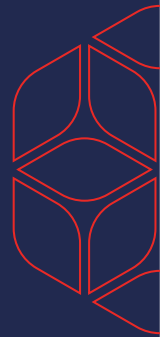


Quick recap

- The OPEC's decision to cut oil production by 2m barrels daily triggered a sharp rally in crude this week and new political tensions between the cartel's members and the west.
- The move comes at the wrong time not only for Europe but also for the U.S., where emergency reserves have been released over the past months as the Biden administration is battling inflation.
- Embattled lender Credit Suisse made headlines this week as its CDS spreads soared while its share price hit fresh lows on mounting concerns about its strategic review's success probability.
- In the face of the Credit Suisse debacle, investors pointed to higher capital buffers and stayed relatively calm this week, with equity markets finishing higher worldwide, led by the energy sector.
- Goldman Sachs kicked off the bargain hunting in Private Equity as U.K. pension funds initiate fire sales.



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



How stressed is the financial system? This is a question the daily [Financial Stress Index](#) published by the Office of Financial Research attempts to answer by monitoring 33 financial market variables, including yield spreads, valuation measures, and interest rates. Investors [have recently pointed to the indicator worriedly](#) as it has been on the rise in the wake of rising benchmark yields, credit spreads and tumbling equity markets. Interestingly, one component preventing a steeper rise so far is the funding subindex which measures how easily financial institutions can fund their activities - an indicator worth watching.

