



Saxo Market Call

Slide deck

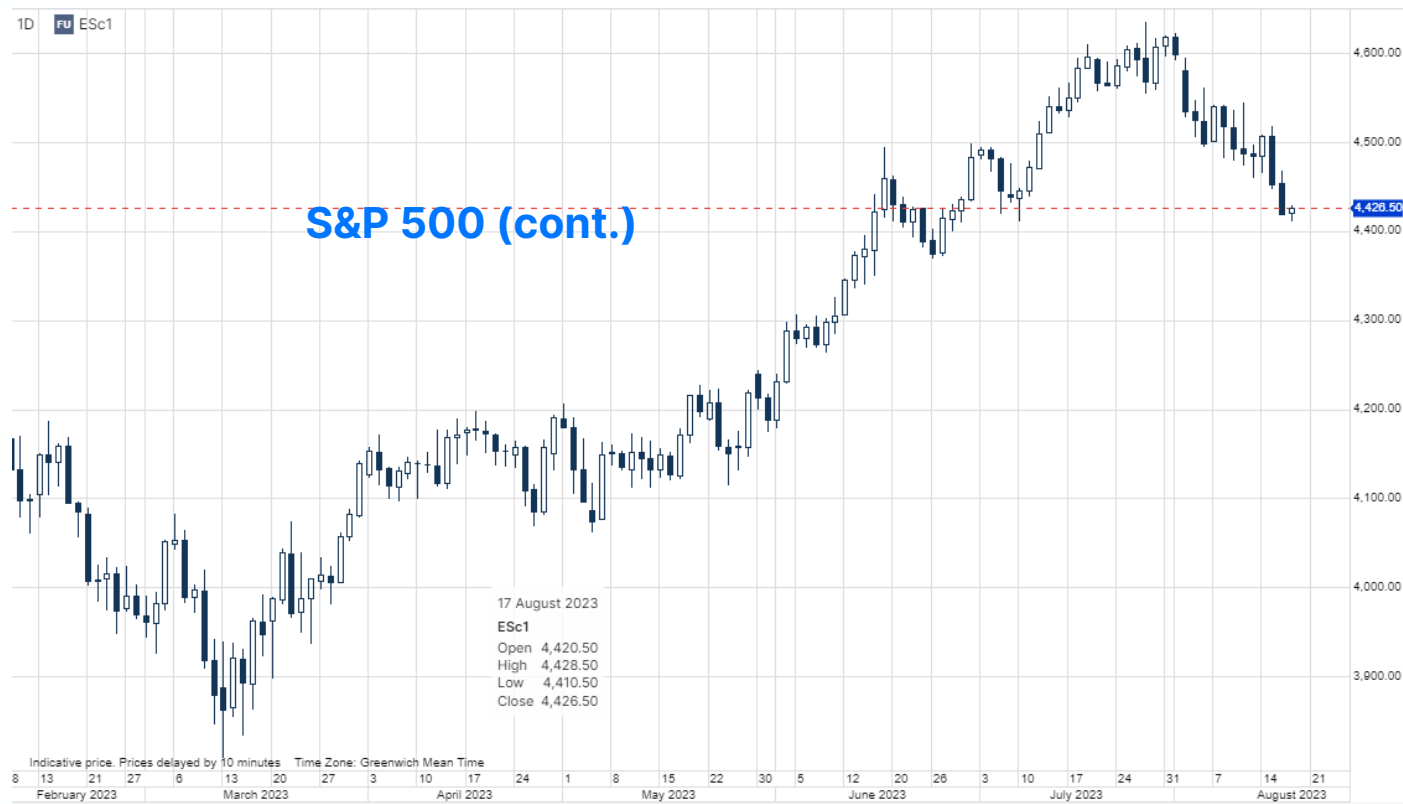
Thursday, August 17, 2023

Questions and comments to marketcall@saxobank.com

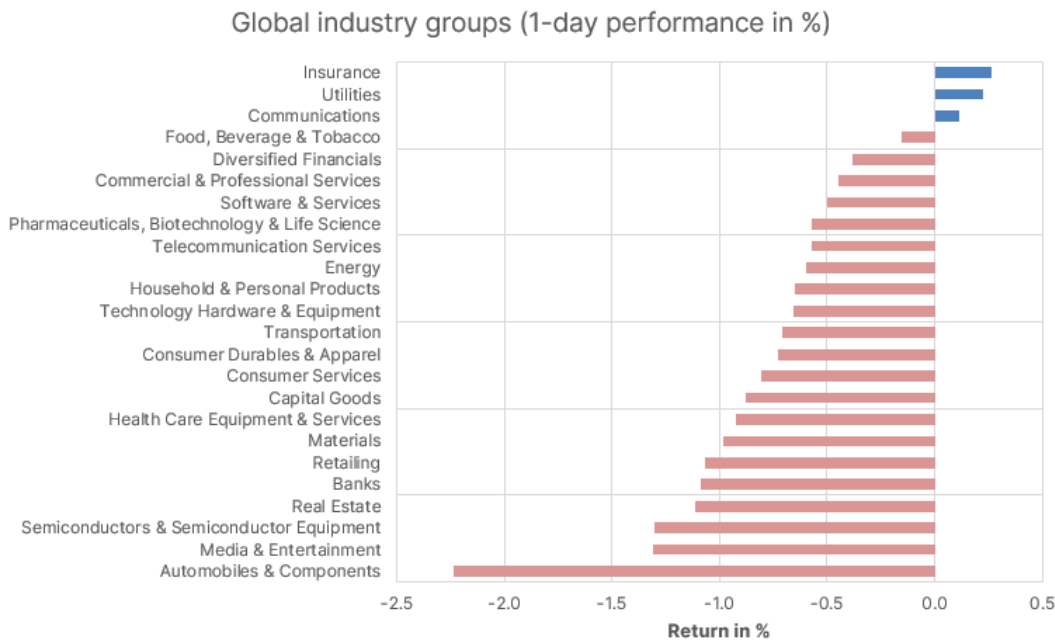
Disclaimer

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.

