



Macro Ops

The Trifecta Report

The best trades are the ones in which you have all three things going for you: fundamentals, technical, and market tone. ~ Michael Marcus

Weekly Summary



S&P 500	UST 10yr Bonds	Gold	EURUSD
<ul style="list-style-type: none">➤ Long-term: A reflationary Fed and US Gov bent towards stimulus suggest we'll see continued compression in risk-premium = higher risk assets over the long-term➤ Sentiment/Positioning: <u>Sentiment is at a bullish consensus and has fed into what's fast becoming very stretched positioning. Trend fragility is high</u>➤ Breadth: Remains strong and is nowhere near levels that precede larger selloffs➤ Macro/Liquidity: Macro conditions continue to improve, and liquidity is flush, though rising rates will at some point begin to matter to risk assets➤ Short-term: <u>SPX is in a Bull Volatile Regime and the TL Score is 0.</u> We may see a slight dip this week, but the path of least resistance remains up	<ul style="list-style-type: none">➤ Long-term: Bonds broke out of their 12-month neutral sideways regime. Macro fundamentals, technicals, and sentiment all favor a continued steepening of the curve➤ Sentiment/Positioning: The rising inflation and steepening yield curve narrative is becoming more popular➤ Bond Indicators: All indicators point to a steeper yield curve (bear steepening).➤ Short-term: Bonds saw a bearish breakout from an extended trading range. The path of least resistance is sideways to lower for now	<ul style="list-style-type: none">➤ Long-term: Gold has worked off much of its extreme over-bought levels. The long-term path of resistance is up➤ Sentiment/Positioning: Positioning and flows have come down from excessive levels but remain somewhat stretched to the bull side➤ Gold Indicators: Long dated real yields continue to favor sideways to lower chop in precious metals for now➤ Short-term: Gold is in a neutral sideways regime in a longer-term uptrend. <u>Odds favor a continuation of the bull trend at some point, but we're likely to see more down-to-sideways chop in the interim</u>	<ul style="list-style-type: none">➤ Long-term: EURUSD is in the early stages of a cyclical bull trend. Excessive capital concentration in the US and rich relative valuations + growing UST funding needs support the longer-term USD bear thesis➤ Sentiment/Positioning: The short US dollar trade is a consensus theme on the Street. Long positioning in EURUSD and aggregate short USD is at multi-year highs. <u>Sentiment & Positioning are headwinds to EURUSD over the short-to-intermediate term</u>➤ EURUSD Indicators: The trend in yield differentials are moving in the USD's favor, this may drive an eventual unwind of long euro positioning➤ Short-term: Odds favor a continuation of sideways chop

