

Taking tradition into the future

Model Portfolio & Markets Recap

08.06.2022



Weekly facts & figures

Expected policy rates (in bps)

		Cumulative Expected Policy Rate Moves (bp)		
Month		Fed	ECB	BoE
2022	Jun	+51.0	+1.8	+31.4
	Jul	+99.7	+33.4	-
	Aug	-	-	+65.1
	Sep	+138.7	+66.6	+91.9
	Oct	-	+92.4	-
	Nov	+165.5	-	+117.3
	Dec	+188.8	+117.4	+138.2
2023	Jan	+202.7	-	-
	Feb	-	+136.2	+153.6
	Mar	+215.9	+153.9	+162.2
	Apr	-	+167.8	-
	May	+219.1	-	+171.7

What drove the market last week:

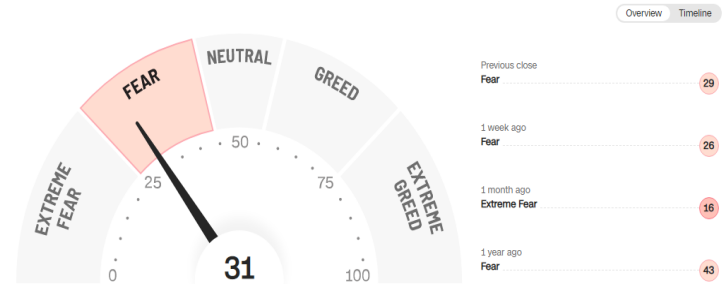
- ✦ Volatile last week with S&P 500 ultimately ending down -1.15%. Investors digested cooler than expected economic data, which potentially signals a normalizing economy, and ultimately, a more balanced set of risks in the pace of monetary policy tightening. The STOXX 600 closed down -0.79% and the SMI lost -0.95%.
- ✦ The 10-Year US Treasury higher than last week.
- ✦ The US dollar appreciated 0.76% last week against a basket of currencies, driven primarily by stronger than expected US ISM Manufacturing PMI data



Macro & rates

- ✦ **US:** Labor market has continued to remain tight, 390k jobs were added in May, reflecting a 17th straight monthly gain, with unemployment rate remaining at 3.6% (unchanged).
- ✦ **Europe:** Euro area flash CPI increased 8.1% year-over-year in May, beating consensus of 7.8% and 7.5% the month prior, to hit the highest level on record. Energy and food prices have continued to be primary drivers, but underlying pressures remain firm
- ✦ **This week:** Thursday – ECB Meeting
Friday - US CPI for May