Markets at a glance



Major Equity Markets

Broad Markets

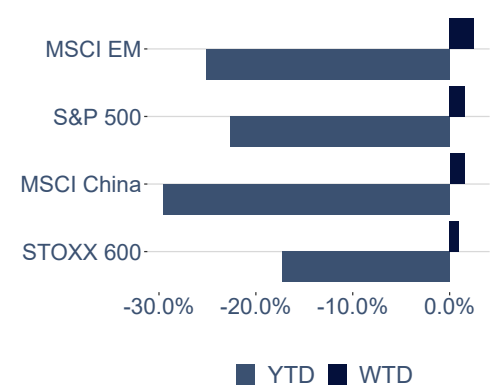
Total return %



Source: Amadeus Capital SA 2022-10-08

Broad Markets

Total return %



Major Equity Markets

Broad Markets

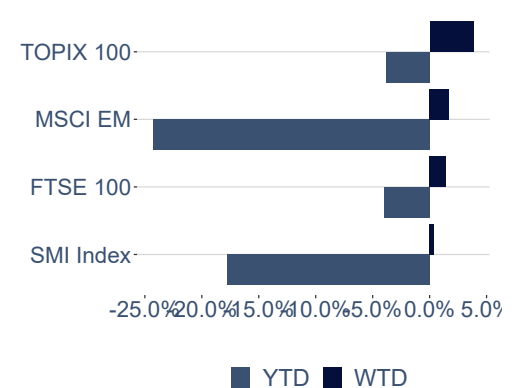
Total return %



Source: Amadeus Capital SA 2022-10-08

Broad Markets

Total return %



Equity Sectors

Cyclicals vs Defensives Europe

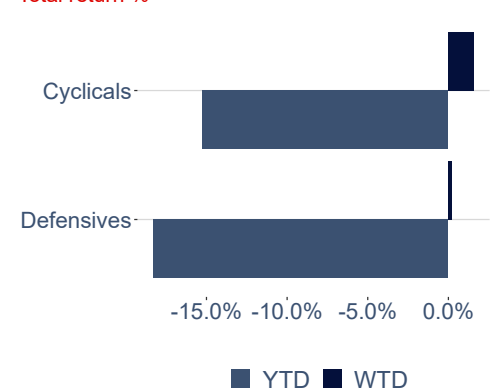
Total return %



Source: Bloomberg, Amadeus 2022-10-08

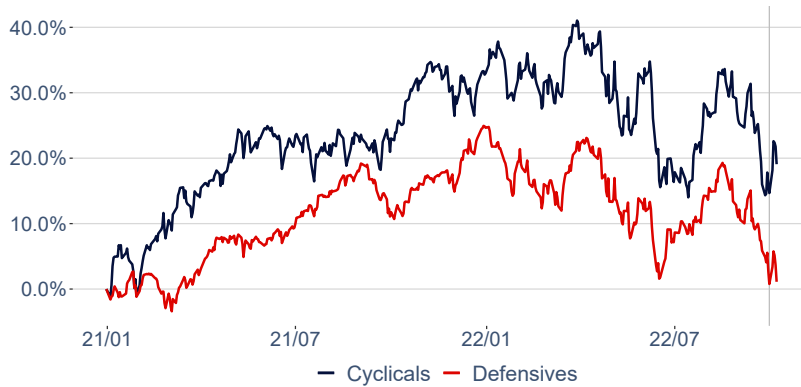
Cyclicals vs Defensives Europe

Total return %



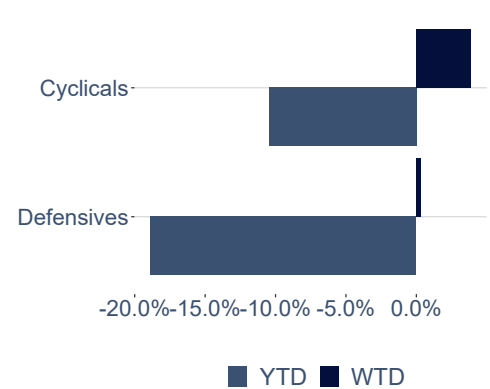
Equity Sectors

Sectors U.S.
Total return %



Source: Bloomberg, Amadeus 2022-10-08

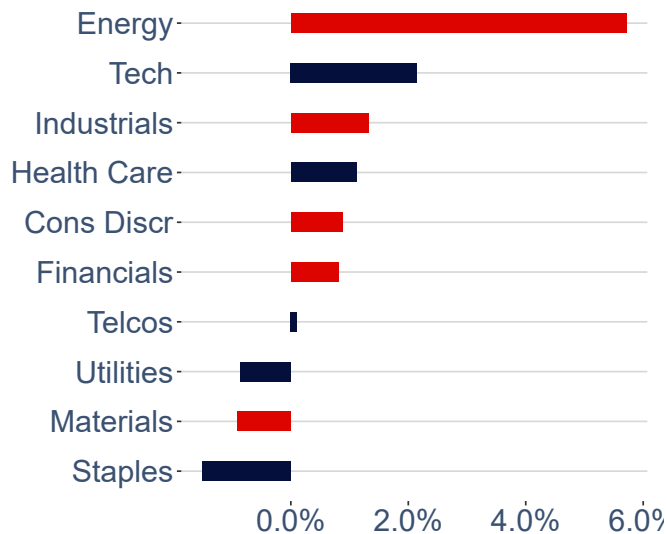
Cyclicals vs Defensive U.S.
Total return %



Equity Sectors

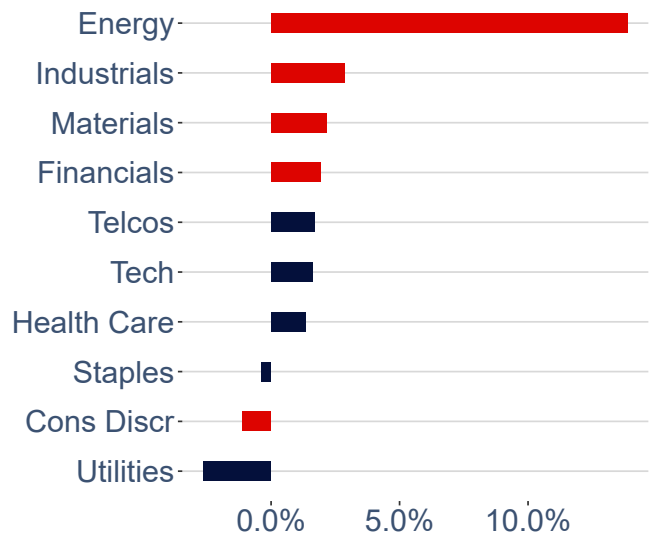
Sectors Europe

Last week's performance %



Sectors U.S.

Cyc = red, def = blue



Equity Styles

Styles Europe

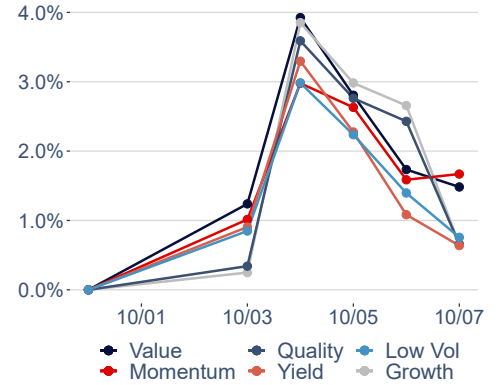
Total return %



Source: Bloomberg, Amadeus 2022-10-08

Styles Europe

Total return %



Source: Amadeus Capital SA 2022-10-08

Equity Styles

Styles U.S.

