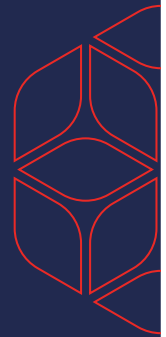


Quick recap

- Is this the end of an era? More than a decade after the onset of the Euro Crisis, the ECB finally signalled a normalization of its monetary policy. Christine Lagarde emphasized again that the bank would not raise rates before terminating its asset purchases, but the word is out now.
- Bund yields rose sharply, and the curve flattened on the back of the ECB's revised outlook.
- European equity markets didn't greet the ECB's new hawkish tone with joy but only retraced mildly over the course of the week.
- In the U.S., traders have flagged a somewhat concerning decline in liquidity and earnings season claimed a high profile victim, with Meta shredding a quarter of its value.



Overview

Equities

- Equities Broad Market
- Equities Sectors
- Equities Styles
- Implied Volatility

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Fixed Income

- Government Yields
- Government Curve
- Credit Spreads

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Commodities

- Precious Metals
- Oil
- Cryptocurrencies

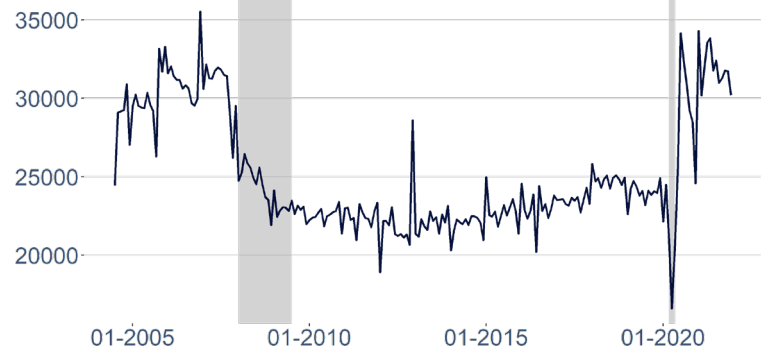
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Economic Calendar

p. 9-10

Chart of the week

Projected Business Formations Within Four Quarters United States



Source: FRED, Amadeus

Creative destruction has not been a prevalent concept in all these years of loose monetary policy. However, the Covid pandemic could have changed this. Business formation in the U.S. seems to have settled at higher levels than before March 2020, and as the [FT pointed out in an interesting article](#) this week, with some lag, this could trigger faster productivity growth.