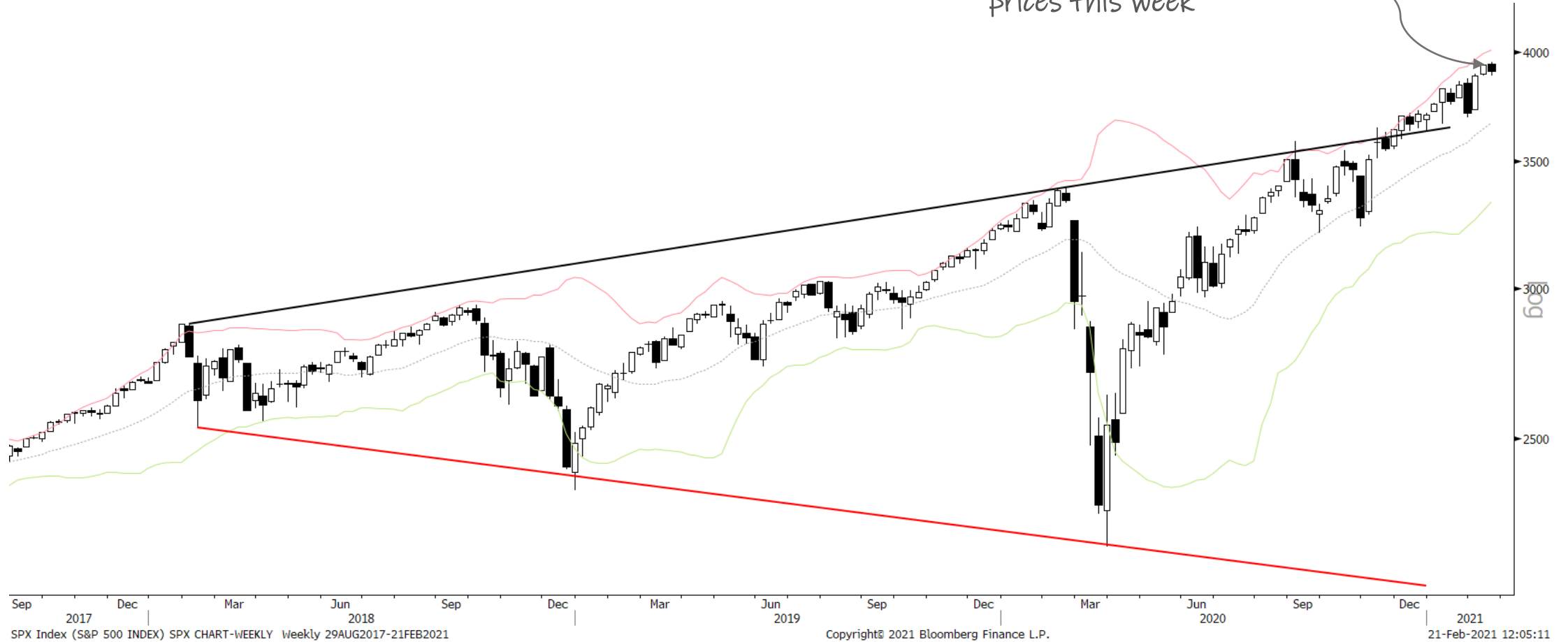
S&P 500 Monthly



S&P 500 Weekly



Small bear = odds favor
sideways to slightly lower
prices this week

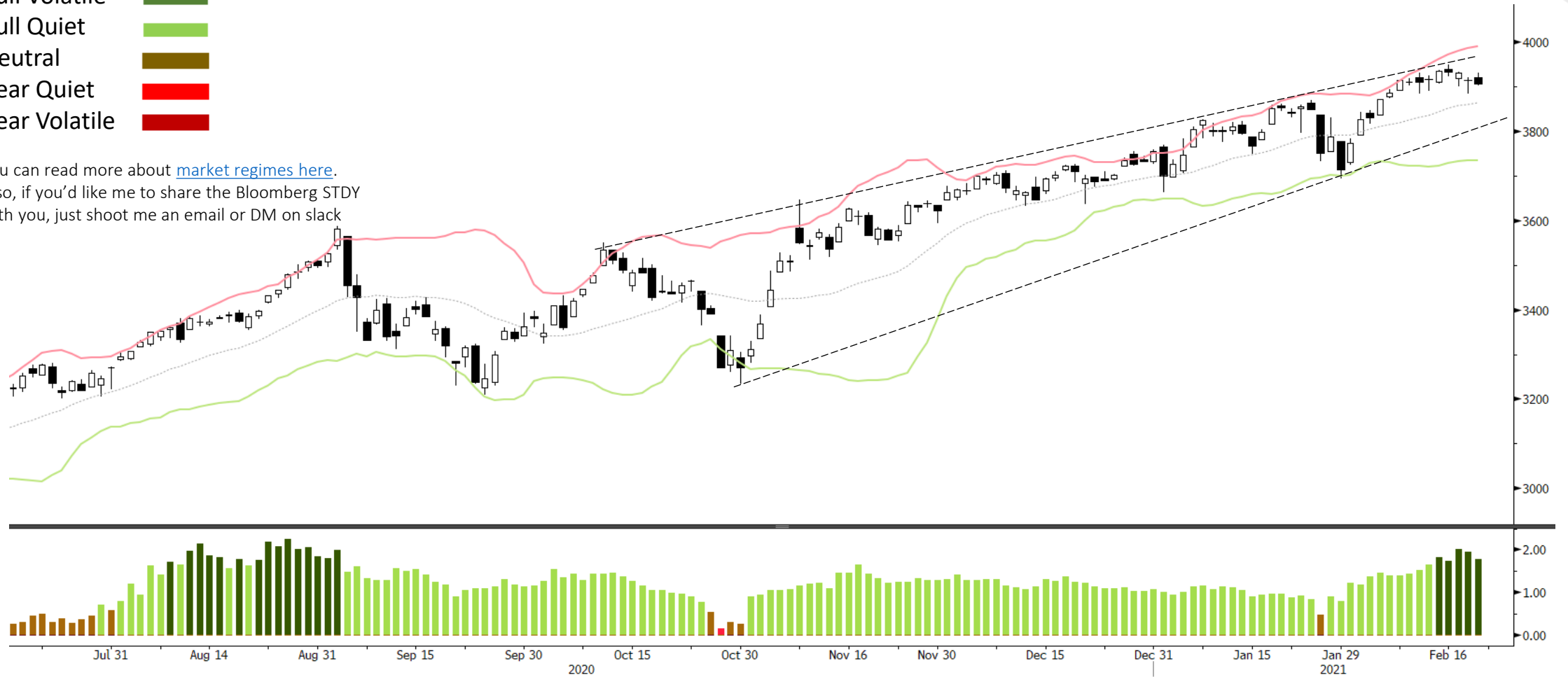


S&P 500 Daily

SQN Market Regime

- Bull Volatile
- Bull Quiet
- Neutral
- Bear Quiet
- Bear Volatile

You can read more about [market regimes here](#).
 Also, if you'd like me to share the Bloomberg STDY with you, just shoot me an email or DM on slack

