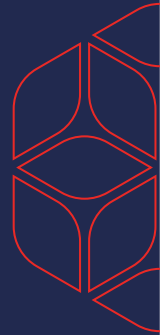


Quick recap

- There certainly aren't many politicians as famous for their influence on economic policy as Shinzō Abe. Abenomics became the term, describing a range of stimulus measures and reforms aimed at reinvigorating Japan's sluggish economy. Now, the violent death of the elder statesman falls into a time of piling up bets against the country's central bank.
- In Europe, strikes in Norway added to volatility in natural gas prices while consumers brace for record increases in utility bills and some landlords announced to reduce building temperatures.
- Currency markets remained in the spotlight as the CHF and USD (almost) hit parity to the EUR, while the JPY continued to weaken on the back of dividing central bank policies. Commodity prices retraced, and oil briefly fell under 100 USD, which helped equities bounce - led by Growth and Quality names.



Overview

Equities

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

p. 2-5
p. 2
p. 3
p. 3
p. 5

Fixed Income

- Government Yields
- Government Curve
- Credit Spreads

p. 5-6
p. 5
p. 6
p. 6

Commodities

- Precious Metals
- Oil
- Cryptocurrencies

p. 7-8
p. 7
p. 7
p. 8

Economic Calendar

p. 9-10

U.S. Mortgage Rates

30-Year Fixed Rate Mortgage Average in the United States



Interest rates have been unusually volatile these months as markets assess the likelihood of diverging scenarios. High inflation rates and a Fed committed to fighting them led to the fastest rate surge since the 80s, but investors are increasingly mindful of the demand impact of these developments. As the U.S. housing market is showing clear signs of cooling off, while recession fears are hammering commodity prices, long-term mortgage rates quickly followed.