Weakness continues in equities

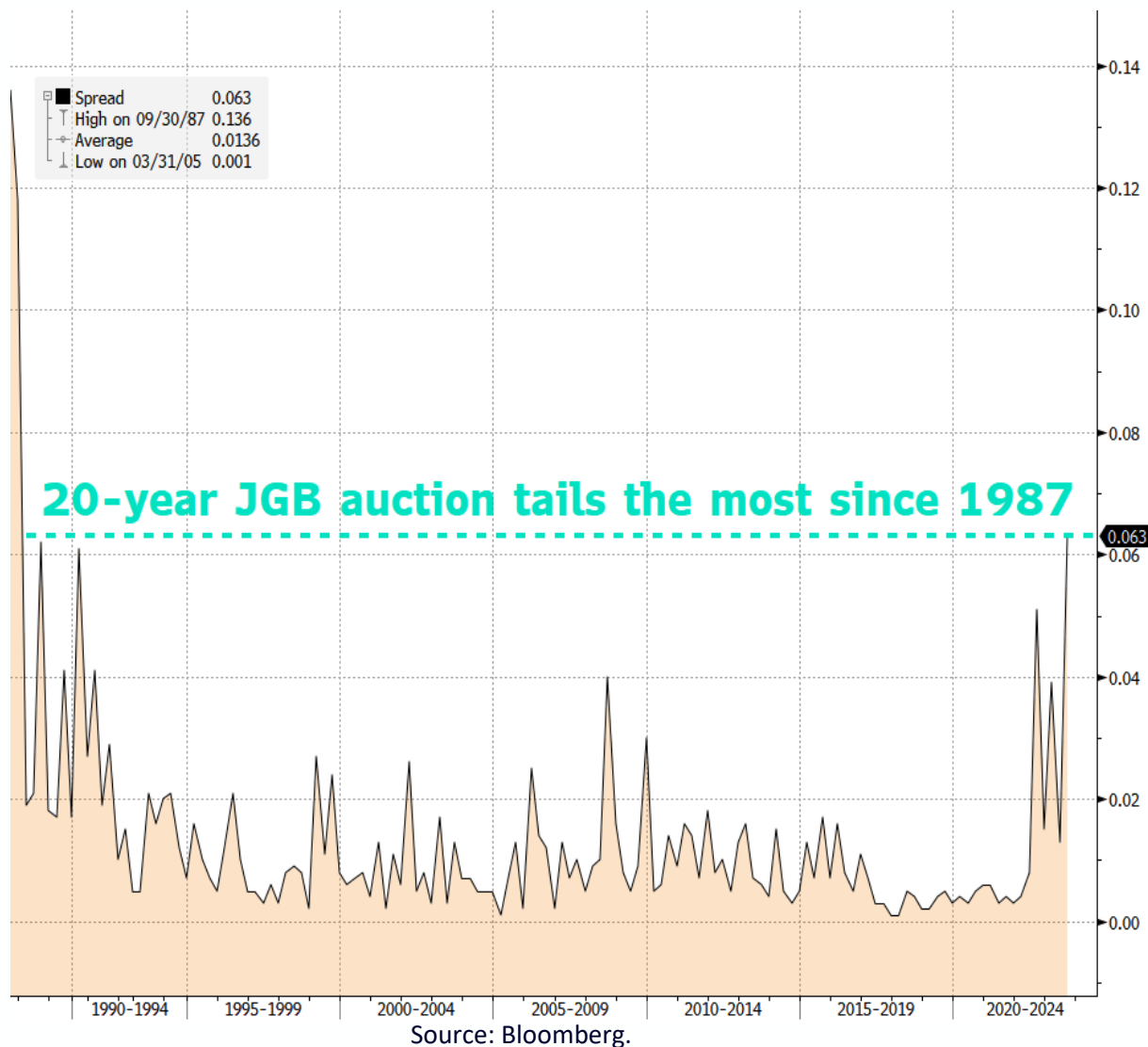


Source: Saxo

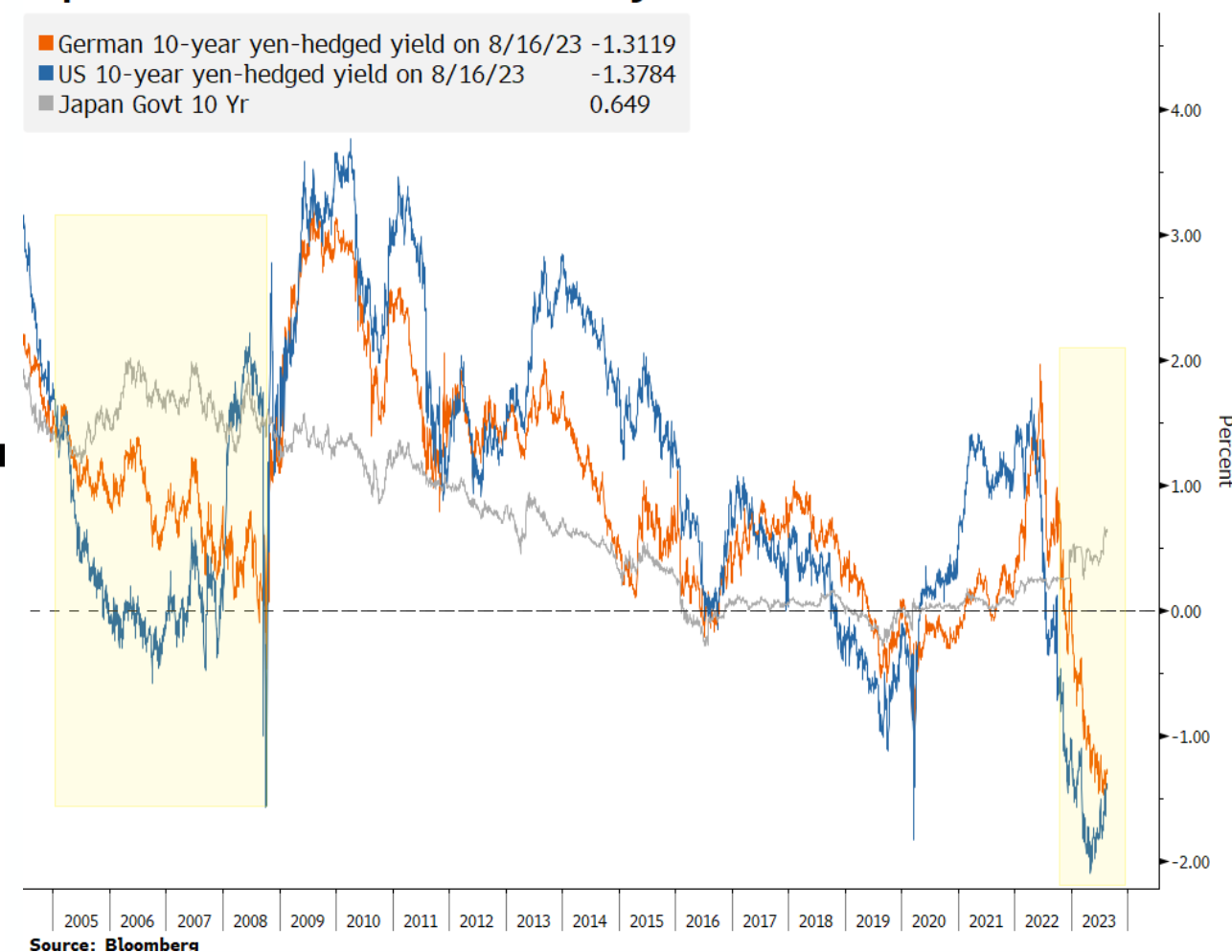


Source: Bloomberg and Saxo