Market Sentiment



Current rebound losing momentum

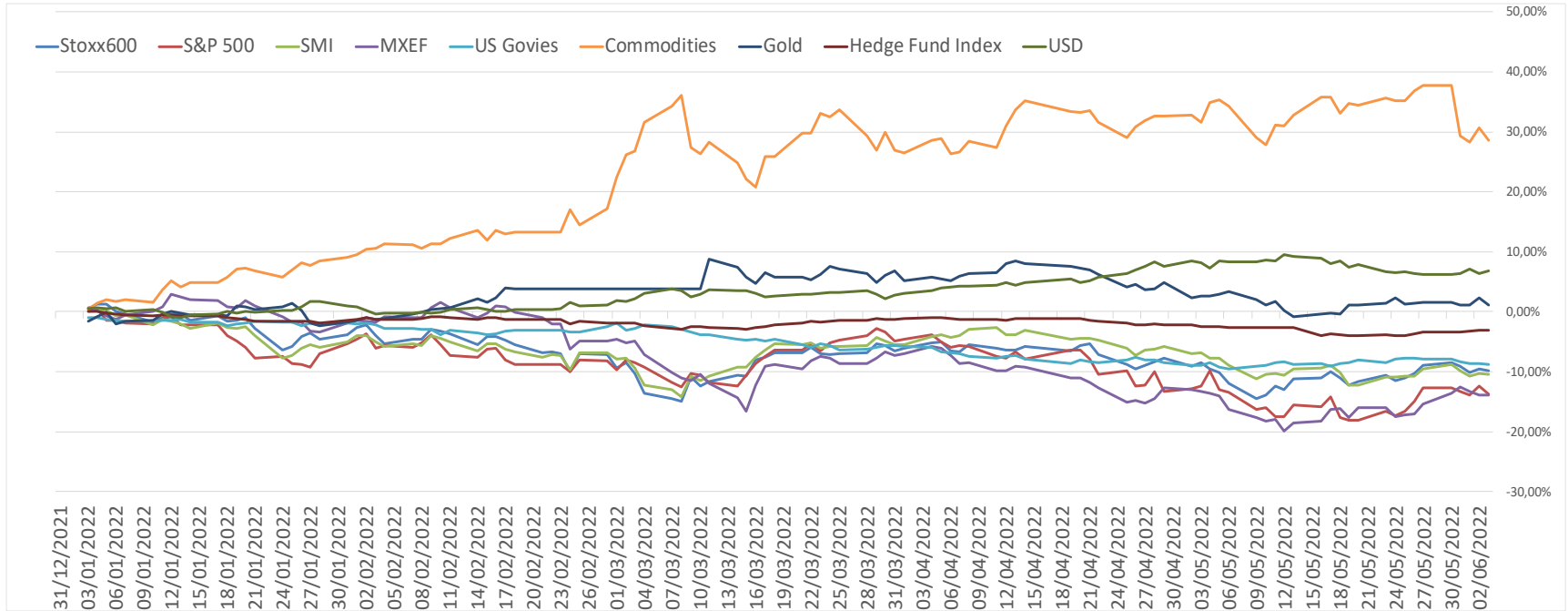
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SPX C 4160.68 +39.25 4122.09 /4176.62
On 07 Jun O 4096.47 H 4164.86 L 4080.19 Prev 4160.68 X



Market Performance since Dec 21

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Market Indices

Equities					
	Last	May	MTD	YTD	2021
MSCI World	2.790	0,15%	0,00%	-12,76%	22,38%
S&P 500	4.121	0,18%	-0,22%	-12,96%	28,68%
Dow Jones	32.916	0,33%	-0,15%	-8,57%	20,95%
Nasdaq	12.061	-1,93%	-0,15%	-22,63%	22,21%
Russell 2000	1.890	0,14%	1,40%	-15,41%	14,78%
Euro Stoxx 50	3.838	1,34%	1,32%	-8,28%	24,10%
Stoxx 600	444	-0,61%	0,24%	-6,76%	25,82%
DAX 30	14.654	2,06%	1,84%	-7,75%	15,79%
CAC 40	6.549	0,49%	1,31%	-6,20%	31,88%
FTSE 100	7.608	1,13%	0,13%	4,92%	18,40%
SMI	11.529	-4,05%	-0,71%	-8,02%	23,73%
Topix	1.939	0,69%	1,38%	-1,46%	12,77%
Hang Seng	21.654	2,15%	1,26%	-6,43%	-11,84%
Shanghai Comp	3.236	4,76%	1,65%	-10,81%	7,05%
MSCI EM Index	1.071	0,46%	-0,53%	-12,19%	-2,32%
Brazil Bovespa	110.186	3,22%	-1,05%	5,12%	-11,93%

Currencies					
	Spot	May	MTD	YTD	2021
EUR/USD	1,07	1,79%	-0,73%	-6,28%	-12,13%
USD/JPY	131,88	-0,79%	3,12%	15,29%	24,62%
EUR/GBP	0,85	1,55%	0,20%	1,50%	-4,69%
GBP/USD	1,25	0,22%	0,95%	8,36%	-7,81%
EUR/CHF	1,04	0,34%	1,01%	0,28%	-4,77%
USD/CHF	0,97	-1,27%	1,76%	7,04%	8,39%
USD/MXN	19,55	-3,77%	-0,35%	-4,53%	-1,29%
USD/BRL	4,79	-4,77%	3,07%	-12,40%	-8,83%