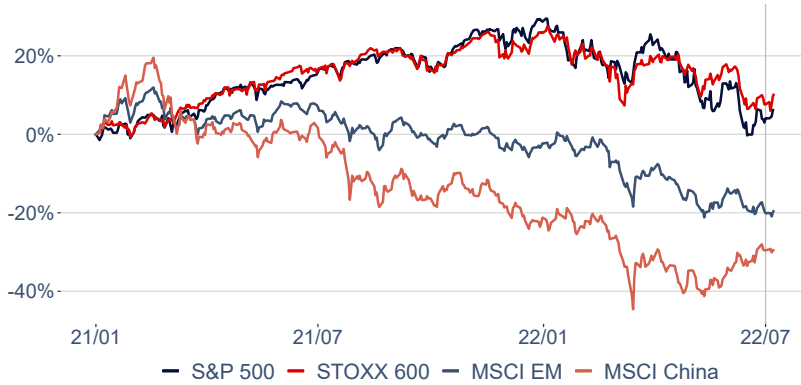
Markets at a glance



Major Equity Markets

Broad Markets

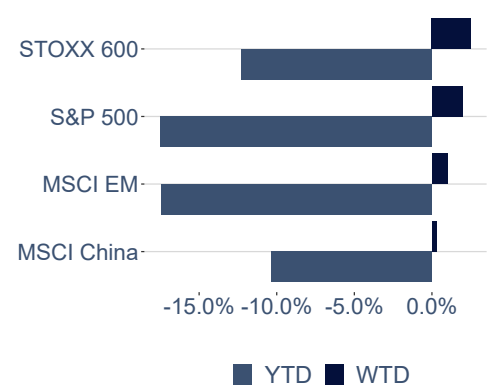
Total return %



Source: Amadeus Capital SA 2022-07-09

Broad Markets

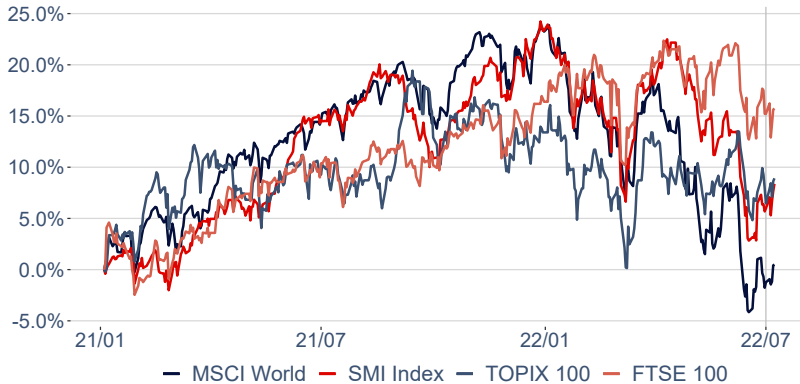
Total return %



Major Equity Markets

Broad Markets

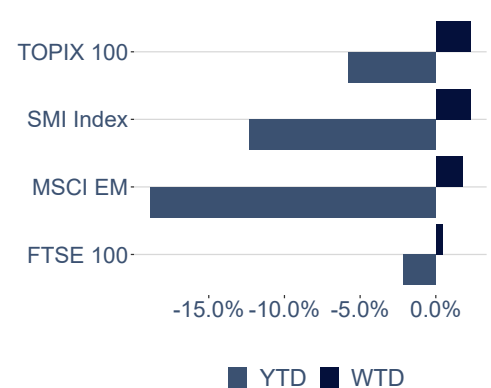
Total return %



Source: Amadeus Capital SA 2022-07-09

Broad Markets

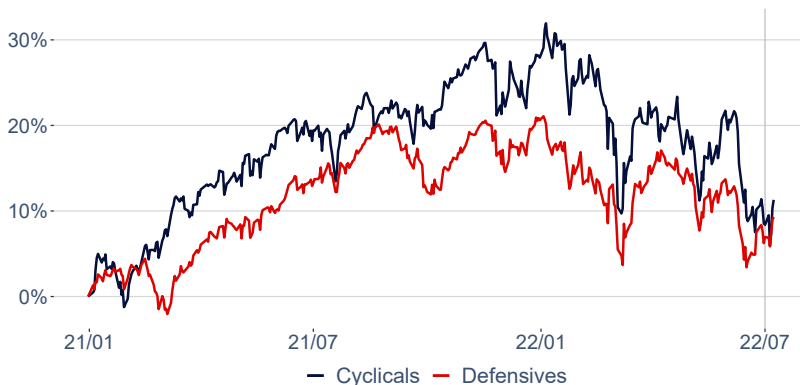
Total return %



Equity Sectors

Cyclicals vs Defensives Europe

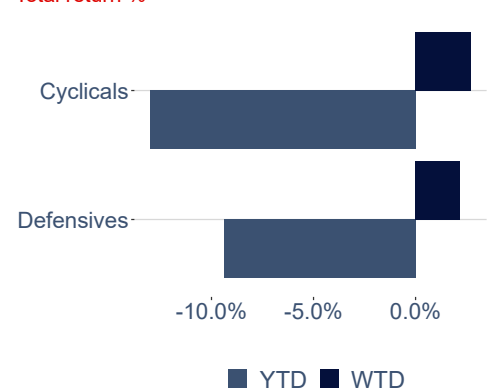
Total return %



Source: Bloomberg, Amadeus 2022-07-09

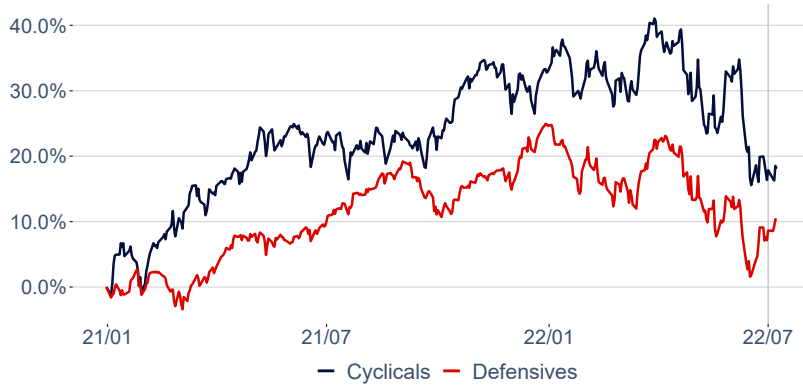
Cyclicals vs Defensives Europe

Total return %