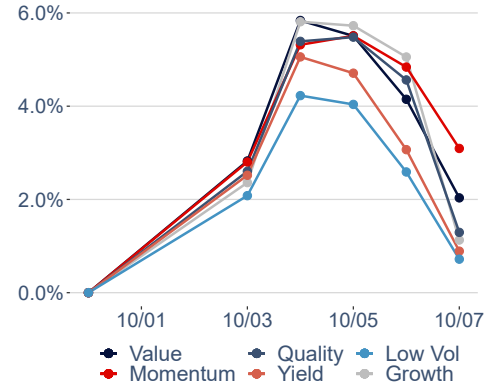
Total return %



Source: Bloomberg, Amadeus 2022-10-08

Styles U.S.

Total return %

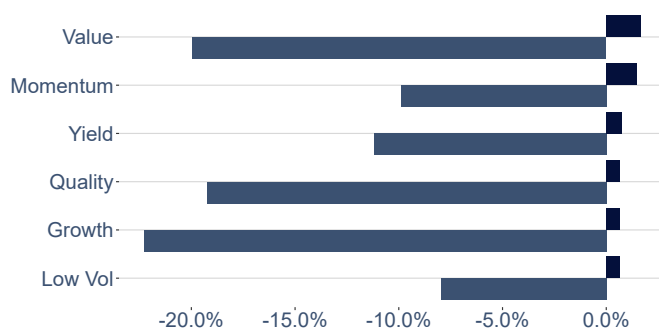


Source: Amadeus Capital SA 2022-10-08

Equity Styles

Styles Europe

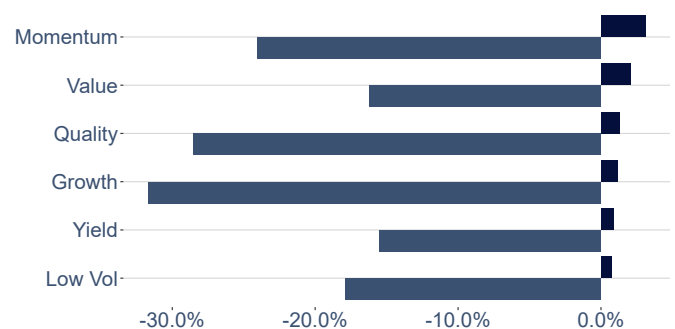
Total return %



■ YTD ■ WTD

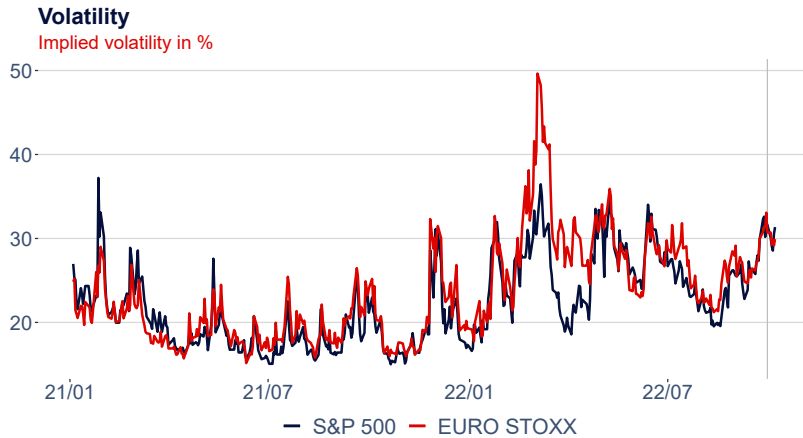
Styles U.S.

