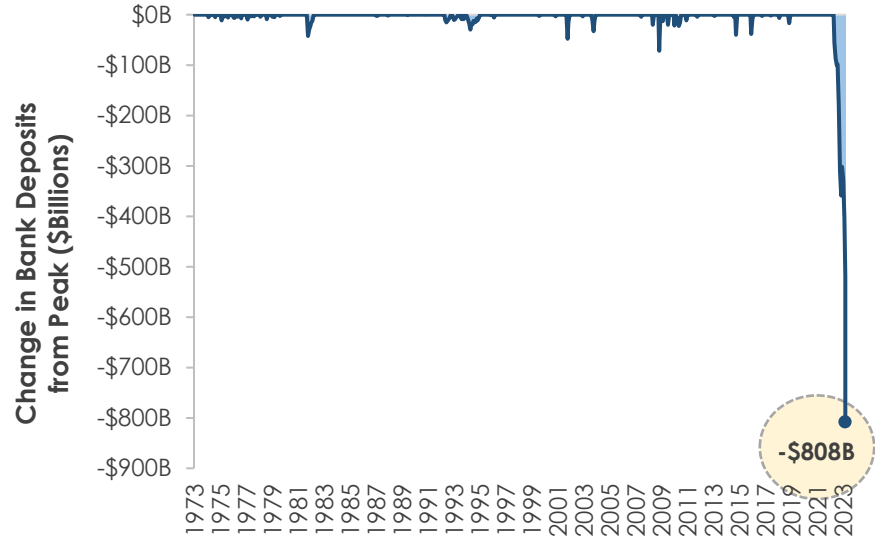


# Charts That Will Shape 2Q 2023

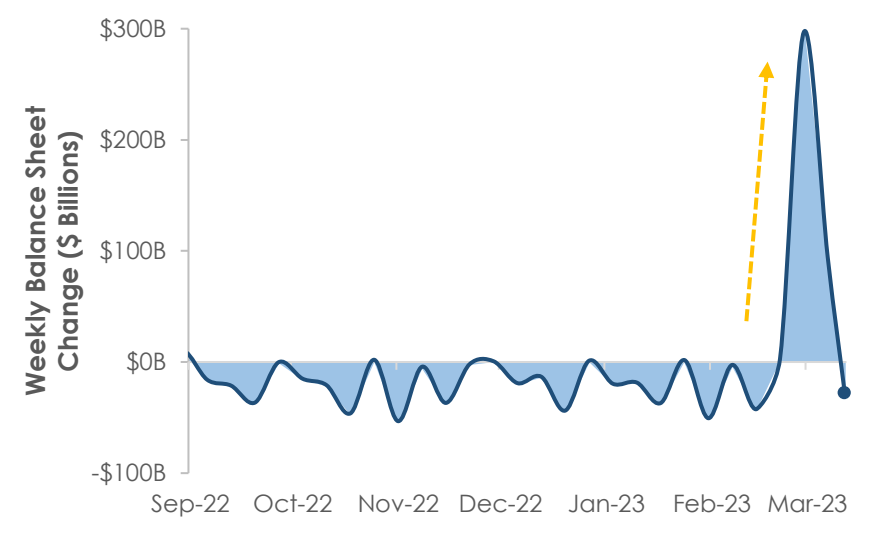
Six charts likely to drive the market narrative this quarter

