

## Nick Lampone

---

**From:** Nick Lampone  
**Sent:** Wednesday, November 4, 2020 7:53 AM  
**Subject:** Morning CORE  
**Attachments:** Core logo.png

**US Futures-World Markets:** No wonder Americans don't like cricket. Who wants to watch a game on Tuesday that doesn't end until Friday? It was an overnight roller coaster for equity futures and the 10-year. Yields on the 10-year jumped to 0.94% before swinging to 0.77%. Overnight futures liquidity seemed pretty thin, which intensified the swings in both directions. I never want anyone to mention the term "polling" or "betting markets" ever again. Don't waste my time with nonsense. The big loser last night was Jay Powell. If we have a divided government, the Fed Chair is left to clean up this mess (Winston Wolf clip <https://bit.ly/3eoKBoN> Love that he asks for a coffee like it's no big deal). Politicians couldn't come to a pre-election deal on fiscal stimulus, so we'll hope for additional monetary stimulus to assist us through the pandemic. When in doubt, bet on technology stocks. It seems the market is leaning on this today with Nasdaq futures strong. Apple, Amazon, Facebook, etc. are like a warm blanket after a freezing cold night staring at political pundits who don't know any more than we do. S&P Futures vs. Fair Value: +41.00, 10-Yr Yield: 0.784%.

### CORE Headlines:

- The portrait of America revealed in Tuesday's presidential election was one of a deeply divided nation split between men and women, white and nonwhite voters, urban and rural residents, and differing views on the importance of controlling the coronavirus pandemic versus preventing further damage to the economy.-WSJ
- New Jersey votes to legalize recreational marijuana.-NYT
- Maryland votes to allow sports betting.-NYT (Shocker!! It will be everywhere in 5 years. States need the revenue.)
- NFLX, AMZN, DIS, SPOT: The Canadian government wants global digital players to make a bigger contribution to the economy, and is pushing a plan to force streaming services to set aside part of their revenue to fund domestic television and music production.-WSJ
- China wants to turn Hainan Province, an island the size of Maryland in the South China Sea, into a free-trade port and international commercial hub much like Hong Kong—the island, with 9.5M full-time residents, is working to become a destination for global companies, financiers, and shoppers.-NYT
- Federal Reserve staffers more than doubled their political donations during the 2020 election, with most giving to Democrats—\$1.1M went to political candidates and causes from the beginning of last year through October.-NYP
- If Joe Biden is victorious in the presidential race, it will be under circumstances radically different from what Democrats had assumed, since it appears unlikely they will retake the Senate, making Biden the first president in 32 years to enter office without control of Congress.-Politico
- AMZN: More than 100 truck drivers who deliver gourmet groceries to Whole Foods stores in the New York area are threatening to strike over Covid-19 safety issues.-NYP
- Facebook and Twitter flagged some of President Donald Trump's posts on the U.S. election as votes were still being counted, in a real-time test of their rules on handling misinformation and premature claims of victory.-Reuters
- Voters in California backed a ballot proposal by Uber and its allies that cements app-based food delivery and ride-hail drivers' status as independent contractors, not employees.-Reuters
- Aramco said it remains committed to paying its quarterly dividend despite a sharp drop in profit.- WSJ

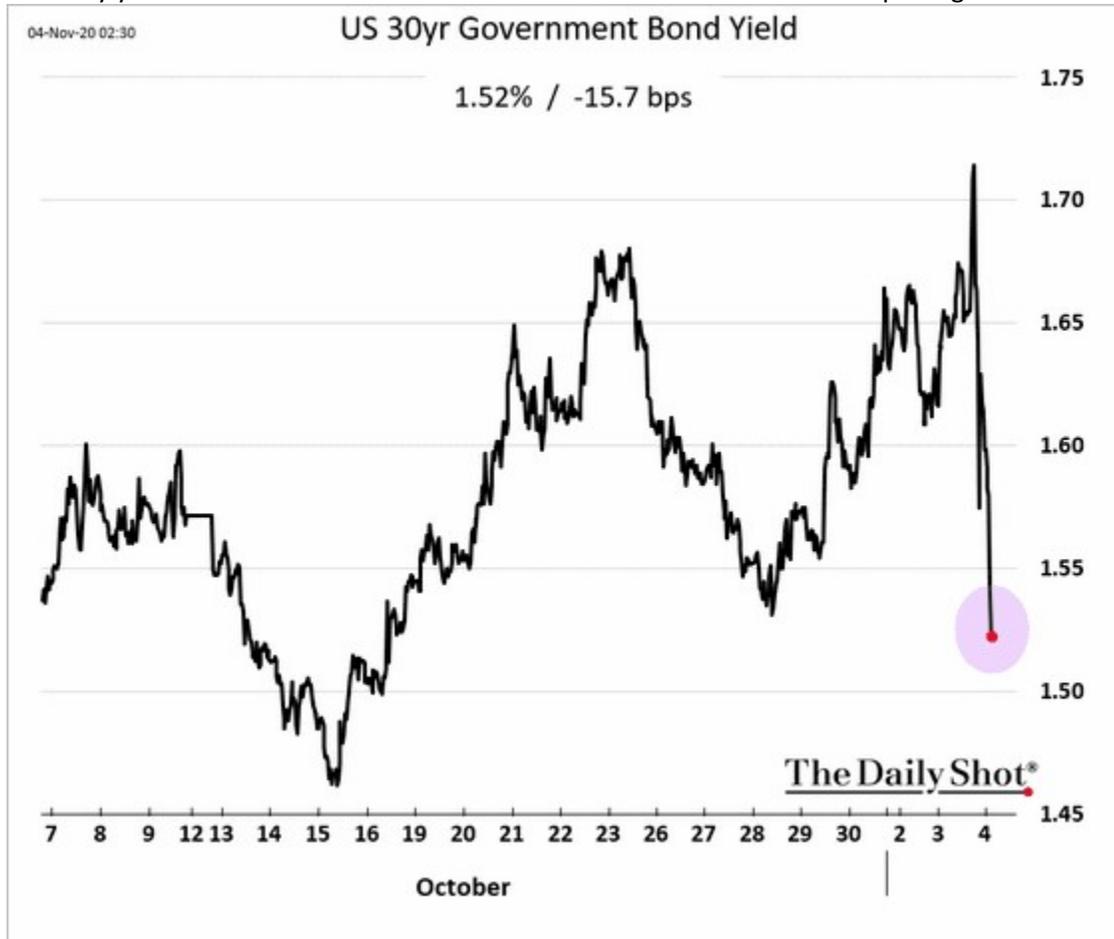
- Fox Corp. boosted profit and revenue on a strong performance from Fox News in its latest quarter.- WSJ
- Comcast is in talks with Walmart to develop and distribute smart TV's, as the cable giant looks to become a dominant hub for streaming apps, not just TV channels.-WSJ

**Interesting Reads/Charts:**

- Seems like everyone could use a break today, so I'll be back with articles tomorrow.

**Charts from The Daily Shot:**

Treasury yields tumbled due to lower chances of a massive fiscal stimulus package.