Total return %

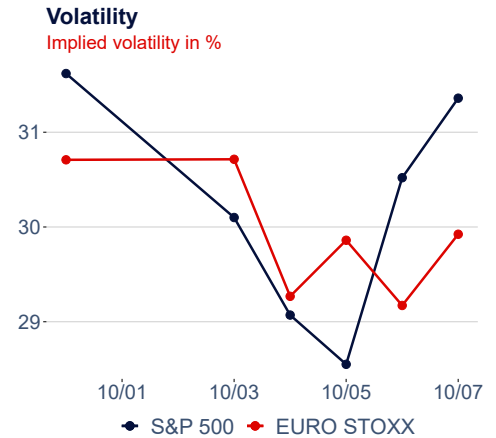


■ YTD ■ WTD

Volatility

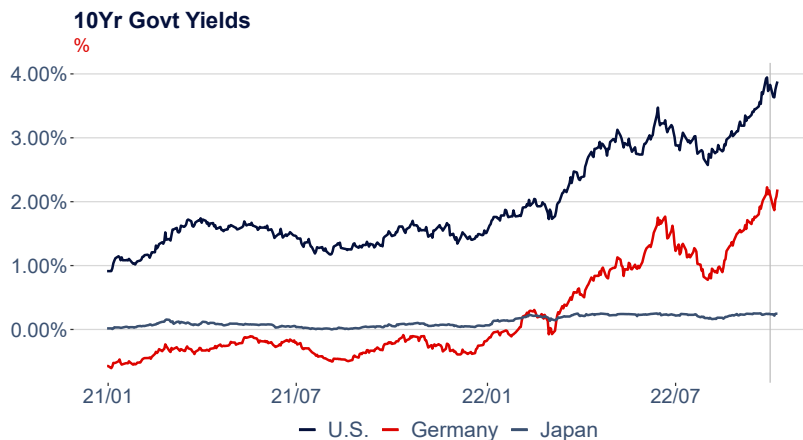


Source: Amadeus Capital SA 2022-10-08



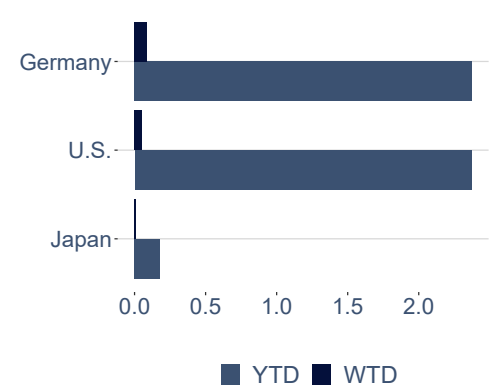
Source: Amadeus Capital SA 2022-10-08

Government Bond Yields

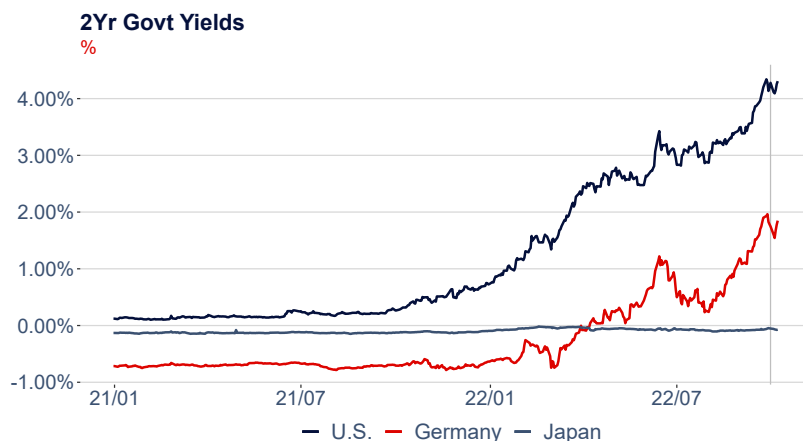


Source: Bloomberg, Amadeus 2022-10-08

10Yr Govt Yields

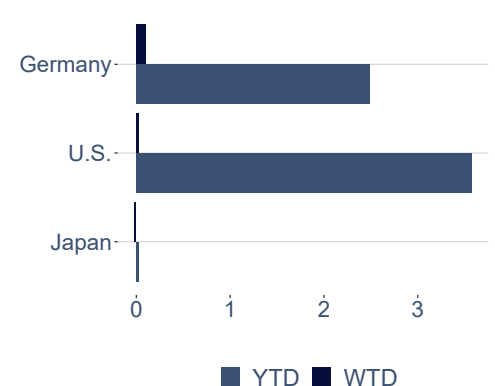


Government Bond Yields



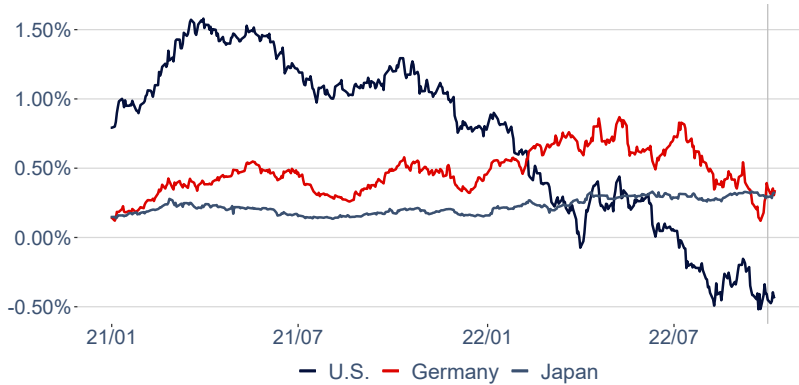
Source: Bloomberg, Amadeus 2022-10-08

2Yr Govt Yields



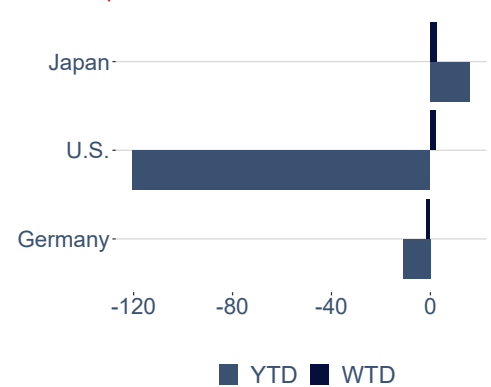
Government Bond Yields

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



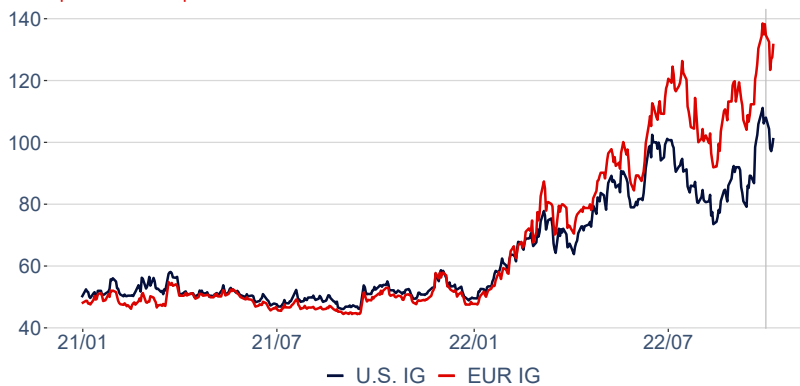
Source: Amadeus Capital SA 2022-10-08

10Yr-2Yr Govt Yields
Delta in bp



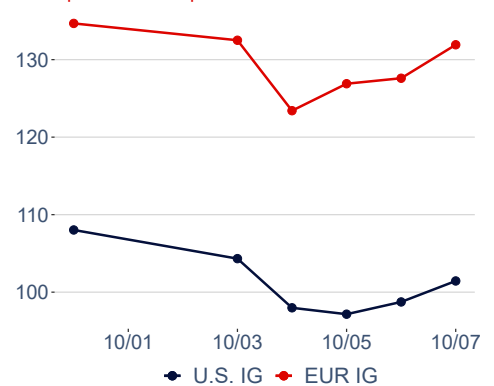
Credit Spreads