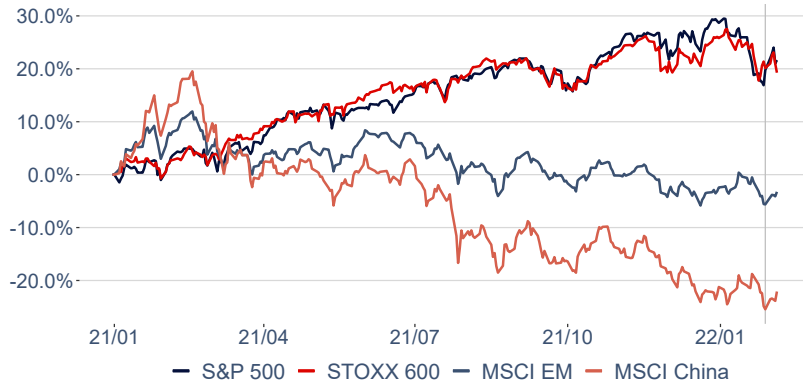
Markets at a glance



Major Equity Markets

Broad Markets

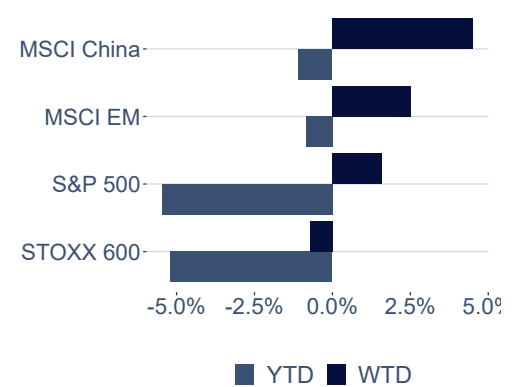
Total return %



Source: Amadeus Capital SA 2022-02-05

Broad Markets

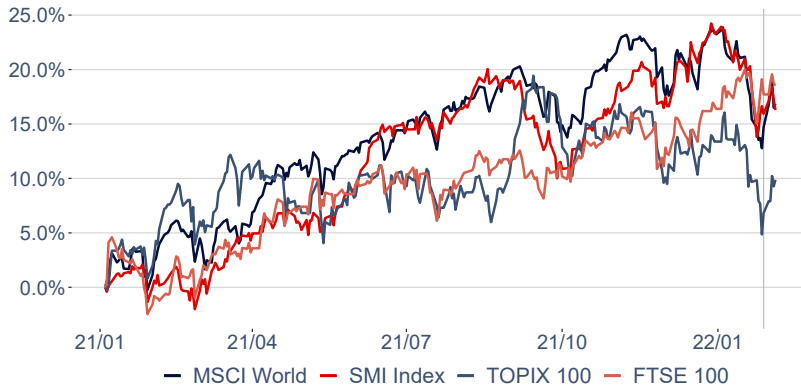
Total return %



Major Equity Markets

Broad Markets

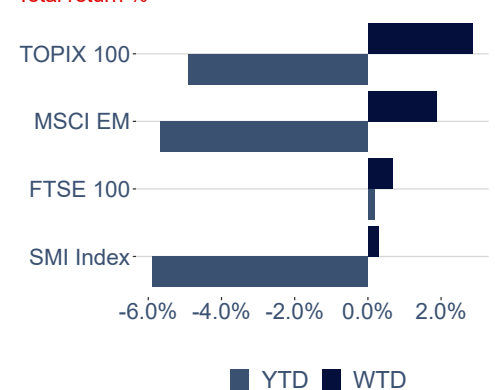
Total return %



Source: Amadeus Capital SA 2022-02-05

Broad Markets

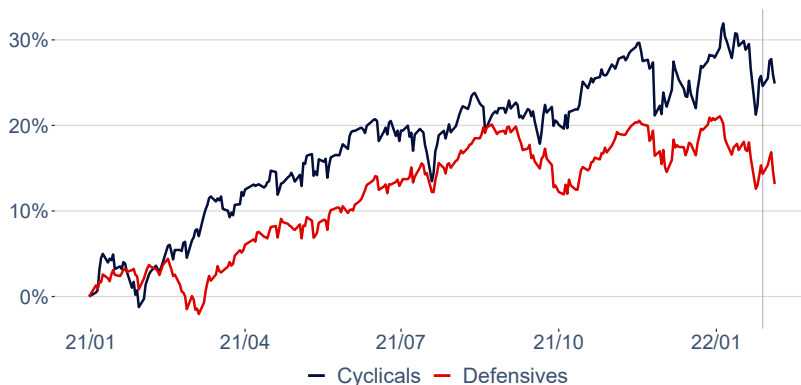
Total return %



Equity Sectors

Cyclicals vs Defensives Europe

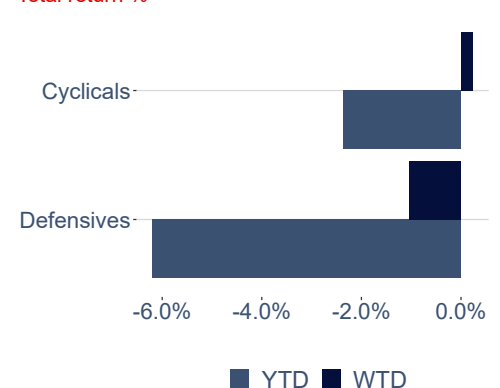
Total return %



Source: Bloomberg, Amadeus 2022-02-05

Cyclicals vs Defensives Europe

Total return %



Amadeus Weekly

Equity Sectors

Sectors U.S.

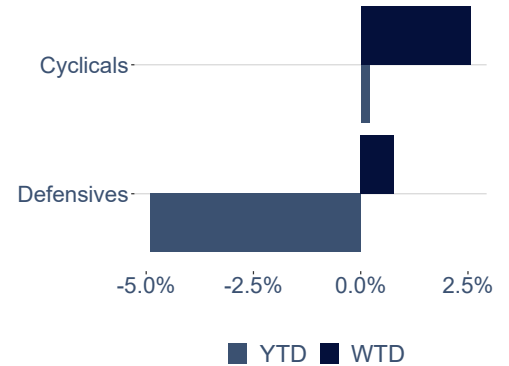
Total return %



Source: Bloomberg, Amadeus 2022-02-05

Cyclicals vs Defensives U.S.

