

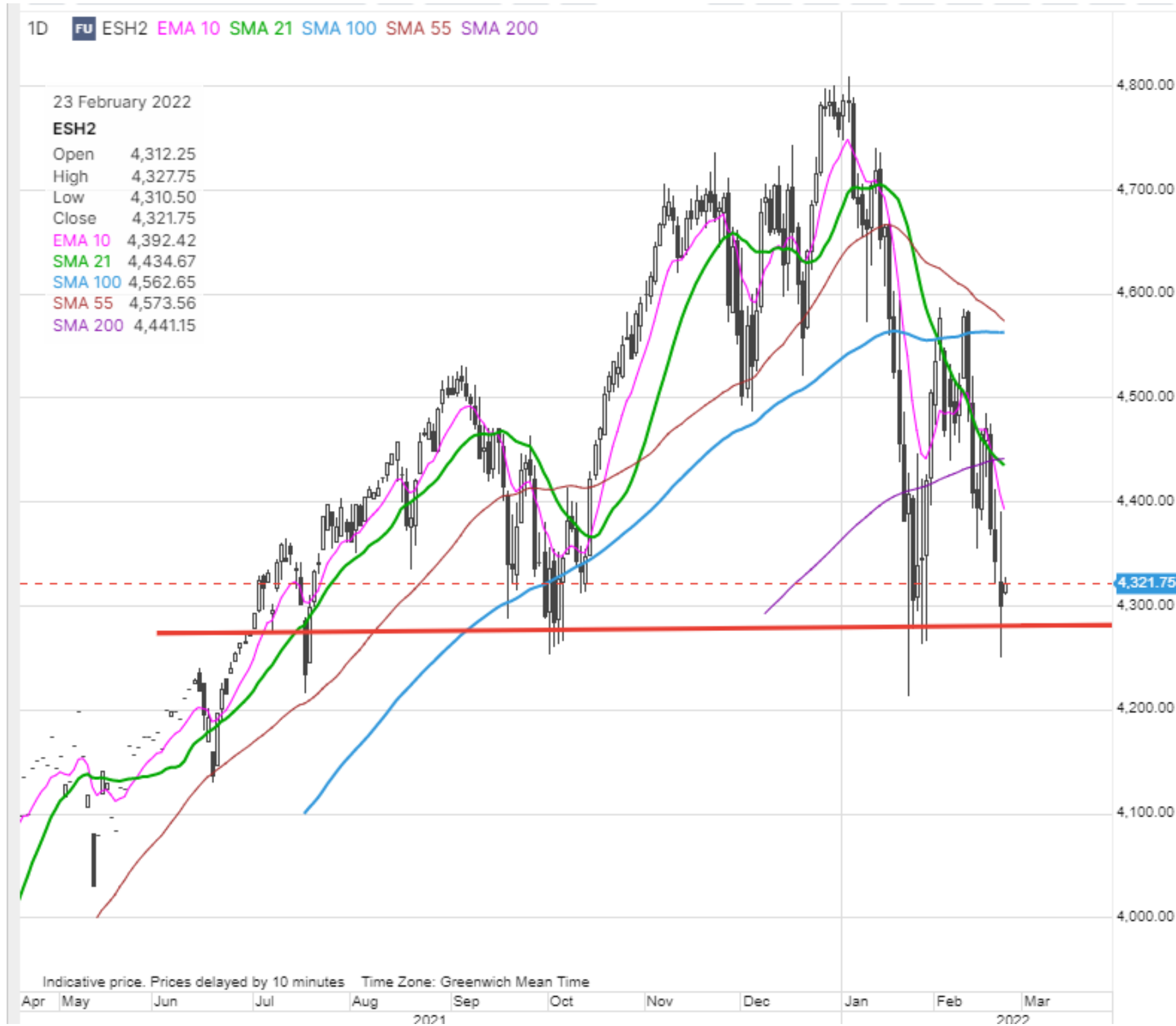


Questions and comments to Marketcall@SaxoBank.com

The Saxo Market Call podcast - Wednesday, February 23, 2022

NOTE: The slides here that accompany the podcast will occasionally mention financial instruments that are not tradable for all retail clients, depending on the relevant appropriateness test. Financial instruments mentioned can range from low to high risk, and our thoughts on the market should not be viewed as investment recommendations, but inspiration and information to gain a better understanding of current market dynamics.

Fog of geopolitical situation remains thick. S&P 500 head & shoulders?