Investment grade credit spreads
Spread in basis points



Source: Amadeus Capital SA 2022-10-08

Investment grade credit spreads
Spread in basis points



Source: Amadeus Capital SA 2022-10-08

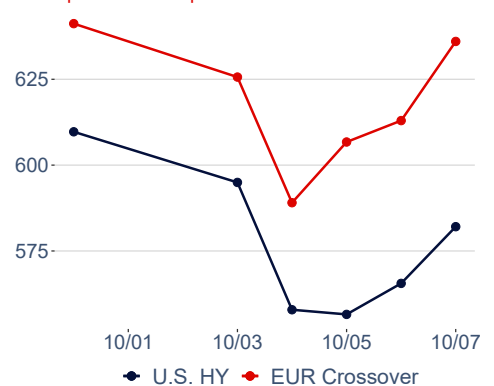
Credit Spreads

High yield credit spreads
Spread in basis points



Source: Amadeus Capital SA 2022-10-08

High yield credit spreads
Spread in basis points



Source: Amadeus Capital SA 2022-10-08

Precious Metals

Precious metals

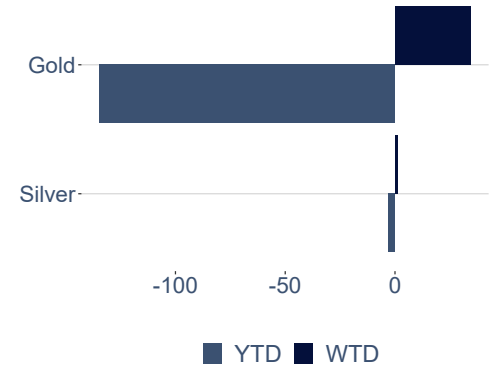
Price change %



Source: Amadeus Capital SA 2022-10-08

Precious metals

Price change in USD



Commodities

Crude oil

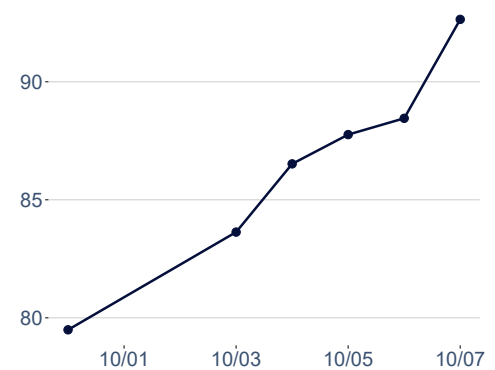
Price in USD



Source: Amadeus Capital SA 2022-10-08

Crude oil

Price in USD

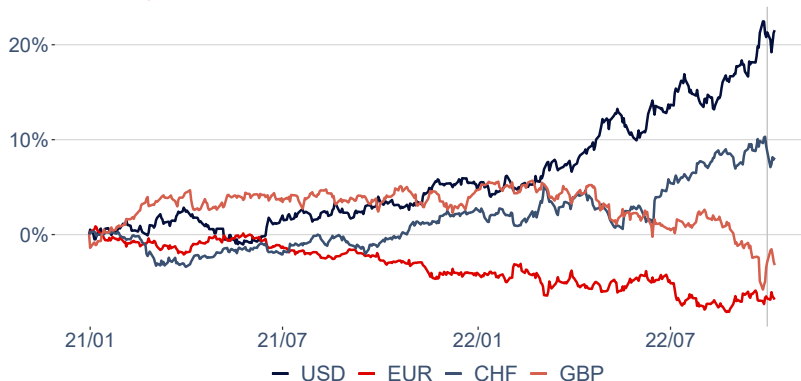


Source: Amadeus Capital SA 2022-10-08

Currencies

Trade weighted currencies