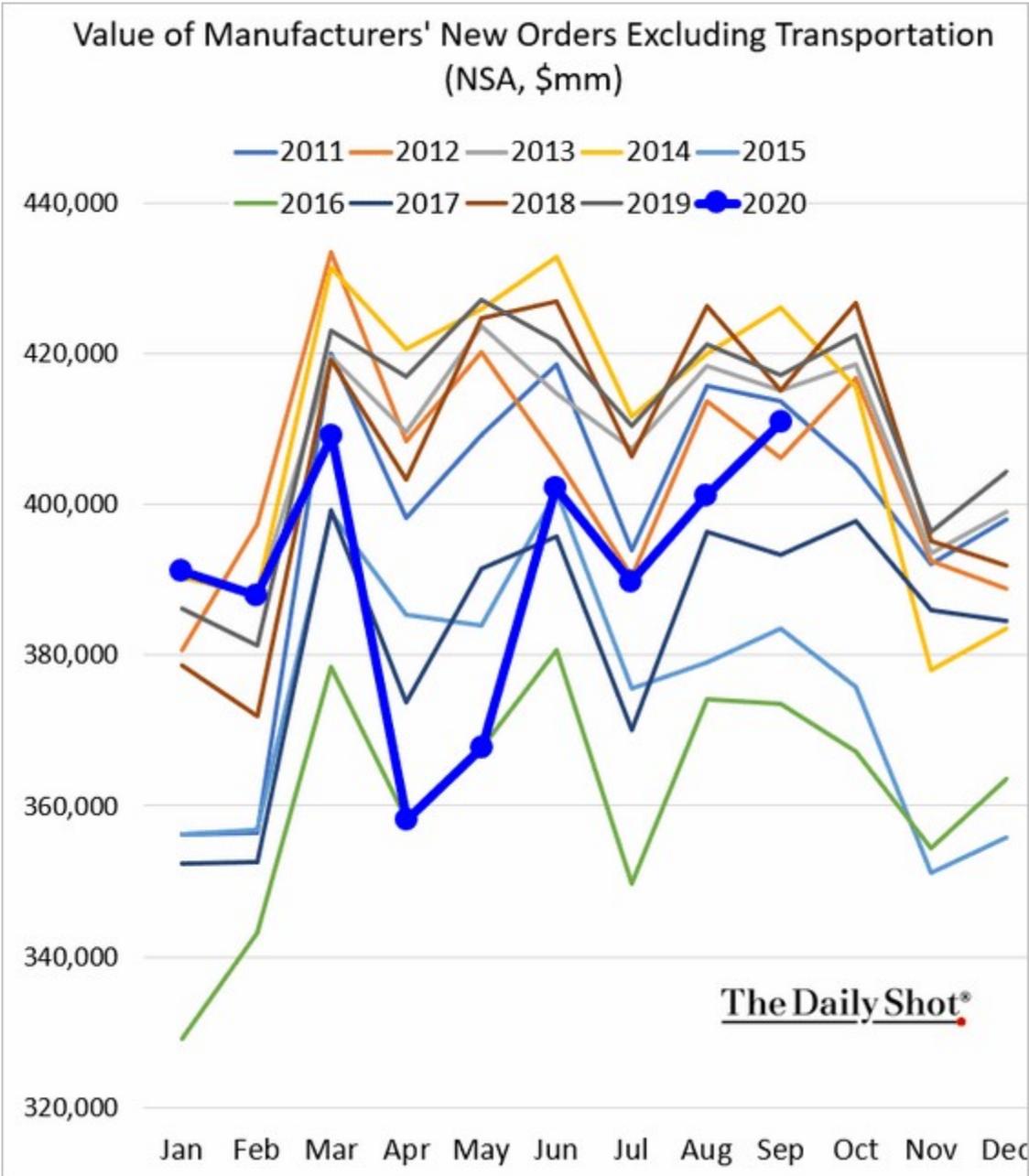
- Stock futures first rallied but later reversed course. This is also due to lower chances of stimulus as well as a possibility of contested election results.



The Mexican peso tumbled 3%.

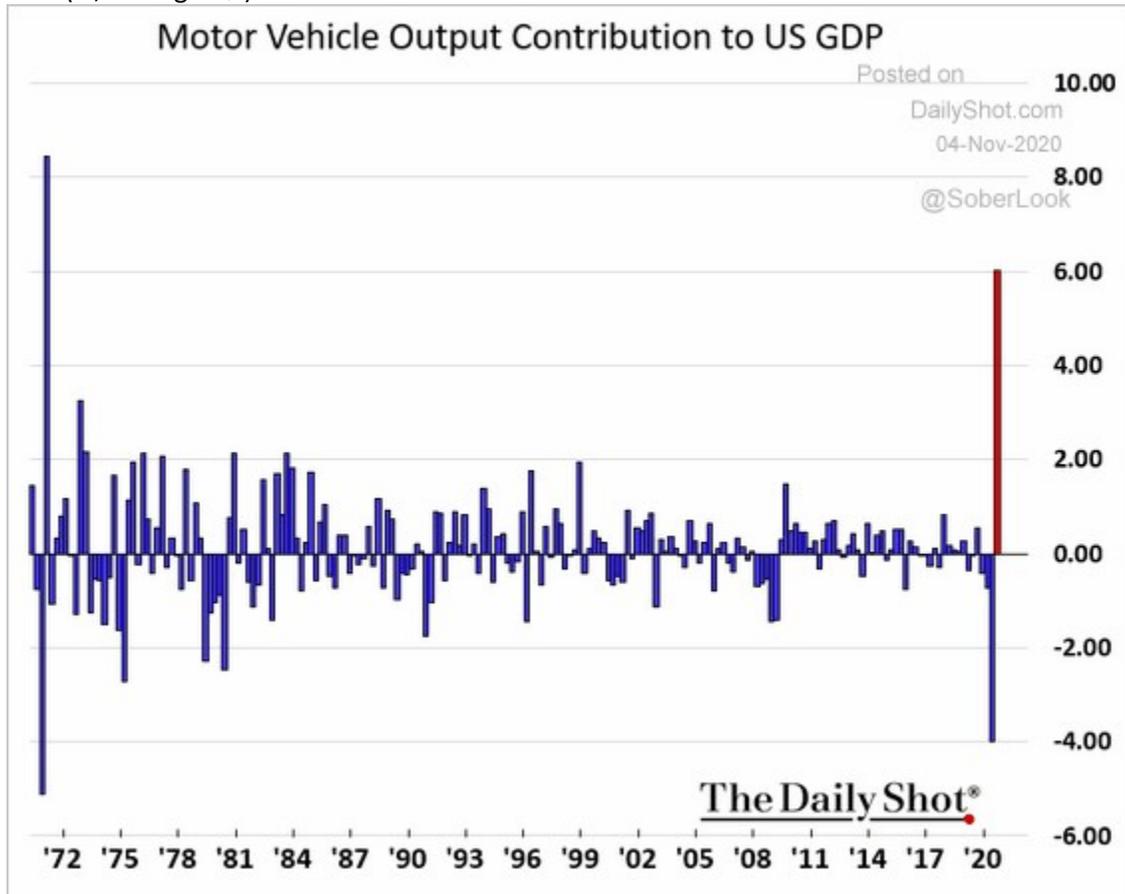


US manufacturing orders continue to recover but remain below last year's levels.



