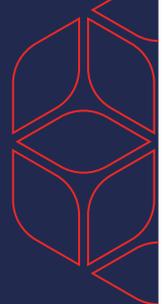


Quick recap

- Inflation and monetary policy made headlines again this week as US CPI's came in higher than expected, printing an increase of 7.5% y/y. As a result, markets are now pricing in seven rate hikes over the next 12 months.
- While the rise in short term rates attracted a lot of attention this week, long-term interest rates and inflation expectations as indicated by 30Yr Treasury Bonds remain well-anchored.
- Markets still don't seem to believe in permanently higher inflation but rather prepare for a policy error.
- The S&P 500 retraced by 1.8% this week, but European and Asian markets ended the week higher.
- The style and sector rotations in equities continued this week with Defensives underperforming Cyclical and Quality and Momentum losing against 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

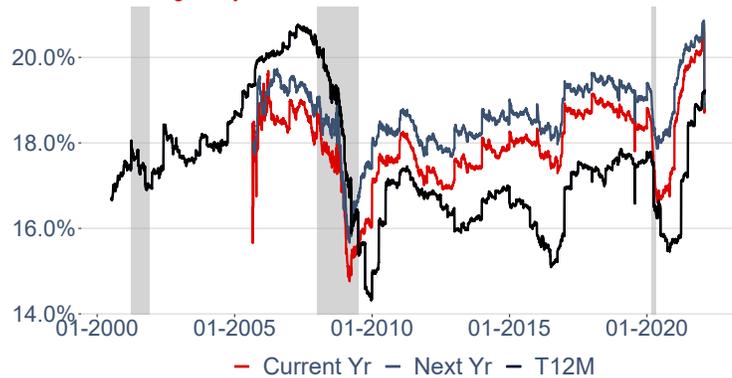
- Precious Metals
- Oil
- Cryptocurrencies

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Economic Calendar

p. 9-10

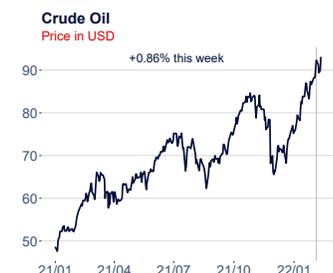
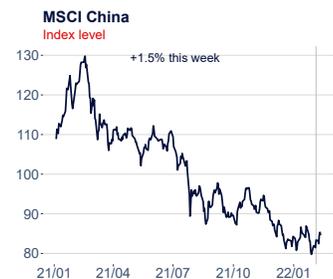
Expected EBITDA Margin World Bloomberg Analyst Consensus Estimates



Source: Amadeus Capital 2022-02-12

After the initial Covid slump, 2020 and 2021 brought unprecedented upwards revisions of corporate profit expectations driven by a surprise surge in profit margins. However, supply chain disruptions and an increasingly tighter monetary policy outlook are now taking their toll. Again, investors are reminded that corporate profit growth is subject to mean-reversion.