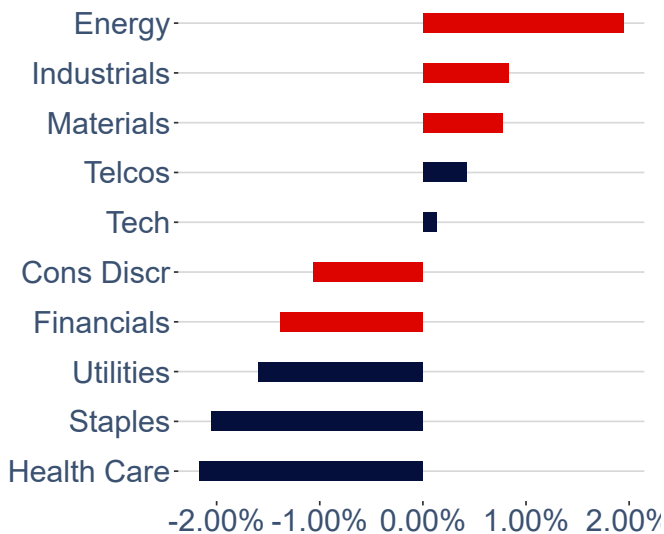
Total return %



Equity Sectors

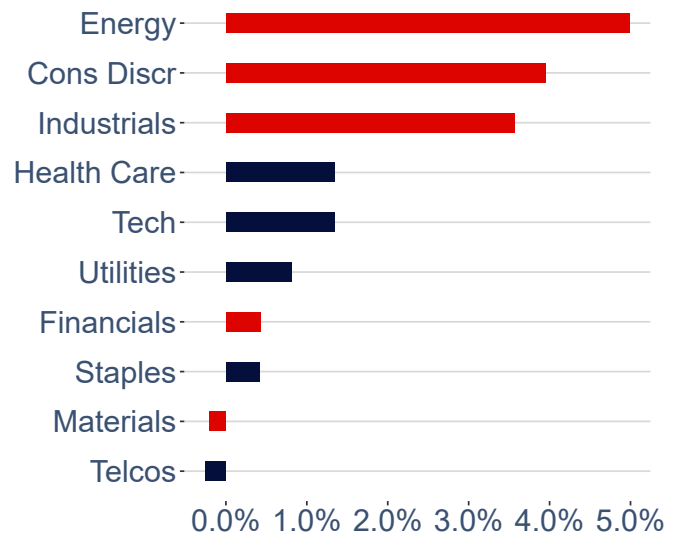
Sectors Europe

Last week's performance % (Cyc = red, def = blue)



Sectors U.S.

Last week's performance %



Equity Styles

Styles Europe

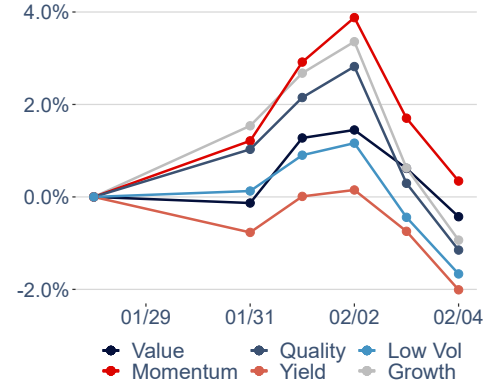
Total return %



Source: Bloomberg, Amadeus 2022-02-05

Styles Europe

Total return %



Source: Amadeus Capital SA2022-02-05

Equity Styles

Styles U.S.

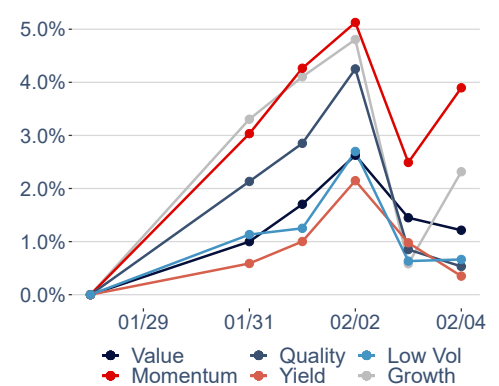
Total return %



Source: Bloomberg, Amadeus 2022-02-05

Styles U.S.