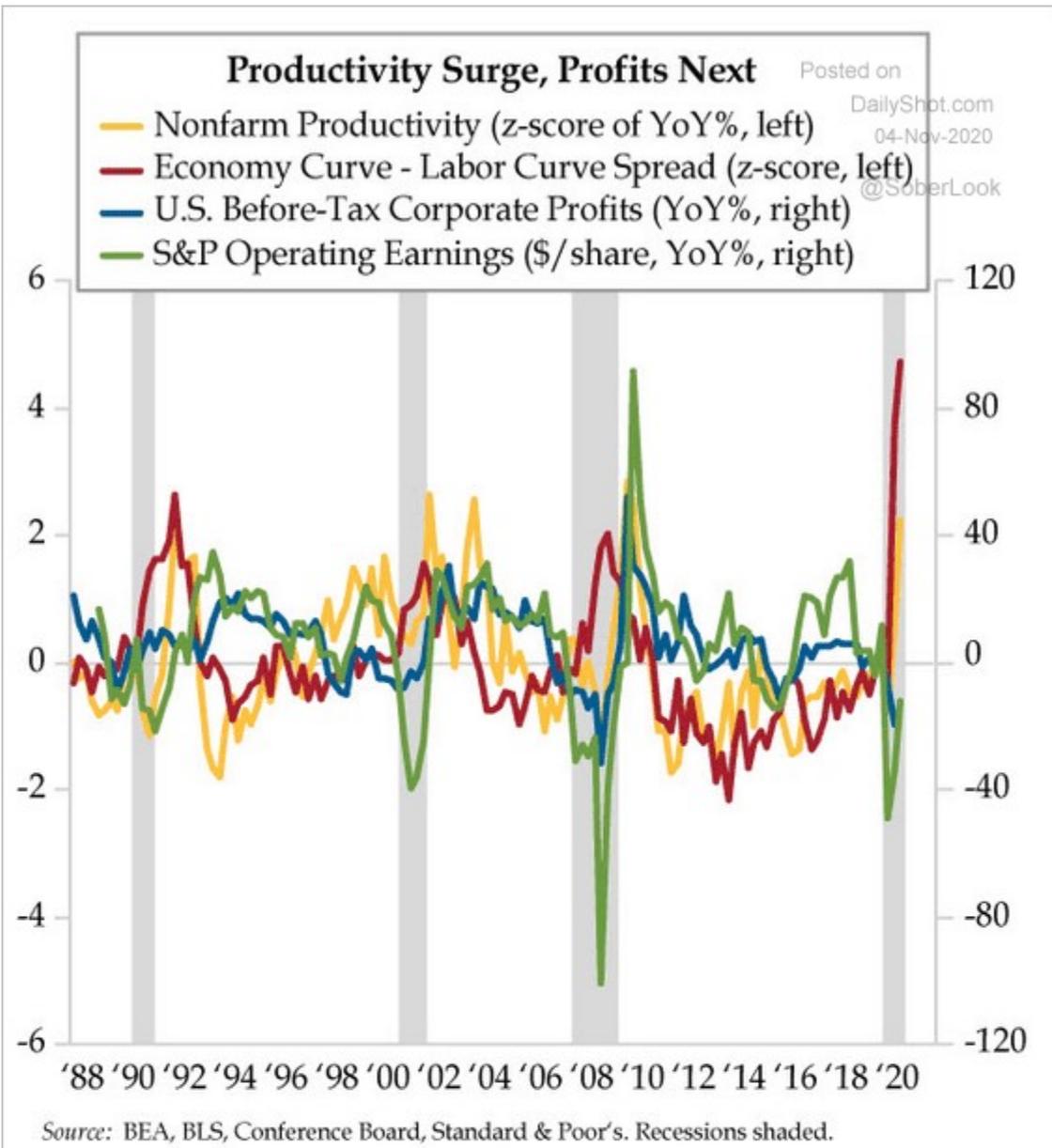
- Will motor vehicles continue to power the nation's manufacturing recovery? Here is the sector's contribution to the

GDP (% through Q3).



[h/t Melinda Grenier](#)

US businesses have been able to operate with a smaller workforce, which is also boosting productivity. Will we see higher profits and CapEx as a result of these trends?



Source: [The Daily Feather](#)

Small Business employment remains depressed, according to Paychex/IHS Markit Small Business Employment Watch.



Source: Paychex/IHS Markit Small Business Employment Watch [Read full article](#)

A substantial percentage of US households are tapping their retirement savings this year. (Shows

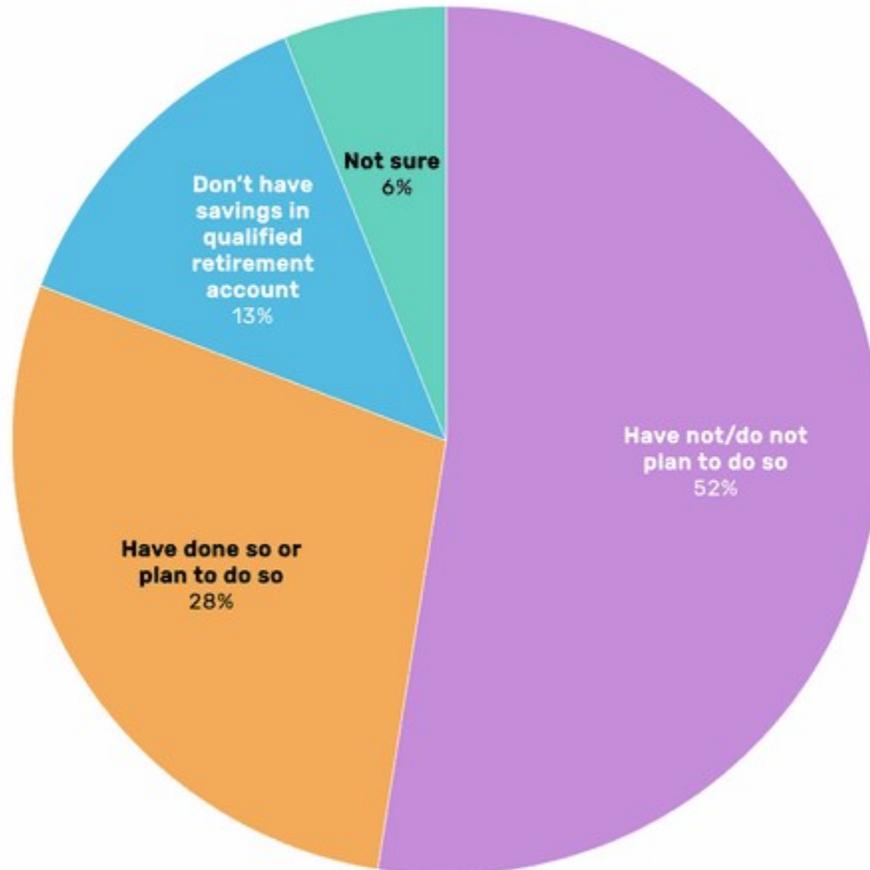
how inefficient a 401K savings plan really is)

## Workers Dip Into Retirement Savings Amid the Pandemic

Respondents of a June 2020 survey answered the following question: As a result of the coronavirus pandemic, have you or do you plan to take out a loan or early withdrawal from a qualified retirement account such as a 401(k), 403(b) or similar plan, or IRA? Select all.