**Figure 1: Biggest Commercial Bank Deposit Withdrawal on Record**



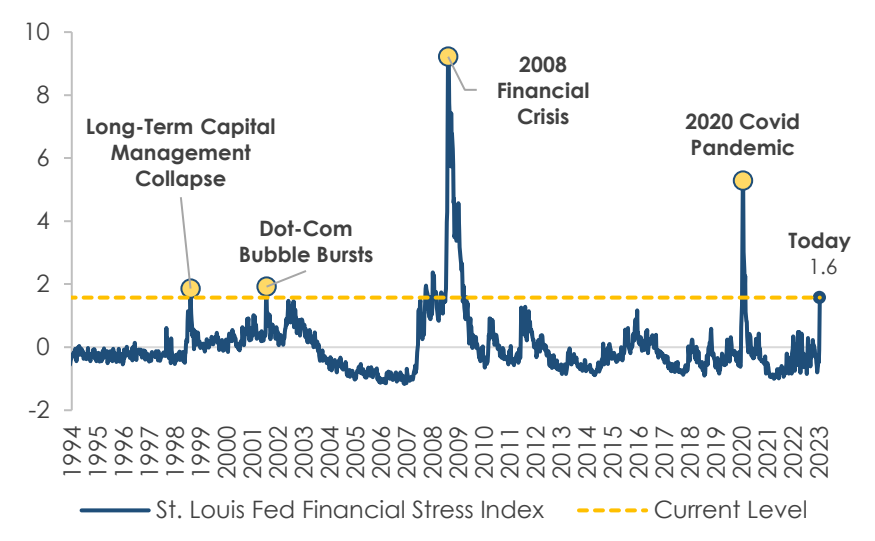
Source: MarketDesk, Federal Reserve

**Figure 2: Federal Reserve Replaces Deposits via Lending Program**



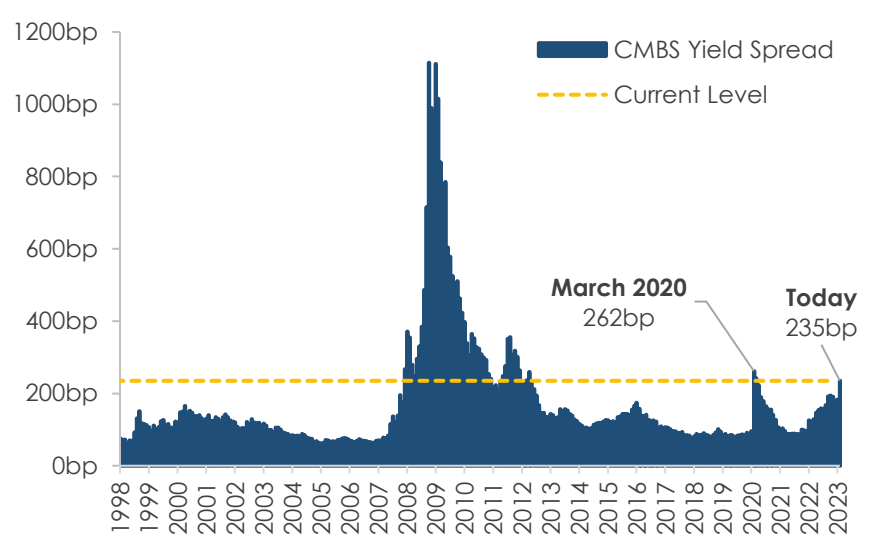
Source: MarketDesk, Federal Reserve

**Figure 3: Financial Stress Increases**



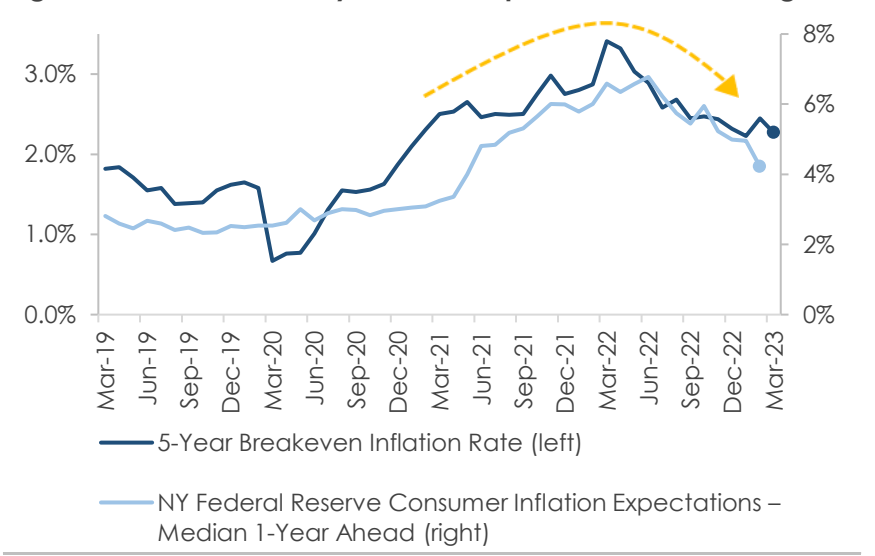
Source: MarketDesk, St. Louis Fed

**Figure 4: CMBS Credit Spreads Climb to 2008 & Pandemic Levels**



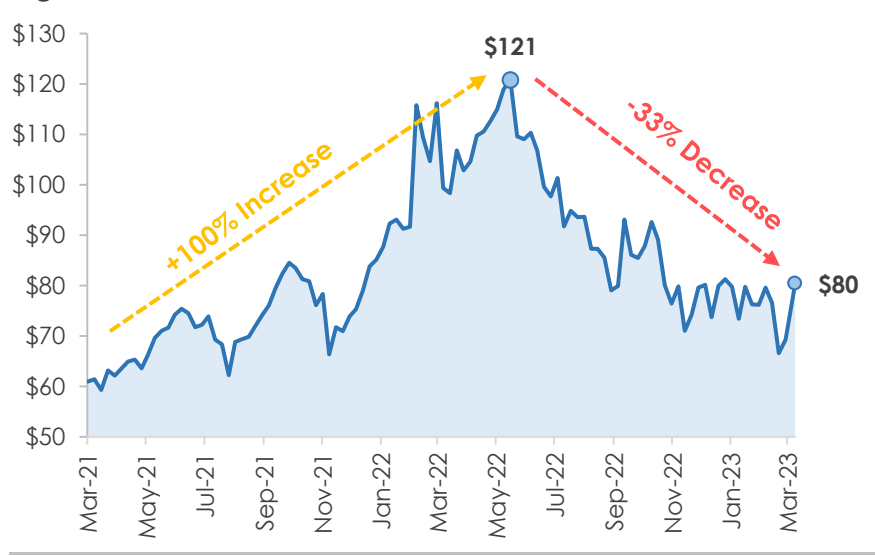
Source: MarketDesk. Analysis is based on ICE BofA US Fixed Rate CMBS.

**Figure 5: Market & Survey Inflation Expectations are Falling**



Source: MarketDesk, Federal Reserve

**Figure 6: Where Do Oil Prices Trade From Current Levels?**



Source: MarketDesk

# Asset Class Performance

	1W	1M	3M	14d RSI	m/m%	Std
<b>Market Caps</b>						
U.S. Large	1.4%	3%	6%	73		-0.0
U.S. Small	-0.7%	-6%	-2%	55		-1.3
U.S. Mid	-0.8%	-5%	-1%	61		-1.3
<b>U.S. Sectors</b>						
Health	4.2%	5%	-1%	78		+0.4
Utilities	3.9%	7%	-1%	64		+0.7
