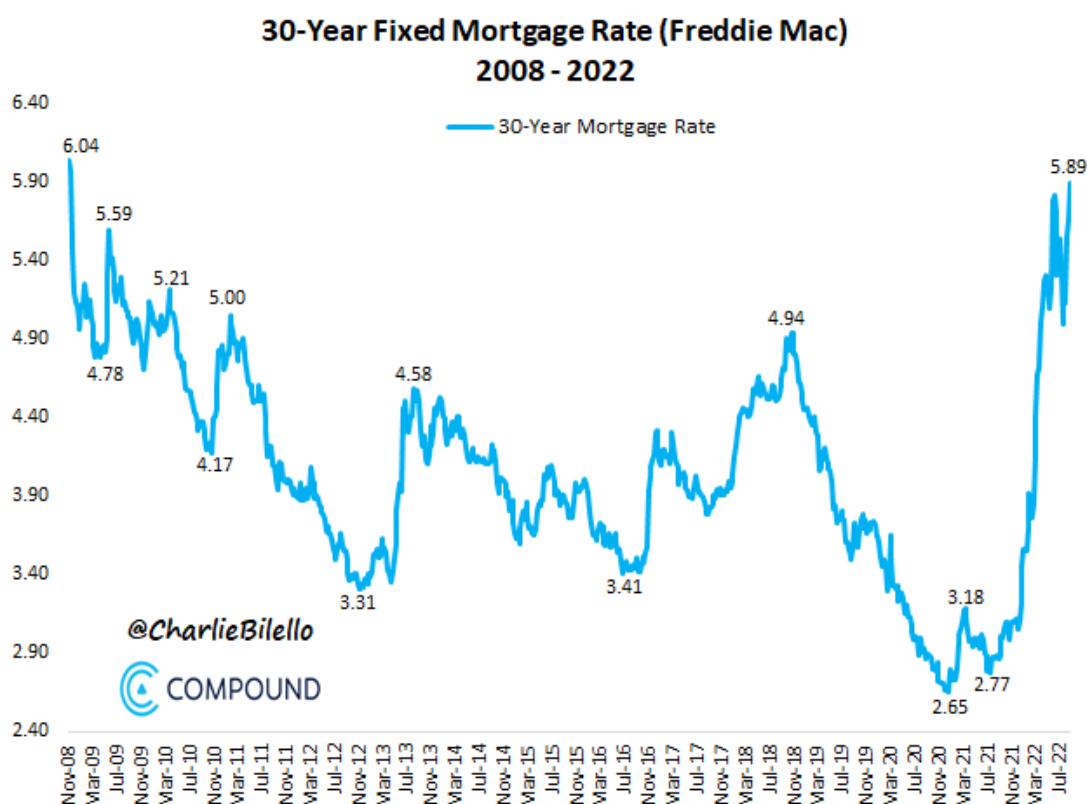
Source: Charlie Bilello

#macro

#us #mbs

The 30-year mortgage rate in the US rises to 5.89%, its highest level since November 2008. Last year it hit an all-time low of 2.65%.

The 3% spike in mortgage rates over the last year is the largest 1-year increase we've seen since 1980-81



Source: Charlie Bilello

#macro

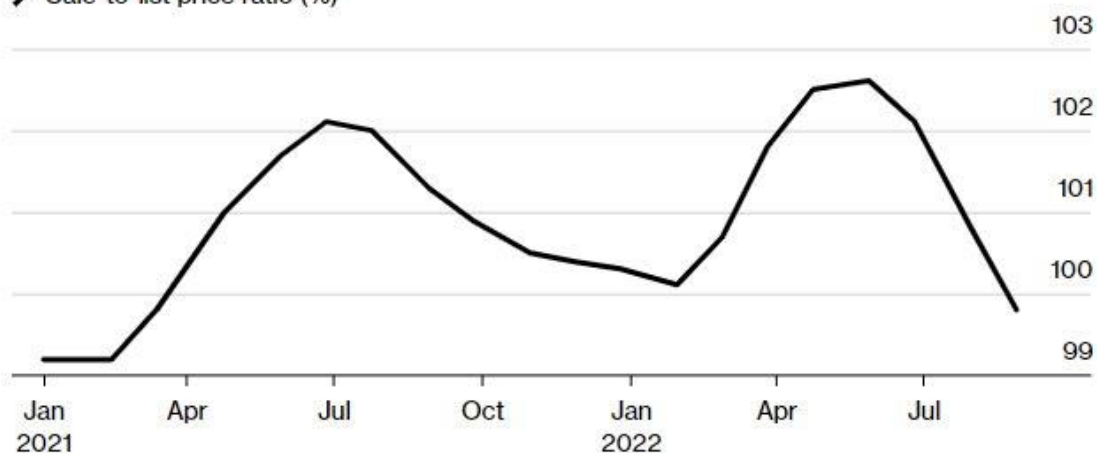
#us #housing

Market is definitely cooling down...

Cooling Down

Average home sells below list price for first time since March 2021

✓ Sale-to-list price ratio (%)



Source: Redfin

Source: Redin

#us #oil #strategic-reserves

The US Strategic Petroleum Reserve has moved down to 450 million barrels, its lowest level since 1984. The 24% decline this year is already the largest ever for a calendar year by a wide margin, and there's still 4 months to go.

US Strategic Petroleum Reserve							
Year End	Barrels (in Millions)	Change (in Millions)	% Change	Year End	Barrels (in Millions)	Change (in Millions)	% Change
1982	293			2003	636	37	6.3%
1983	378	85	29.0%	2004	674	38	5.9%
1984	449	71	18.7%	2005	685	11	1.6%
1985	493	44	9.7%	2006	689	4	0.6%
1986	511	18	3.7%	2007	696	8	1.1%
1987	540	29	5.7%	2008	702	5	0.8%
1988	560	19	3.6%	2009	726	24	3.5%
1989	580	20	3.6%	2010	727	0	0.1%
1990	586	6	1.0%	2011	696	-31	-4.2%
1991	569	-17	-2.9%	2012	695	-1	-0.1%
1992	575	6	1.1%	2013	696	1	0.1%
1993	587	12	2.2%	2014	691	-5	-0.7%
1994	592	5	0.8%	2015	695	4	0.6%
1995	592	0	0.0%	2016	695	0	0.0%
1996	567	-24	-4.1%	2017	664	-31	-4.5%
1997	563	-4	-0.7%	2018	649	-15	-2.2%
1998	569	5	0.9%	2019	635	-14	-2.2%
1999	568	-1	-0.1%	2020	638	3	0.5%
2000	541	-26	-4.7%	2021	594	-44	-7.0%
2001	549	8	1.5%	2022 YTD	450	-144	-24.2%
2002	599	50	9.1%				

Source: Charlie Bilello

#macro

#us #gasoline

Gasoline futures are back to early January levels, down 47% from their all-time high in June.

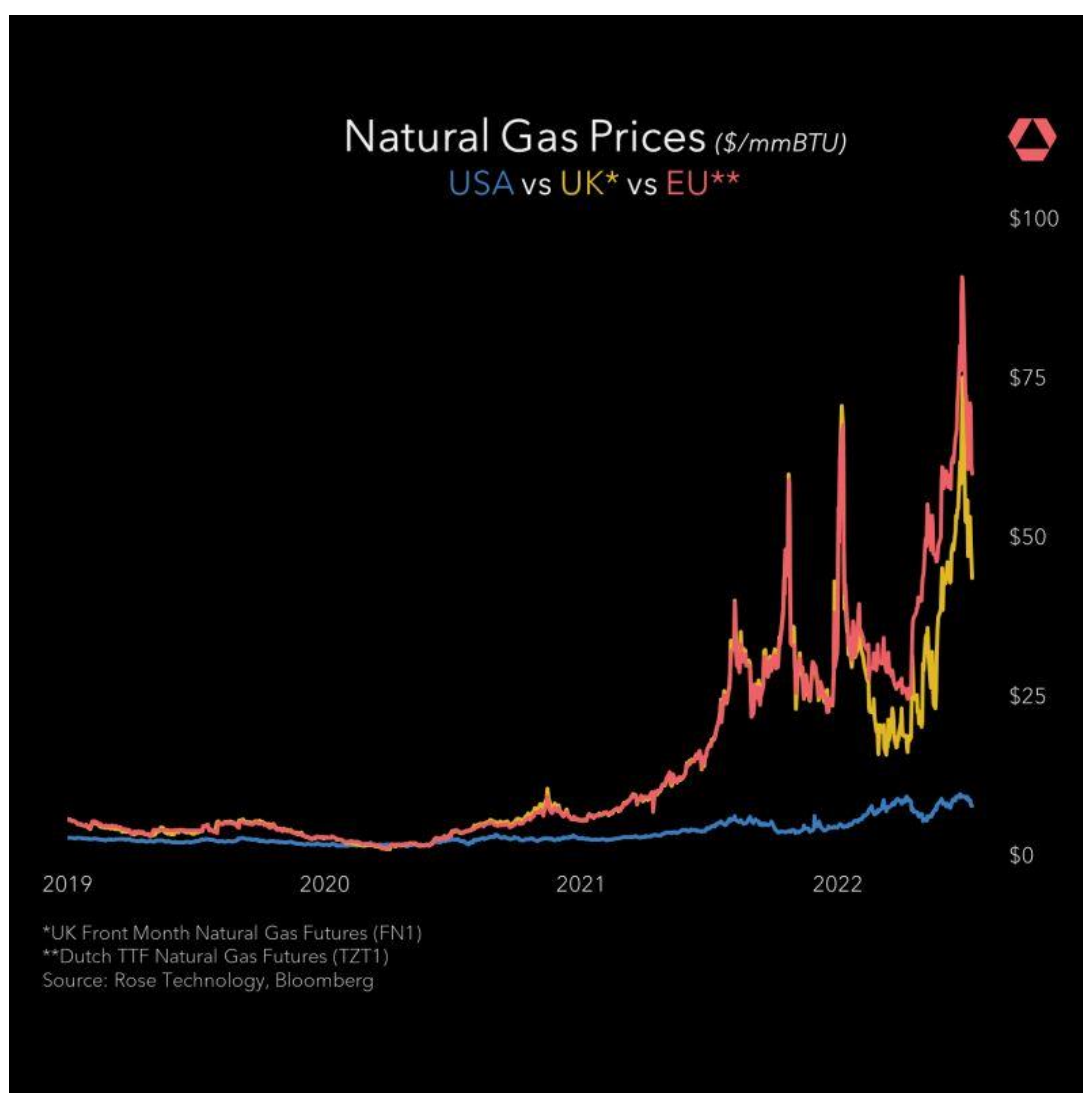


Source: Charlie Bilello

#macro

#us #eu #natural-gas

The oil market is global. Natural gas is a VERY different story. This chart shows the contrast between European and US prices.