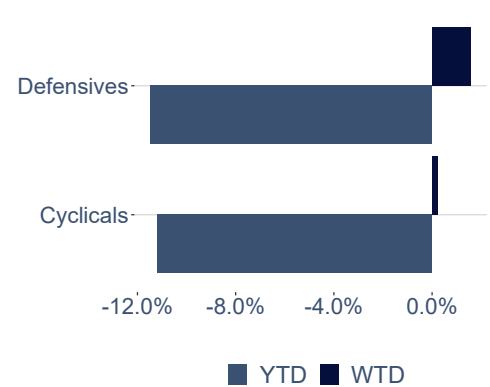
Equity Sectors

Sectors U.S.
Total return %



Source: Bloomberg, Amadeus 2022-07-09

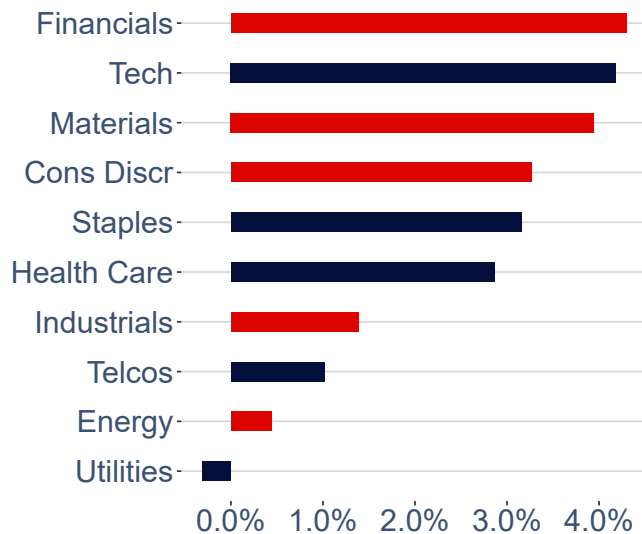
Cyclicals vs Defensives U.S.
Total return %



Equity Sectors

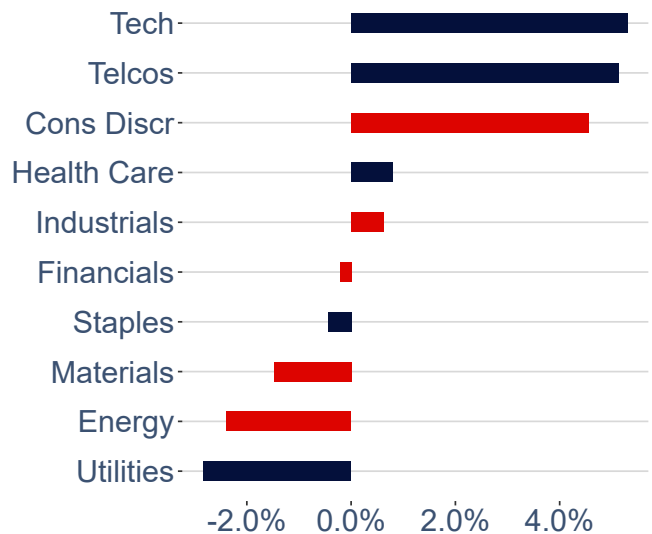
Sectors Europe

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



Sectors U.S.

Last week's performance %



Equity Styles

Styles Europe

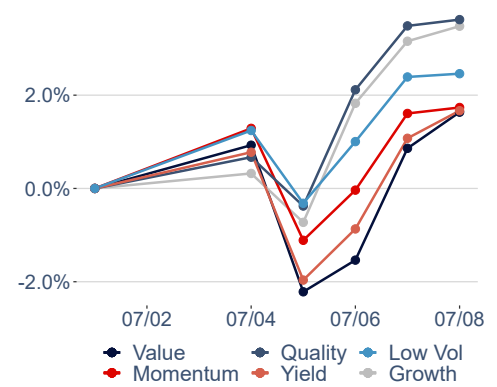
Total return %



Source: Bloomberg, Amadeus 2022-07-09

Styles Europe

Total return %



Source: Amadeus Capital SA 2022-07-09

Equity Styles

Styles U.S.

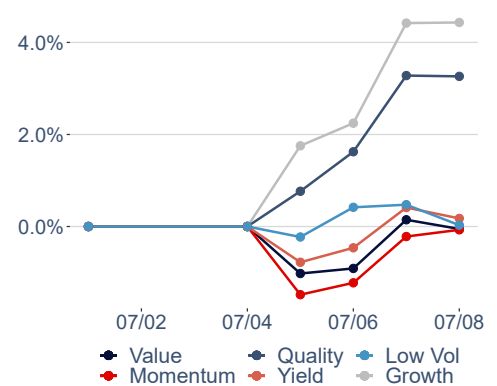
Total return %



Source: Bloomberg, Amadeus 2022-07-09

Styles U.S.