Source: Saxo Group

Saxo equity themes performance overview

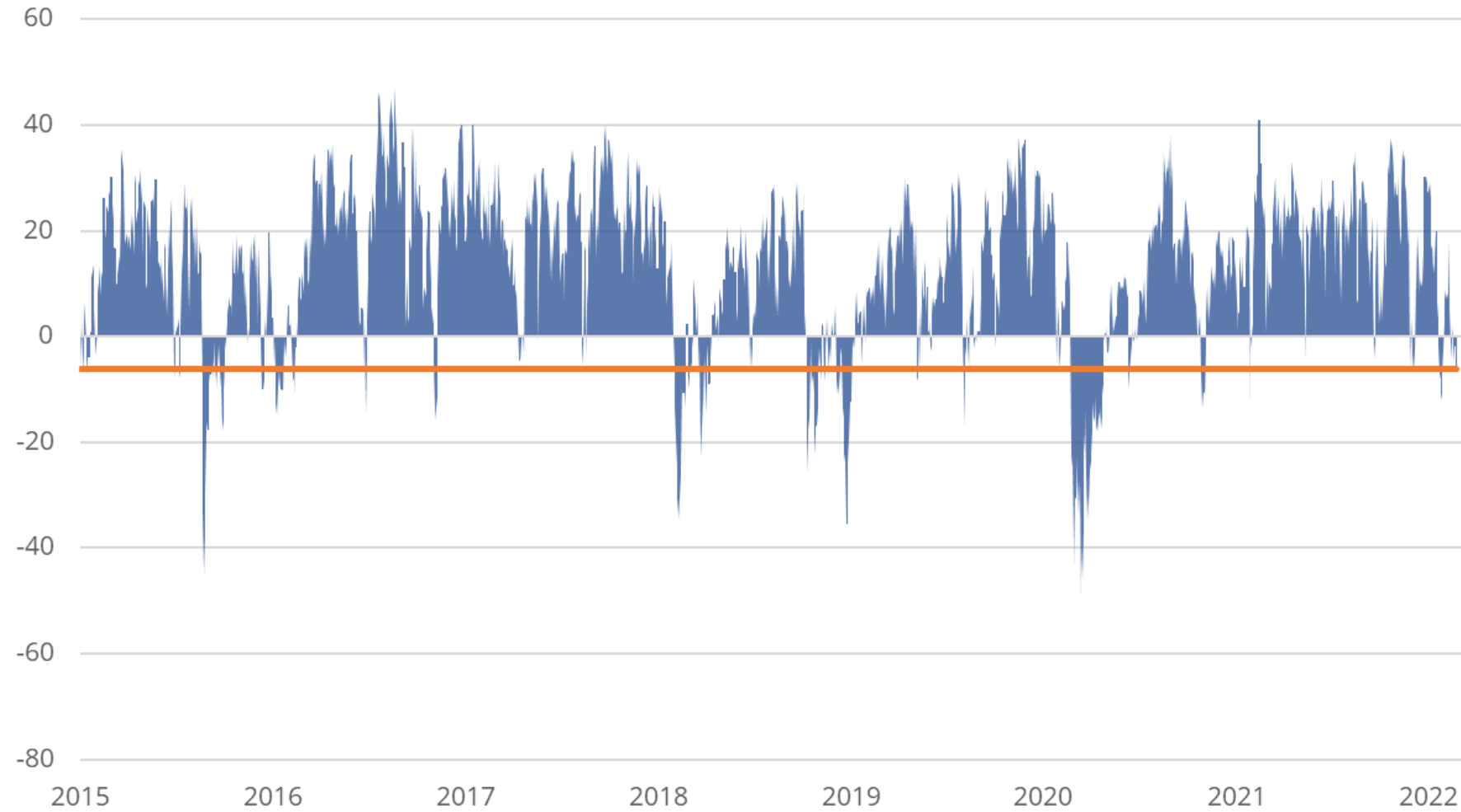
Sorted on one-day return

Theme	1D	MTD	YTD	1Y	5Y
Defence	0.2	2.6	0.3	7.5	58.5
Financial Trading	-0.5	-2.9	-9.7	1.1	195.4
Commodity Sector	-0.5	2.1	5.1	12.6	126.1
MSCI World (USD)	-0.9	-3.5	-8.6	7.3	74.3
Cyber Security	-0.9	-2.4	-12.6	4.7	256.8
Logistics	-0.9	2.1	-4.6	23.0	155.3
Payments	-1.0	-10.8	-17.8	-34.8	162.4
Semiconductors	-1.0	-3.7	-15.4	3.4	303.7
Women in Leadership	-1.0	-2.9	-9.8	-6.0	195.1
MSCI EM (USD)	-1.1	-0.1	-2.0	-11.8	42.1
NextGen Medicine	-1.1	-9.1	-24.7	-40.3	514.9
Battery	-1.4	-1.9	-11.1	-10.6	406.5
India (GDRs)	-1.4	-2.9	-3.7	8.2	101.1
Green Transformation	-1.6	-3.5	-18.1	-20.3	676.4
Gaming	-1.6	-3.7	-7.4	-31.9	273.7
Mega Caps	-1.6	-5.1	-8.3	6.7	226.7
Travel	-1.6	4.8	5.9	-0.9	41.8
China Consumer & Technology	-2.3	-2.2	-6.8	-32.1	268.6
Bubble Stocks	-2.5	-7.6	-26.6	-54.1	764.1
3D Printing	-2.8	-1.6	-7.8	-48.1	56.6
E-commerce	-2.9	-15.9	-28.2	-55.3	250.0
Crypto & Blockchain	-3.3	-3.1	-26.0	-57.9	NA
Cannabis	-5.8	-1.6	-18.4	-62.0	135.7

Source: Bloomberg and Saxo Group

VIX curve implies more volatility and lower equity returns

Difference between 2nd VIX futures contract and VIX Index in %



Source: Bloomberg and Saxo Group

VIX curvature

Curvature (2nd vs VIX)	> -6%	< -6%
Mean	0.0008	0.0005
Volatility	0.0080	0.0258
Sharpe	1.55	0.31



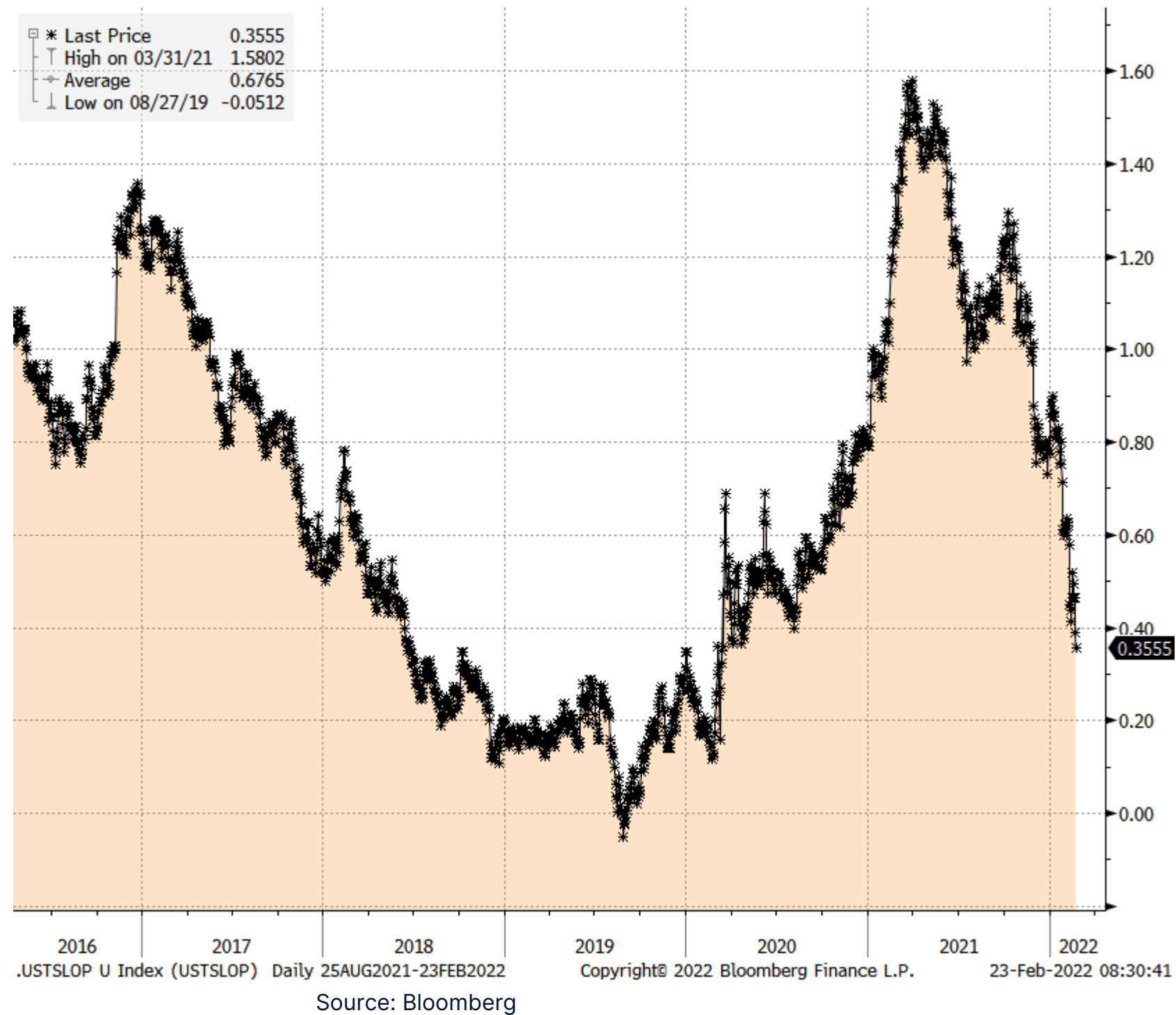
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Source: Bloomberg

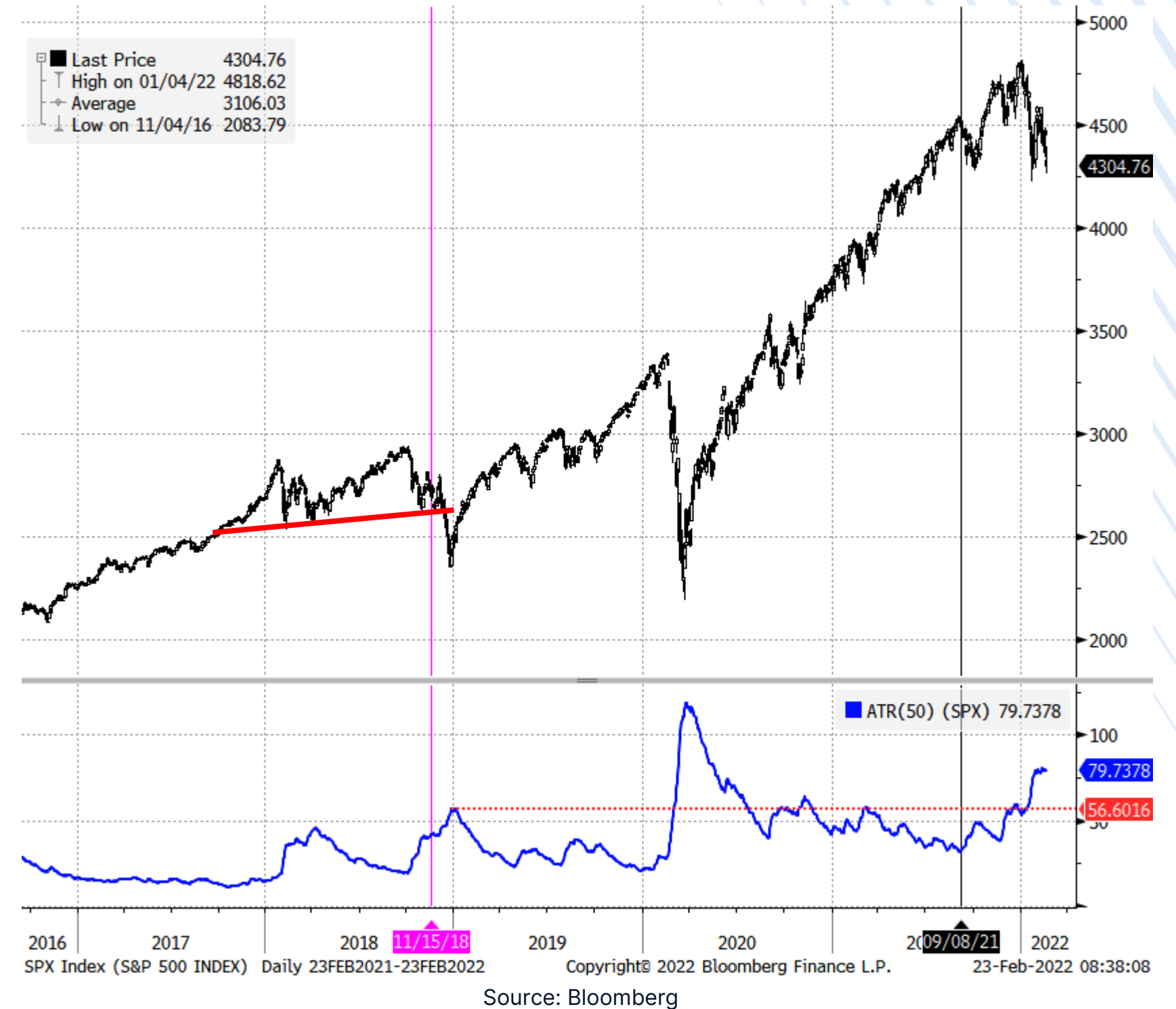
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Yield curve back to aggressive flattening on Fed comments, flat long-end.