Fed minutes and ugly JGB 20-year auction sends yields higher globally



German and US 10-year bonds lost their appeal Japanese investors would rather buy JGB



Junk is too expensive: time to look at quality.

Junk is too expensive

The HY-IG spread returned to pre-covid levels



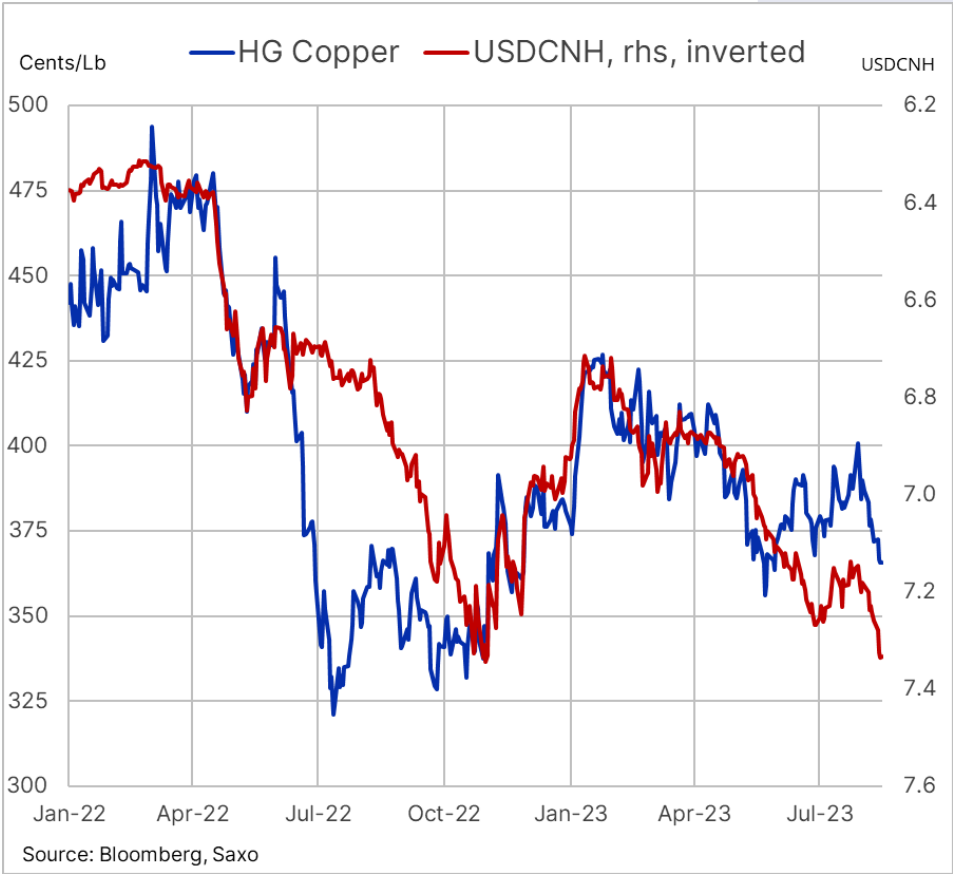
Source: Bloomberg.