Total return %

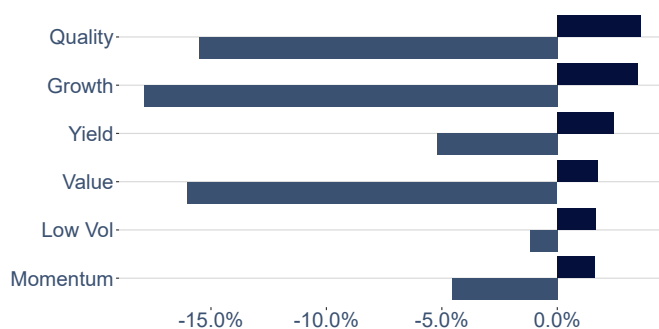


Source: Amadeus Capital SA 2022-07-09

Equity Styles

Styles Europe

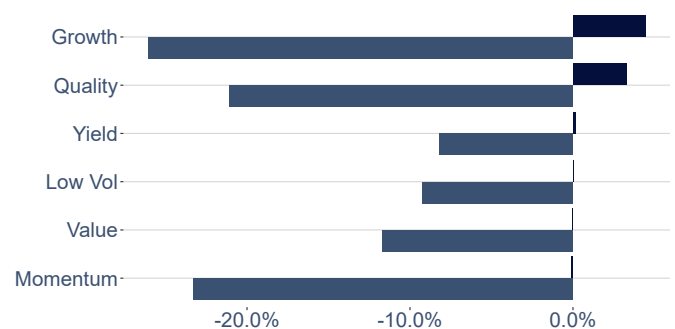
Total return %



■ YTD ■ WTD

Styles U.S.