#eu #energy-crisis

The EU energy affordability crisis: "At current forward prices, we estimate that energy bills will peak early next year at c.€500/month for a typical European family, implying c.200% increase vs. 2021. For Europe as a whole, this implies a c.€2 TRILLION surge in energy bills, or c.15% of GDP"

European Utilities

The Energy Affordability Crisis: Quantification, Solutions, Implications

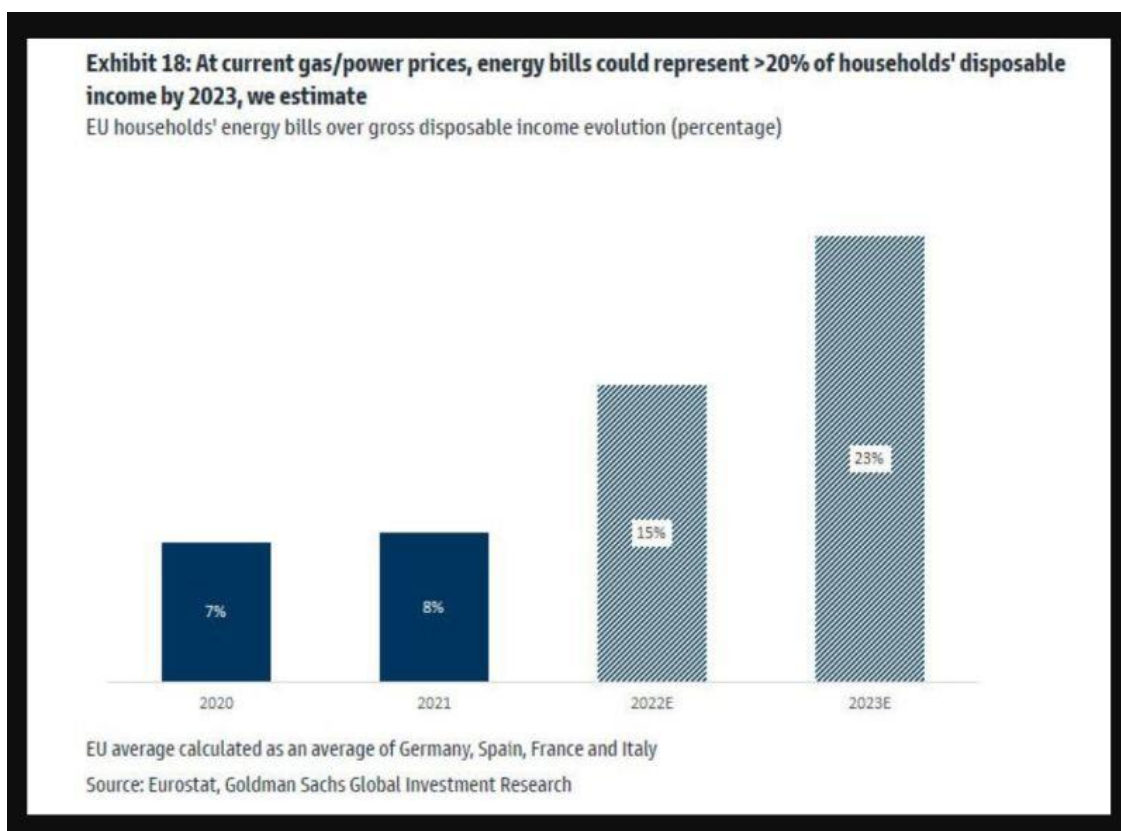
▼ Table of Contents

Following the spike in gas and power prices since mid-June, we believe that the Energy Crisis, and in particular affordability, has reached a tipping point, likely requiring significant policy intervention. In our view, the market continues to underestimate the depth, the breadth and the structural repercussions of the crisis – we believe these will be even deeper than the 1970s oil crisis. At current forward prices, we estimate that **energy bills** will peak early next year **at c.€500/month** for a typical European family, implying a **c.200% increase** vs. 2021. For Europe as a whole, this implies a **c.€2 tn surge** in bills, or c.15% of GDP.

Source: zero hedge.com, Goldman

#eu #energy-crisis

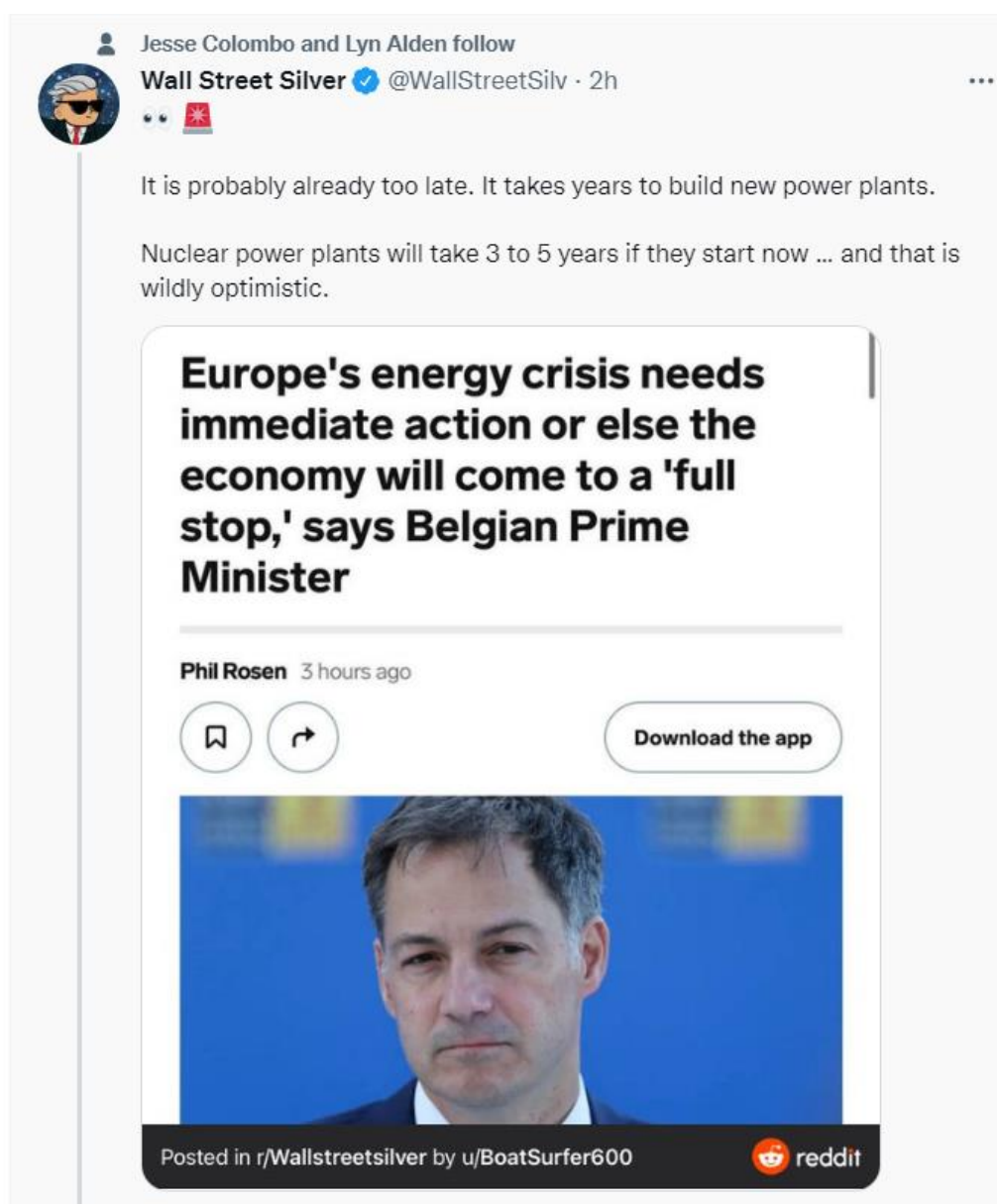
GOLDMAN: "EUROPE'S ENERGY BILLS TO RISE BY €2 TRILLION, WILL REACH 20% OF DISPOSABLE INCOME". According to Goldman Sachs, Italian household energy bills could rise from ~€150 to ~€600 PER MONTH in 2023.



Source: Goldman Sachs

#macro

#eu #energy-crisis



#macro

#eu #energy-crisis

Jesse Colombo and Lyn Alden follow
Wall Street Silver  @WallStreetSilv · 11h
The world's second-largest steelmaker, ArcelorMittal, is the latest industrial company to announce a plant closure in Europe due to soaring gas and energy prices 

World's Second-Largest Steelmaker Closes European Plant

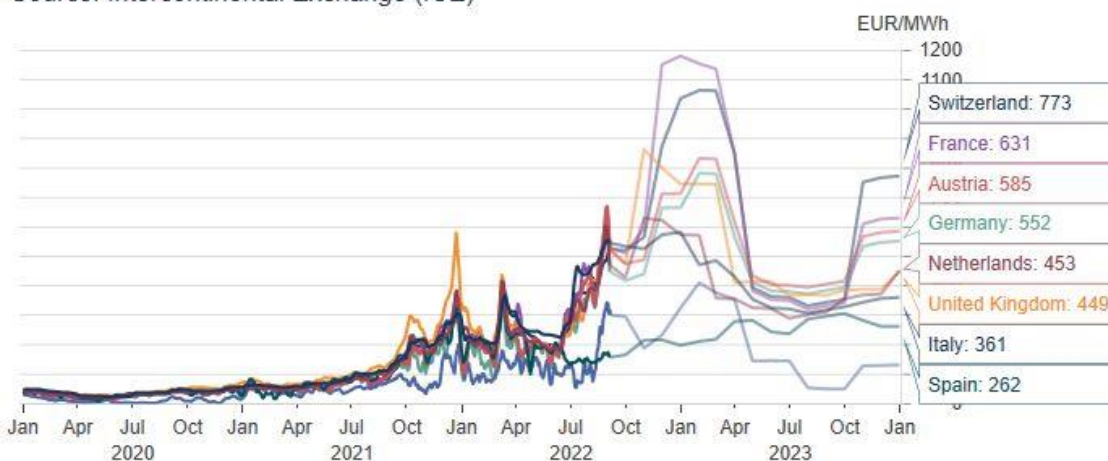
#macro

#eu #switzerland #energy #crisis

Germany to keep nuclear plants on standby in case of energy crunch. Economy minister says 2 out of 3 facilities set to close at end of year will now be available until April if necessary. Below the Distribution of energy source used for gross electricity generation in Germany in 2021.

A tough winter ahead for all of Europe, but the toughest for France?

Source: Intercontinental Exchange (ICE)



Note: UK, Switzerland, Italy and Netherlands historical prices based on the first position futures prices
All historical prices are 1 week moving average

MACROBOND

Source: Macrobond

#macro

#energy-crisis

Home > World

Swiss authorities threaten with prison for heating houses above +19 degrees

September 7, 2022



Source: Clown World Today

#macro

#eu #energy-crisis

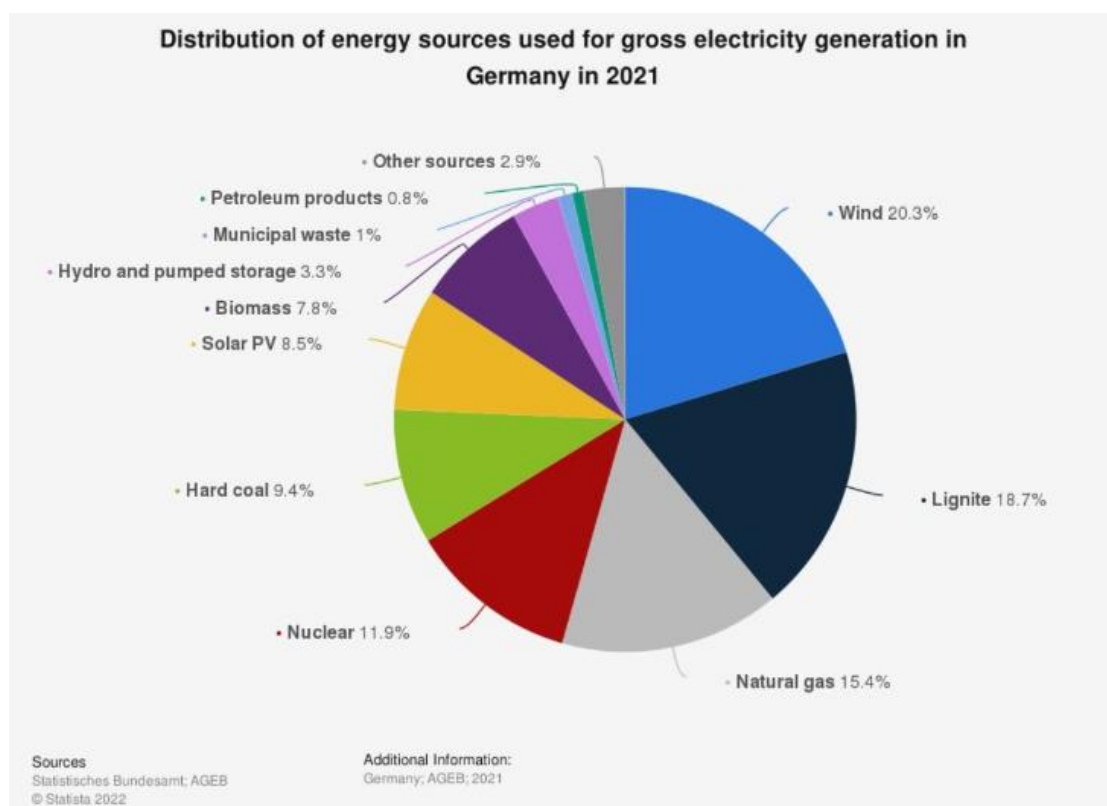
Energy prices continue to fall as EU Energy Ministers asked the Commission to come up w/emergency liquidity measures to help strained energy markets as well as severing the link between expensive gas and power prices. Gas drops 7% while German 1y ahead Power Price down 1.6%.