Total return %

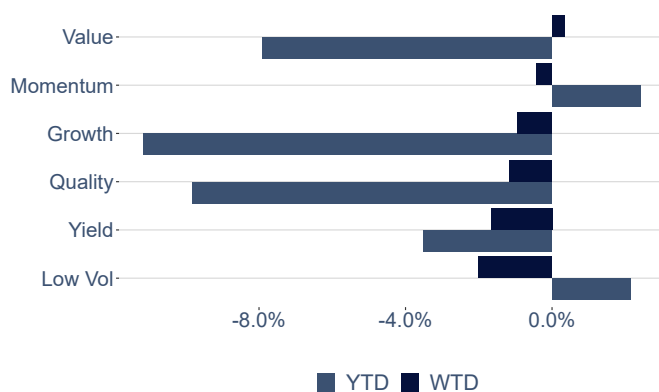


Source: Amadeus Capital SA2022-02-05

Equity Styles

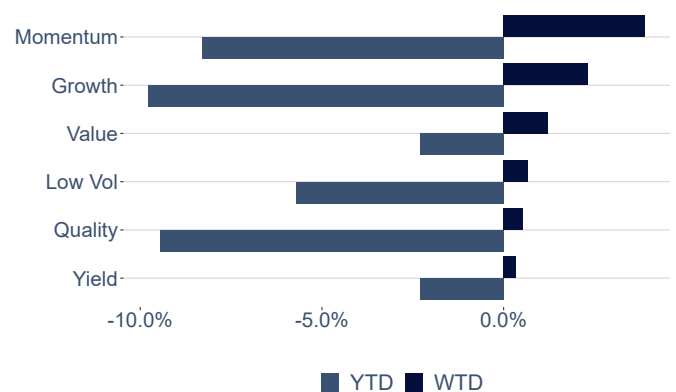
Styles Europe

Total return %



Styles Europe

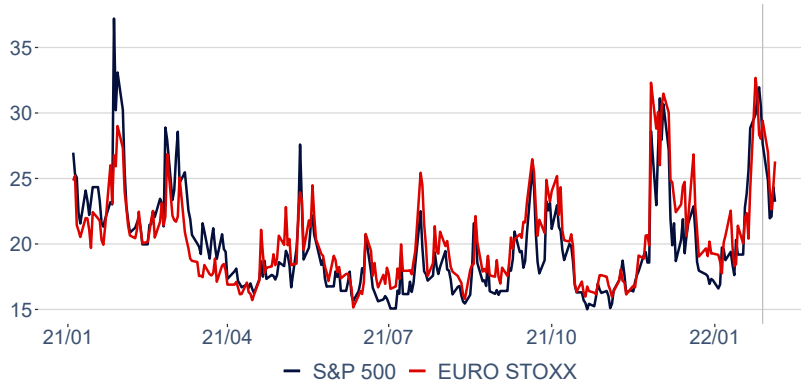
Total return %



Volatility

Volatility

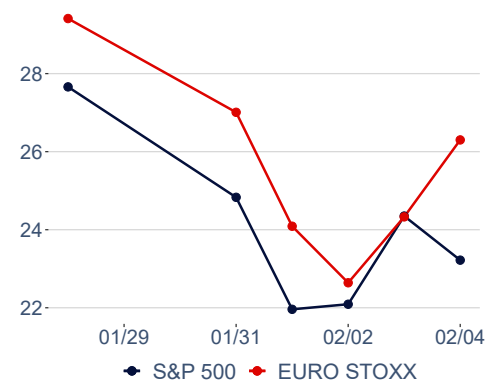
Implied volatility in %



Source: Amadeus Capital SA2022-02-05

Volatility

Implied volatility in %

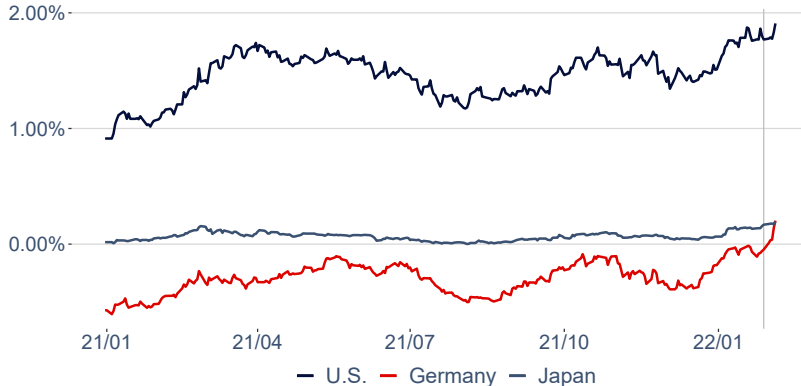


Source: Amadeus Capital SA2022-02-05

Government Bond Yields

10Yr Govt Yields

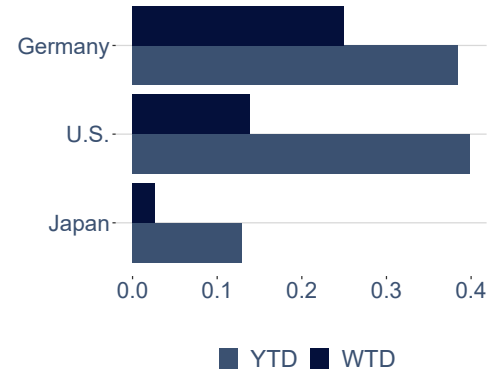
%



Source: Bloomberg, Amadeus 2022-02-05

10Yr Govt Yields