Total return %

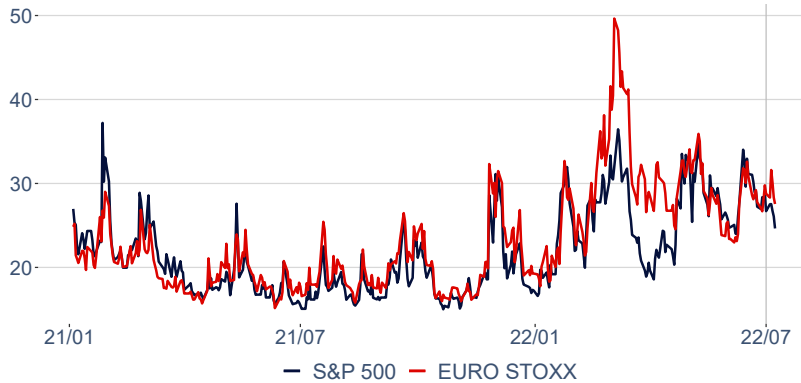


■ YTD ■ WTD

Volatility

Volatility

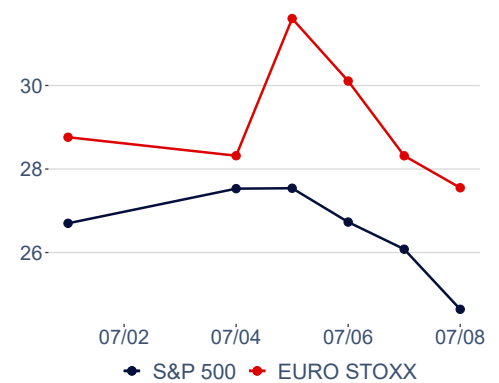
Implied volatility in %



Source: Amadeus Capital SA 2022-07-09

Volatility

Implied volatility in %

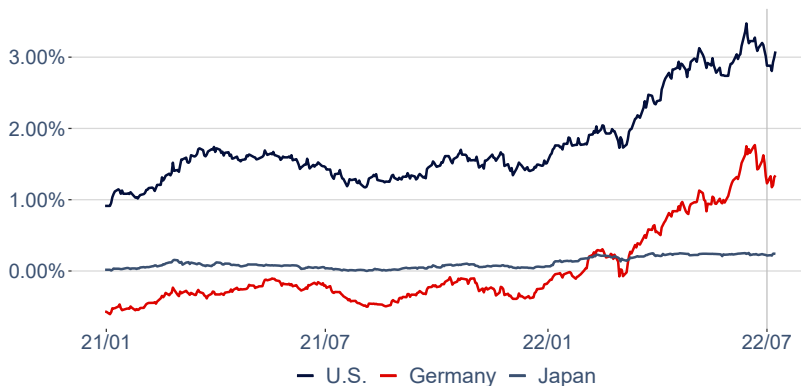


Source: Amadeus Capital SA 2022-07-09

Government Bond Yields

10Yr Govt Yields

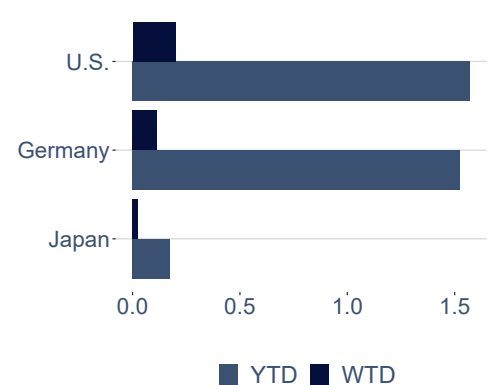
%



Source: Bloomberg, Amadeus 2022-07-09

10Yr Govt Yields

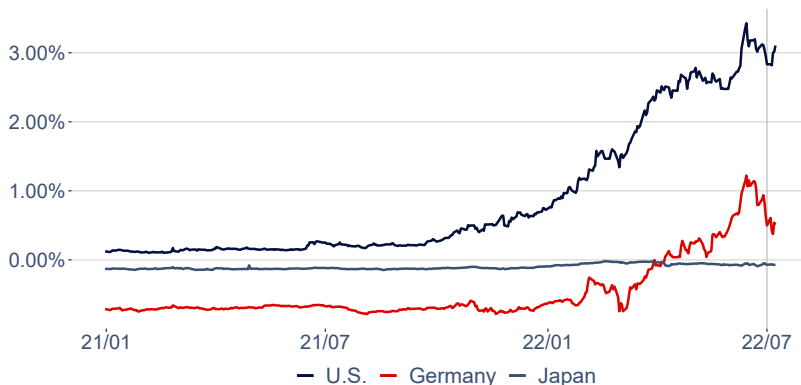
Delta in %



Government Bond Yields

2Yr Govt Yields

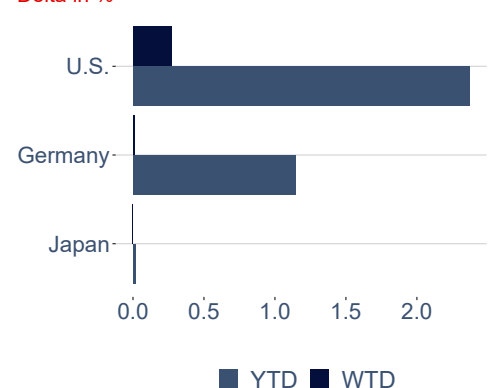
%



Source: Bloomberg, Amadeus 2022-07-09

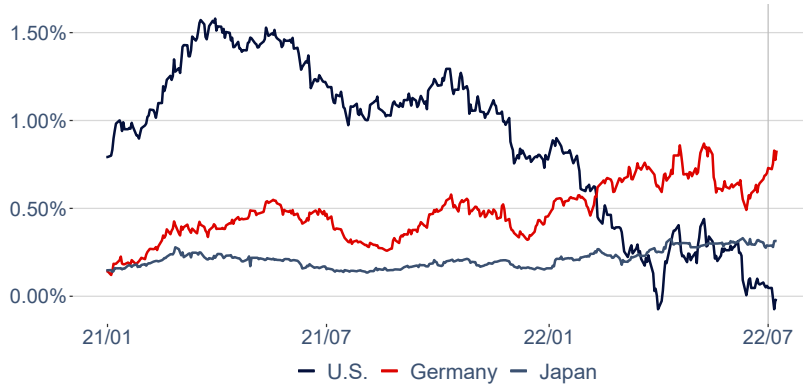
2Yr Govt Yields

Delta in %



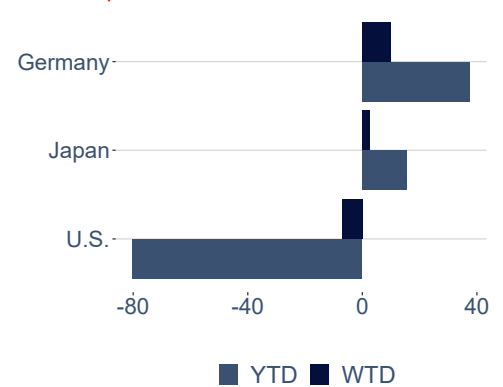
Government Bond Yields

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



Source: Amadeus Capital SA 2022-07-09

10Yr-2Yr Govt Yields
Delta in bp