Source: Bloomberg, HolgerZ

#germany #nuclear #energy

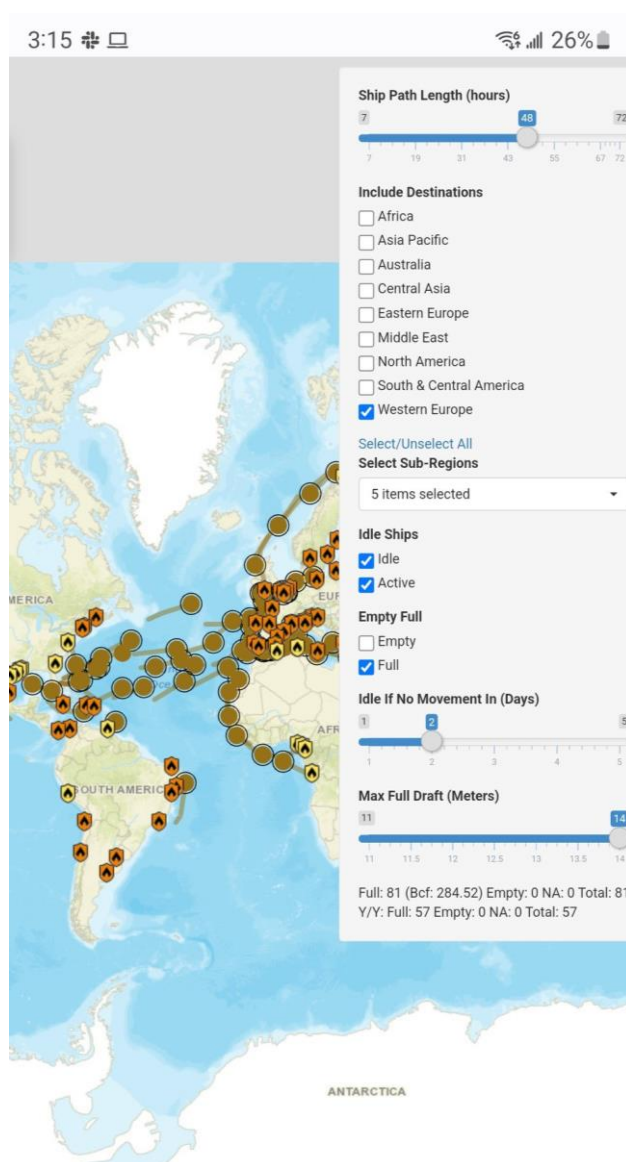
Germany to keep nuclear plants on standby in case of energy crunch. Economy minister says 2 out of 3 facilities set to close at end of year will now be available until April if necessary. Below the Distribution of energy source used for gross electricity generation in Germany in 2021



Source: FT, HolgerZ

#natural-gas #supply

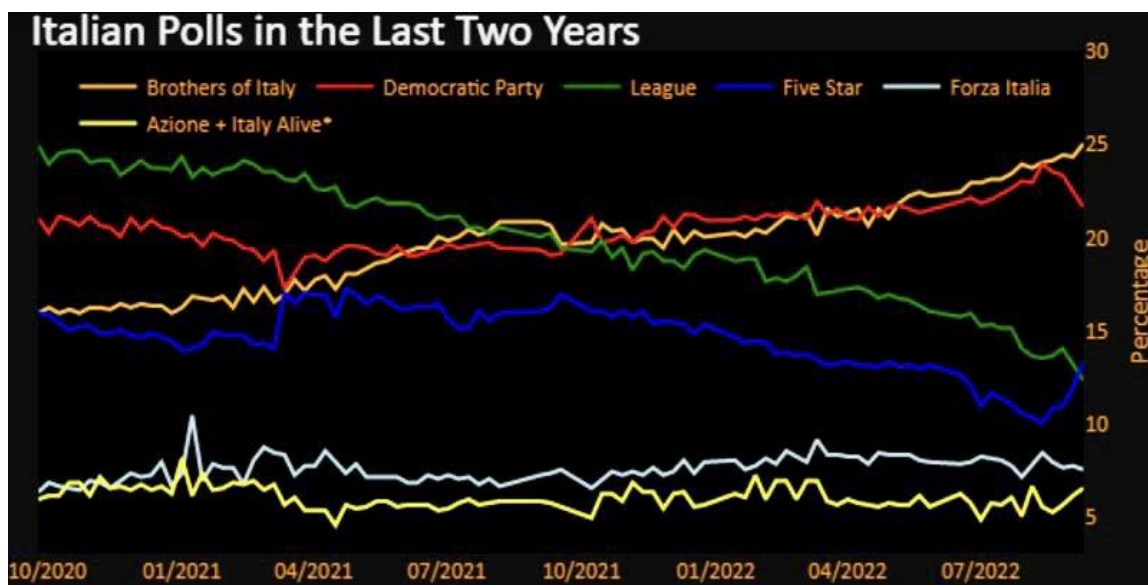
81 full LNG ships headed to western Europe. The modern day energy equivalent of the calvary and a new record amount for this time of year.



#macro

#italy #elections

Italy's right-wing coalition is poised for a landslide win in the elections on Sept. 25. Meloni's bloc could win two-thirds majority in parliament. Last polls before electoral blackout published on Friday.



Source: Bloomberg

#macro

#russia #surplus



Robin Brooks @RobinBrooksIIF · 5h

...

Russia's August current account surplus fell back from July (red). But that's really a bit of a footnote. The big story is how large the +\$16.5 bn surplus is compared to the same month in previous years (+\$3.0 bn, blue). Our energy carveouts created a monster. With [@elinaribakova](#)



#GLOBALMARKETS WEEKLY WRAP-UP

Hand-curated selection of the best charts & news flow

10 SEPTEMBER 2022

#centralbanks

#global #rates

Global Central Bank Policy Rates						
Country	Rate	Central Bank Rate (Today)	CPI YoY	Real Central Bank Rate	Last Move	Last Move Month
Switzerland	Target Rate	-0.25%	3.5%	-3.8%	Hike	Jun-22
Denmark	Deposit Rate	-0.10%	8.7%	-8.8%	Hike	Jul-22
Japan	Policy Rate Bal	-0.10%	2.6%	-2.7%	Cut	Jan-16
Eurozone	Deposit Rate	0.75%	9.1%	-8.4%	Hike	Sep-22
Sweden	Repo Rate	0.75%	8.5%	-7.8%	Hike	Jun-22
Thailand	Policy Rate	0.75%	7.9%	-7.1%	Hike	Aug-22
Taiwan	Discount Rate	1.50%	2.7%	-1.2%	Hike	Jun-22
Norway	Deposit Rate	1.75%	6.5%	-4.8%	Hike	Jun-22
UK	Bank Rate	1.75%	10.1%	-8.4%	Hike	Aug-22
Australia	Cash Rate	2.35%	6.1%	-3.8%	Hike	Sep-22
US	Fed Funds	2.38%	8.5%	-6.1%	Hike	Jul-22
Malaysia	Policy Rate	2.50%	4.4%	-1.9%	Hike	Sep-22
South Korea	Repo Rate	2.50%	5.7%	-3.2%	Hike	Aug-22
Hong Kong	Base Rate	2.75%	1.9%	0.9%	Hike	Jul-22
New Zealand	Cash Rate	3.00%	7.3%	-4.3%	Hike	Aug-22
Saudi Arabia	Repo Rate	3.00%	2.7%	0.3%	Hike	Jul-22
Canada	Overnight	3.25%	7.6%	-4.4%	Hike	Sep-22
China	Loan Prime Rate	3.65%	2.5%	1.2%	Cut	Aug-22
Indonesia	Repo Rate	3.75%	4.7%	-0.9%	Hike	Aug-22
Philippines	Key Policy Rate	3.75%	6.3%	-2.6%	Hike	Aug-22
India	Repo Rate	5.40%	6.7%	-1.3%	Hike	Aug-22
South Africa	Repo Rate	5.50%	7.8%	-2.3%	Hike	Jul-22
Peru	Policy Rate	6.75%	8.4%	-1.7%	Hike	Sep-22
Poland	Repo Rate	6.75%	16.1%	-9.4%	Hike	Sep-22
Czech Republic	Repo Rate	7.00%	17.5%	-10.5%	Hike	Jun-22
Russia	Key Policy Rate	8.00%	15.1%	-7.1%	Cut	Jun-22
Mexico	Overnight Rate	8.50%	8.7%	-0.2%	Hike	Aug-22
Colombia	Repo Rate	9.00%	10.8%	-1.8%	Hike	Jul-22
Chile	Base Rate	10.75%	14.1%	-3.4%	Hike	Sep-22
Turkey	Repo Rate	13.00%	80.2%	-67.2%	Cut	Aug-22
Brazil	Target Rate	13.75%	8.7%	5.0%	Hike	Aug-22
Argentina	Benchmark Rate	69.50%	71.0%	-1.5%	Hike	Aug-22

COMPOUND

@CharlieBilello

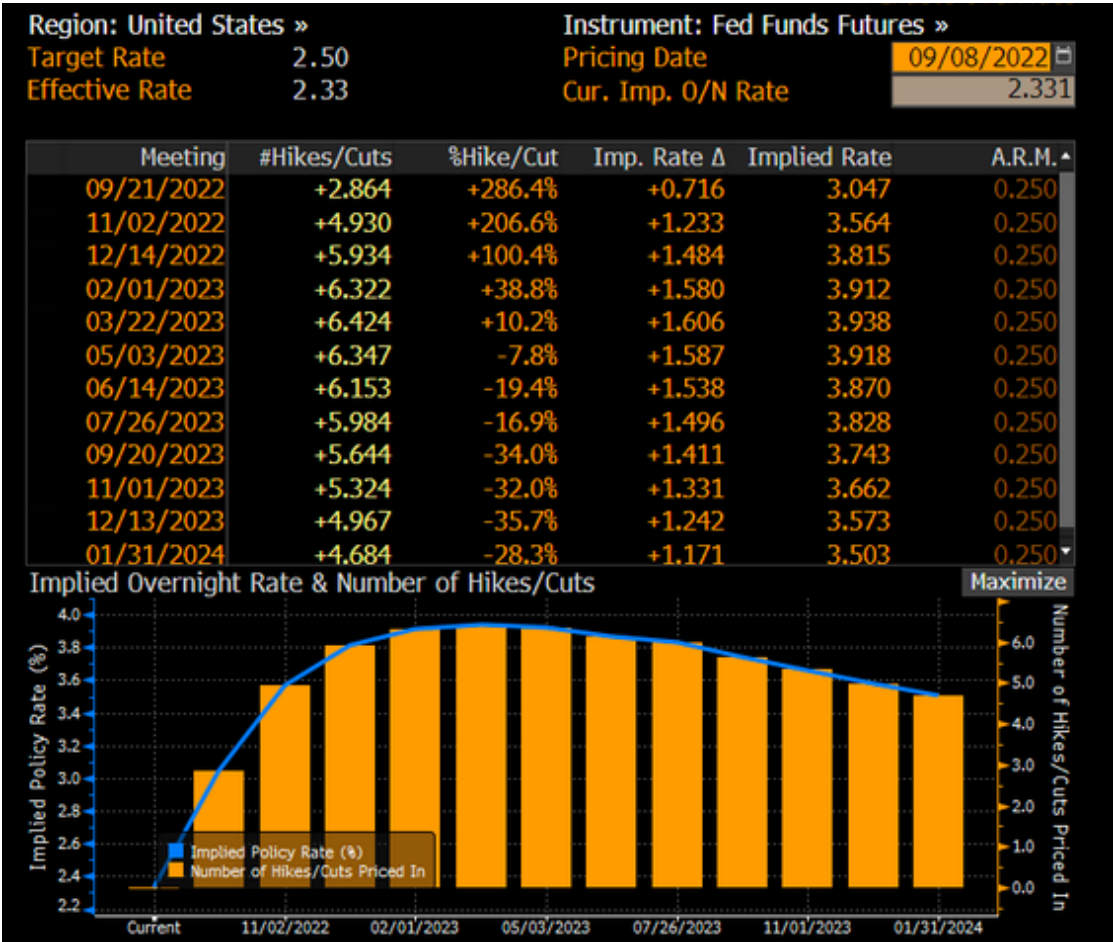


Source: Charlie Bilello

#centralbanks

#fed #market #estimates

After Fed's Powell reiterated his hawkish stance, markets pricing in a 72bp hike on 9/21 with a Funds Rate of 3.82% on 12/31/22 and a cycle ceiling of ~3.9% in May 2023.