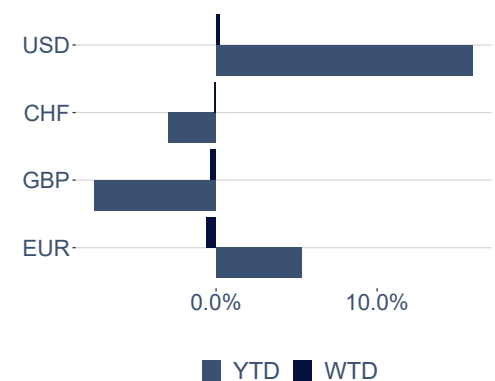
Price change %



Source: Amadeus Capital SA 2022-10-08

Trade weighted currencies

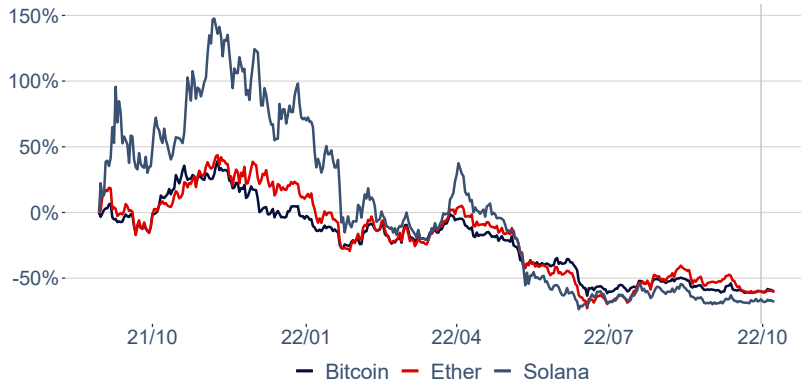
Price change %



Cryptocurrencies

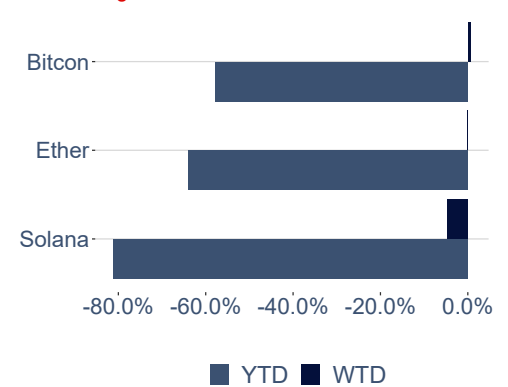
Major cryptocurrencies in USD

Price change %



Major cryptocurrencies in USD

Price change %



Major Events Last Week

The U.S. labour market finally started to show some signs of weakness this week, with JOLTs Job Openings coming in lower than expected and Initial Jobless Claims rising stronger than expected. Nonfarm Payrolls were higher than anticipated by the consensus but still retraced noticeably. In fact, Job Openings are now falling the fastest since the Great Financial Crisis, although this observation has to be put into perspective as the past year experienced a remarkable recovery.