Markets at a glance



Major Equity Markets

Broad Markets

Total return %



Source: Amadeus Capital SA 2022-02-12

Broad Markets

Total return %



Major Equity Markets

Broad Markets

Total return %



Source: Amadeus Capital SA 2022-02-12

Broad Markets

Total return %



Equity Sectors

Cyclicals vs Defensives Europe

Total return %



Source: Bloomberg, Amadeus 2022-02-12

Cyclicals vs Defensives Europe

Total return %



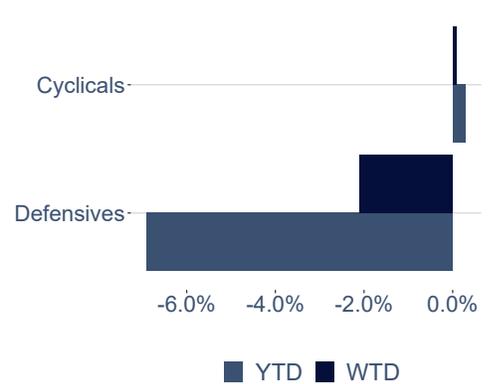
Equity Sectors

Sectors U.S.
Total return %



Source: Bloomberg, Amadeus 2022-02-12

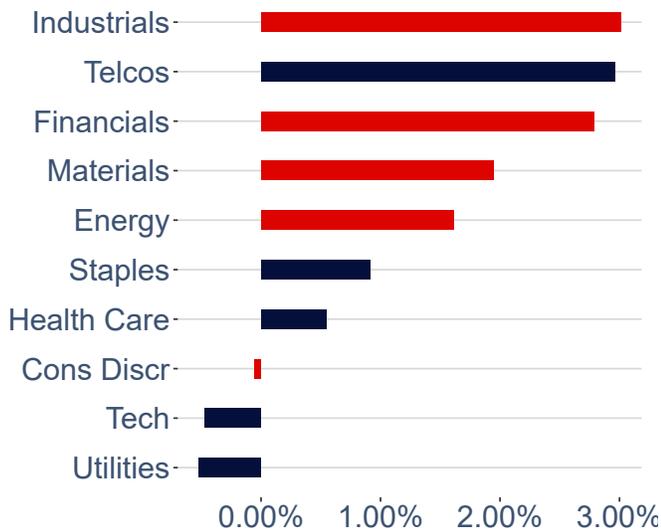
Cyclicals vs Defensives U.S.
Total return %



Equity Sectors

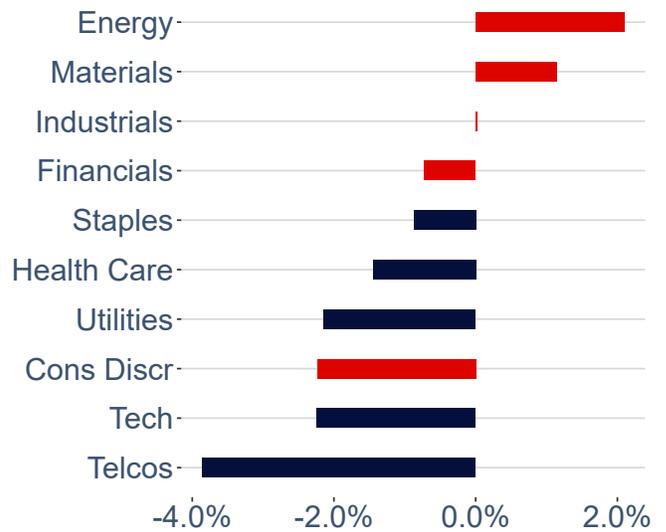
Sectors Europe

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



Sectors U.S.

Last week's performance %



Equity Styles

Styles Europe

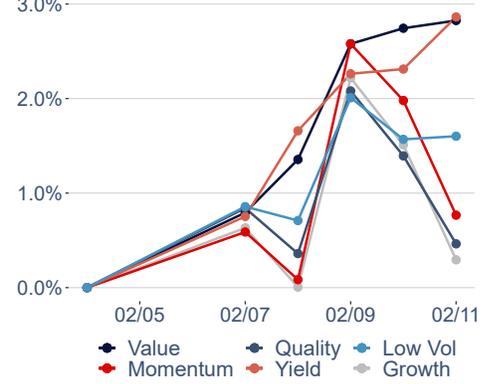
Total return %



Source: Bloomberg, Amadeus 2022-02-12

Styles Europe

Total return %



Source: Amadeus Capital SA2022-02-12

Equity Styles

Styles U.S.

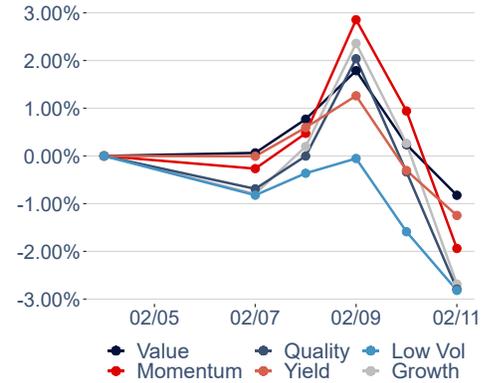
Total return %



Source: Bloomberg, Amadeus 2022-02-12

Styles U.S.