Copper remains heavily correlated to USDCNH



USDCNH correlations (20-day look back) - Source: Bloomberg

Copper LME	Copper CMX	Zinc LME	Aluminum LME	Nickel LME
-0.87	-0.85	-0.69	-0.64	-0.62
H -0.28 L -0.87	H -0.25 L -0.85	H -0.27 L -0.79	H -0.03 L -0.87	H -0.05 L -0.64



Source: Saxo

Commodity ETF flows: Broad selling led by gold and crude oil

8/17/2023				Size & flows, Mn \$			Performance, %		
UCITS Eligible ETFs	Tracking	Saxo Ticker	CCY	Mkt Cap	1 Mth	3 Mth	MTD	YTD	1 yr
iShares Physical Gold	Spot Gold	IGLN:xlon	USD	14,044	-390.5	-996.3	-3.4	4.5	7.8
WisdomTree Brent Crude Oil	BCOM Brent Index	BRNT:xlon	USD	2,158	-344.2	-383.4	-0.2	6.1	1.8
iShares Physical Silver	Spot Silver	ISLN:xlon	USD	479	-70.1	-96.0	-8.9	-5.6	14.3
WisdomTree WTI Crude Oil	BCOM WTI Index	CRUD:xlon	USD	607	-67.8	-61.9	-0.3	6.6	0.8
WisdomTree Natural Gas	BCOM NatGas Index	NGAS:xlon	USD	166	-3.3	6.4	4.1	-50.7	-76.8
WisdomTree Platinum	BCOM WTI Index	CRUD:xlon	USD	378	1.1	-4.6	-6.5	-15.7	-3.5
WisdomTree Agriculture	BCOM Ag Index	AIGA:xlon	USD	301	6.1	29.5	-2.6	-2.1	3.1
WisdomTree Industrials	BCOM Ind Index	AIGI:xlon	USD	459	12.4	-7.7	-8.2	-16.1	-9.9
WisdomTree Copper (London)	BCOM Copper Index	COPA:xlon	USD	1,238	46.2	-278.4	-8.3	-3.1	4.3
Invesco BCOM	BCOM Total Return	CMOD:xlon	USD	1,971	56.8	36.7	-2.6	-5.0	-10.8
iShares BCOM Enhanced Roll	BCOM Enhanced Roll	ROLL:xlon	USD	1,283	200.0	8.6	-2.6	-0.9	-1.2
iShares Div Commodity Swap	BCOM Total Return	ICOM:xlon	USD	2,101	245.5	397.2	-2.6	-4.8	-10.5
Non-UCITS ETFs				Size & flows, Mn \$			Performance, %		
	Tracking	Saxo Ticker	CCY	Mkt Cap	1 Mth	3 Mth	MTD	YTD	1 yr
SPDR Gold Shares	Spot Gold	GLD:arcx	USD	54,392	-1068.8	-2301.5	-3.7	3.5	6.8
ProShares 2X Natural Gas	BCOM NatGas Index	BOIL:arcx*	USD	853	-360.0	-412.1	5.6	-81.5	-96.9
iShares Gold Trust	Spot Gold	IAU:arcx	USD	26,756	-321.6	-970.7	-3.7	3.6	7.0
United States Oil Fund *	WTI Crude Oil	USO:arcx *	USD	1,472	-155.4	-272.8	-2.5	1.8	-0.9
ProShares 2X WTI	BCOM WTI Index	UCO:arcx*	USD	639	-120.1	-248.7	-5.1	-3.9	-13.0
iShares Silver Trust	Spot Silver	SLV:arcx	USD	10,136	-88.3	-388.9	-9.4	-6.6	12.7
US NatGas Fund *	Natural Gas	UNG:arcx *	USD	1,053	-76.1	-168.0	-1.5	-50.4	-78.0
Aberdeen Phys Gold Shares	Gold Bullion	SGOL:arcx	USD	2,626	-44.5	-71.8	-3.7	3.7	7.0
Invesco DB Agriculture Fund *	DBIQ Div. Agri Index	DBA:arcx *	USD	807	-24.8	-100.4	-3.4	5.2	4.8
Invesco DB Commodity Index	DBIQ Opt Yield	DBC:arcx *	USD	2,051	-11.4	-79.3	-3.1	-3.0	-6.5
iShares S&P GSCI *	S&P GSCI TR	GSG:arcx *	USD	1,059	3.9	-9.9	-3.1	-1.5	-5.0
Aberdeen Phys Platinum Shares	Platinum Bullion	PPLT:arcx	USD	879	4.1	22.1	-6.9	-17.6	-4.7
iPath BBG Commodity Index	BBG Commodity TR	DJP:arcx	USD	626	47.5	14.6	-4.1	-6.7	-12.9