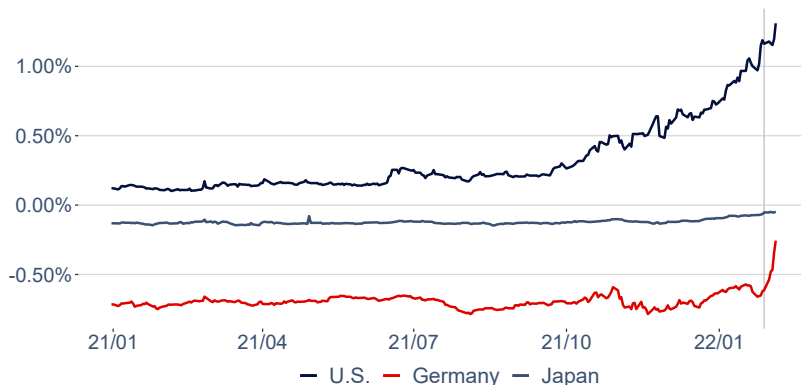
Delta in %



Government Bond Yields

2Yr Govt Yields

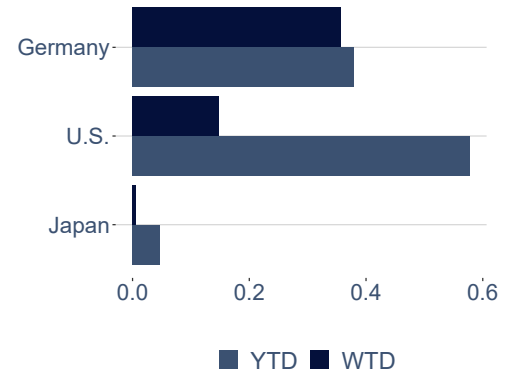
%



Source: Bloomberg, Amadeus 2022-02-05

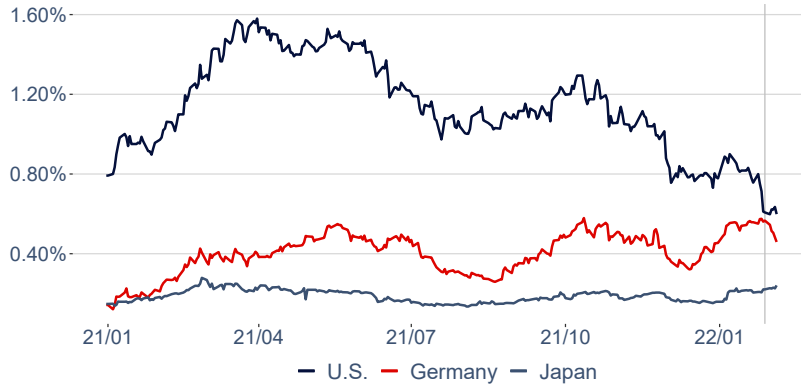
10Yr Govt Yields

Delta in %



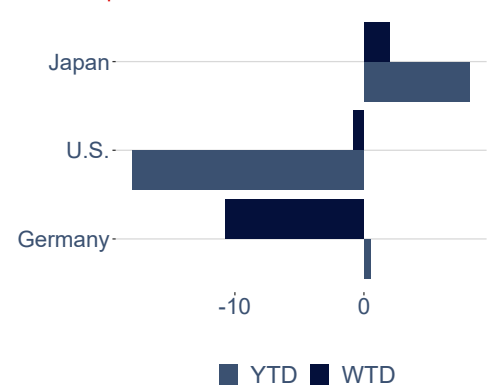
Government Bond Yields

Steepness of the curve
10Yr - 2Yr Govt Yields %



Source: Amadeus Capital SA2022-02-05

10Yr Govt Yields
Delta in bp



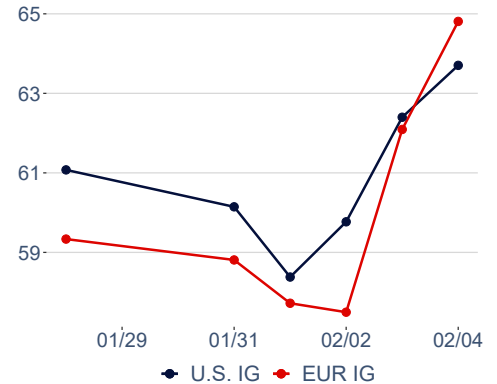
Credit Spreads

Investment grade credit spreads
Spread in basis points



Source: Amadeus Capital SA2022-02-05

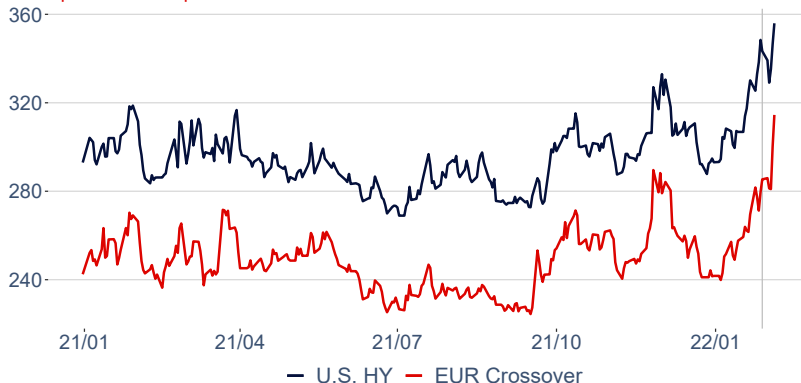
Investment grade credit spreads
Spread in basis points