Total return %

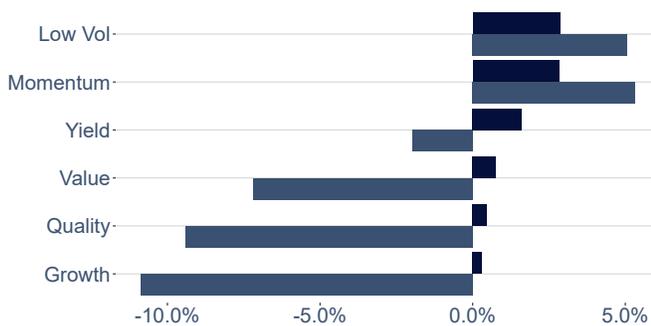


Source: Amadeus Capital SA2022-02-12

Equity Styles

Styles Europe

Total return %



■ YTD ■ WTD

Styles Europe

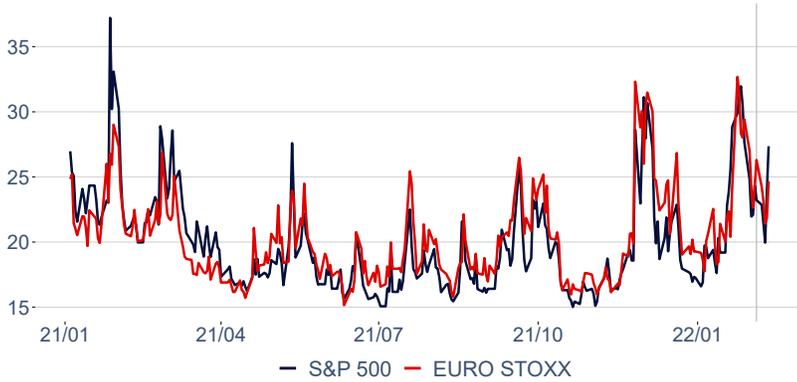
Total return %



■ YTD ■ WTD

Volatility

Volatility
Implied volatility in %



Source: Amadeus Capital SA2022-02-12

Volatility
Implied volatility in %



Source: Amadeus Capital SA2022-02-12

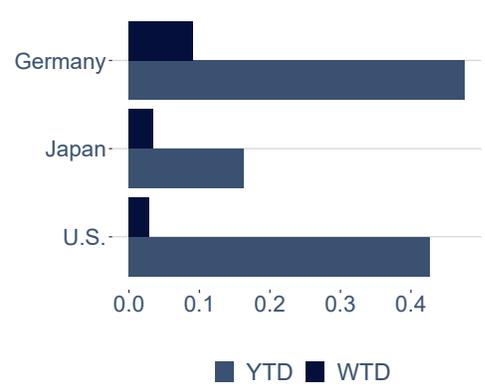
Government Bond Yields

10Yr Govt Yields
%



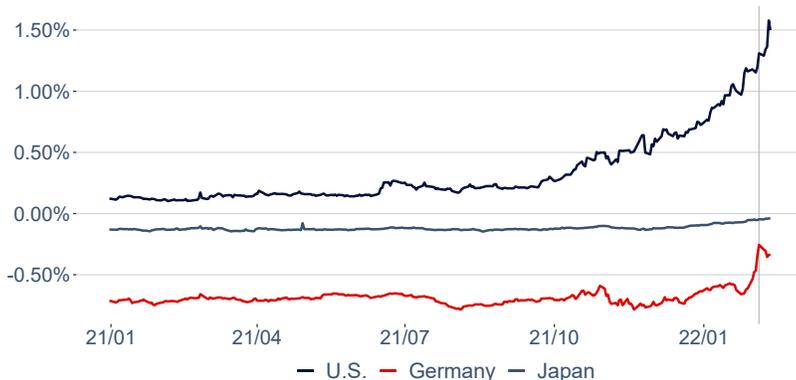
Source: Bloomberg, Amadeus 2022-02-12

10Yr Govt Yields
Delta in %



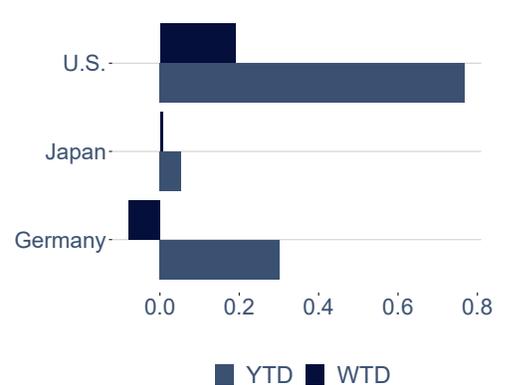
Government Bond Yields

2Yr Govt Yields