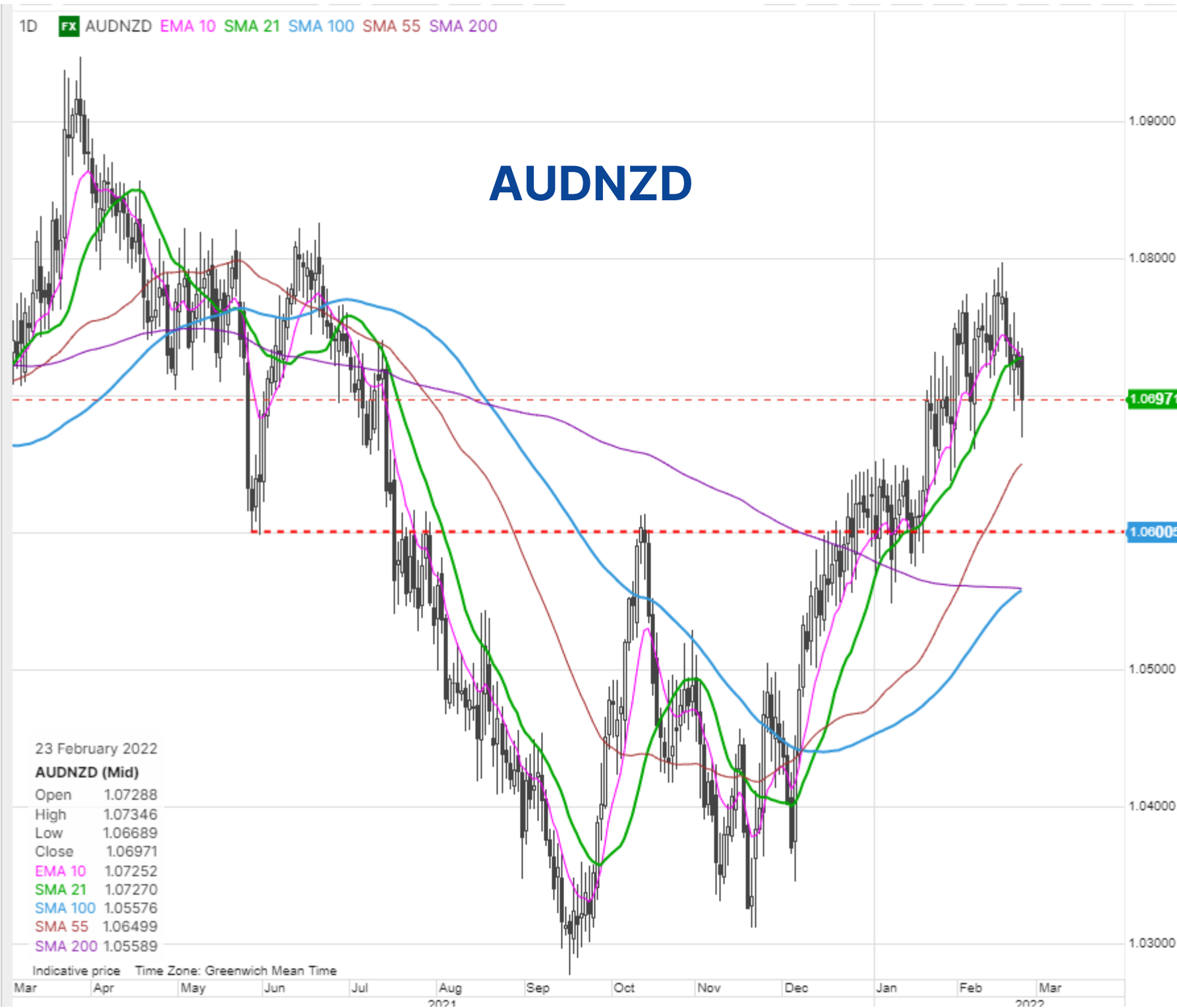
US 2-10 yield curve slope



US S&P 500 index w/ ATR (50 EMA)



FX: NZD jumps on renewal of RBNZ's hawkish credibility.

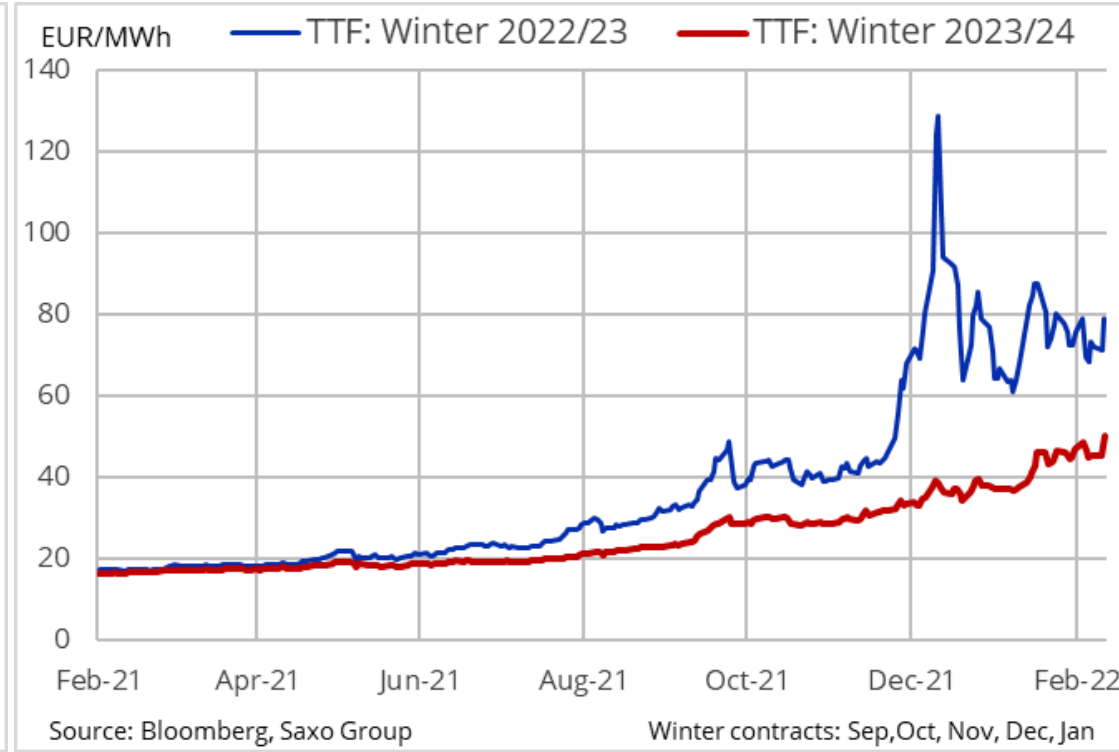
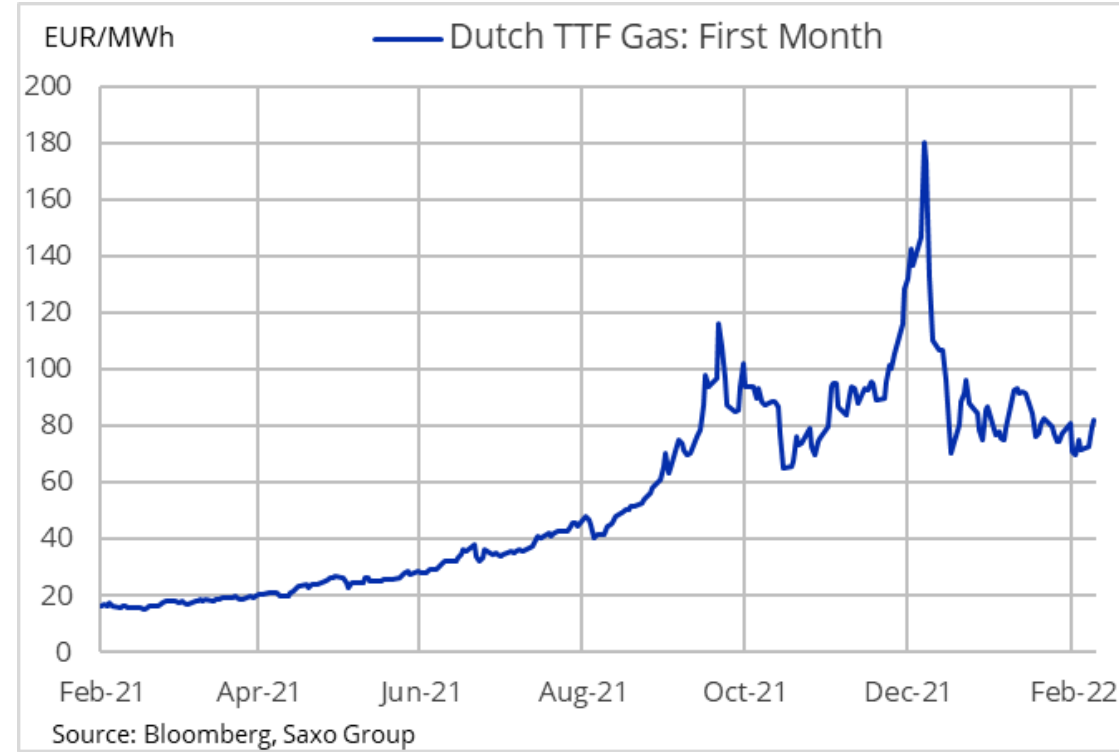