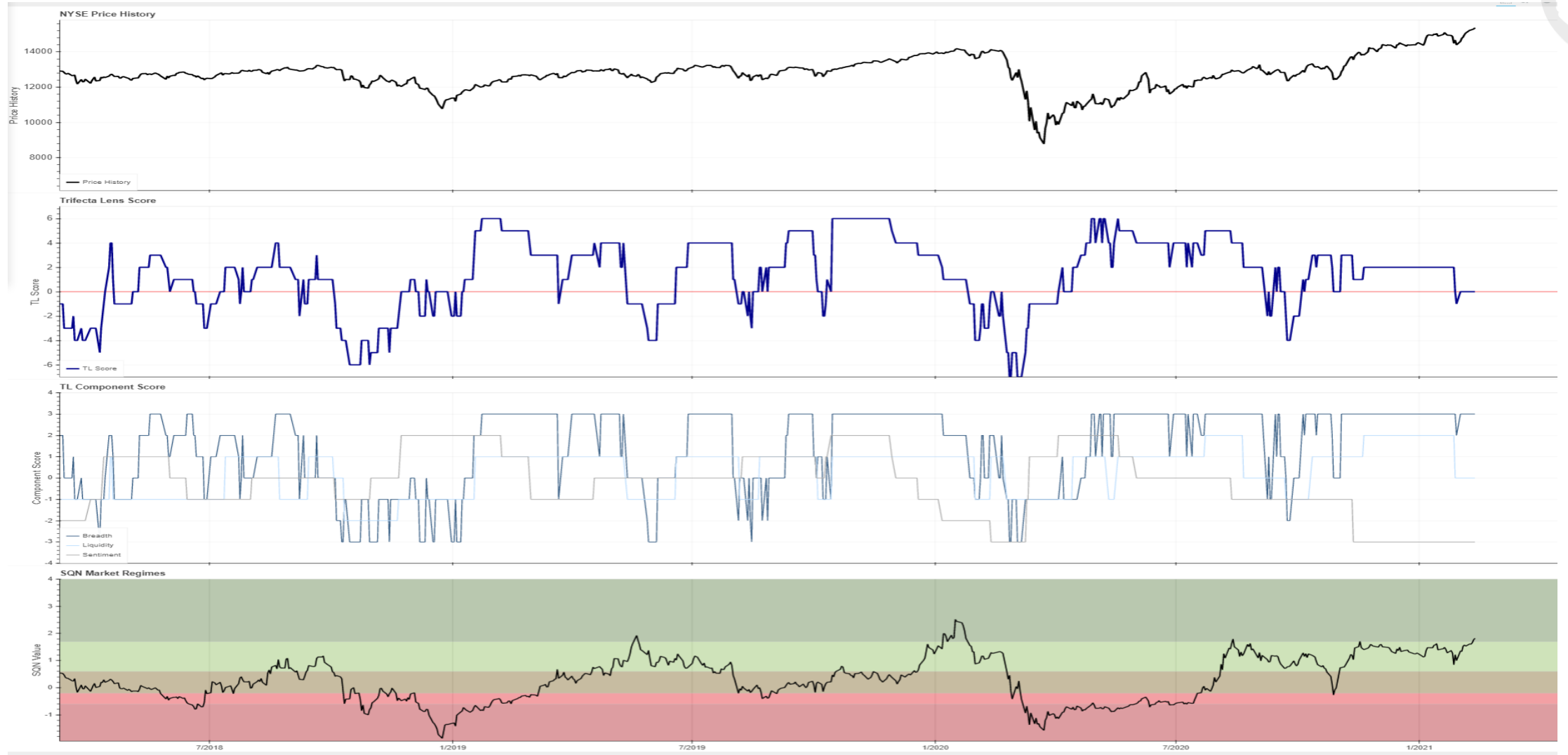


SPX Index (S&P 500 INDEX) SPX CHART-DAILY Daily 17JUL2020-21FEB2021

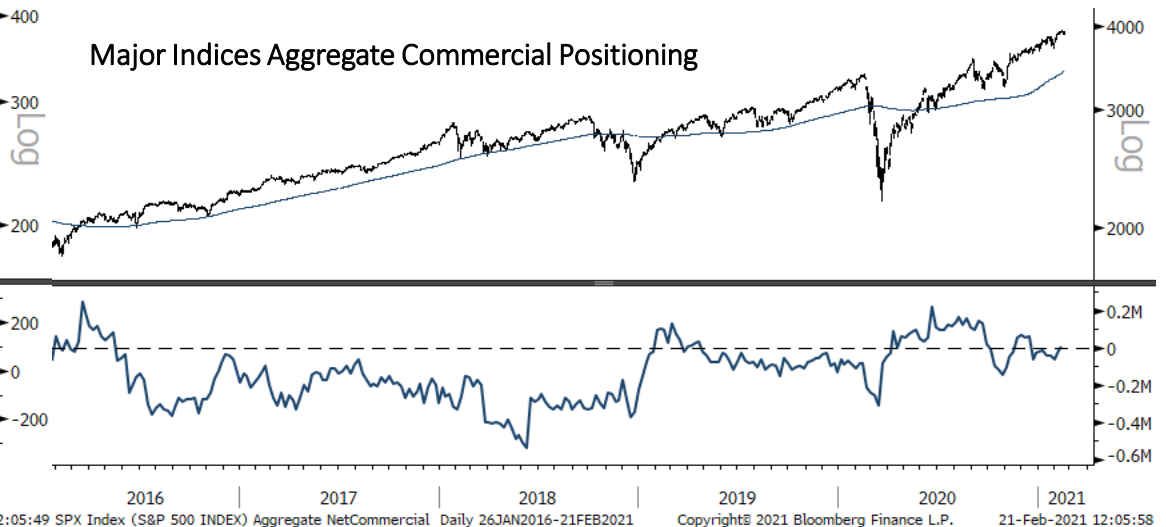