%



Source: Bloomberg, Amadeus 2022-02-12

10Yr Govt Yields
Delta in %



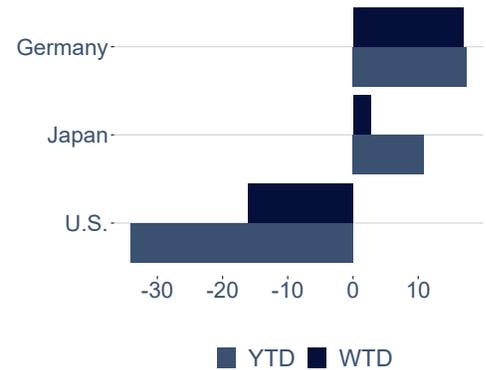
Government Bond Yields

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



Source: Amadeus Capital SA2022-02-12

10Yr Govt Yields
Delta in bp



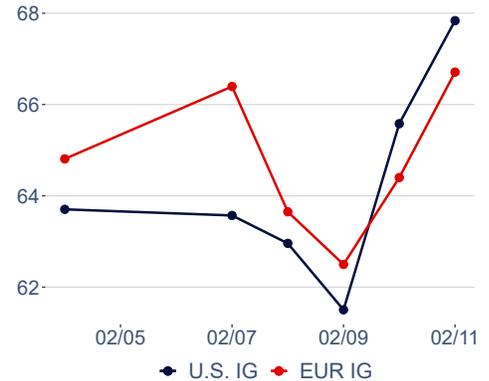
Credit Spreads

Investment grade credit spreads
Spread in basis points



Source: Amadeus Capital SA2022-02-12

Investment grade credit spreads
Spread in basis points



Source: Amadeus Capital SA2022-02-12

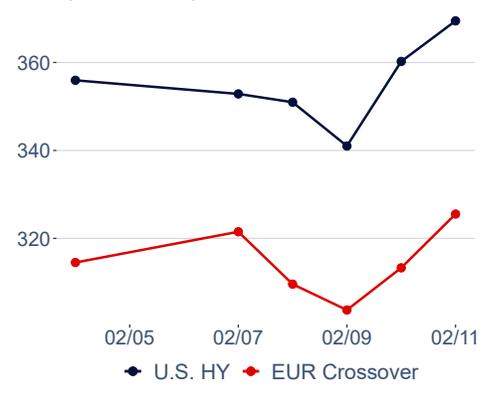
Credit Spreads

High yield credit spreads
Spread in basis points



Source: Amadeus Capital SA2022-02-12