Source: Saxo Group

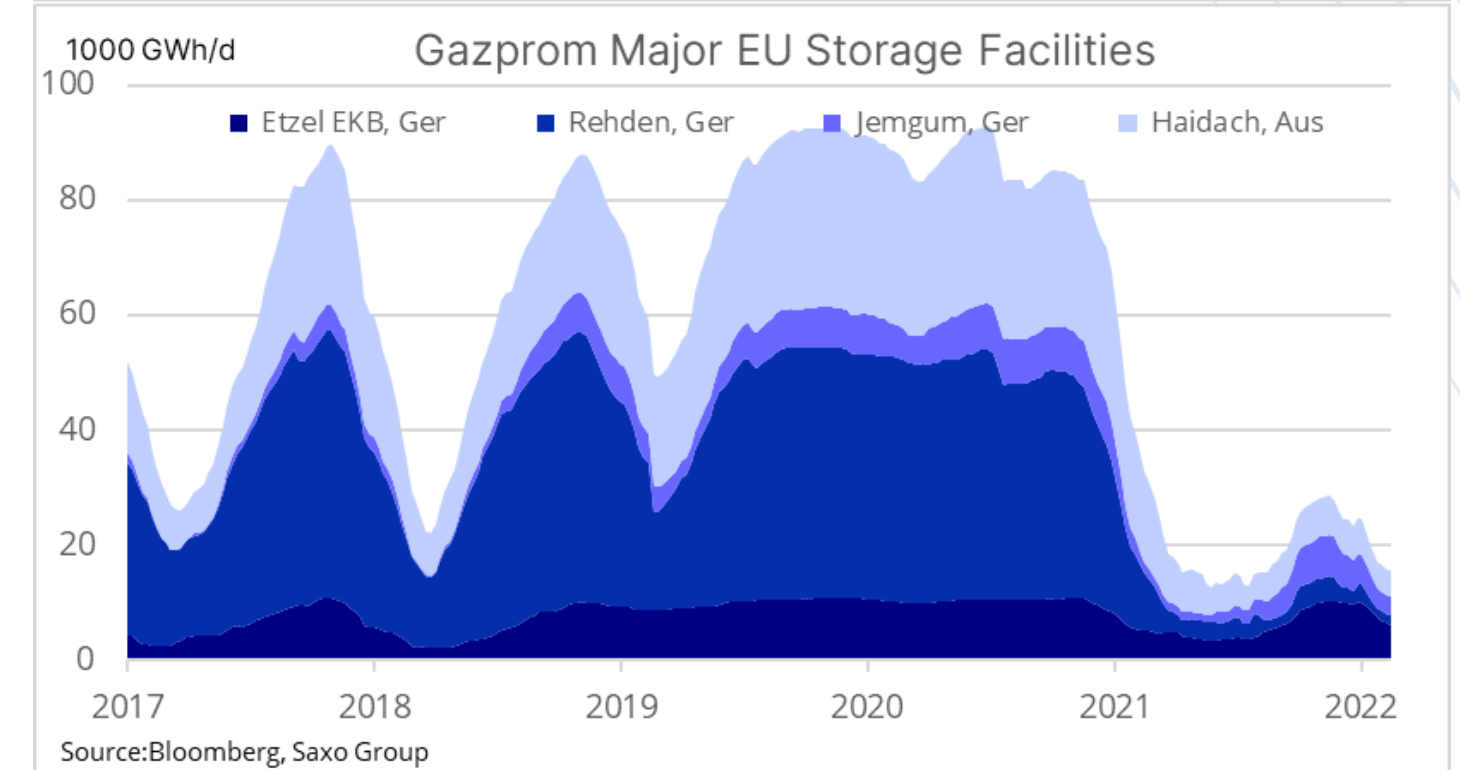
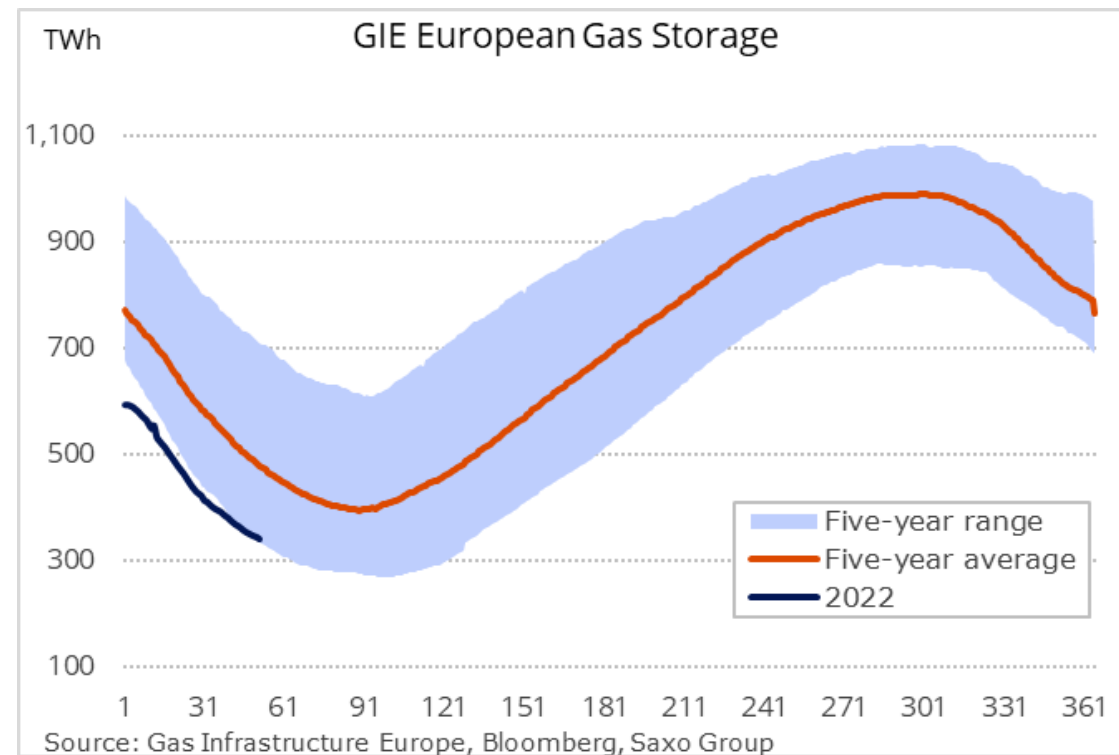
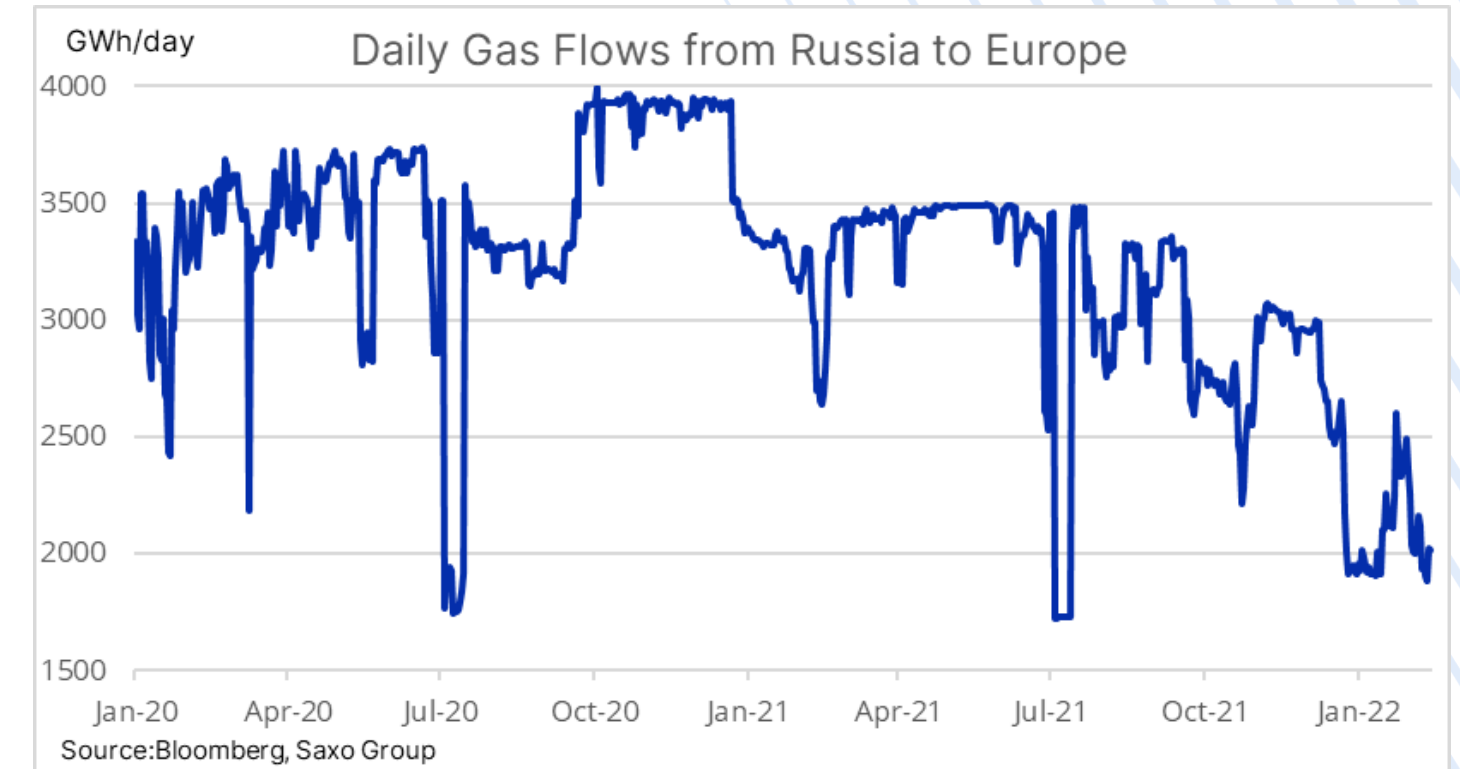
FX Board - Trend Evolution for G10 FX + CNH Wednesday, February 23, 2022