- Have not/do not plan to do so
- Have done so or plan to do so
- Don't have savings in qualified retirement account
- Not sure

@SoberLook



Source: Transamerica Center for Retirement Studies

[Get the data](#) • [Add this chart to your site](#)

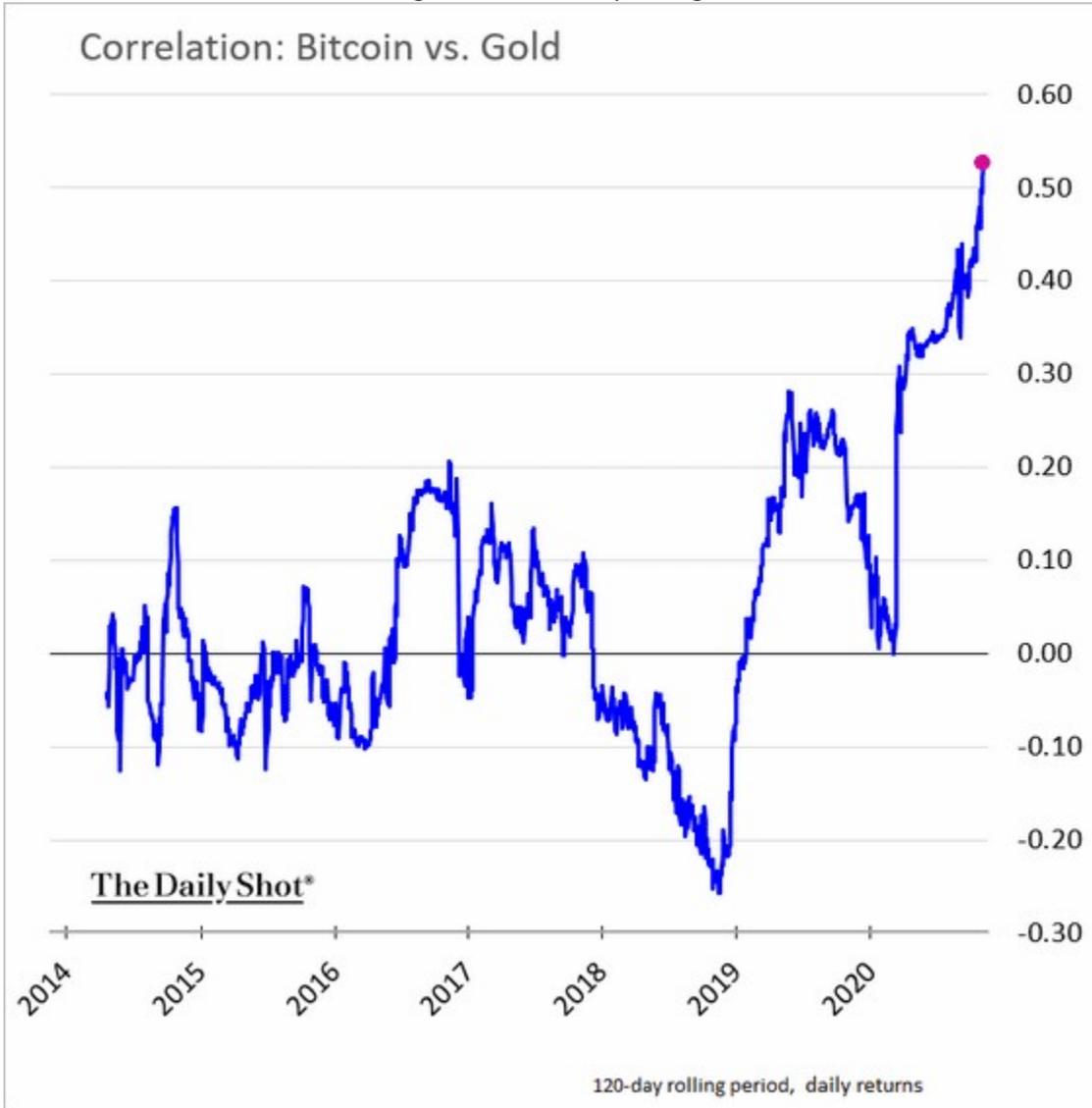
the balance

Source: [Investopedia](#), [The Balance](#)

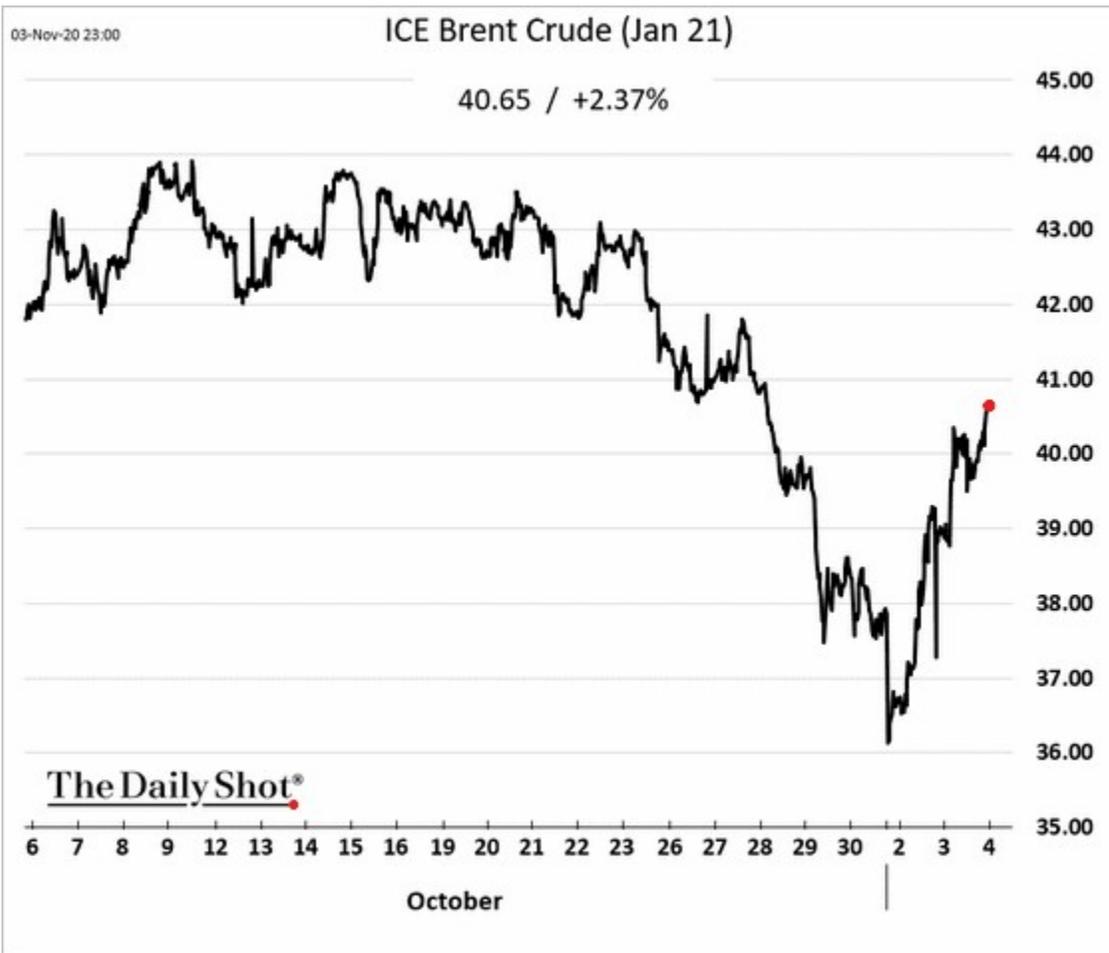
Bitcoin continues to test the \$14k resistance.