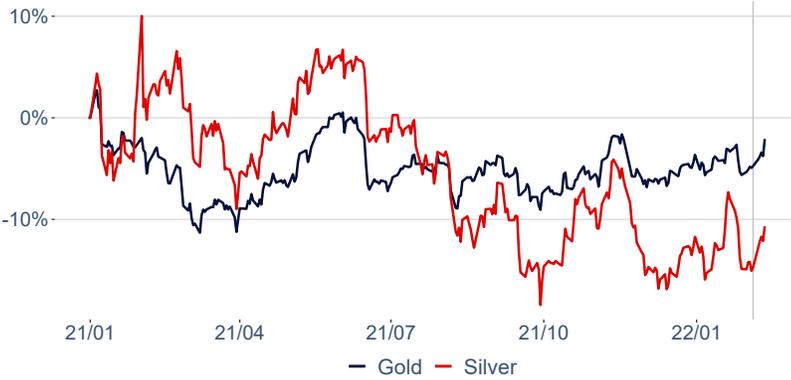
High yield credit spreads
Spread in basis points



Source: Amadeus Capital SA2022-02-12

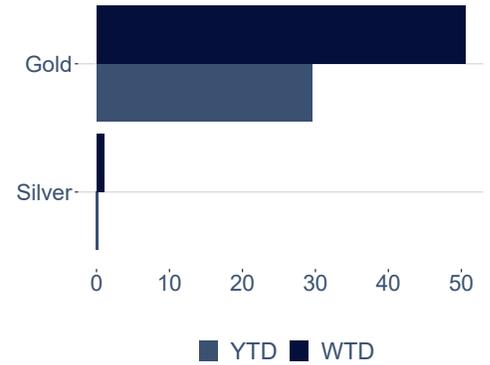
Precious Metals

Precious metals
Price change %



Source: Amadeus Capital SA2022-02-12

Precious metals
Price change %



Commodities

Crude oil
Price in USD



Source: Amadeus Capital SA2022-02-12

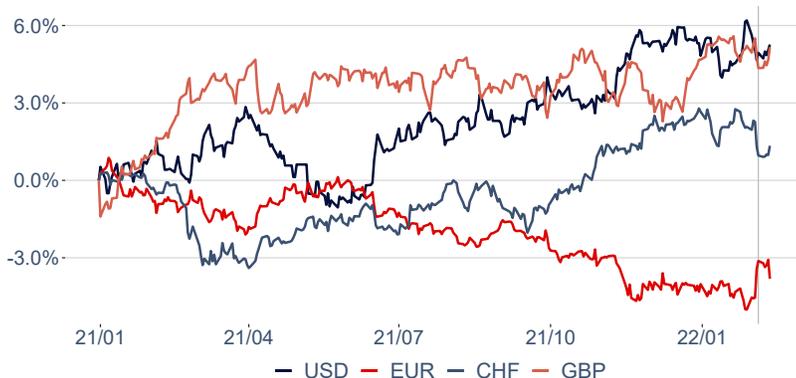
Crude oil
Price in USD



Source: Amadeus Capital SA2022-02-12

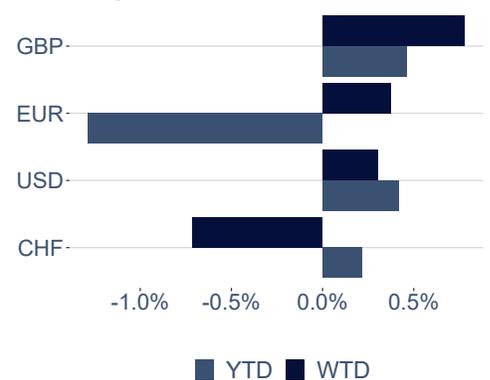
Currencies

Trade weighted currencies
Price change %



Source: Amadeus Capital SA2022-02-12

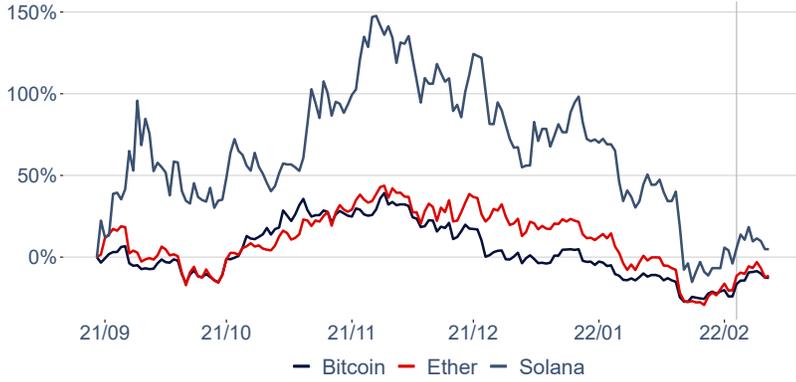
Trade weighted currencies
Price change %