Aggregate	EUR	USD	CNH	JPY	GBP	CHF	AUD	CAD	NZD	SEK	NOK	XAU	XAG
Trends ->	-0.9	-0.6	1.6	-0.2	1.1	0.1	2.6	-2.0	2.6	-3.1	-1.2	5.5	3.5
2D Change	-0.5	-0.5	-0.6	-0.8	-1.0	-1.4	0.6	-0.8	1.5	1.6	2.0	-1.5	0.2
5D Change	-1.9	-0.9	-0.3	1.0	-0.4	0.4	1.1	-1.8	3.6	-0.5	-0.4	0.7	1.3
↑ Momentum													
Trend readings for last five weeks													
Date	EUR	USD	CNH	JPY	GBP	CHF	AUD	CAD	NZD	SEK	NOK	XAU	XAG
23-Feb	-0.9	-0.6	1.6	-0.2	1.1	0.1	2.6	-2.0	2.6	-3.1	-1.2	5.5	3.5
22-Feb	-0.7	-0.3	1.9	0.2	1.5	0.7	2.3	-1.9	1.8	-3.7	-2.1	6.4	3.5
21-Feb	-0.4	-0.1	2.2	0.6	2.1	1.4	2.0	-1.3	1.2	-4.7	-3.2	7.0	3.3
18-Feb	0.0	-0.1	2.2	-0.1	2.0	0.3	1.8	-1.0	0.7	-3.8	-2.5	6.7	3.1
17-Feb	0.5	-0.2	1.7	-0.6	1.9	0.1	1.7	-0.6	-0.2	-3.1	-1.5	6.1	2.6
16-Feb	0.9	0.2	1.9	-1.2	1.5	-0.3	1.5	-0.3	-0.9	-2.5	-0.9	4.8	2.2
15-Feb	1.2	0.9	1.9	-0.9	1.5	-0.4	0.9	-0.3	-1.5	-2.9	-0.5	4.9	2.4
14-Feb	1.3	1.1	1.3	-0.9	1.9	-0.3	0.8	-0.3	-1.5	-3.7	0.2	5.4	3.2
11-Feb	2.4	0.7	0.5	-1.7	1.8	-1.1	0.9	-0.7	-1.0	-2.6	0.6	3.7	2.0
10-Feb	3.6	0.2	0.0	-2.8	1.1	-1.5	1.1	-0.8	-1.1	-1.1	1.0	1.9	1.0
9-Feb	3.4	0.0	-0.3	-2.2	0.5	-1.5	0.4	-0.7	-2.0	1.4	0.9	1.6	0.6
8-Feb	3.9	0.2	-0.1	-1.8	1.0	-1.4	-0.6	-0.9	-3.1	1.3	1.5	1.0	-0.2
7-Feb	4.3	0.1	0.0	-1.2	1.0	-1.2	-1.6	-0.9	-3.8	1.4	2.3	0.2	-1.4
4-Feb	3.9	0.3	0.3	-1.0	1.6	-0.9	-2.1	-1.5	-4.0	1.0	2.6	-0.8	-2.8
3-Feb	1.9	0.0	0.2	-0.6	1.9	-0.2	-1.2	-0.7	-4.1	0.2	2.7	-1.3	-3.1
2-Feb	0.1	1.1	1.0	0.8	2.0	0.4	-1.0	0.2	-4.6	-1.6	1.8	-0.8	-2.3
1-Feb	-0.1	2.4	1.9	1.1	1.6	0.2	-1.5	0.8	-4.7	-2.9	1.3	-0.5	-2.2
31-Jan	-0.2	3.7	3.5	1.5	1.6	-0.2	-2.5	1.6	-5.5	-3.9	0.7	0.1	-2.0
28-Jan	-0.9	4.3	4.6	2.1	1.6	0.0	-3.1	1.8	-5.2	-4.9	0.2	0.8	-0.9
27-Jan	-1.0	3.2	4.4	2.0	0.9	0.0	-1.9	1.9	-4.5	-4.7	-0.3	1.7	1.0
26-Jan	-0.4	1.5	4.2	2.3	0.7	0.7	-1.1	1.8	-4.0	-4.6	-1.2	3.0	3.2
25-Jan	0.0	0.7	3.4	3.0	0.6	1.6	-1.0	1.9	-3.8	-4.6	-1.9	4.3	4.4
24-Jan	0.0	0.2	2.8	2.6	0.7	2.2	-1.0	2.2	-3.6	-4.7	-1.7	3.7	5.4
21-Jan	-0.7	-0.5	1.6	2.0	1.5	1.5	-0.4	3.2	-3.3	-4.3	-0.8	2.9	6.3
20-Jan	-1.3	-0.8	0.9	0.9	2.1	0.1	0.0	4.1	-2.4	-4.2	0.4	2.7	5.9