Comm Svcs	3.5%	7%	14%	74		+0.7
Energy	3.3%	0%	-2%	71		-0.6
Cons Stpls	1.7%	5%	0%	79		+0.7
REITs	1.3%	-2%	-1%	57		-0.9
Financials	0.6%	-8%	-9%	63		-2.0
Materials	0.3%	-2%	-1%	70		-1.0
Tech	0.1%	7%	20%	66		+0.6
Cons Disc	-0.5%	1%	10%	59		-0.2
Industrials	-2.1%	-4%	-3%	54		-1.2
<b>U.S. Factors</b>						
Momentum	3.0%	2%	-2%	73		-0.2
Low Volatility	2.2%	4%	1%	78		+0.4
Dividends	1.5%	0%	-4%	69		-0.8
Value	1.4%	0%	-1%	69		-0.8
Quality	1.2%	4%	7%	70		+0.1
Growth	1.0%	5%	13%	68		+0.3
<b>Fixed Income</b>						
UST (+20Y)	3.8%	7%	4%	58		+1.9
UST (7-10Y)	2.1%	6%	3%	59		+2.9
US IG	1.9%	5%	3%	69		+1.4
EUR IG	1.4%	2%	1%	76		+1.4
US MBS	1.4%	4%	1%	53		+2.1
US Muni	0.9%	3%	2%	68		+1.9
EM USD Sov	0.8%	2%	1%	64		+0.4
US HY	0.6%	1%	1%	64		+0.1
UST (1-3Y)	0.6%	2%	2%	52		+4.4
EUR HY	0.0%	0%	1%	71		-0.1
<b>Commodities</b>						
WTI	8.5%	4%	9%	89		-0.2
Silver	4.6%	24%	5%	84		+1.8
Gold	1.4%	11%	8%	59		+1.9
Soybeans	0.9%	-2%	2%	51		-0.2
Corn	-0.8%	2%	-2%	58		-0.2
Steel	-1.6%	4%	49%	56		-0.2
Natural Gas	-4.4%	-29%	-41%	33		-1.3