Source: HolgerZ, Bloomberg

#centralbanks

#fed #hawkishness

An avalanche of hawkishness on Friday...

BULLARD SAYS MARKETS UNDERPRICING 'HIGHER FOR LONGER' RATES

*BULLARD SAYS GOOD CPI REPORT SHOULDN'T AFFECT SEPT. FED CALL

*WALLER BACKS 'ANOTHER SIGNIFICANT' RATE HIKE IN SEPTEMBER

*WALLER: INFLATION FAR TOO HIGH, PREMATURE TO JUDGE IT'S PEAKED

*WALLER: IF WE DON'T GET INFLATION DOWN WE'RE IN TROUBLE

*GEORGE: FED HAS SOME ROOM TO RUN TO BRING INTEREST RATES UP

*GEORGE: WARNS OF POSSIBLE DIFFICULT PATH IN LOWERING INFLATION

#centralbanks

#us #rates #expectations

Hawkish Fed comments sent 2022 rate expectations higher.

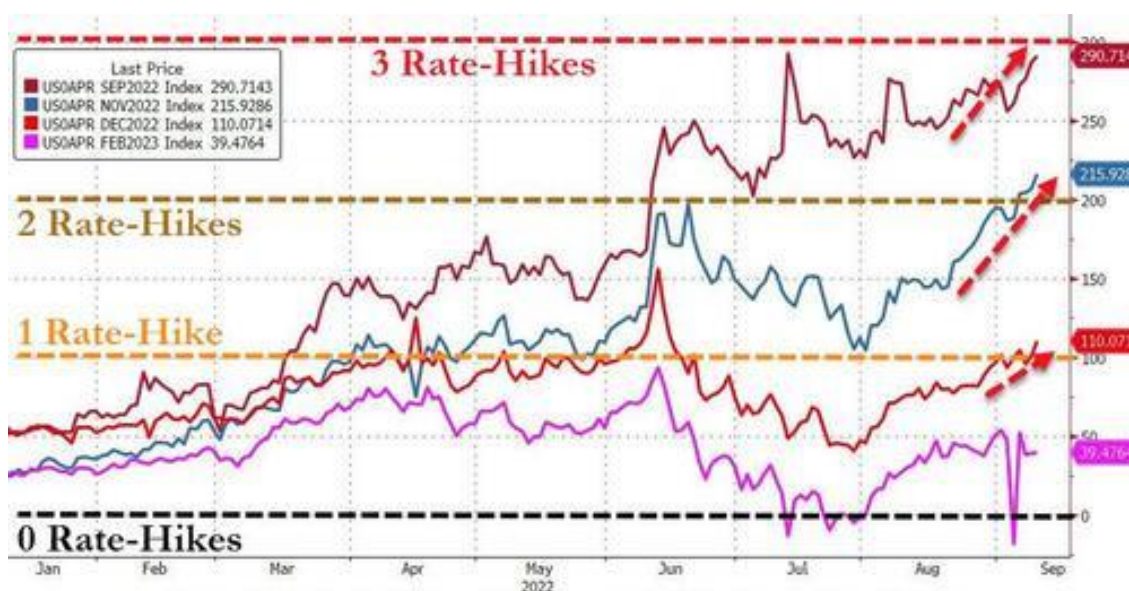


Source: www.zerohedge.com

#centralbanks

#us #rates #expectations

As far as rate-trajectory expectations, September is now almost a lock for 75bps, Nov is pricing in a 50bps hike (16% odds of another 75bps), and Dec is priced for a 25bps hike...



Source: www.zerohedge.com

#centralbanks

#us #rates #cycle

In each of the last 7 Bear markets, the S&P 500 did not bottom until AFTER the Fed began cutting rates. On average, the market bottomed 11 months AFTER the first rate cuts.

Exhibit 11: Fed historically cut before each market bottom
Federal Funds Rate and prior seven market bottoms (1973-8/22)



Source: Bloomberg, BofA US Equity & Quant Strategy

BofA GLOBAL RESEARCH

Source: BofA

#centralbanks

#ecb #rate-hikes

To put things into perspective: The 75 basis point rate hike is the largest in the ECB's history. But the ECB is still way behind the curve. While inflation is at a record 9.1%, ECB deposit rate w/0.75%, light years away from a high.



Source: HolgerZ, Bloomberg

#centralbanks

#ecb #inflation #growth #projections

ECB new inflation projections are shocking: 8.1% this year, 5.5% in 2023 and 2.3% in 2024, miles away from the 2% target they want to hit in the medium term. ECB raises growth outlook for this year, but slashes outlook for 2023 & 2024.

ECB's new forecasts in full:

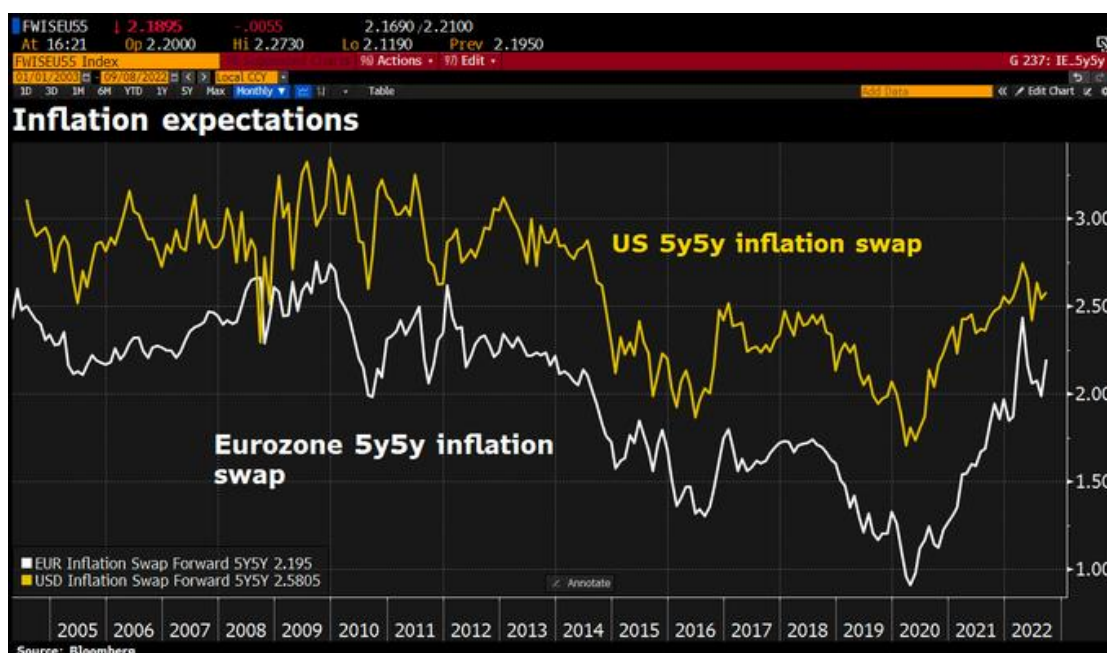
- ECB Sees 2022 Inflation at 8.1% vs 6.8% Prior Forecast
- ECB Sees 2023 Inflation at 5.5% vs 3.5% Prior Forecast
- ECB Sees 2024 Inflation at 2.3% vs 2.1% Prior Forecast
- ECB Sees 2022 GDP Growth at 3.1% vs 2.8% Prior Forecast
- ECB Sees 2023 GDP Growth at 0.9% vs 2.1% Prior Forecast
- ECB Sees 2024 GDP Growth at 1.9% vs 2.1% Prior Forecast

Source: HolgerZ, Bloomberg

#centralbanks

#ecb #hawkishness

The ECB jumbo rate hike was likely tipped by concerns about de-anchoring of inflation expectations, with few signs that inflation is slowing down, MS says.



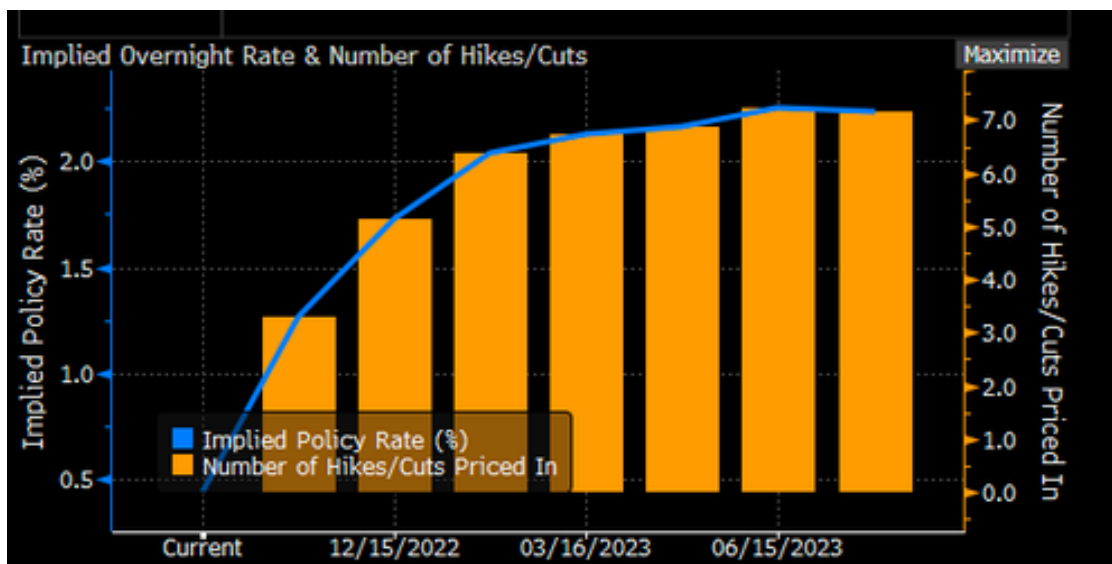
Source: HolgerZ, Bloomberg

#centralbanks

#ecb #hawkishness

ECB's Lagarde: Will probably hike at more than 2 more meetings, will probably hike at less than 5 more meetings.

Region: Eurozone »			Instrument: Overnight Index Swaps »		
Target Rate	0.7500		Pricing Date	09/08/2022	
Effective Rate	-0.0760		Cur. Imp. O/N Rate	0.442	
Meeting	#Hikes/Cuts	%Hike/Cut	Imp. Rate Δ	Implied Rate	A.R.M.
10/27/2022	+3.282	+328.2%	+0.820	1.263	0.250
12/15/2022	+5.121	+183.9%	+1.280	1.723	0.250
02/02/2023	+6.386	+126.5%	+1.596	2.039	0.250
03/16/2023	+6.735	+34.9%	+1.684	2.126	0.250
05/04/2023	+6.873	+13.9%	+1.718	2.161	0.250
06/15/2023	+7.229	+35.5%	+1.807	2.250	0.250
07/27/2023	+7.154	-7.4%	+1.789	2.231	0.250