EU gas prices rangebound but stubbornly high amid Ukraine tensions



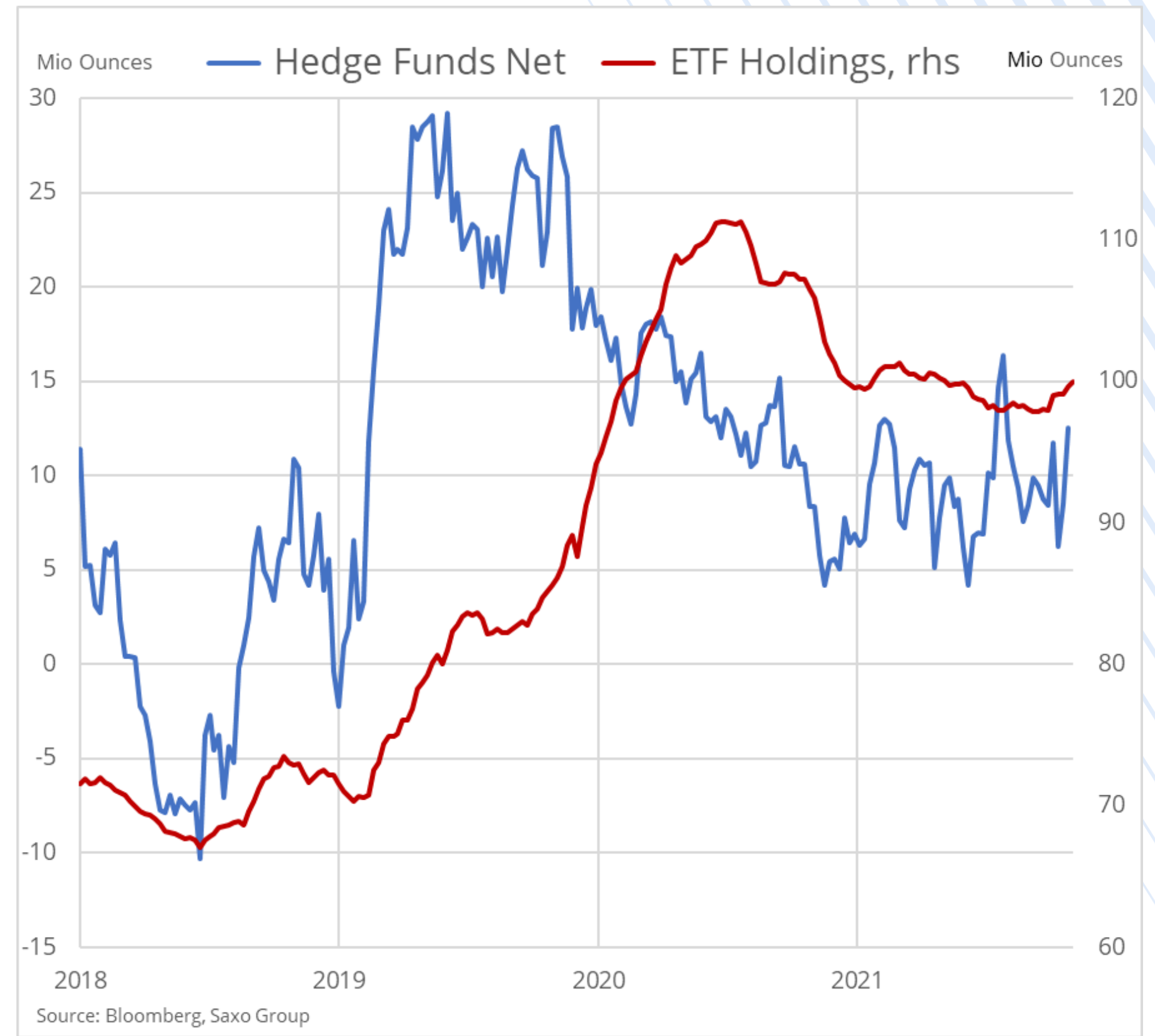
Russian gas flows are currently around 45% below what can be expected for this time of year while gas in Gazprom controlled storage sites across Europe are close to 70% below the seasonal average



Gold has settled into a wide 30-dollar range around \$1900



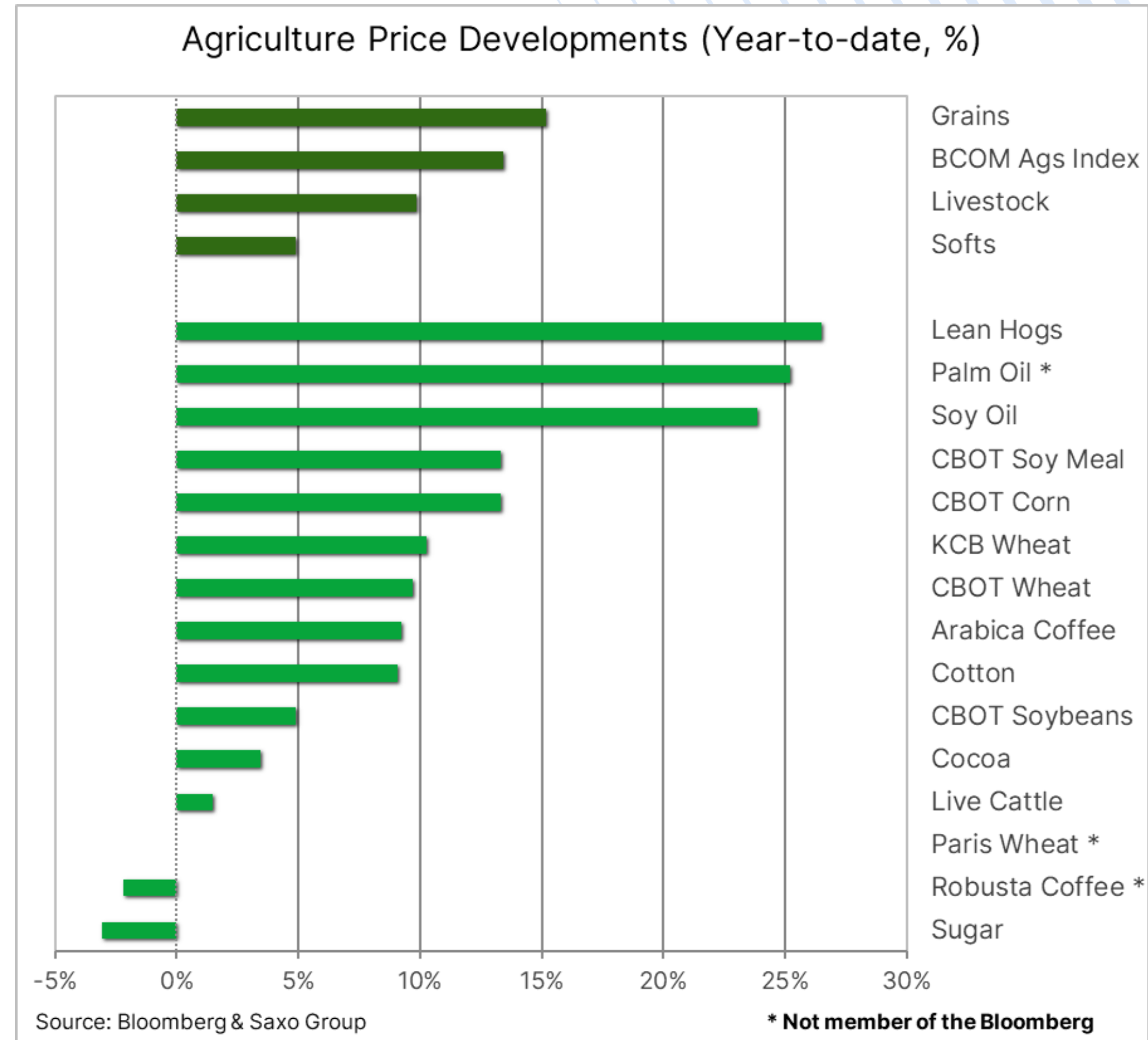
Source: Saxo Group



Agriculture commodities maintain a strong bid led by edible oils and pork



Source: Saxo Group



Stocks to watch today...