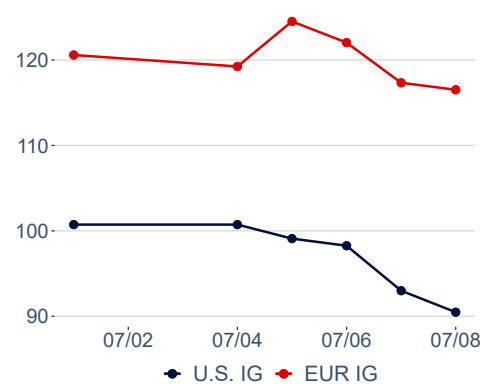
Credit Spreads

Investment grade credit spreads
Spread in basis points



Source: Amadeus Capital SA 2022-07-09

Investment grade credit spreads
Spread in basis points



Source: Amadeus Capital SA 2022-07-09

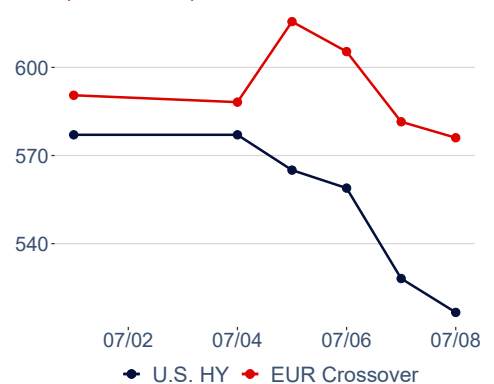
Credit Spreads

High yield credit spreads
Spread in basis points



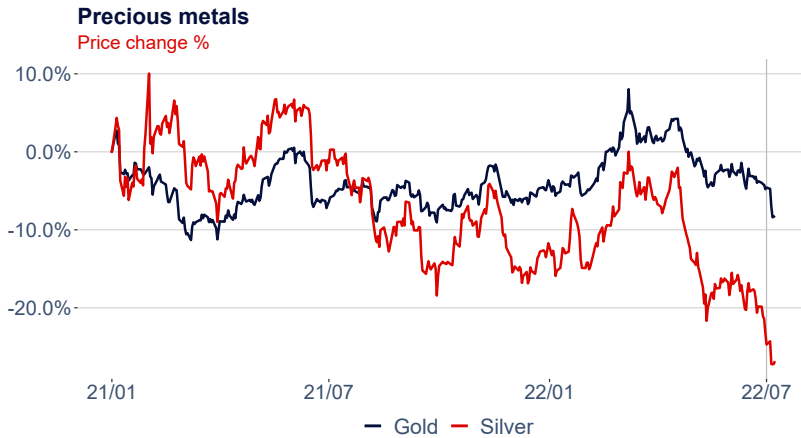
Source: Amadeus Capital SA 2022-07-09

High yield credit spreads
Spread in basis points

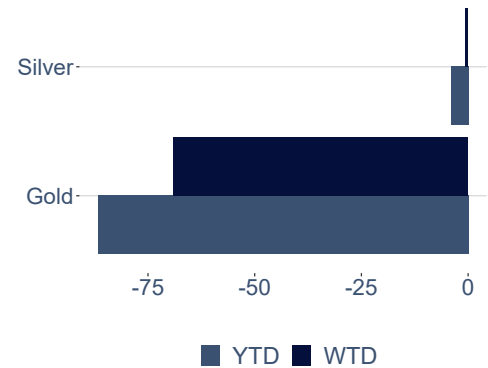


Source: Amadeus Capital SA 2022-07-09

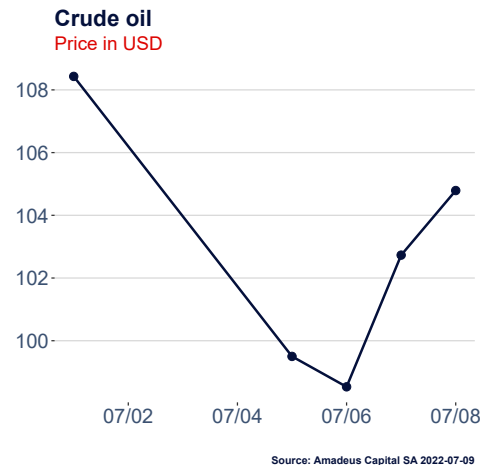
Precious Metals



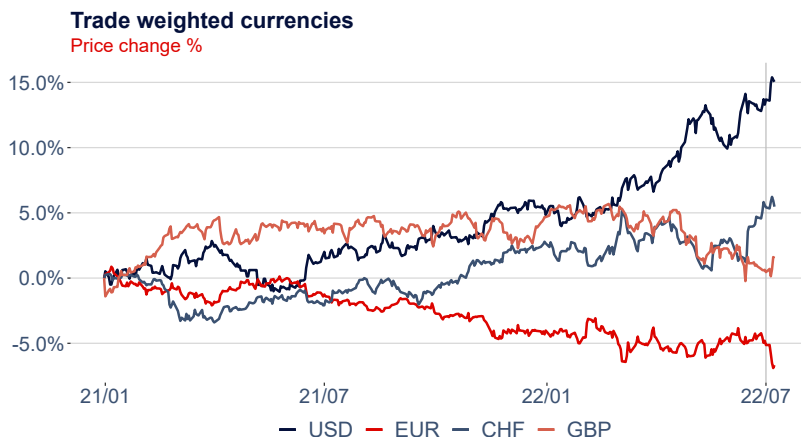
Precious metals
Price change in USD



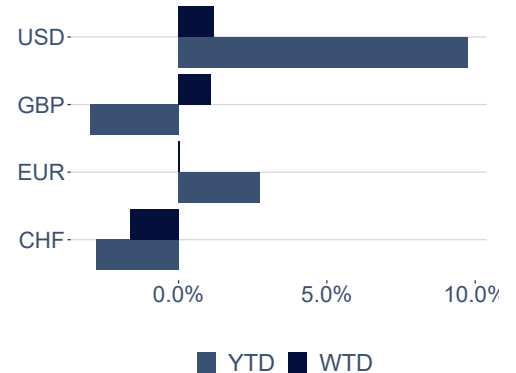
Commodities



Currencies



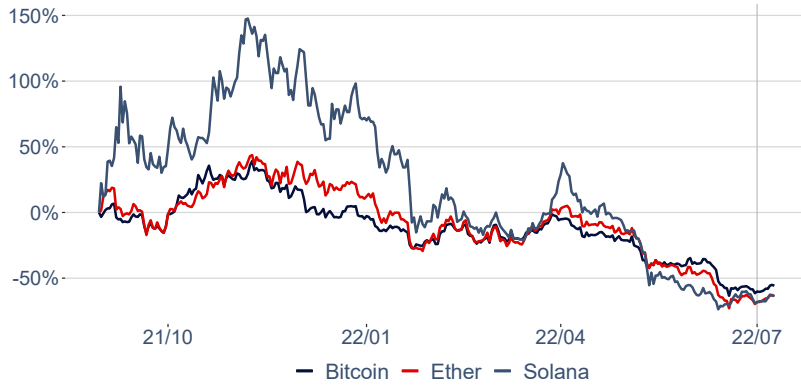
Trade weighted currencies
Price change %



Cryptocurrencies

Major cryptocurrencies in USD