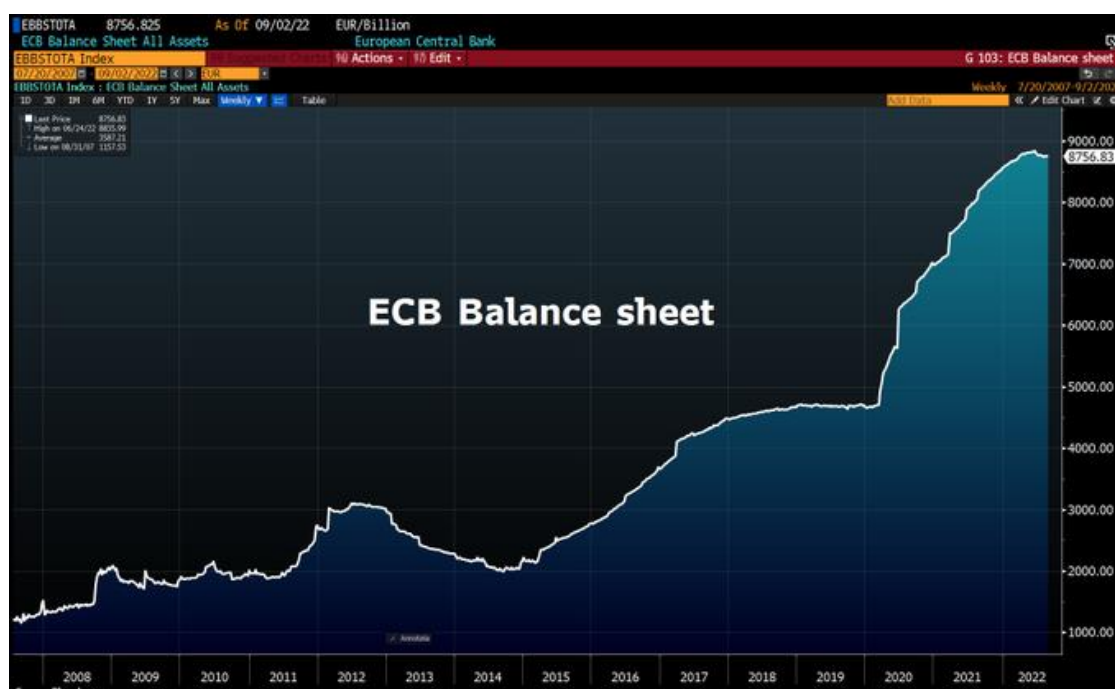


Source: Bloomberg, HolgerZ

#centralbanks

#ecb #balance-sheet

ECB balance sheet resumes uptrend ahead of ECB's meeting. Total assets rose by €6.8bn to €8,756.8bn, equal to 81% of Eurozone GDP vs Fed's 35.5%, BoJ's 130%, and SNB's 128.5%. No QT was announced during the ECB meeting: PEPP reinvestments to run until at least end of 2024

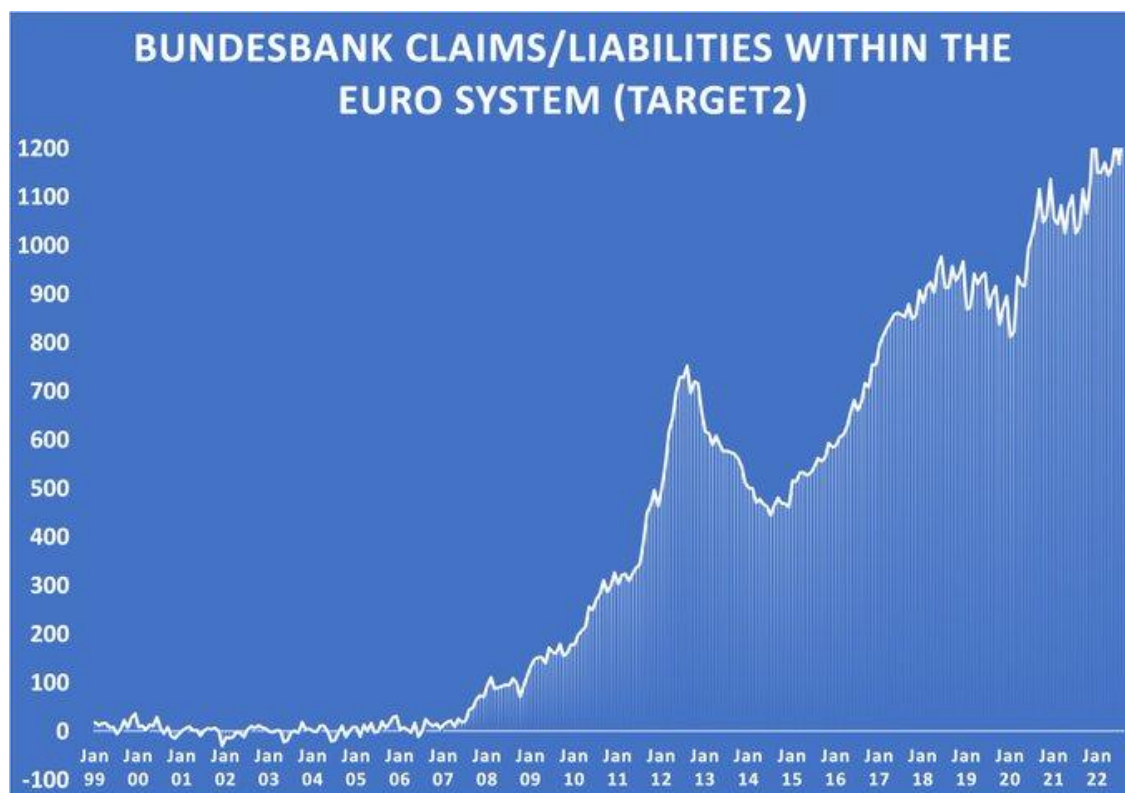


Source: Bloomberg, HolgerZ

#centralbanks

#target2

Germany Target2 balance jumped by €79bn in August due to rising stress in Eurozone with 10-year Italy risk spread way above 200bps! Target2 claims of Bundesbank on rest of Eurosystem now at €1.24tn, €15bn shy of a fresh ATH, meaning substantial risks for Germany



Source: HolgerZ

#cryptos

#cryptocurrencies #weekly #performance

Cryptos managed gains on the week with Ethereum outperforming bitcoin.



Source: www.zerohedge.com, Bloomberg

#food-for-thought

#cryptocurrencies #daily #performance

Finally a very good day...

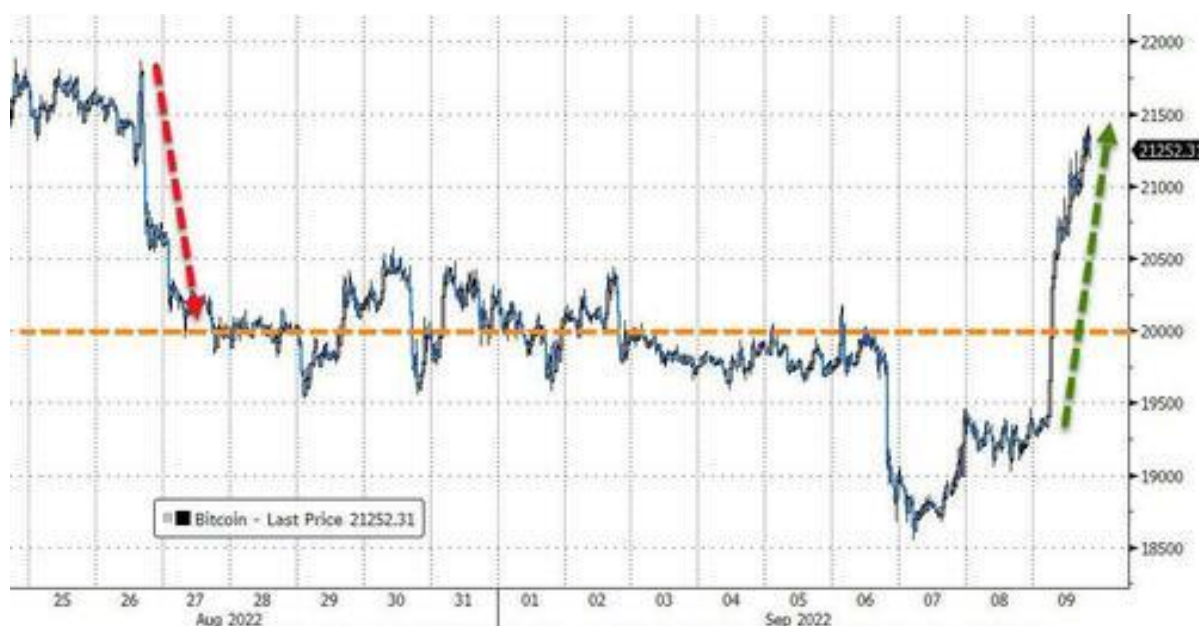


Source: TradingView

#cryptos

#bitcoin

Bitcoin surged up towards \$21,500 on Friday, erasing most of the post-Powell-Jackson-Hole plunge.



Source: Bloomberg

#cryptos

#blockchain #digital

FIFA will release a digital collectibles project on the Algorand blockchain ahead of November's World Cup. The FIFA+ collection, set to launch later this month, will include notable moments, art and imagery from the World Cup and Women's World Cup, according to the organization.



Source: theblock

#cryptos

#nft

On Sept. 13, the David Bowie Estate will launch “Bowie on the Blockchain,” a sale of NFTs created by multiple artists, the estate announced today. The sale will take place on the online NFT marketplace OpenSea, with the estate’s proceeds going to CARE, the humanitarian nonprofit for which Bowie’s widow Iman serves as global advocate. The NFT sale was developed in partnership with We Love the Arts and film producer Joaquin Acrich.



Source: decrypt

#food-for-thought

#robinhood

Robinhood is Launching the “Robinhood Investor Index” To Track Customers’ Favored Stocks

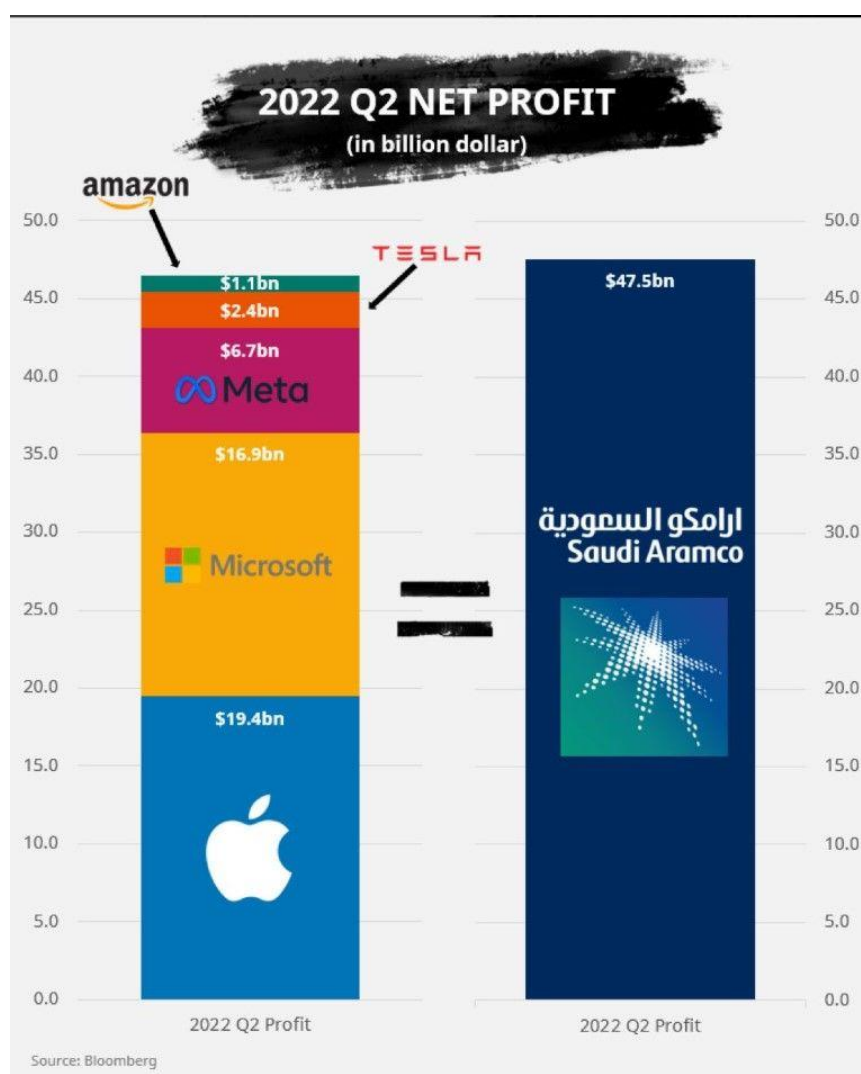
The brokerage firm’s new “Robinhood Investor Index” will track the performance of the 100 investments most popular among its user base. Initially, the top five stocks in the index will be Tesla , Apple, Amazon.com, Ford Motor and meme-stock favorite AMC Entertainment Holdings. Robinhood said it would update the composition of the index monthly, offering a view into its customers’ changing tastes.