Source: Amadeus Capital SA2022-02-05

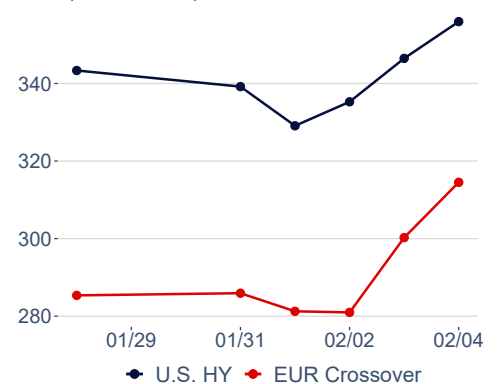
Credit Spreads

High yield credit spreads
Spread in basis points



Source: Amadeus Capital SA2022-02-05

High yield credit spreads
Spread in basis points



Source: Amadeus Capital SA2022-02-05

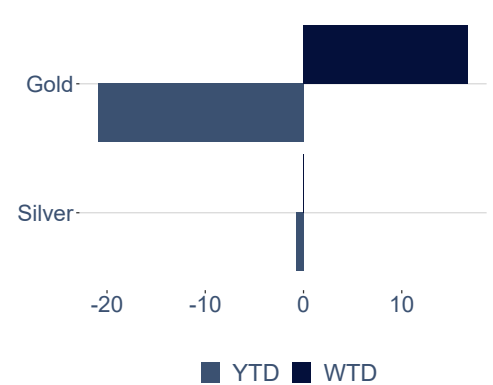
Precious Metals

Precious metals
Price change %



Source: Amadeus Capital SA2022-02-05

Precious metals
Price change %



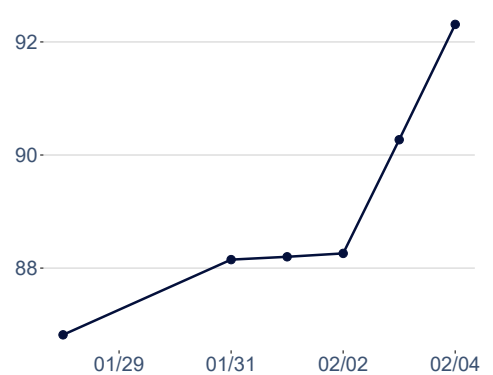
Commodities

Crude oil
Price in USD



Source: Amadeus Capital SA2022-02-05

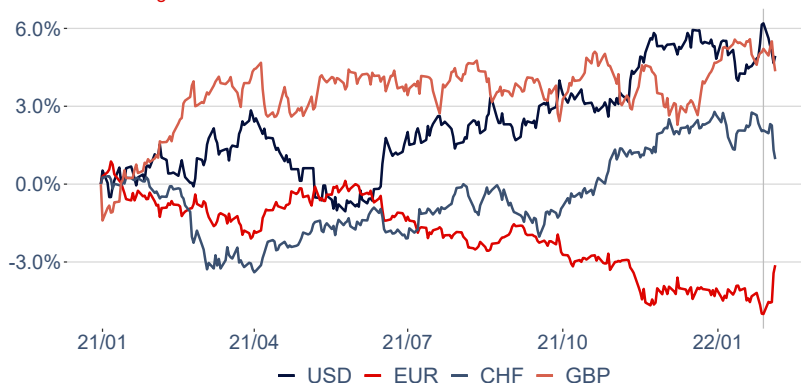
Crude oil
Price in USD



Source: Amadeus Capital SA2022-02-05

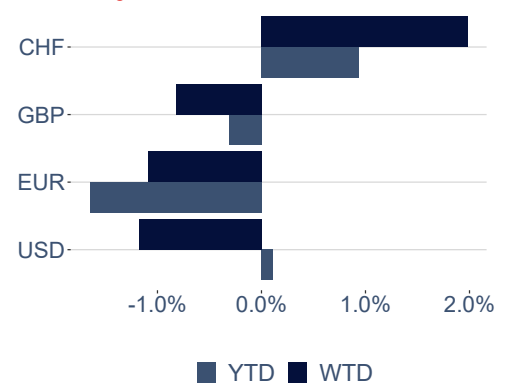
Currencies

Trade weighted currencies
Price change %



Source: Amadeus Capital SA2022-02-05

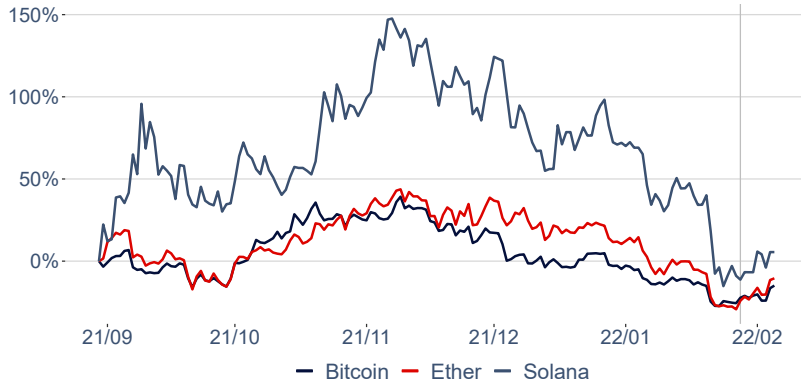
Trade weighted currencies
Price change %



Cryptocurrencies

Major cryptocurrencies in USD

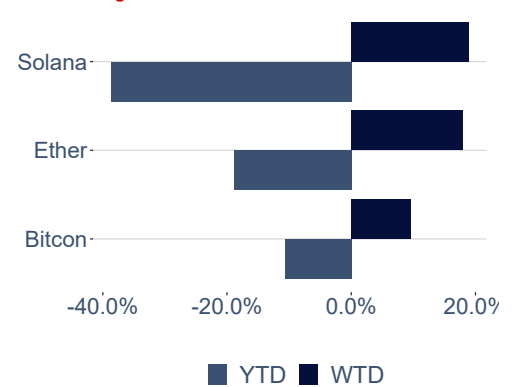
Price change %



Source: Amadeus Capital SA2022-02-05

Major cryptocurrencies in USD

Price change %



Major Events Last Week

A busy week on the macro side. While China is celebrating the beginning of the year of the tiger, retail sales showed a surprise dip in January, and Manufacturing PMIs disappointed.

In Europe, investor focus was on the ECB press conference and the notable shift in the central bank's inflation reading. Headline inflation shot up to 5.1%, significantly exceeding consensus expectations of 4.4% and December print. Inflation concerns are also growing in the UK as utilities are expected to start passing on increased raw material prices to consumers in April. In the U.S., January Nonfarm Payrolls surprised on the upside alongside an increased participation rate and substantial upward revision of December data underpinning a solid labour market.

Date	Zone	Event	Previous	Forecast	Actual
30/01/2022	China	Manufacturing PMI (Jan)	50.3	50.0	50.1