	1W	1M	3M	14d RSI	m/m%	Std
<b>Americas</b>						
Colombia	4.0%	1%	-4%	84		-0.0
Canada	1.8%	2%	2%	81		-0.3
Mexico	-1.5%	0%	9%	77		-0.6
Brazil	-2.1%	-1%	-4%	58		-0.3
Argentina	-2.2%	-3%	7%	68		-0.8
Chile	-4.5%	-4%	3%	60		-0.8
<b>Europe</b>						
Spain	2.6%	5%	12%	84		+0.2
U.K.	2.4%	4%	4%	86		+0.1
Greece	2.1%	0%	11%	68		-0.4
Italy	1.5%	2%	9%	82		-0.1
France	1.4%	4%	9%	84		+0.1
Germany	0.7%	4%	8%	81		+0.1
Turkey	-0.1%	-8%	-8%	38		-1.1
<b>Middle East &amp; Africa</b>						
Saudi Arabia	3.5%	7%	4%	89		+0.8
UAE	0.9%	-2%	-5%	65		-1.1
S. Africa	-0.5%	4%	-6%	75		+0.0
<b>Asia-Pacific</b>						
India	2.9%	0%	-5%	80		-0.4
Vietnam	1.2%	7%	-1%	75		+0.9
Hong Kong	1.1%	0%	-5%	77		-0.2
Australia	1.1%	2%	0%	77		-0.3
Singapore	1.0%	5%	3%	86		+0.8
Japan	-0.3%	2%	6%	72		+0.0
Taiwan	-0.9%	1%	7%	68		-0.1
China	-1.0%	2%	-4%	67		-0.0
S. Korea	-1.2%	2%	0%	63		-0.3
Thailand	-1.5%	1%	-8%	61		-0.1
Philippines	-2.9%	0%	-3%	59		-0.2
<b>Currencies</b>						
BTC	2.5%	26%	87%	58		+1.2
\$/MXN	0.6%	0%	-5%	23		+0.7
\$/AUD	0.6%	-1%	3%	52		+0.4
GBP/\$	0.4%	5%	3%	68		+1.3
EUR/\$	0.1%	3%	3%	69		+1.0
\$/CNY	0.0%	-1%	0%	51		-0.3
USD	-0.2%	-3%	-2%	33		-1.2
\$/JPY	-0.7%	-4%	0%	49		-1.3

## Previous Weekly Notes

Date	Report Title	Report Link
3/24/2023	<b>Bank Failures will Further Tighten Lending &amp; Decrease Credit Supply</b> Credit Spreads Widen & U.S. Dollar Weakens	<a href="#">View Report →</a>
3/17/2023	<b>Bank Failures Strain the Financial System</b> Duration Risk, Not Credit Risk, Led to Bank Failures	<a href="#">View Report →</a>
3/10/2023	<b>Examining Catalysts Behind the Bull Case for U.S. Equities</b> Restocking, Rising Income, Increased Productivity, & Fed Balance Sheet	<a href="#">View Report →</a>
2/24/2023	<b>Banks Aggressively Tightened Lending Standards In the Last 12 Months</b> Tighter Lending Standards Historically Lead to Slower Loan Growth & GDP Growth	<a href="#">View Report →</a>
2/17/2023	<b>Unpacking the Macro Week</b> Retail Sales, CPI, Industrial Production, & Homebuilder Sentiment	<a href="#">View Report →</a>
2/10/2023	<b>Are the QuantPack Indicators Too Bearish?</b> History Doesn't Repeat, But It Often Rhymes	<a href="#">View Report →</a>
1/27/2023	<b>U.S. GDP Grows +2.9% in 4Q22, But Shows Signs of Slowing</b> Inventory Restocking & Gov't Spending Offset Declining Consumption & Housing	<a href="#">View Report →</a>
1/20/2023	<b>Inflation &amp; Fed Policy No Longer have a 1-to-1 Relationship</b> 2023 Asset Allocation Requires Focusing on the Correct Macro Drivers	<a href="#">View Report →</a>
1/13/2023	<b>Financial Conditions Ease After Inflation Rate Peaks</b> Conditions Likely to Remain Tight During 2023	<a href="#">View Report →</a>
12/16/2022	<b>Unpacking A Big Macro Week</b> December FOMC Meeting, November CPI, & November Retail Sales	<a href="#">View Report →</a>
12/9/2022	<b>Rationale Behind Our Long Duration Downgrade to Neutral</b> Wage Inflation Remains Elevated, Skewing Inflation Risk to the Upside	<a href="#">View Report →</a>
11/25/2022	<b>The Inflation Bubble</b> Price Increases Distorting Nominal Economic Data	<a href="#">View Report →</a>
11/18/2022	<b>A Market Trading On Hope</b> Recent S&P 500 Rally Entirely Driven by P/E Multiple Expansion	<a href="#">View Report →</a>
11/11/2022	<b>Stocks Trade Higher as Market Celebrates Easing Inflation ...</b> ... But Inflation is No Longer the Most Significant Macro Variable	<a href="#">View Report →</a>
10/28/2022	<b>3Q22 GDP Growth Rebounds, But Underlying Data is Worrisome</b> Consumption Slows, Investment Contracts, & Shrinking Imports Prop Up GDP	<a href="#">View Report →</a>

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