#food-for-thought

#aramco

Last quarter, the revenue of Saudi Aramco was bigger than the COMBINED revenue of Amazon, Tesla , Meta, Apple, and Microsoft.

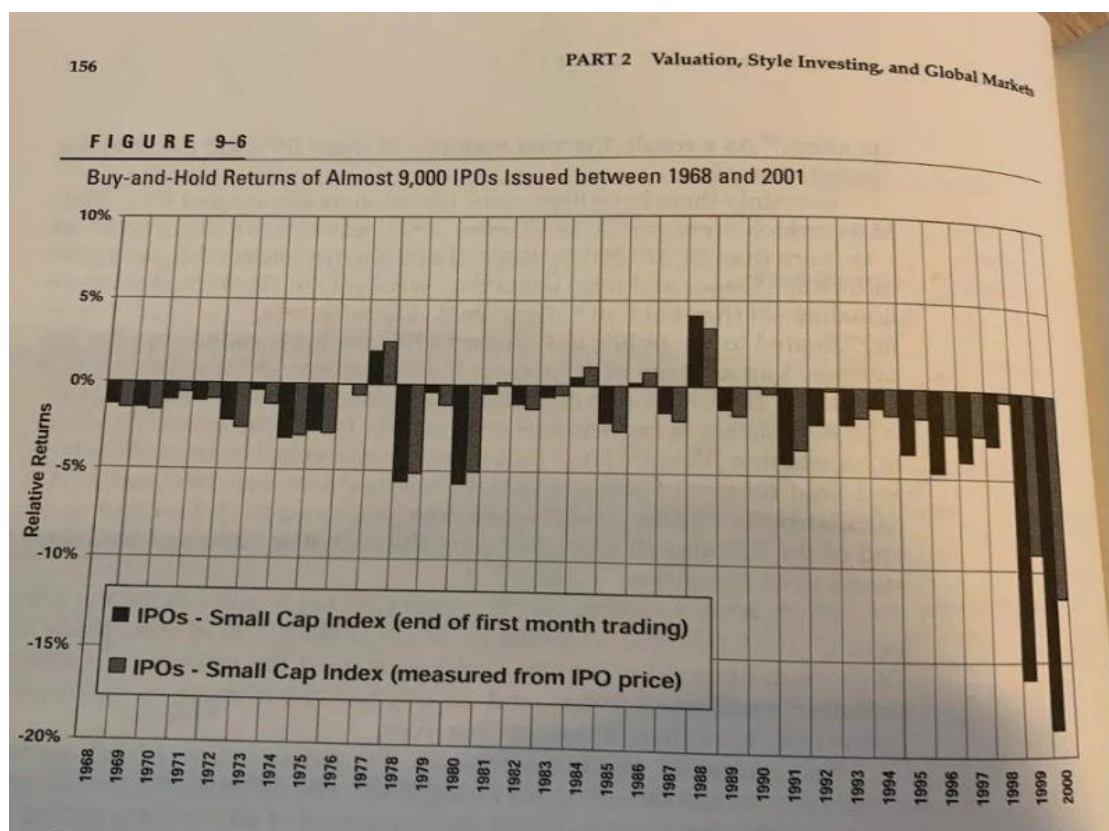


Source: Vincent Galan, Bloomberg

#food-for-thought

#ipos

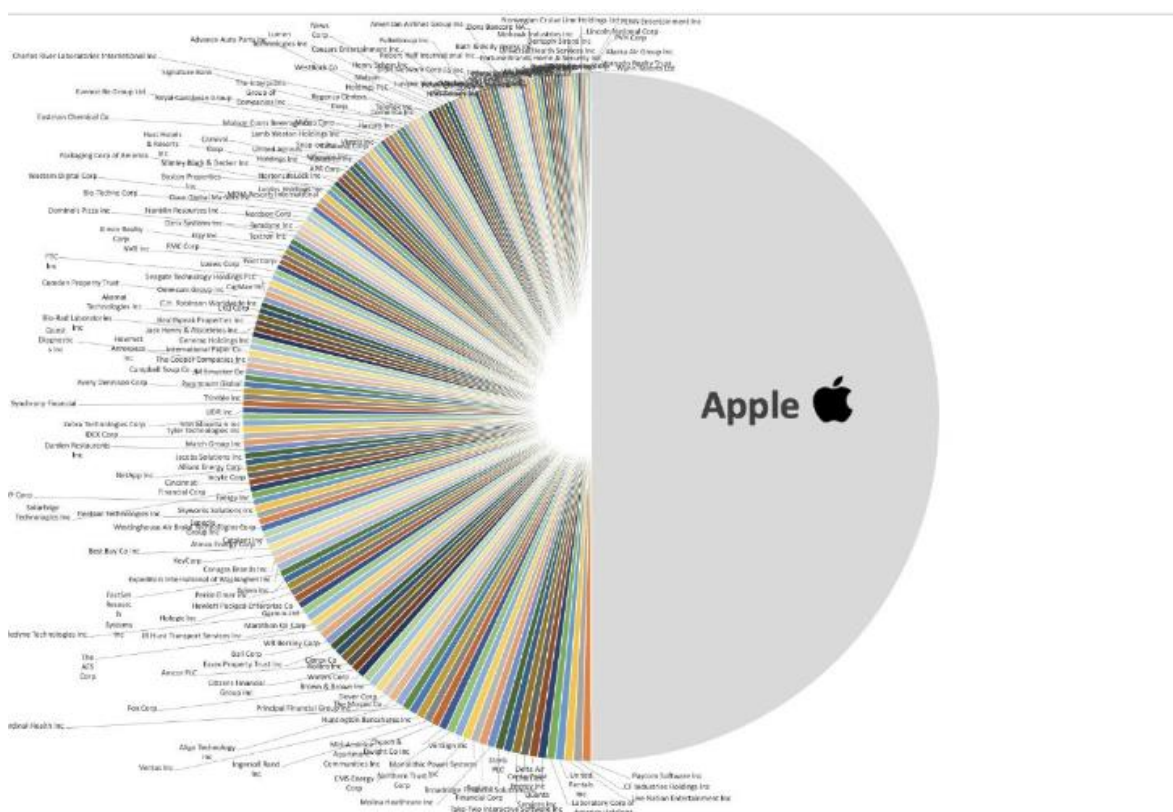
ARE IPOs A GOOD INVESTMENT? From 1968 through 2000, a buy-and-hold strategy on IPOs underperformed the index in 29 out of 33 years. A study by DFA covers a more recent time-frame (1992-2018) and the results lead to the same conclusion: IPOs are often over-priced.



#food-for-thought

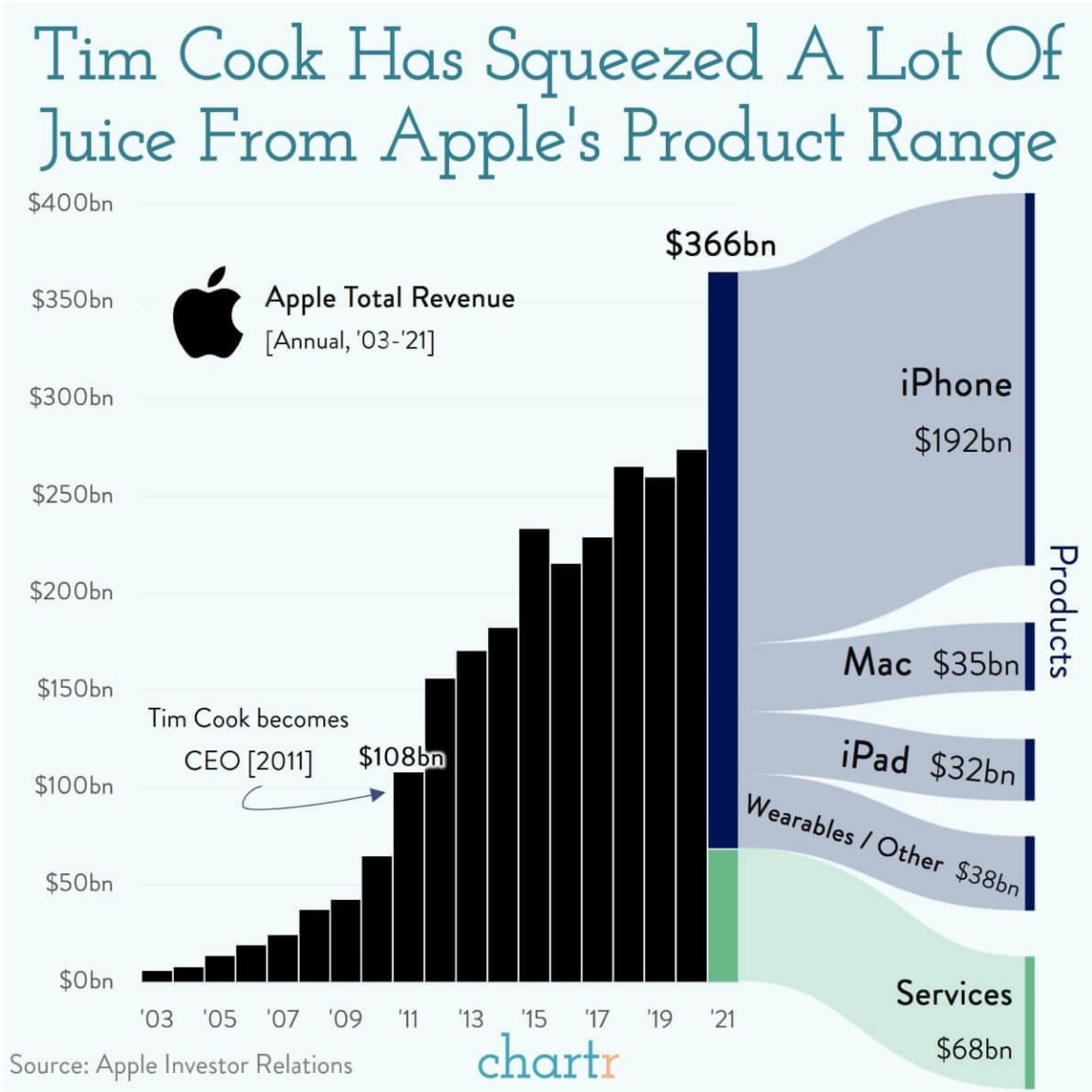
#apple #weighting

The Largest Stock in the S&P 500 (Apple) has a Weighting Equal to the Bottom 180



#food-for-thought

#apple #revenues



#food-for-thought

#apple #headquarters

First Apple Office in 1977 vs Apple Headquarters in 2022



Source: apple

#food-for-thought

#apple #iphone14

Can Apple still be considered as an innovative company?