Source: Bloomberg, Saxo

* Publicly Traded Partnerships (PTP) only offered by Saxo as CFD's

Source: Saxo

Stocks to watch today...

- **Adyen** – shares down 22% on big miss on 1H volume (€426bn vs est. €464bn) and EBITDA margin (43% vs est. 49%)
- **Orsted** – trading around the lows from the early days of the pandemic. The green transformation trade has the weakest momentum of all of our theme baskets.



Source: Saxo

Earnings Watch

Today: Telstra, Coloplast, CNOOC, **Adyen**, Nibe Industrier, Geberit, **Walmart**, Applied Materials, Ross Stores

Friday: Kingspan, **Deere**, **Palo Alto Networks**, Estee Lauder, XPeng

Walmart quarterly financials

In Millions of USD	2023 Q2	2023 Q3	2023 Q4	2024 Q1	2024 Q2 Est	2024 Q3 Est	2024 Q4 Est
3 Months Ending	07/31/2022	10/31/2022	01/31/2023	04/30/2023	07/31/2023	10/31/2023	01/31/2024
Market Capitalization	359,440.1	384,433.3	387,441.9	406,713.2			
- Cash & Equivalents	13,923.0	11,587.0	8,625.0	10,575.0			
+ Preferred & Other	8,278.0	8,130.0	7,298.0	7,060.0			
+ Total Debt	65,309.0	65,380.0	58,923.0	63,867.0			
Enterprise Value	419,104.1	446,356.3	445,037.9	467,065.2			
Revenue, Adj	152,859.0	152,813.0	164,048.0	152,301.0	159,724.4	157,067.6	168,436.5
Growth %, YoY	8.4	8.7	7.3	7.6	4.5	2.8	2.7
Gross Profit, Adj	37,021.0	37,200.0	38,625.0	37,017.0	37,608.7	37,510.9	39,225.5
Margin %	24.2	24.3	23.5	24.3	23.5	23.9	23.3
EBITDA, Adj	9,553.0	5,450.0	9,221.0	9,085.0	9,899.1	10,470.3	10,920.4
Margin %	6.2	3.6	5.6	6.0	6.2	6.7	6.5
Net Income, Adj	4,847.1	1,211.2	4,623.7	3,971.4	4,598.0	4,014.7	4,334.6
Margin %	3.2	0.8	2.8	2.6	2.9	2.6	2.6
EPS, Adj	1.77	0.45	1.71	1.47	1.70	1.49	1.62
Growth %, YoY	-0.6	-69.2	11.8	13.1	-4.1	232.6	-5.3
Cash from Operations	12,998.0	6,458.0	13,143.0	4,633.0			
Capital Expenditures	-3,953.0	-4,569.0	-4,796.0	-4,429.0	-4,175.3	-4,437.6	-4,592.3
Free Cash Flow	9,045.0	1,889.0	8,347.0	204.0	6,163.2	4,963.6	4,033.4

Source: Bloomberg

Macro – calendar highlights (all times GMT)