Cryptocurrencies

Major cryptocurrencies in USD

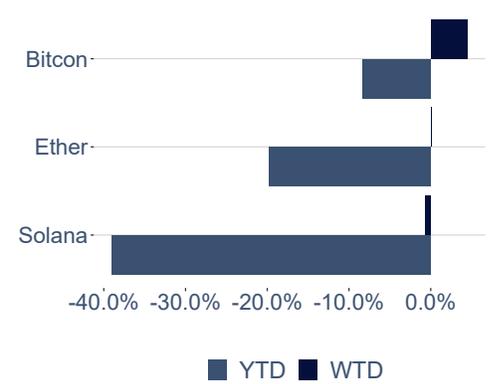
Price change %



Source: Amadeus Capital SA2022-02-12

Major cryptocurrencies in USD

Price change %



Major Events Last Week

Again, US inflation came in higher than expected, increasing pressure on the FED to raise rates faster and more often than previously expected. Initial claims this week confirmed the strength of the labour market indicated by the surprise surge in Nonfarm payrolls the week before. On the back of rising prices, consumer sentiment, as gauged by the University of Michigan surveys, continued to deteriorate, falling to the lowest level since 2011. German CPI was in-line with expectations, stabilizing at 4.9%. In Switzerland, consumer prices increased by 1.6% y/y in January, slightly ahead of expectations and a notch above previous months' level of 1.5%. Growth in the UK is slowing but slightly beat consensus expectations.

Date	Zone	Event	Previous	Forecast	Actual
08/02/2022	New Zealand	RBNZ Gov Orr Speaks	-	-	-
08/02/2022	Brazil	BCB Copom Meeting Minutes	-	-	-
08/02/2022	United States	EIA Short-Term Energy Outlook	-	-	-
09/02/2022	United States	Crude Oil Inventories	-1.046M	0.369M	-4.756M
10/02/2022	India	Interest Rate Decision	4.00%	4.00%	4.00%
10/02/2022	United Kingdom	BoE Gov Bailey Speaks	-	-	-
10/02/2022	United States	Core CPI (MoM) (Jan)	0.6%	0.5%	0.6%
10/02/2022	United States	Core CPI (YoY) (Jan)	5.5%	5.9%	6.0%
10/02/2022	United States	CPI (YoY) (Jan)	7.0%	7.3%	7.5%
10/02/2022	United States	Initial Jobless Claims	239K	230K	223K
10/02/2022	United Kingdom	BoE Gov Bailey Speaks	-	-	-
11/02/2022	United Kingdom	GDP (QoQ) (Q4)	1.0%	1.1%	1.0%
11/02/2022	United Kingdom	GDP (MoM)	0.9%	-	-0.2%
11/02/2022	United Kingdom	GDP (YoY) (Q4)	7.0%	6.4%	6.5%
11/02/2022	United Kingdom	Manufacturing Production (MoM) (Dec)	0.7%	0.1%	0.2%
11/02/2022	United Kingdom	Monthly GDP 3M/3M Change	1.1%	-	1.0%
11/02/2022	Russia	Interest Rate Decision (Feb)	8.50%	9.50%	9.50%
11/02/2022	United States	Fed Monetary Policy Report	-	-	-
11/02/2022	United States	Michigan Consumer Expectations (Feb)	64.1	-	57.4
11/02/2022	United States	Michigan Consumer Sentiment (Feb)	67.2	67.5	61.7

The Week Ahead

Wednesday next week as investors are looking for clues on the FED's future path. The past weeks, especially the major revisions of labour market data and the stubbornly persistent supply chain disruptions, have resulted in rapidly changing readings of the economic situation, and investors are increasingly concerned about a potential policy error.