30/01/2022	China	Caixin Manufacturing PMI (Jan)	50.9	50.4	49.1
01/02/2022	Australia	Retail Sales (MoM) (Dec)	7.3%	3.9%	-4.4%
01/02/2022	Australia	RBA Interest Rate Decision (Feb)	0.10%	0.10%	0.10%
01/02/2022	Australia	RBA Rate Statement	-	-	-
01/02/2022	Germany	German Manufacturing PMI (Jan)	57.4	60.5	59.8
01/02/2022	Germany	German Unemployment Change (Jan)	-29K	-6K	-48K
01/02/2022	United Kingdom	Manufacturing PMI (Jan)	57.9	56.9	57.3
01/02/2022	Canada	GDP (MoM) (Nov)	0.8%	0.3%	0.6%
01/02/2022	United States	ISM Manufacturing PMI (Jan)	58.8	57.5	57.6
01/02/2022	United States	JOLTs Job Openings (Dec)	10.775M	10.300M	10.925M
01/02/2022	New Zealand	Employment Change (QoQ) (Q4)	2.0%	0.3%	0.1%
02/02/2022	Euro Zone	CPI (YoY) (Jan)	5.0%	4.4%	5.1%
02/02/2022	United States	ADP Nonfarm Employment Change (Jan)	776K	207K	-301K
02/02/2022	United States	Crude Oil Inventories	2.377M	1.525M	-1.046M
03/02/2022	United Kingdom	Composite PMI (Jan)	53.6	53.4	54.2
03/02/2022	United Kingdom	Services PMI (Jan)	53.6	53.3	54.1
03/02/2022	United Kingdom	BoE Inflation Report	-	-	-
03/02/2022	United Kingdom	BoE Interest Rate Decision (Feb)	0.25%	0.50%	0.50%
03/02/2022	United Kingdom	BoE MPC Meeting Minutes	-	-	-
03/02/2022	Euro Zone	Deposit Facility Rate (Feb)	-0.50%	-0.50%	-0.50%
03/02/2022	Euro Zone	ECB Marginal Lending Facility	0.25%	-	0.25%
03/02/2022	Euro Zone	ECB Monetary Policy Statement	-	-	-
03/02/2022	Euro Zone	ECB Interest Rate Decision (Feb)	0.00%	0.00%	0.00%
03/02/2022	United States	Initial Jobless Claims	261K	245K	238K
03/02/2022	Euro Zone	ECB Press Conference	-	-	-
03/02/2022	United Kingdom	BoE Gov Bailey Speaks	-	-	-
03/02/2022	United States	ISM Non-Manufacturing PMI (Jan)	62.3	59.5	59.9
04/02/2022	United Kingdom	Construction PMI (Jan)	54.3	54.3	56.3
04/02/2022	United States	Nonfarm Payrolls (Jan)	510K	150K	467K
04/02/2022	United States	Unemployment Rate (Jan)	3.9%	3.9%	4.0%
04/02/2022	Canada	Employment Change (Jan)	78.6K	-117.5K	-200.1K
04/02/2022	Canada	Ivey PMI (Jan)	45.0	-	50.7