2017



2021



2022

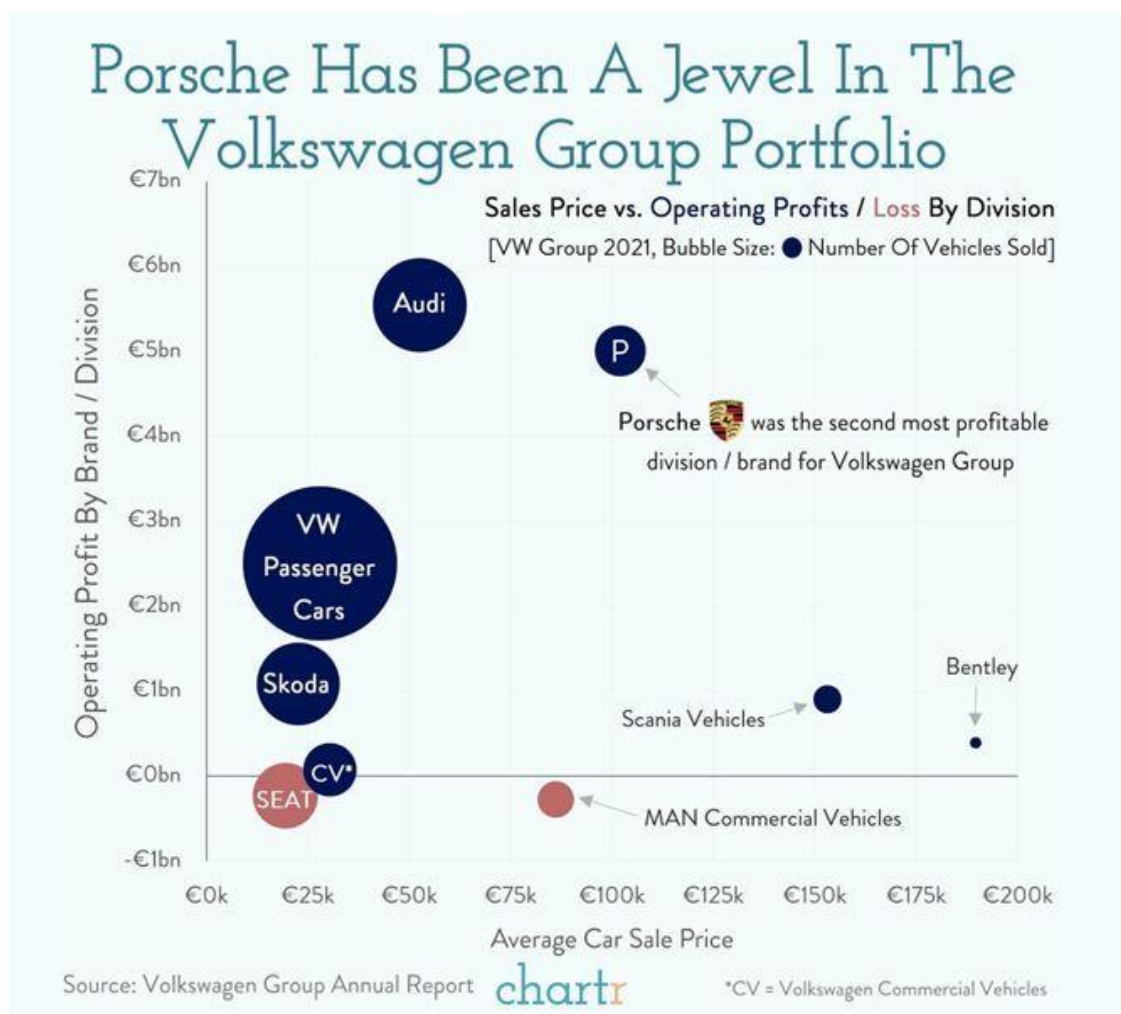
Apple iPhone 14..... innovative

Source: Twitter

#food-for-thought

#porsche #ipo

Analysts are valuing Porsche at anywhere between \$60bn and \$85bn ahead of the proposed listing, though it's difficult to overstate how precious a jewel in VW's crown the sports car maker is.

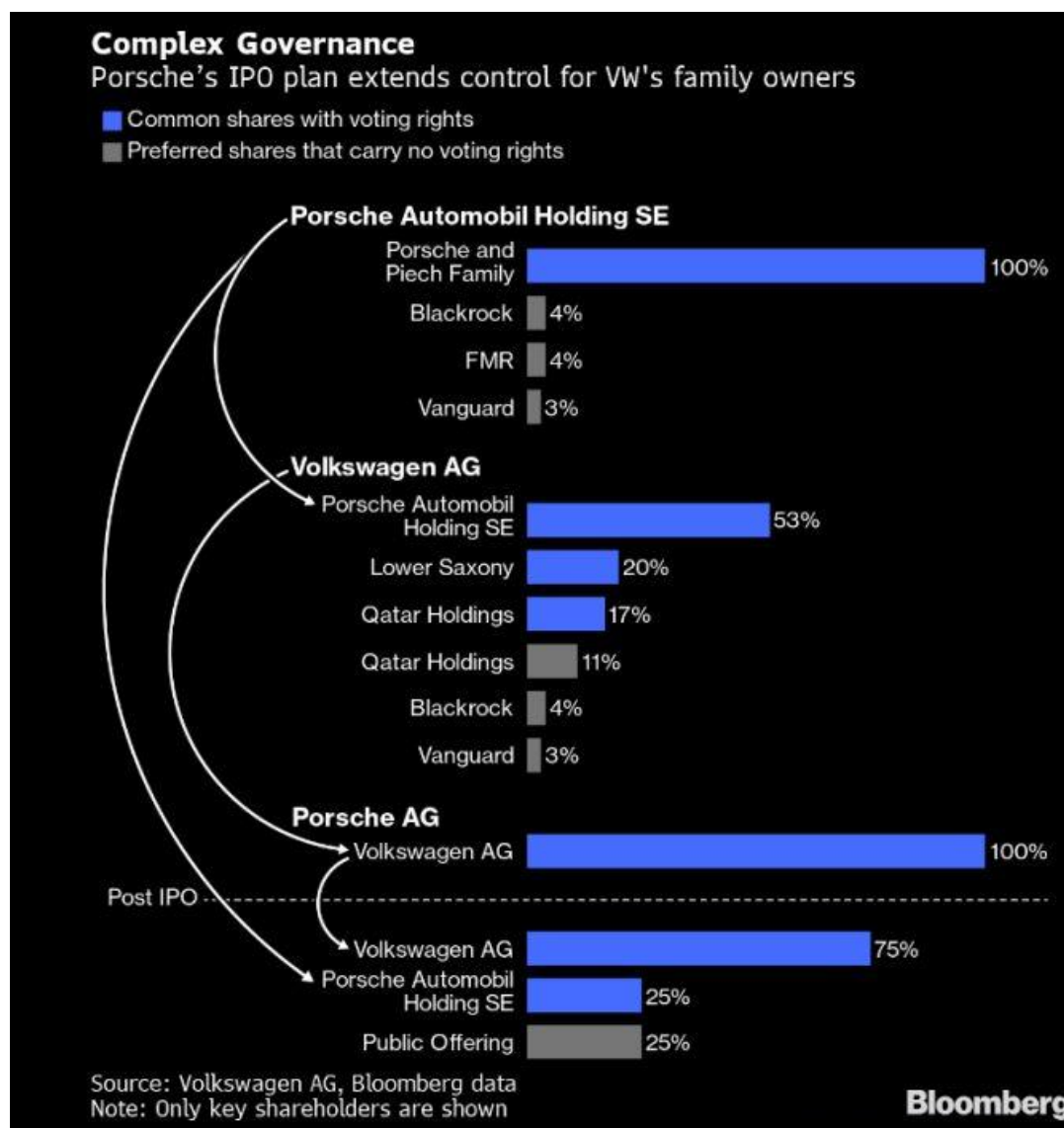


Source: Chart

#food-for-thought

#porsche #ipo

Porsche-Volkswagen : Complex Governance



Source: Bloomberg

#food-for-thought

#porsche #ipo #vw

VW says it will launch Porsche IPO despite gyrating markets. Shares of Porsche have been divided into 50% preference & 50% ordinary shares. Up to 25% of preferred shares Porsche would be placed with investors from holding of VW & Porsche Auto Holding would acquire 25%+1 ordinary shares. Below a #chart showing market caps of #tesla vs. established auto manufacturers. VW is in yellow...



Source: Bloomberg, HolgerZ

#food-for-thought

#recessions #depressions

The differences between recession and depression...

'Economic Recessions' vs 'Economic Depressions'

*Is there a real difference between a **recession** and a **depression**?*

 <p>A recession is a downward trend in the business cycle, one that is characterized by a decline in production and employment.</p>	 <p>A depression is a major downswing (far more severe than a downward trend) in the business cycle.</p>
 <p>This trend lowers household income and spending, which consequently causes many businesses and households to delay making large investments or purchases.</p>	 <p>A depression is characterized by sharply reduced widespread unemployment, a serious decline of growth in construction, and great reductions in international trade and capital movements.</p>
 <p>A recession can be limited geographically, like in a single country.</p>	 <p>A depression can have global reach.</p>

Source: Reuters

#food-for-thought

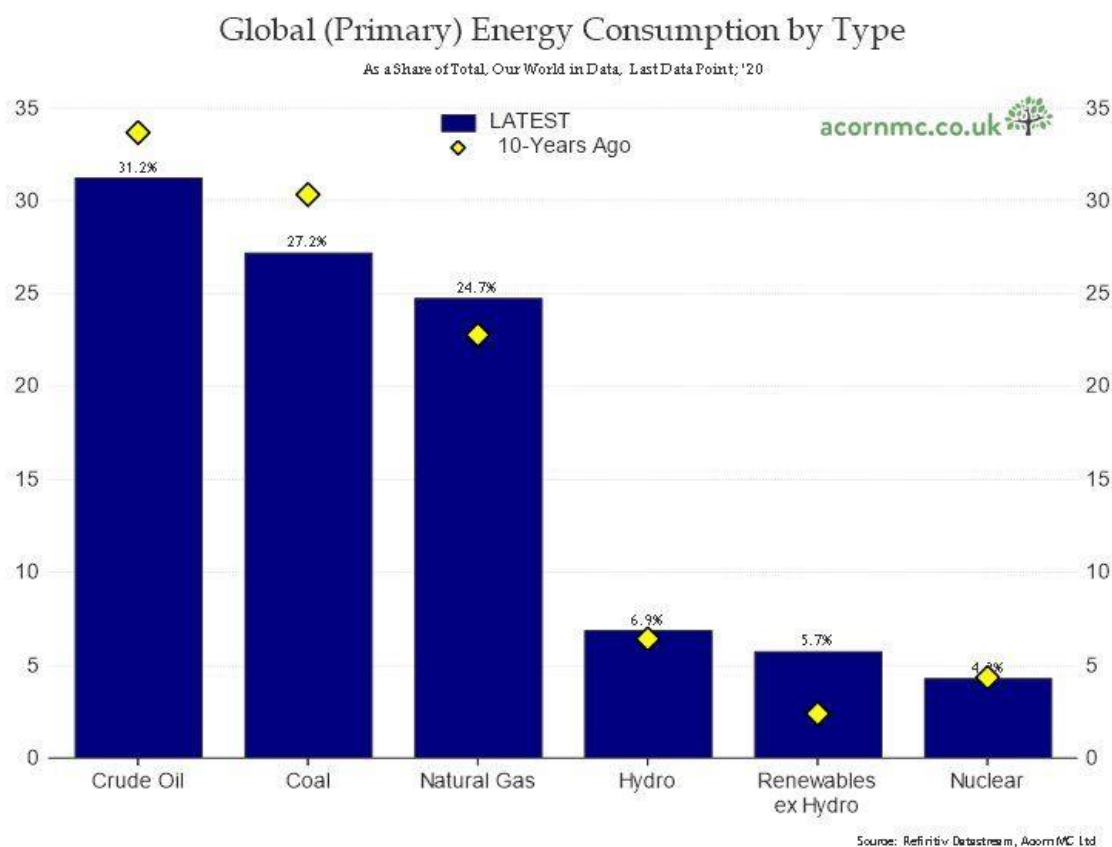
#energy-crisis



#food-for-thought

#renewables

Despite all the investments, renewables share of global energy consumption moved from about 2% ten years ago to 5,7% At this pace it will take a while till traditional energy sources are replaced.