- **Danone** – weakest profitability since 2015 amid rising inflation.
- **Home Depot** – Q4 comp sales +8.1% vs 5.3%, sees slight positive growth in 2022, operating margin 15.6% down from 17.7% q/q. Shares down 9%.
- **MercadoLibre** – Q4 revenue \$2.1bn vs est. \$2bn but bigger losses due to significant negative impact on operating margin. Shares up 9%.
- **Palo Alto Networks** – lifts FY revenue guidance with shares gaining 6% in extended trading.



Source: Saxo Group

Travel stocks have done well – can Booking keep up the momentum?

Today: **Rio Tinto**, **Danone**, Munich Reinsurance, **Barclays**, JDE Peet's, Iberdrola, Oversea-Chinese Banking, Lowe's, **Booking**, TJX, **Stellantis**, eBay

Thursday: Anheuser-Busch InBev, Royal Bank of Canada, Canadian Imperial Bank of Commerce, AXA, Safran, **Saint-Gobain**, Deutsche Telekom, Sun Hung Kai Properties, Hong Kong Exchanges & Clearing, Anglo American, Lloyds Banking Group, **BAE Systems**, **Alibaba Group**, **Intuit**, **NetEase**, EOG Resources, **Block** (formerly Square), **Moderna**, **Newmont**, Keurig, VMware, Autodesk, Dell Technologies, Monster Beverage, **Coinbase**, Zscaler

Friday: **BASF**, **Amadeus IT**, Holcim, Swiss Re, Sempra Energy, **Li Auto**

Saturday: **Berkshire Hathaway**



Macro – Calendar Highlights

Today's Calendar Highlights (all times GMT)

0930 – UK Bank of England Governor Bailey and MPCs' Haskel and Tenreyro testify

1000 – Euro Zone Final Jan. CPI

1130 – ECB's Guindos to speak

1500 – UK Bank of England's Tenreyro to speak

1600 – ECB's de Cos to speak

2010 – New Zealand RBNZ Governor Orr to speak before parliament committee

2030 – US Fed's Daly (non voter) to speak

2130 – API's weekly report on US oil inventories, supply and demand

Upcoming Economic Calendar Highlights

THU: US Q4 GDP Revision, US Jan. New Home Sales, US Fed's Mester (voter) to speak, UK Bank of England's Pill to speak

FRI: Euro zone Feb. Confidence Surveys, US Jan. Durable Goods Orders, **US Jan. PCE Inflation**, US Feb. Final University of Michigan Confidence

Appendix: Russia's importance as key supplier of crude oil and gas

29.5%
Dated Brent in 2022
at \$99.72/b on Feb 14

6.5 million b/d
Total oil exports
(including products)

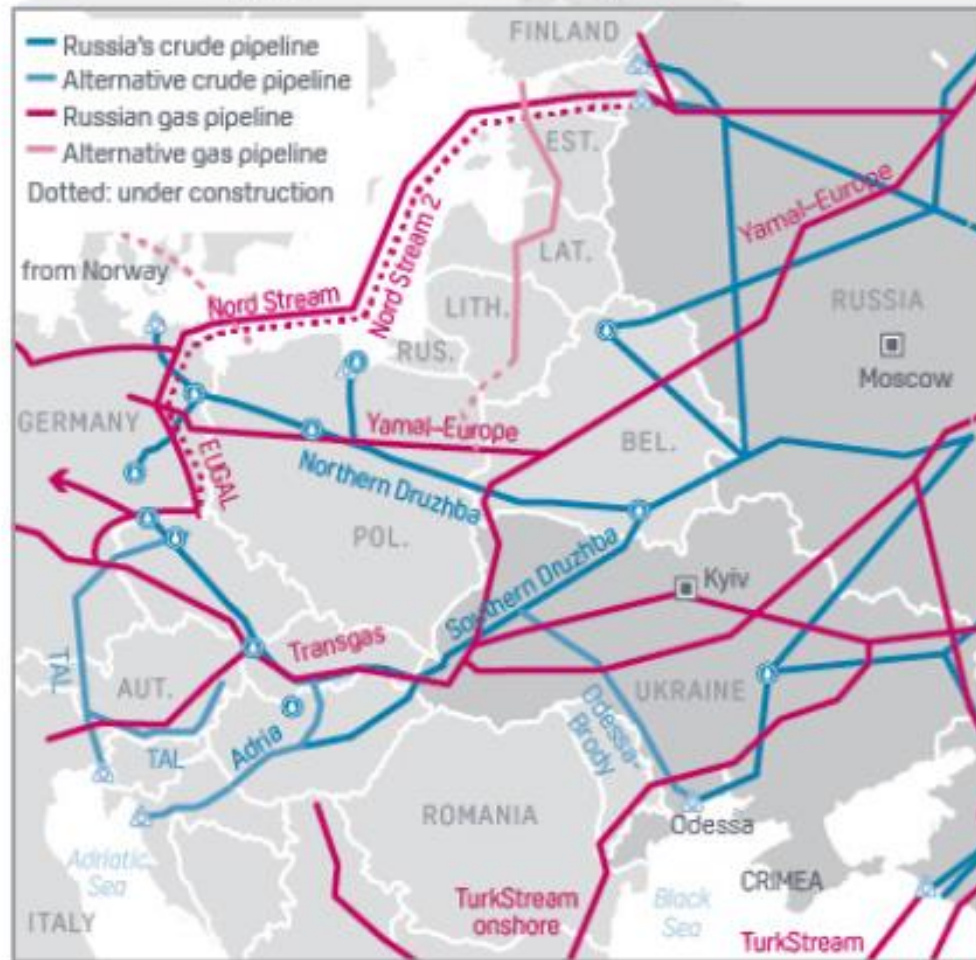
UNITED STATES
0.07
million b/d

OECD EUROPE
2.38
million b/d
6.08
Tcf

NON-OECD EUROPE/
EURASIA
0.42
million b/d
1.47
Tcf

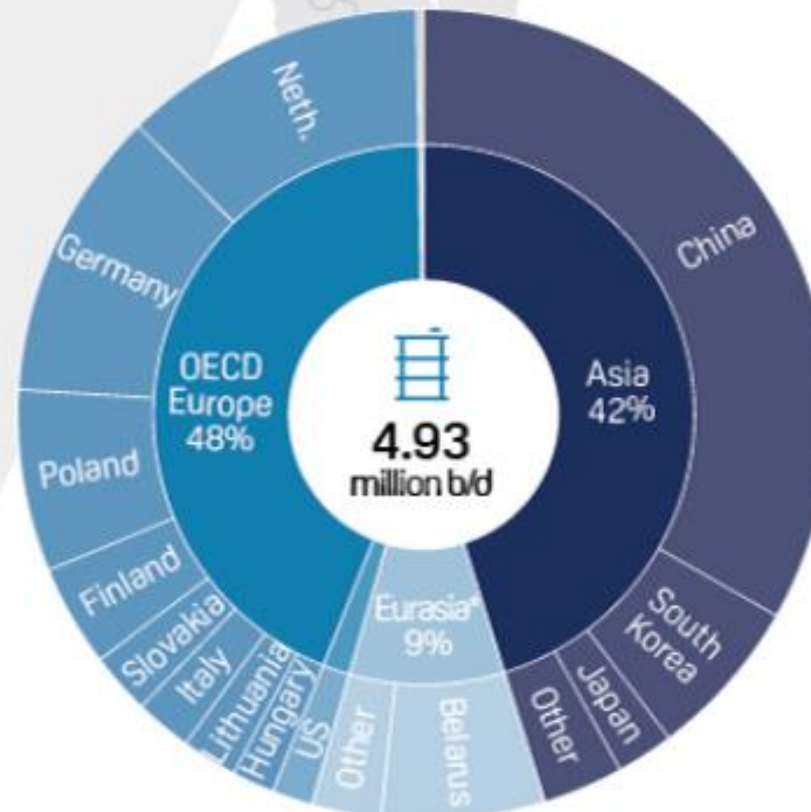
ASIA & OCEANIA
2.05
million b/d
0.91
Tcf