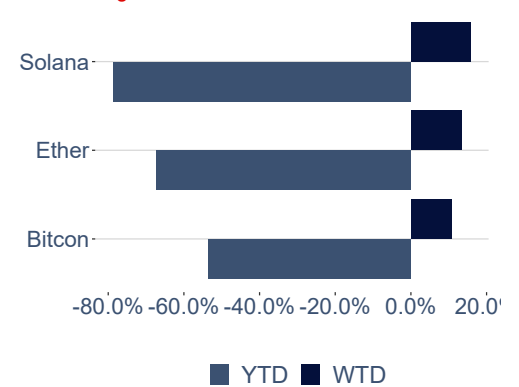
Price change %



Source: Amadeus Capital SA 2022-07-09

Major cryptocurrencies in USD

Price change %



Major Events Last Week

The FOMC minutes were perceived as hawkish and left the door open to 50bp hikes beyond July. Fed officials expressed worries about inflation expectations above 3%, as indicated by the University of Michigan survey. However, in the face of more muted commodity price developments, a cooling housing market and relaxation of Covid policies in China, investors are also asking how timely the minutes are this time. Nonfarm payrolls and job openings were stronger than expected, but April data got revised downwards. The unemployment rate stayed unchanged. Meanwhile, the ECB announced the name for its new spread fighting tool, the Transmission Protection Mechanism, but expressed uncertainty about its readiness at the planned implementation date (21st July).