Investors were spooked by the Nonfarm Payrolls and equity markets tumbled on Friday, though finishing higher than last week, while benchmark yields inched higher.

Date	Zone	Event	Previous	Forecast	Actual
03/10/2022	Japan	Tankan Large Manufacturers Index (Q3)	9	11	8
03/10/2022	Japan	Tankan Large Non-Manufacturers Index (Q3)	13	13	14
03/10/2022	Germany	German Manufacturing PMI (Sep)	49.1	48.3	47.8
03/10/2022	United Kingdom	Manufacturing PMI (Sep)	47.3	48.5	48.4
03/10/2022	Israel	Interest Rate Decision (Oct)	2.00%	2.63%	2.75%
03/10/2022	United States	ISM Manufacturing PMI (Sep)	52.8	52.2	50.9
04/10/2022	Australia	RBA Interest Rate Decision (Oct)	2.35%	2.85%	2.60%
04/10/2022	Australia	RBA Rate Statement	-	-	-
04/10/2022	United States	JOLTs Job Openings (Aug)	11.170M	10.775M	10.053M
04/10/2022	Euro Zone	ECB President Lagarde Speaks	-	-	-
05/10/2022	Australia	Retail Sales (MoM)	1.3%	0.6%	0.6%
05/10/2022	New Zealand	RBNZ Interest Rate Decision	3.00%	3.50%	3.50%
05/10/2022	New Zealand	RBNZ Rate Statement	-	-	-
05/10/2022	United Kingdom	Composite PMI (Sep)	49.6	48.4	49.1
05/10/2022	United Kingdom	Services PMI (Sep)	50.9	49.2	50.0
05/10/2022	United States	ADP Nonfarm Employment Change (Sep)	185K	200K	208K
05/10/2022	United States	ISM Non-Manufacturing PMI (Sep)	56.9	56.0	56.7
05/10/2022	United States	Crude Oil Inventories	-0.215M	2.052M	-1.356M
06/10/2022	United Kingdom	Construction PMI (Sep)	49.2	48.0	52.3
06/10/2022	Euro Zone	ECB Publishes Account of Monetary Policy Meeting	-	-	-
06/10/2022	United States	Initial Jobless Claims	190K	203K	219K
06/10/2022	Canada	Ivey PMI (Sep)	60.9	-	59.5
07/10/2022	Euro Zone	EU Leaders Summit	-	-	-
07/10/2022	United States	Nonfarm Payrolls (Sep)	315K	250K	263K
07/10/2022	United States	Unemployment Rate (Sep)	3.7%	3.7%	3.5%
07/10/2022	Canada	Employment Change (Sep)	-39.7K	20.0K	21.1K

The Week Ahead

U.S. headline inflation is expected to have retraced further to 8.1% this month, driven by lower energy comps. However, a mom Core CPI of 0.5% is undoubtedly too high, and Cleveland's Fed Nowcast indicates little improvement. Therefore, markets will closely watch the announcement to see whether the inflation figure mirrors recent relief in labour markets.

Other events to watch will be the German CPI, due on Thursday and, of course, Lagarde's speech and the FOMC minutes on Wednesday.

Date	Zone	Event	Previous	Forecast	Actual
11/10/2022	United Kingdom	Average Earnings Index +Bonus (Aug)	5.5%	5.9%	-
11/10/2022	United Kingdom	Claimant Count Change (Sep)	6.3K	-	-
12/10/2022	United Kingdom	BoE Gov Bailey Speaks	-	-	-
12/10/2022	United Kingdom	GDP (MoM)	0.2%	-	-
12/10/2022	United Kingdom	GDP (YoY)	4.4%	-	-
12/10/2022	United Kingdom	Manufacturing Production (MoM) (Aug)	0.1%	0.2%	-
12/10/2022	United Kingdom	Monthly GDP 3M/3M Change	0.0%	-	-
12/10/2022	United States	PPI (MoM) (Sep)	-0.1%	0.2%	-
12/10/2022	Euro Zone	ECB President Lagarde Speaks	-	-	-
13/10/2022	United States	FOMC Meeting Minutes	-	-	-
13/10/2022	Germany	German CPI (YoY) (Sep)	10.0%	10.0%	-
13/10/2022	United States	Core CPI (MoM) (Sep)	0.6%	0.5%	-
13/10/2022	United States	CPI (YoY) (Sep)	8.3%	8.1%	-
13/10/2022	United States	CPI (MoM) (Sep)	0.1%	0.2%	-
13/10/2022	United States	Initial Jobless Claims	219K	225K	-
13/10/2022	United States	Crude Oil Inventories	-1.356M	-	-
14/10/2022	Israel	CPI (MoM) (Sep)	-0.3%	-0.1%	-
14/10/2022	Israel	CPI (YoY) (Sep)	4.6%	4.8%	-
14/10/2022	United States	Core Retail Sales (MoM) (Sep)	-0.3%	-0.1%	-
14/10/2022	United States	Retail Sales (MoM) (Sep)	0.3%	0.2%	-