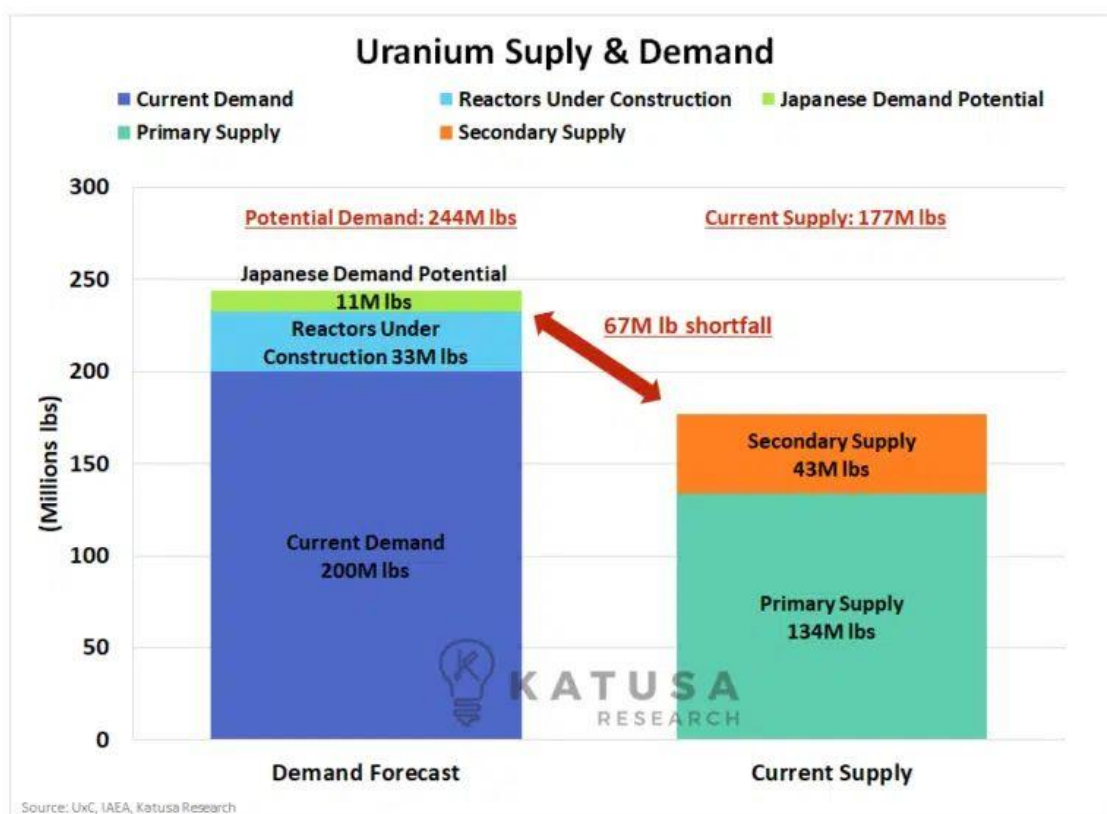


Source: Michel Arouet

#food-for-thought

#nuclear-power #uranium

Katusa Research uranium forecast: here's the current supply and demand scenario.



#food-for-thought

#conspiracy #theory



Wall Street Silver
@WallStreetSilv

...

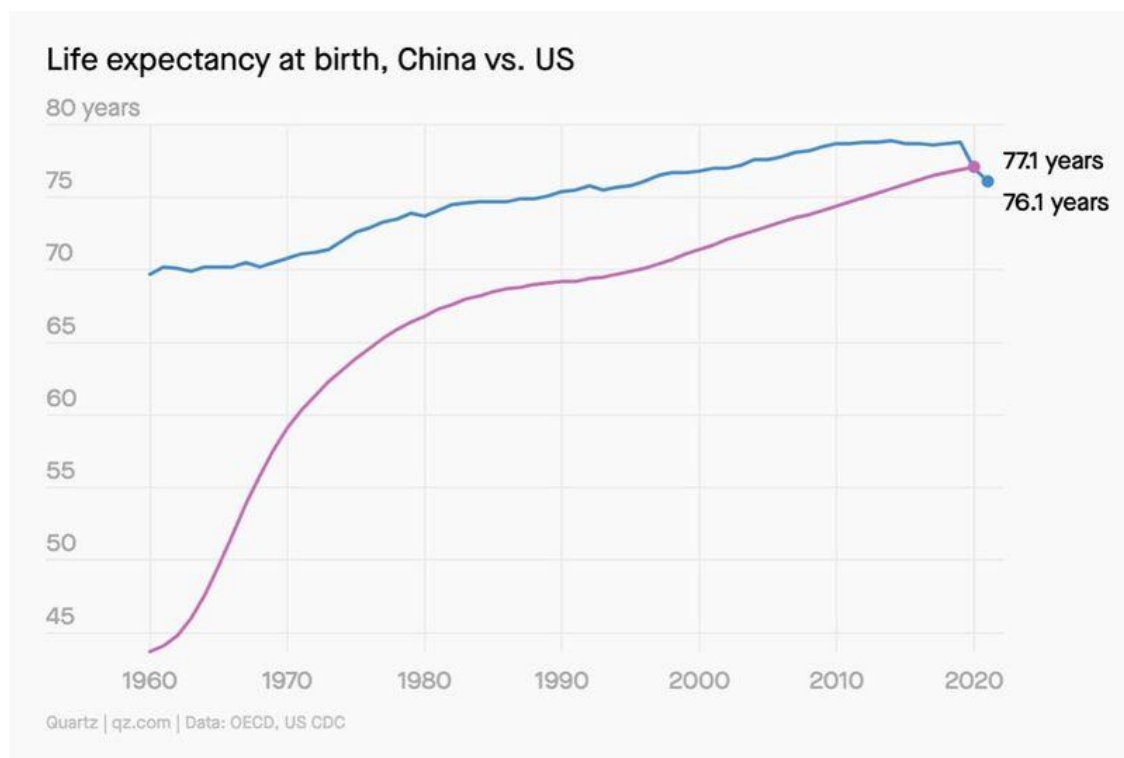
How it feels trying to warn people about what's coming.



#food-for-thought

#china #us

China passes United States in life expectancy...

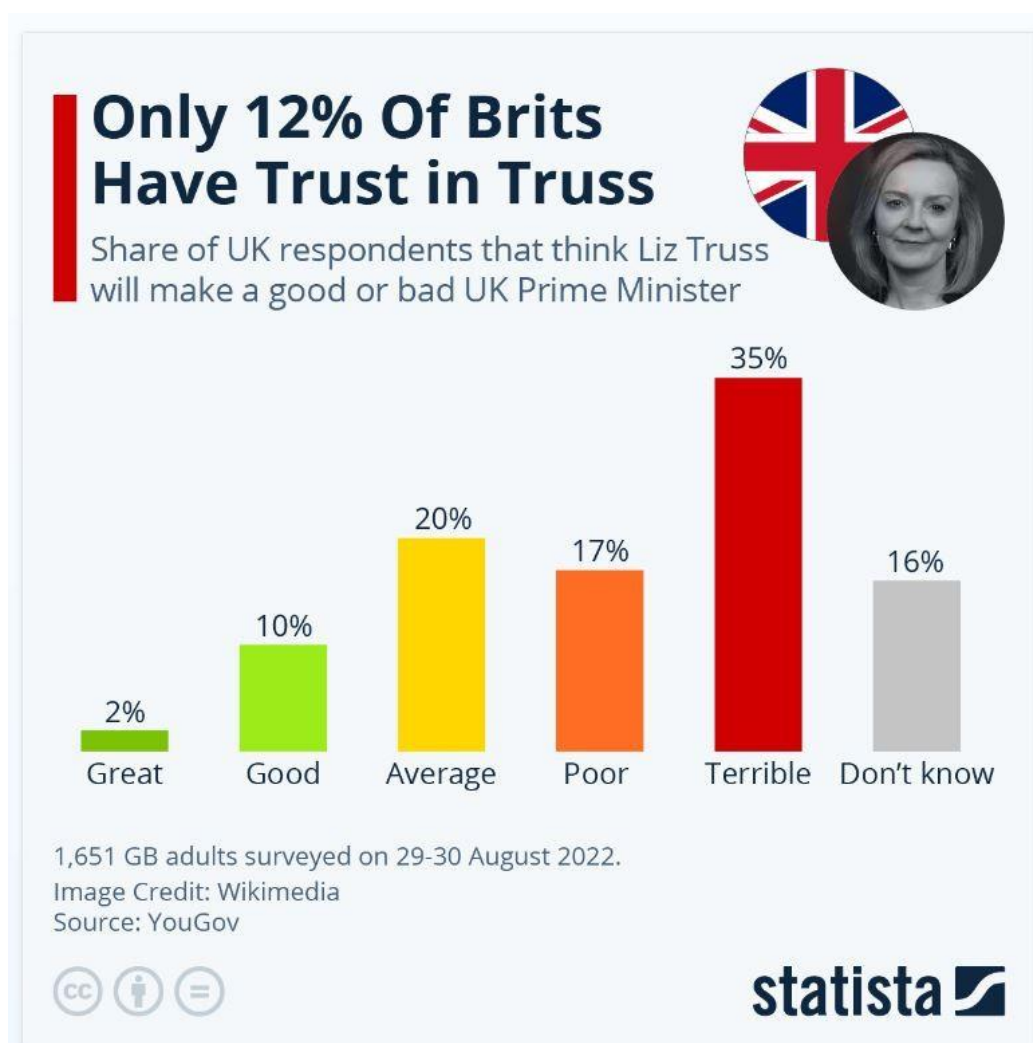


Source: Ian Brenner

#food-for-thought

#uk #politics

NO TRUST IN TRUSS... According to a poll taken by YouGov, only 12% of UK respondents think she will make a “good” or a “great” prime minister...

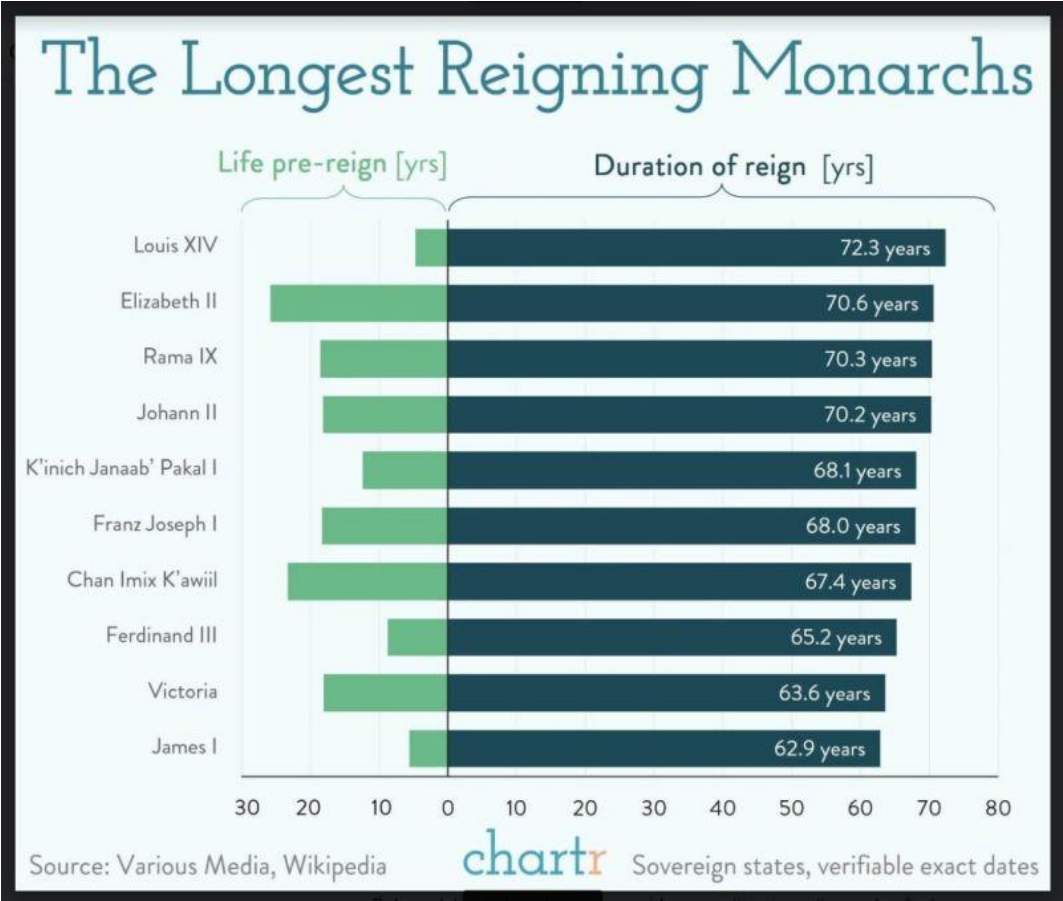


Source: Statista

#food-for-thought

#monarchs

All told, Over her 25,782 days as monarch, Elizabeth II made 82 state visits, met with 5 popes, owned 40 Welsh Corgi dogs, met 13 US presidents (missing LBJ) and advised 15 different British prime ministers. Her 70-year reign was the second longest of any monarch in history, only behind that of Louis XIV of France who was just 4 years old when he ascended to the throne.



Source: Chart

#food-for-thought

#leadership

10 THINGS THAT REQUIRE ZERO TALENT

Being On Time
Making An Effort
Being High Energy
Having A Positive Attitude
Being Passionate
Using Good Body Language
Being Coachable
Doing A Little Extra
Being Prepared
Having A Strong Work Ethic

#food-for-thought

#leadership



**I don't care who is doing
better than me. I'm doing
better than i was last year.**

IT'S ME VS ME !

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For the future...