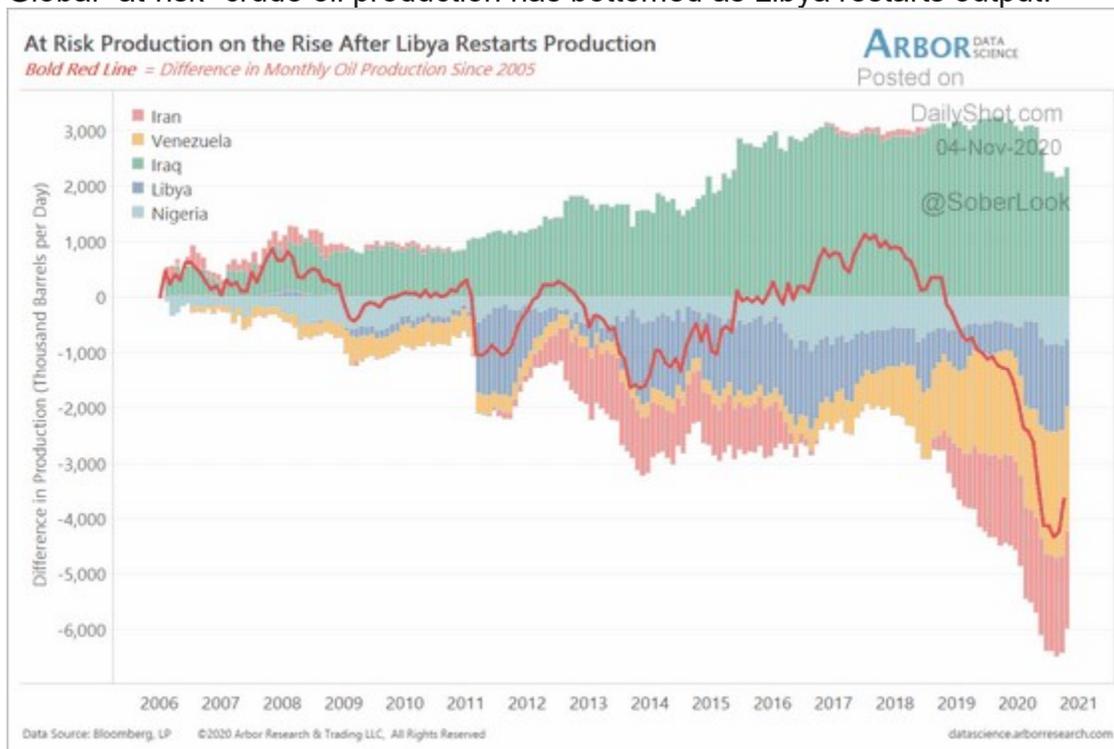
The correlation between Bitcoin and gold is at a multi-year high.



The active Brent crude contract is back above \$40/bbl (there has been some talk of additional OPEC+ production cuts).

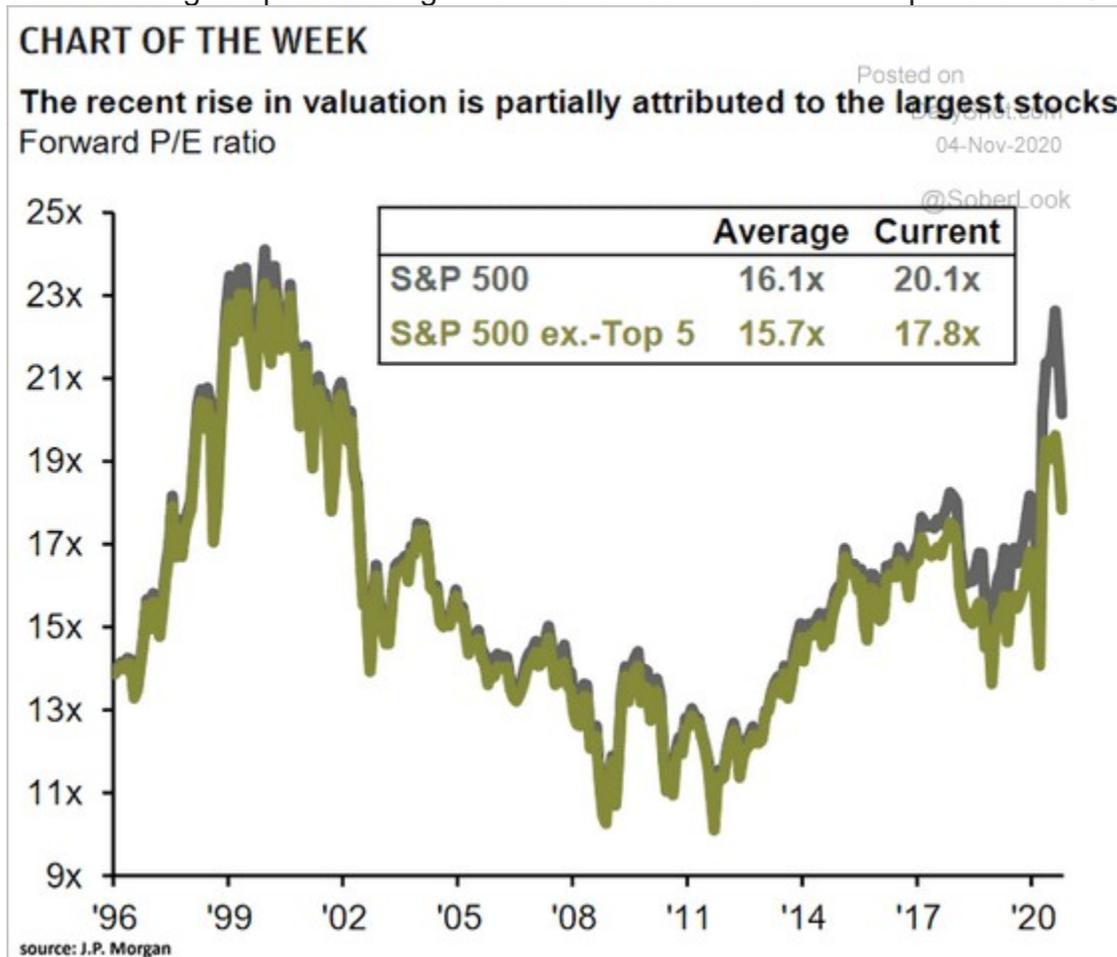


Global “at-risk” crude oil production has bottomed as Libya restarts output.