Date	Zone	Event	Previous	Forecast	Actual
04/07/2022	Israel	Interest Rate Decision (Jul)	0.75%	1.25%	1.25%
05/07/2022	Australia	Retail Sales (MoM)	0.9%	0.9%	0.9%
05/07/2022	Australia	RBA Interest Rate Decision (Jul)	0.85%	1.35%	1.35%
05/07/2022	Australia	RBA Rate Statement	-	-	-
05/07/2022	United Kingdom	Composite PMI (Jun)	53.1	53.1	53.7
05/07/2022	United Kingdom	Services PMI (Jun)	53.4	53.4	54.3
05/07/2022	United Kingdom	BoE Gov Bailey Speaks	-	-	-
06/07/2022	United Kingdom	Construction PMI (Jun)	56.4	55.0	52.6
06/07/2022	United States	ISM Non-Manufacturing PMI (Jun)	55.9	54.3	55.3
06/07/2022	United States	JOLTs Job Openings (May)	11.681M	11.000M	11.254M
07/07/2022	United States	FOMC Meeting Minutes	-	-	-
07/07/2022	Euro Zone	ECB Publishes Account of Monetary Policy Meeting	-	-	-
07/07/2022	United States	Initial Jobless Claims	231K	230K	235K
07/07/2022	Canada	Ivey PMI (Jun)	72.0	74.0	62.2
07/07/2022	United States	Crude Oil Inventories	-2.762M	-1.043M	8.235M
08/07/2022	Euro Zone	ECB President Lagarde Speaks	-	-	-
08/07/2022	United States	Nonfarm Payrolls (Jun)	384K	268K	372K
08/07/2022	United States	Unemployment Rate (Jun)	3.6%	3.6%	3.6%
08/07/2022	Canada	Employment Change (Jun)	39.8K	23.5K	-43.2K

The Week Ahead

The current week was dominated by political headlines with the ousting of Borish Johnson and the murder of Shinzō Abe.

Next week will be relatively quiet on the macro side again, but the focus may shift to China once more with the release of June Industrial Production data and Q2 GDP.

[Worries about foreign currency-denominated debt in the property development](#) sector attracted less attention recently, but the underlying fundamentals likely haven't changed.

Date	Zone	Event	Previous	Forecast	Actual
12/07/2022	Germany	German ZEW Economic Sentiment (Jul)	-28.0	-37.5	-
13/07/2022	New Zealand	RBNZ Interest Rate Decision	2.00%	2.50%	-
13/07/2022	United Kingdom	Manufacturing Production (MoM) (May)	-1.0%	-	-
13/07/2022	United States	Core CPI (MoM) (Jun)	0.6%	0.5%	-
13/07/2022	Canada	BoC Interest Rate Decision	1.50%	2.25%	-
13/07/2022	United States	Crude Oil Inventories	8.235M	-	-
14/07/2022	Australia	Employment Change (Jun)	60.6K	25.0K	-
14/07/2022	United States	PPI (MoM) (Jun)	0.8%	0.8%	-
15/07/2022	China	GDP (YoY) (Q2)	4.8%	4.4%	-
15/07/2022	China	Industrial Production (YoY) (Jun)	0.7%	-0.7%	-
15/07/2022	Israel	CPI (MoM) (Jun)	0.6%	-	-
15/07/2022	Israel	CPI (YoY) (Jun)	4.1%	4.3%	-
15/07/2022	United States	Core Retail Sales (MoM) (Jun)	0.5%	0.6%	-
15/07/2022	United States	Retail Sales (MoM) (Jun)	-0.3%	0.8%	-

About Amadeus

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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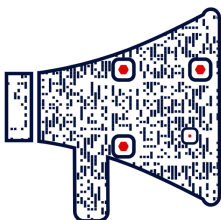
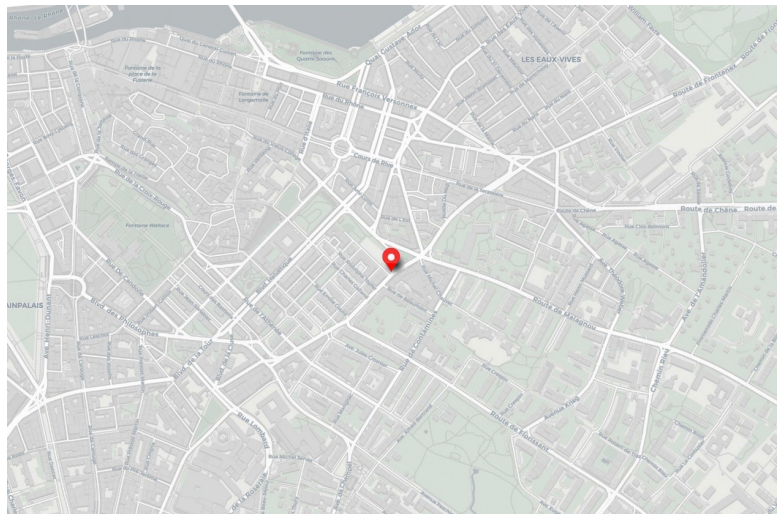
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