Apart from that, consensus expects UK wage growth to have slowed in December. German Economic Sentiment is expected to continue its recovery in February.

Date	Zone	Event	Previous	Forecast	Actual
15/02/2022	Japan	GDP (QoQ) (Q4)	-0.9%	1.4%	-
15/02/2022	Australia	RBA Meeting Minutes	-	-	-
15/02/2022	United Kingdom	Average Earnings Index +Bonus (Dec)	4.2%	3.9%	-
15/02/2022	United Kingdom	Claimant Count Change (Jan)	-43.3K	-	-
15/02/2022	Germany	German ZEW Economic Sentiment (Feb)	51.7	53.5	-
15/02/2022	United States	PPI (MoM) (Jan)	0.3%	0.5%	-
16/02/2022	United Kingdom	CPI (YoY) (Jan)	5.4%	5.4%	-
16/02/2022	United States	Core Retail Sales (MoM) (Jan)	-2.3%	0.8%	-
16/02/2022	United States	Retail Sales (MoM) (Jan)	-1.9%	1.8%	-
16/02/2022	Canada	Core CPI (MoM) (Jan)	-	-	-
16/02/2022	United States	Crude Oil Inventories	-4.756M	-	-
16/02/2022	United States	FOMC Meeting Minutes	-	-	-
17/02/2022	Australia	Employment Change (Jan)	64.8K	-15.0K	-
17/02/2022	Turkey	One-Week Repo Rate (Feb)	14.00%	14.00%	-
17/02/2022	Turkey	Overnight Borrowing Rate (Feb)	12.50%	-	-
17/02/2022	United States	Building Permits (Jan)	1.885M	1.750M	-
17/02/2022	United States	Initial Jobless Claims	223K	-	-
17/02/2022	United States	Philadelphia Fed Manufacturing Index (Feb)	23.2	20.0	-
18/02/2022	United Kingdom	Retail Sales (MoM) (Jan)	-3.7%	0.6%	-
18/02/2022	Canada	Core Retail Sales (MoM) (Dec)	1.1%	-2.3%	-
18/02/2022	United States	Existing Home Sales (Jan)	6.18M	6.12M	-

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

Email

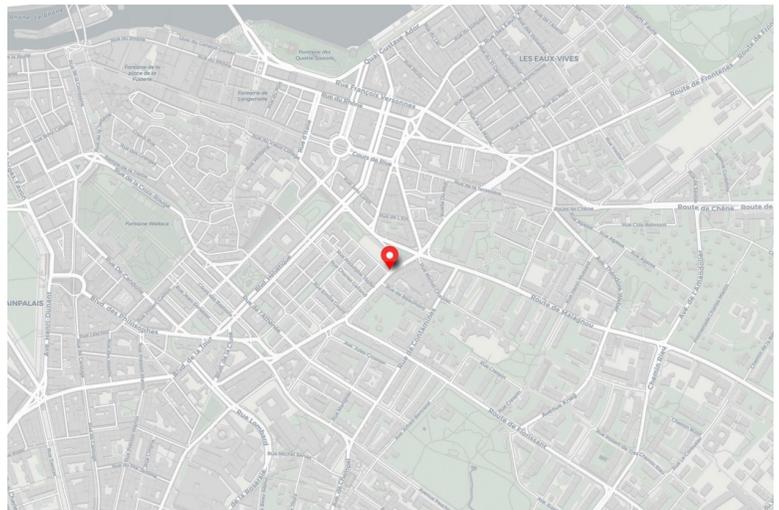
digital@amadeus.ch

Phone

+41 22 544 25 25

Web

<https://www.amadeus.ch/>
<https://investing.amadeusl.ch/>
<https://platform.amadeusquantamental.lu/>



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Contact: digital@amadeus.com