Source: [Arbor Research & Trading](#)

The tech mega-caps drove a great deal of the recent valuation spike in the S&P 500.



Source: [@ISABELNET\\_SA](#), [@JPMorganAM](#)

some sector trends (last 5 trading days)

- Banks:



- REITs:



- Energy:



- Industrials:

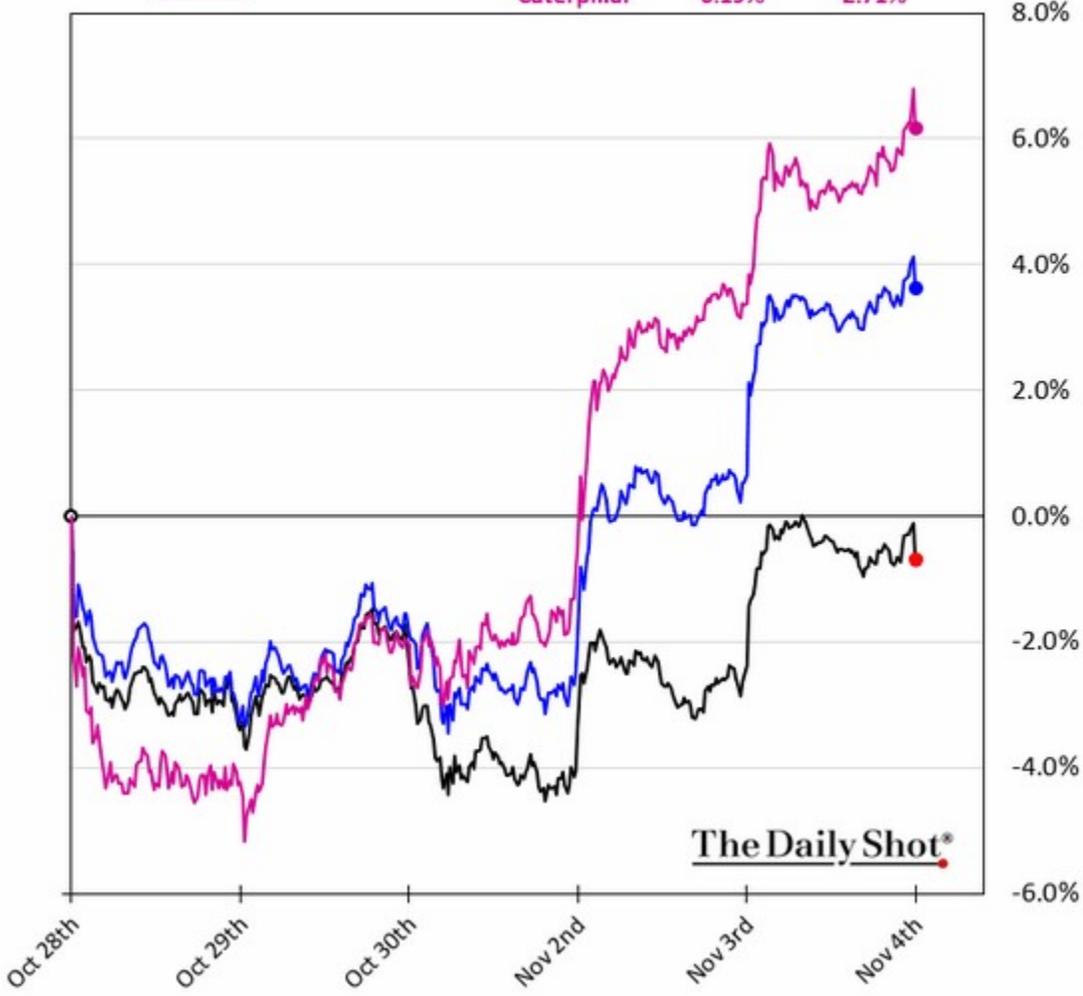
03-Nov-2020

Since Oct-27th

Tuesday

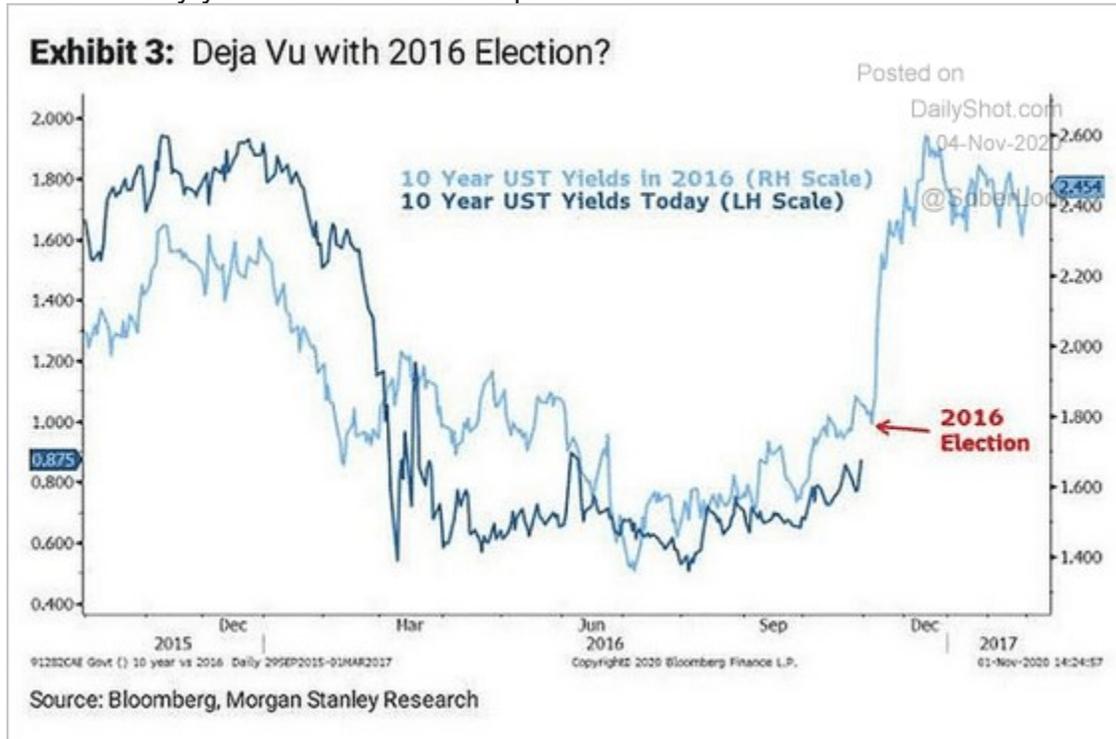


<b>SPY (S&amp;P 500)</b>	<b>-0.65%</b>	<b>1.77%</b>
<b>XLI (Industrials)</b>	<b>3.63%</b>	<b>2.95%</b>
<b>Caterpillar</b>	<b>6.19%</b>	<b>2.71%</b>