Russia's supply routes to Europe

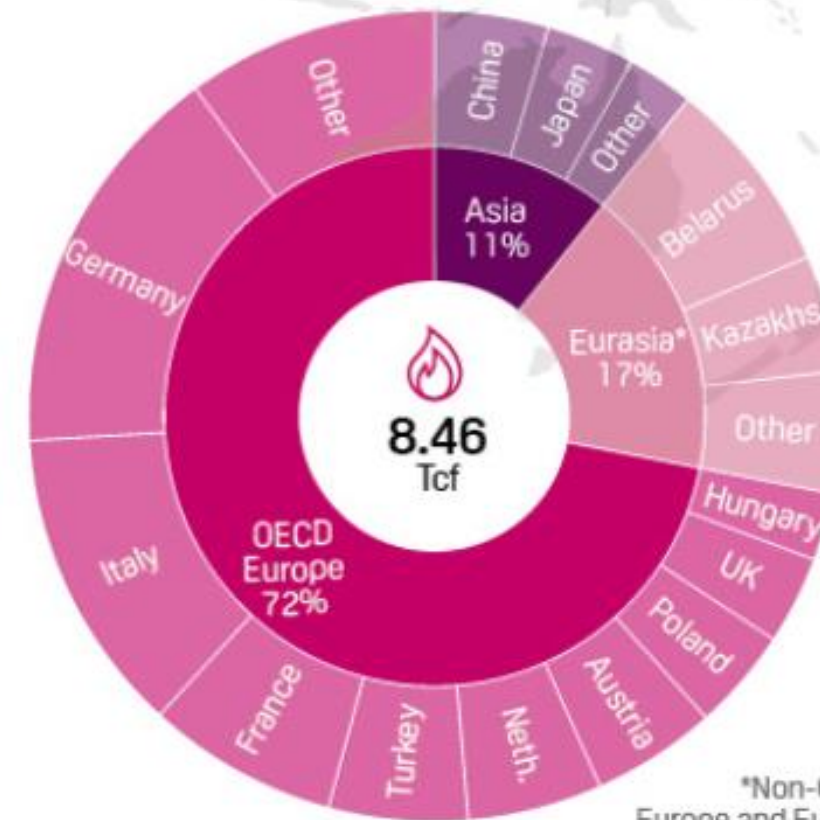


Russia's key oil and gas buyers

Crude/condensate exports

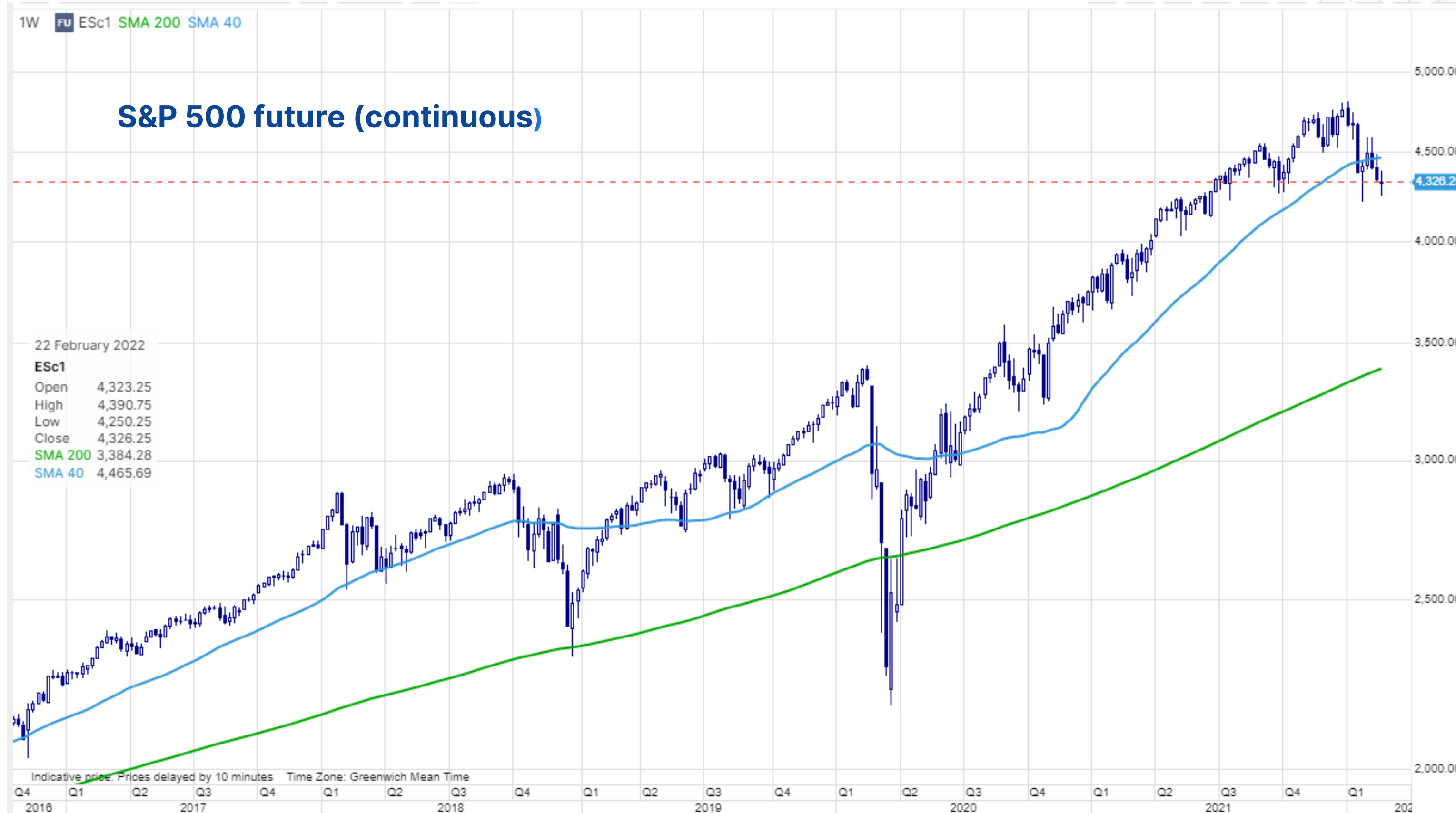


Natural gas



*Non-OECD Europe and Eurasia

Appendix: 5-year chart of S&P 500 futures



Appendix: Where do you find the equity theme baskets?

The screenshot displays the Saxo TraderGO website interface. At the top, the navigation bar includes 'TRADING', 'RESEARCH', and 'ACCOUNT', with 'RESEARCH' highlighted by a red box. Below this, a secondary menu lists various market categories: 'Overview', 'Hot Topics', 'Quarterly Outlook', 'Forex', 'Stocks', 'Commodities', 'Bonds', 'ETFs', 'Crypto', 'Education', 'Trade Signals', 'News', 'Market Analysis', 'Calendar', and 'Equities'. The 'Stocks' category is also highlighted with a red box. The main content area features four equity baskets, each with a line chart and performance metrics:

- US 30 Wall Street:** 34,581.20 USD. Daily: -0.07%, Monthly: 1.52%, Yearly: 35.75%.
- US Tech 100 NAS:** 13,674.79 USD. Daily: -0.02%, Monthly: -2.10%, Yearly: 42.48%.
- US 500:** 4,206.67 USD. Daily: -0.05%, Monthly: -0.11%, Yearly: 37.68%.
- Germany 30:** 15,591.67 EUR. Daily: -0.03%, Monthly: 2.62%, Yearly: 30.62%.

Below the baskets is a 'Latest articles' section with four article cards:

- Amazon:** 'EQUITIES | 01-Jun-2021 12:50 | 8 Minutes to read'. Title: 'Pricing power and valuation discount drive logistics returns in the future'.
- Dragon:** 'EQUITIES | 01-Jun-2021 00:00 | 8 Minutes to read'. Title: 'Macro Dragon Reflections: Is Beyond Meat the next GameStop? Thoughts on the Jan-Feb Short Squeeze... THE HIVE, AMC, GME, BB & BYND...'.
- Ship:** 'EQUITIES | 28-May-2021 10:50 | 6 Minutes to read'. Title: 'Additions to crypto basket; JD Logistics rides the e-commerce bonanza'.
- Map:** 'EQUITIES | 27-May-2021 02:00 | 5 Minutes to read'. Title: 'Upcoming catalysts'.

At the bottom, the 'Saxo's Equity Baskets' section is highlighted with a red box and contains four theme baskets:

- Logistics:** Represented by an image of a cargo ship.
- Semiconductors:** Represented by an image of a microchip.
- Financial Trading:** Represented by an image of a computer monitor displaying a stock market chart.
- Crypto and Blockchain:** Represented by an image of a Bitcoin coin.

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