Commodities					
	Last	May	MTD	YTD	2021
RICI Global	4.403,07	2,44%	2,46%	39,86%	41,10%
Crude oil WTI	118,50	9,53%	3,11%	57,21%	55,01%
Copper	443,50	-2,25%	2,07%	-1,76%	26,84%
Gold	1.841,43	-3,14%	0,38%	0,83%	-3,64%
Silver	22,07	-5,39%	1,81%	-5,87%	-11,72%
Platinum	1.022,31	3,15%	4,15%	4,17%	-9,64%
Palladium	2.006,45	-13,96%	-0,75%	4,32%	-22,21%
RICI Agriculture	1.483,26	-2,10%	0,01%	21,67%	34,68%

Others					
	Last	May	MTD	YTD	2021
HFRX	1386	-1,10%	0,16%	-3,15%	3,65%

Fixed Income					
	Last	May	MTD	YTD	2021
BBG Euro Ser-E	222,8	-1,84%	-1,71%	-12,10%	-3,46%
MSCI Euro Liq Sust	137,1	-1,48%	-0,96%	-11,04%	-1,16%
BBG US Ser-E Gov	397,6	0,18%	-0,99%	-9,24%	-2,32%
Corporate	3071,0	0,93%	-1,05%	-12,84%	-1,04%
BBG Switzerland	237,8	-0,43%	-0,32%	-11,42%	-4,21%
SBI Corporate T	110,9	-0,67%	-0,64%	-7,20%	-0,36%
Global High Yield	1367,9	-0,09%	-0,47%	-10,53%	0,99%
Qual GlobUSD	138,6	-3,88%	0,50%	-16,02%	-18,81%
EM Local Currency Govt Unvers	149,0	-0,08%	-0,19%	-6,58%	-1,15%
EM USD Aggregate	1092,7	-0,02%	-0,66%	-13,74%	-1,65%

Cent. bank	
	Spot
US Fed Funds	0,83
ECB Main Refi rate	-0,5
BoJ Overnight	-0,1
UK Base Rate	1
SNB 3m CHF-Libor	-0,75

Gov. bond	
	Last
US 10y T-Notes	3,00
Euro 10y Bund	1,30
Japan 10y Gov't	0,24
UK 10y Gilts	2,26
Swiss Conf. 10y	0,98

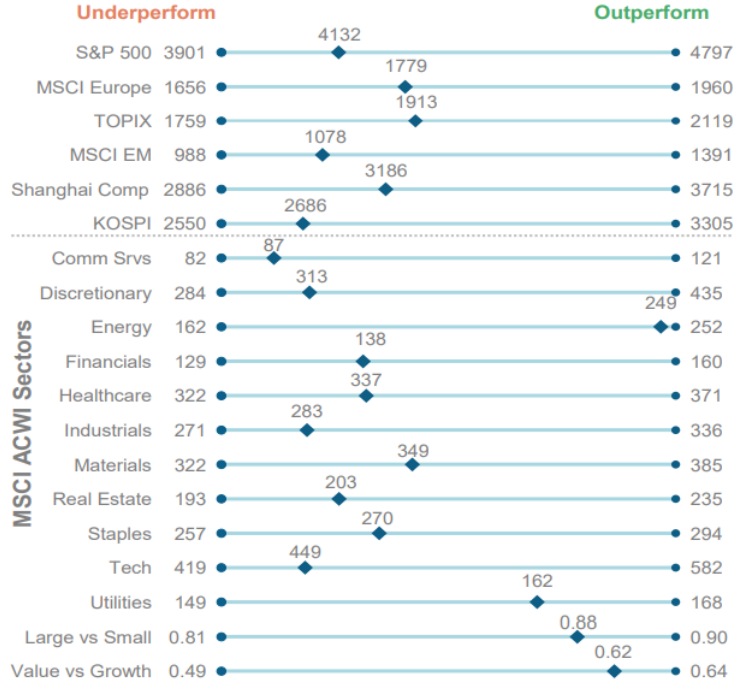


Whats extreme vs last 12 months?