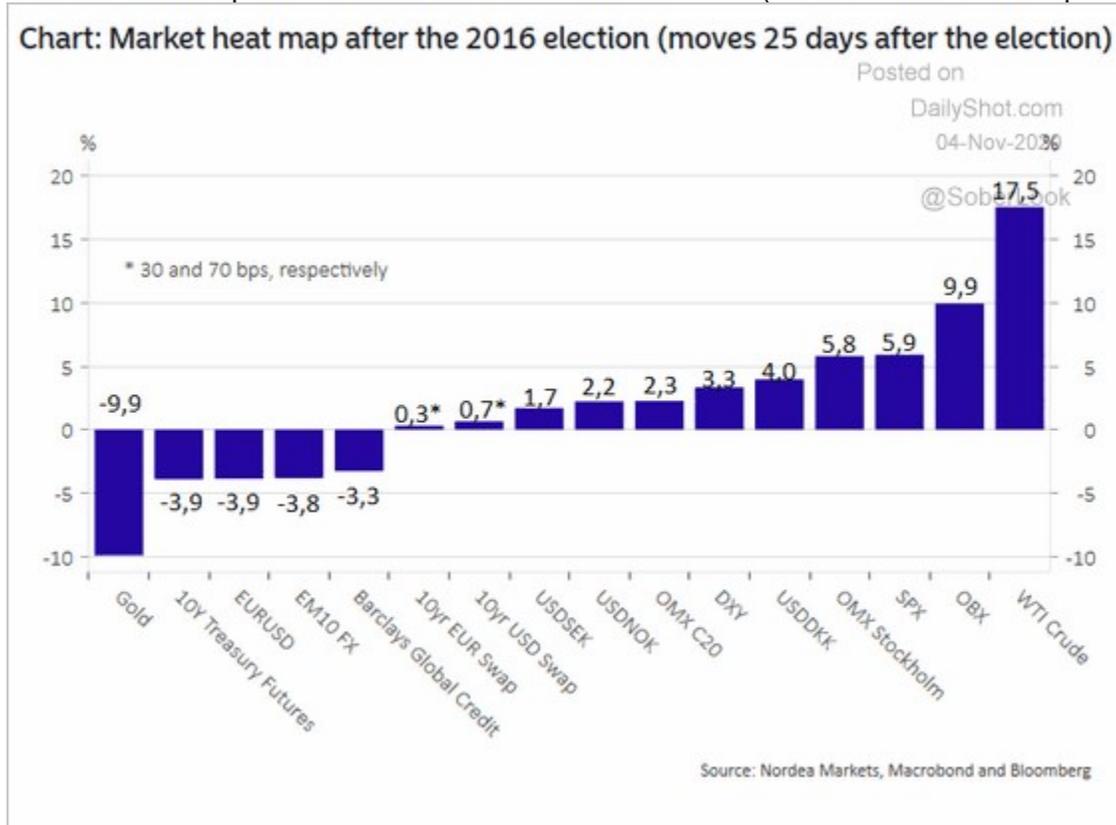
The Daily Shot<sup>®</sup>

Will Treasury yields follow the 2016 pattern?



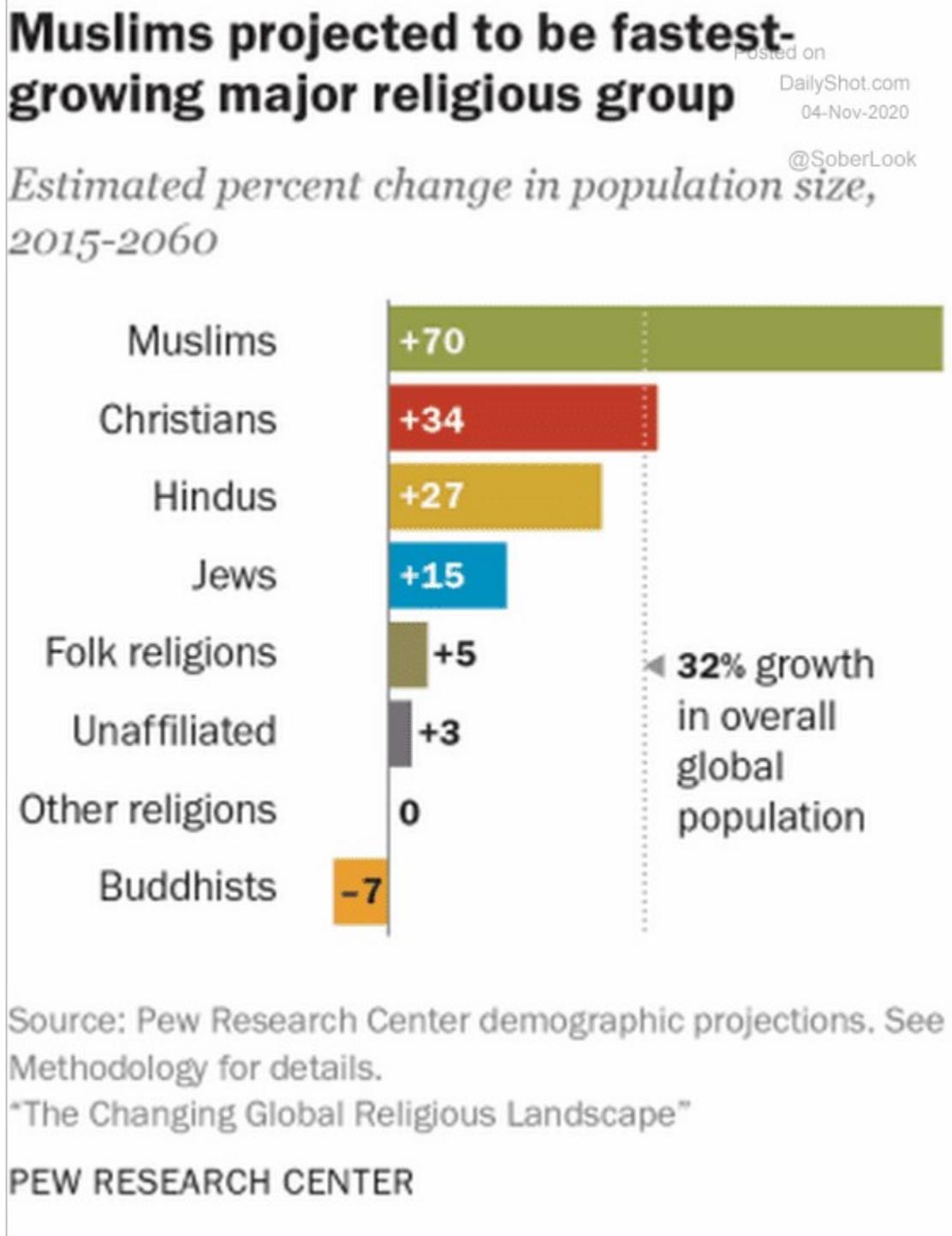
Source: @ISABELNET\_SA, @MorganStanley

How did assets perform after the 2016 US elections? (I didn't realize crude performed so well.)