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.

Where to find us

Address

Amadeus Capital SA
14, rue Rodolphe-Toepffer
1206 Geneva - Switzerland

Contact

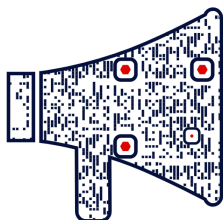
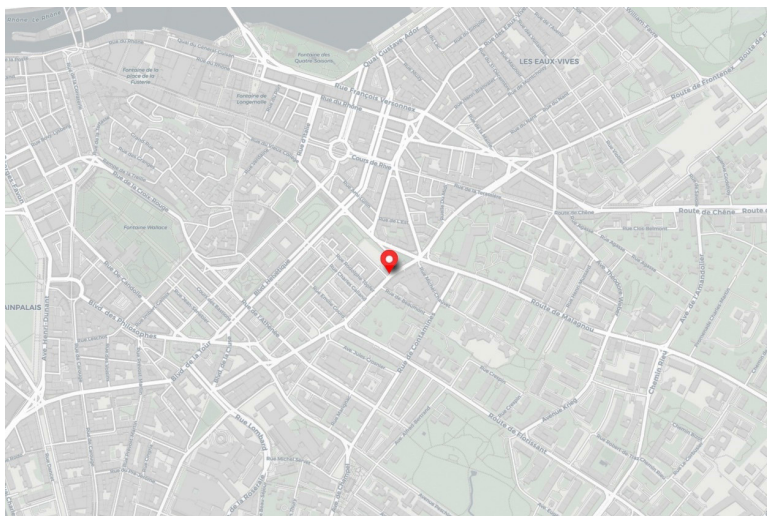
<https://investing.amadeus.ch/contact-us/>

Web

<https://amadeus.ch/>
<https://investing.amadeus.ch/>
<https://quantamental.amadeus.ch/>

Blog & Newsletter Subscription

<https://investing.amadeus.ch/blog/>



Disclaimer

This presentation is proprietary to Amadeus Capital SA ("Amadeus"). This presentation does not purport to be all-inclusive or to necessarily contain all relevant information and may be subject to updating, withdrawal, revision or amendment. No representation or warranty, express or implied, is or will be given by Amadeus, their advisers or any of their respective directors, shareholders, partners or employees as to the accuracy or completeness of this presentation or the information or opinions contained therein.

Please consult a competent legal, regulatory, compliance, tax, accounting or other applicable professional as Amadeus does not provide any such advice and makes no representations or warranties in this regard. For the avoidance of doubt, Amadeus makes no representation or warranty about the suitability and/or appropriateness of any product or service for end-clients in any jurisdiction.

The content of this presentation and any and all discussions, negotiations and communications between the addressee and Amadeus and their respective directors, shareholders, employees, advisers and/or representatives will remain subject to the conclusion of a final and binding contract and/or the delivery of a finalized signed-off specification document.

The addressee of this presentation must make their own independent assessment of the information provided by Amadeus and is recommended to seek independent advice on the contents hereof from a person specializing in advising on matters contained herein. Neither Amadeus nor any of their advisers, nor their respective directors, partners, representatives, agents, consultants or employees shall be liable for any direct, indirect or consequential loss or damage suffered by any person relying on statements or omissions from this presentation and to the maximum extent permitted by law, all conditions, warranties and other terms which might be implied by statute, common law or the law of equity and any such liability are expressly excluded.

© 2022 Amadeus Capital SA. All rights reserved.

No part of this presentation may be changed in any format, sold, or used in any way, online or offline, other than what is outlined within this site, under any circumstances without express permission of Amadeus.

Contact: digital@amadeus.com