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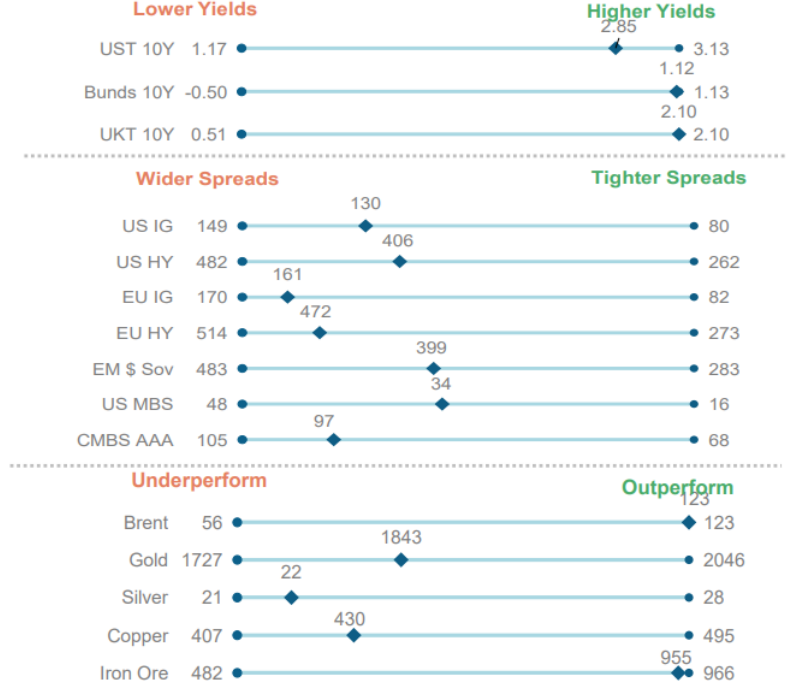
Equities

Current versus Last 12m Range



Fixed Income

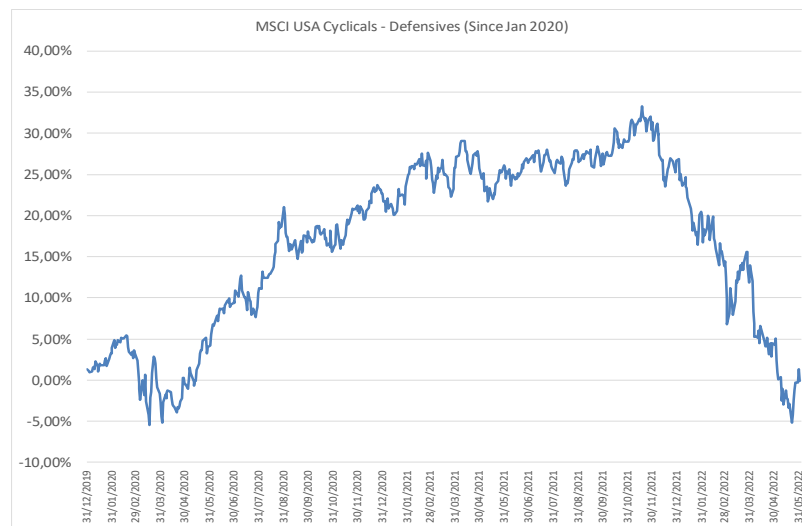
Current versus Last 12m Range



US Equity Sectors

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MSCI US Sectors	MAY	MTD	YTD	2021
Healthcare	1,25%	-1,66%	-8,29%	25,38%
Financials	3,29%	-1,24%	-10,80%	35,77%
IT	-1,68%	-0,21%	-21,06%	31,62%
Conso. Disc.	-5,32%	0,33%	-25,46%	21,48%
Conso. Staple	-4,65%	-0,85%	-3,88%	18,14%
Industrials	-1,02%	1,54%	-10,47%	19,90%
Materials	1,05%	1,69%	-2,75%	27,11%
Energy	15,33%	2,77%	61,87%	53,16%
Utilities	4,29%	0,53%	4,87%	17,44%
Comm. Services	1,25%	0,41%	-24,81%	18,93%
Real Estate	-4,60%	-1,07%	-15,07%	43,27%
MSCI USA	-0,22%	-0,13%	-14,10%	26,97%