Source: [Nordea Markets](#)

Projected growth of major religious groups globally:



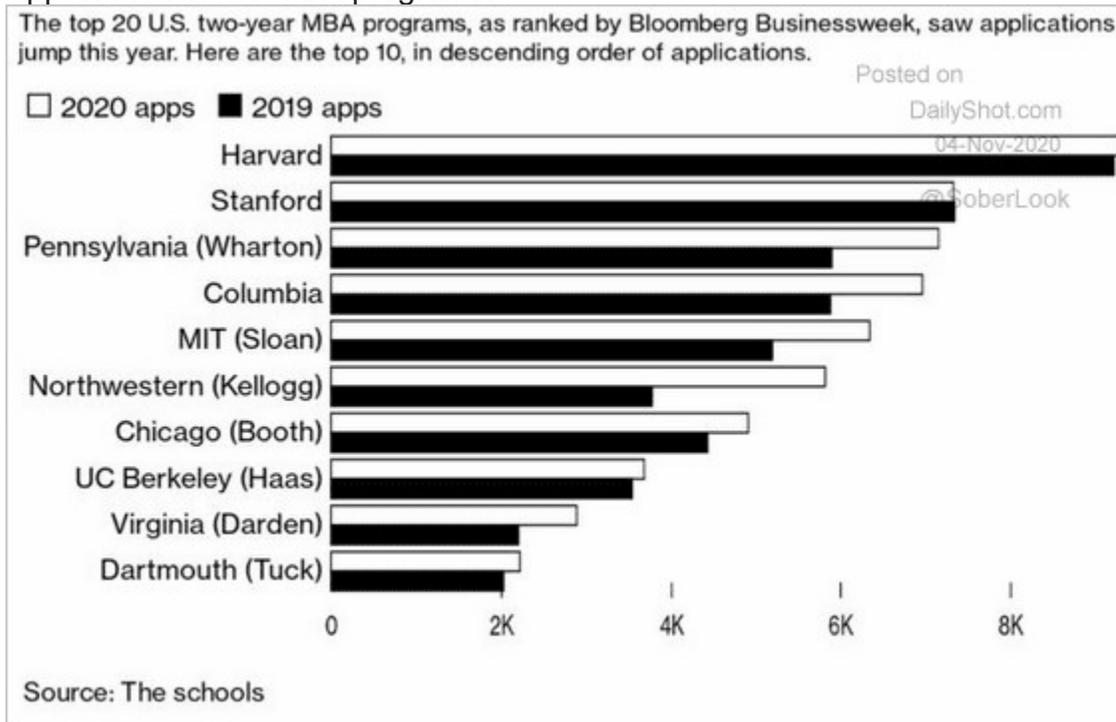
Source: Pew Research Center [Read full article](#)

Share of the population aged 60 and older:



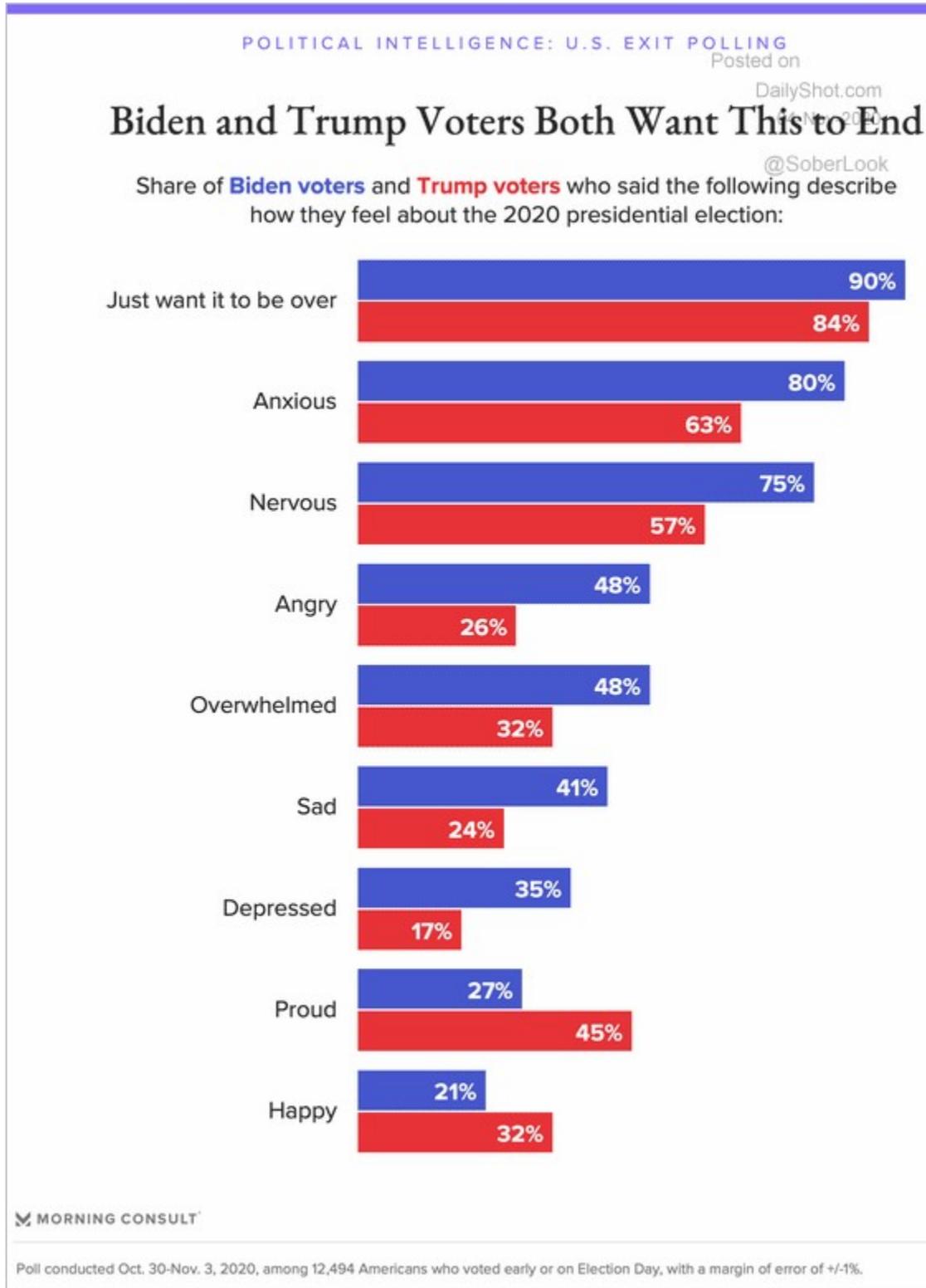
Source: @adam\_tooze, @OurWorldInData, @MaxCRoser [Read full article](#)

Applications to US MBA programs:



Source: @BW [Read full article](#)

How US voters feel about the elections:



Source: Morning Consult [Read full article](#)

This is a black and white photograph, and only the lines have color (creating an optical illusion).



"2011-07-12-Rallying People" by Chuwa (Francis) is licensed under CC BY-SA 2.0, color illusion remix by <http://pippin.gimp.org/>

Source: [@page\\_eco](#)

**Nothing on this email/website constitutes legal, tax, accounting or other professional expert advice. When reviewing the attached material, it is important to remember that past performance is not indicative of future results.**

Nicholas Lampone  
**Dalzell Trading**  
Principal & Director of Trading  
Direct: 617-340-5316  
Main: 617-340-5313  
Cell: 267-980-3481  
Five Neshaminy Interplex  
Suite 307  
Trevose, PA 19053  
[nlampone@dalzelltrading.com](mailto:nlampone@dalzelltrading.com)  
<http://www.dalzelltrading.com/>