Today's Calendar Highlights

1230 – US Initial Jobless Claims

1230 – Philadelphia Fed Business Outlook

1430 – EIA's Weekly Natural Gas Storage Change

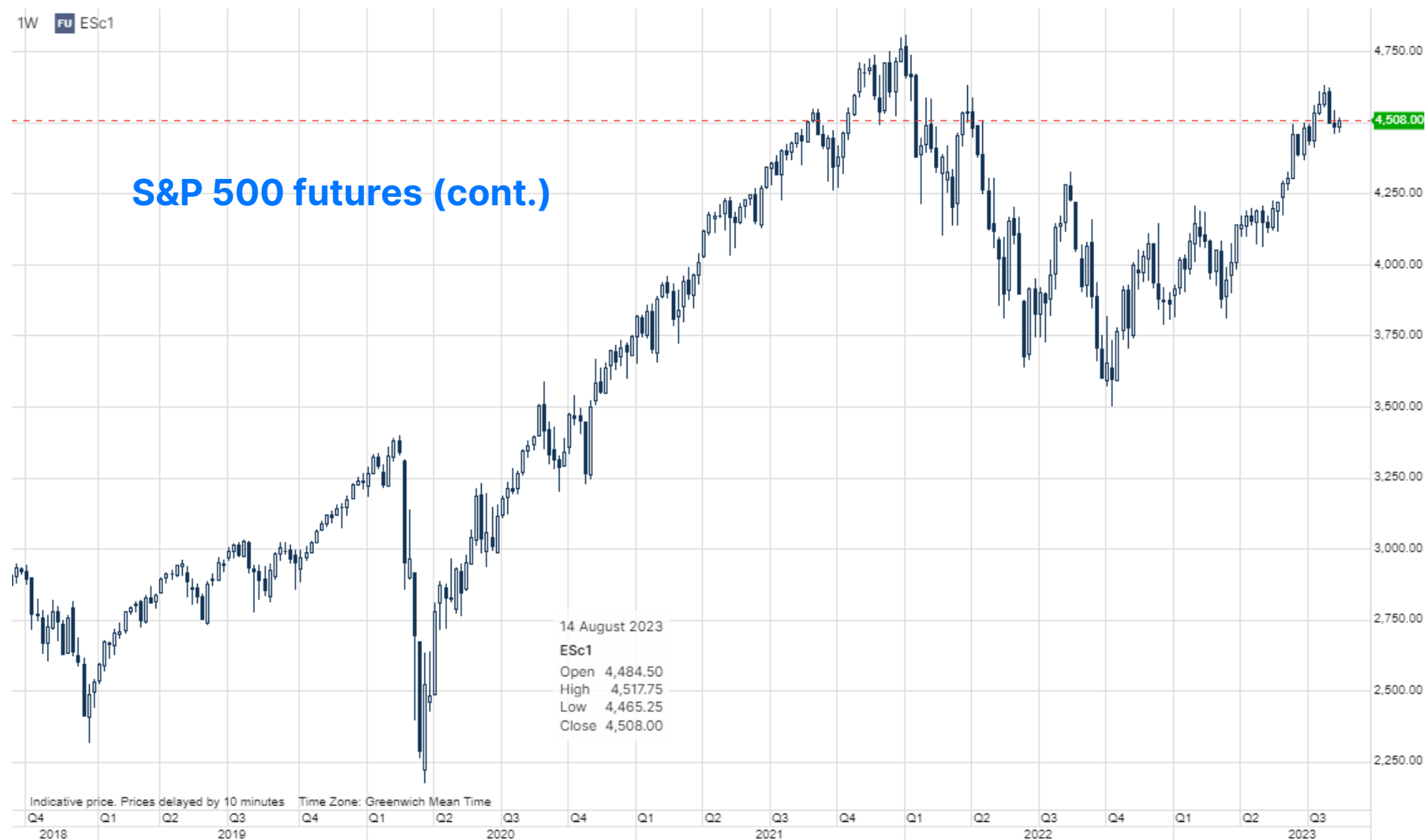
Upcoming Calendar Highlights

FRI: Japan Jul CPI, UK Jul Retail Sales, Eurozone Jul CPI

Longer Term Highlights

August 24-26 Fed Jackson Hole Symposium “Structural Shifts in the Global Economy”.

Appendix: S&P 500 5-year chart



Appendix: Where do you find the equity theme baskets?

Saxo
TraderGO

TRADING **RESEARCH** ACCOUNT

Overview Hot Topics Quarterly Outlook Forex **Stocks** Commodities Bonds ETFs Crypto Education Trade Signals News Market Analysis Calendar Equities

US 30 Wall Street

34,581.20 USD

D -0.07% M 1.52% Y 35.75%

US Tech 100 NAS

13,674.79 USD

D -0.02% M -2.10% Y 42.48%

US 500

4,206.67 USD

D -0.05% M -0.11% Y 37.68%

Germany 30

15,591.67 EUR

D -0.03% M 2.62% Y 30.62%

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