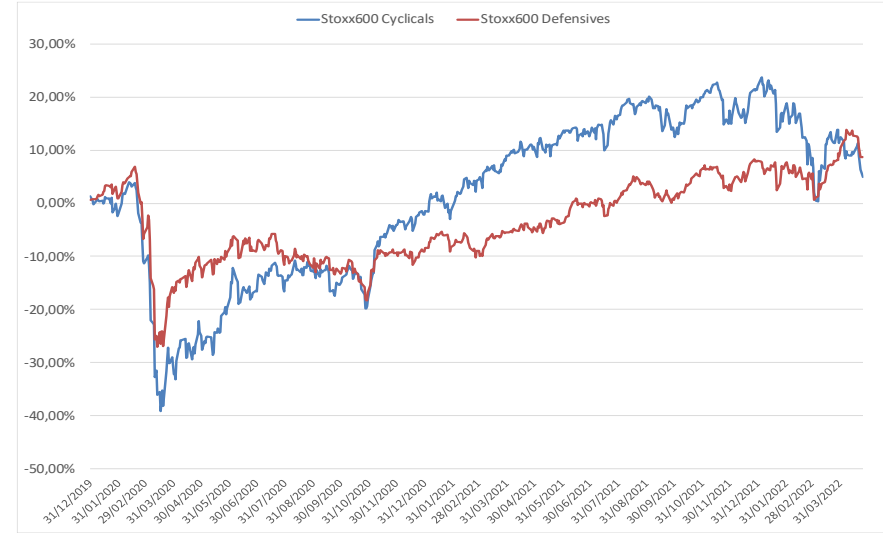
Styles	Last	May	MTD	YTD	2021
MSCI USA GROWTHNR	15.295,83	-2,75%	0,28%	-23,31%	26,08%
MSCI USA VALUE NR	11672,51	1,81%	-0,52%	-5,30%	26,29%
US Cyclical Eq Index II	229,39	1,95%	0,42%	-12,92%	36,62%
USA Defensive STRD USD	2.707,74	2,35%	-0,49%	2,25%	26,94%



European Sectors

MSCI EUROPE	MAY	MTD	YTD	2021
Healthcare	-3,20%	-1,48%	-1,79%	26,17%
Financials	2,50%	0,13%	-3,10%	29,48%
IT	-2,96%	1,01%	-22,38%	36,83%
Conso. Disc.	0,00%	1,69%	-17,40%	23,21%
Conso. Staple	-4,05%	-0,72%	-6,17%	20,93%
Industrials	-2,16%	1,34%	-14,36%	29,62%
Materials	-0,40%	1,14%	1,20%	24,85%
Energy	11,16%	0,39%	36,80%	36,38%
Utilities	-0,66%	-0,05%	-0,96%	9,81%
Comm. Services	1,58%	-0,12%	4,93%	15,77%
Real Estate	-5,03%	-0,87%	-15,69%	8,40%
MSCI Europe	-0,59%	0,22%	-5,99%	25,81%

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Styles	Last	May	MTD	YTD	2021
M SCI EUROPE VALUE	119	2,16%	0,31%	3,64%	22,76%
M SCI EUROPE GROWTH	173	-3,61%	0,12%	-15,28%	28,49%
STXE6OptCyc (EUR)P	1433	0,00%	0,96%	-9,39%	27,53%
STXE6OptDefens (EUR)P	1775	1,35%	-0,63%	4,63%	22,99%



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