The Week Ahead

There will be only a few significant economic data releases next week. Investors will likely focus on the January U.S. Core CPI and the release of the FED's Monetary Policy Report on Friday. Consensus expects inflation to retrace slightly to a monthly rate of 0.5%.

Date	Zone	Event	Previous	Forecast	Actual
07/02/2022	Australia	Retail Sales (MoM) (Jan)	-4.4%	-	-
08/02/2022	Brazil	BCB Copom Meeting Minutes	-	-	-
09/02/2022	India	Interest Rate Decision	4.00%	4.00%	-
09/02/2022	United States	Crude Oil Inventories	-1.046M	1.525M	-
10/02/2022	United States	Core CPI (MoM) (Jan)	0.6%	0.5%	-
10/02/2022	United States	Initial Jobless Claims	238K	-	-
10/02/2022	United Kingdom	BoE Gov Bailey Speaks	-	-	-
11/02/2022	United Kingdom	GDP (MoM)	0.9%	-	-
11/02/2022	United Kingdom	GDP (QoQ) (Q4)	1.1%	1.1%	-
11/02/2022	United Kingdom	GDP (YoY) (Q4)	6.8%	6.5%	-
11/02/2022	United Kingdom	Manufacturing Production (MoM) (Dec)	1.1%	0.2%	-
11/02/2022	United Kingdom	Monthly GDP 3M/3M Change	1.1%	-	-
11/02/2022	Russia	Interest Rate Decision (Feb)	8.50%	9.50%	-
11/02/2022	United States	Fed Monetary Policy Report	-	-	-

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We cater to wealthy families and institutions with a pronounced ownership approach, making sure that the interests of our clients and ourselves are aligned by investing alongside them.

We offer a special know-how in niche strategies and we provide access to exclusive investment opportunities through our network

Amadeus Capital finds itself in the centre of a full-service ecosystem controlled by the Brockmann family, which allows us to easily connect all aspects of private wealth management.

While we are proud of our heritage, we constantly seek to adapt to a rapidly changing financial industry and don't shy away from undertaking the necessary investments to stay ahead of the curve.

We actively foster and cultivate an entrepreneurial corporate culture, encourage continuous innovation and work closely together with our external network of specialists and consultants.

Amadeus Capital merged in 2019 with Nucleo Capital, a Geneva based multi-family office created in 2005 by Laurent Timonier; further to the merger Laurent Timonier and Marovita Holding are the sole shareholders of Amadeus Capital.

Amadeus Capital is a member of the Swiss Association of Asset Managers and is audited by Ernst & Young.

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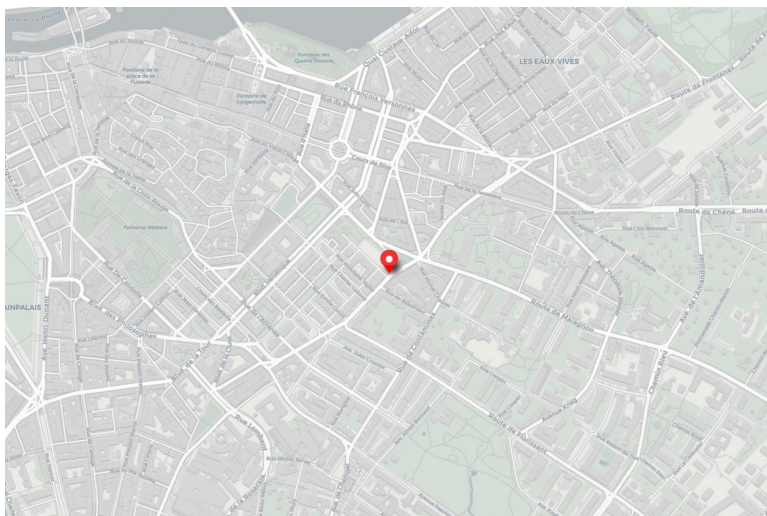
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