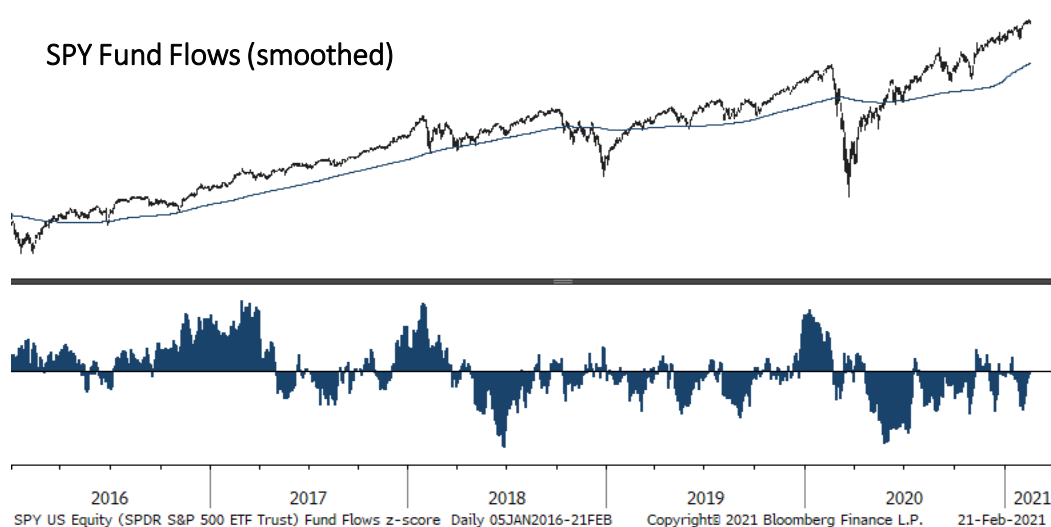
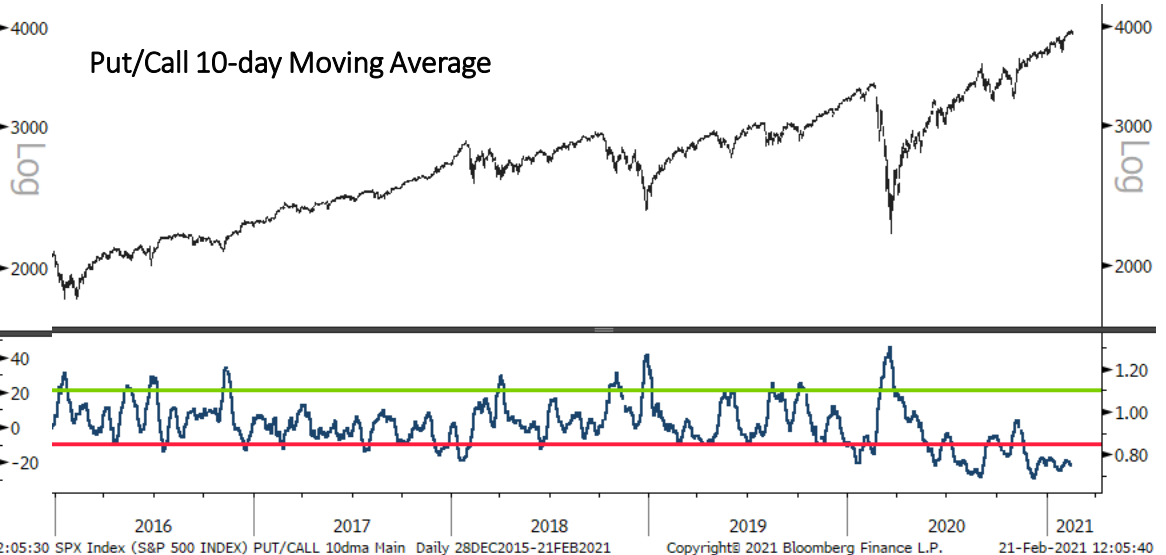
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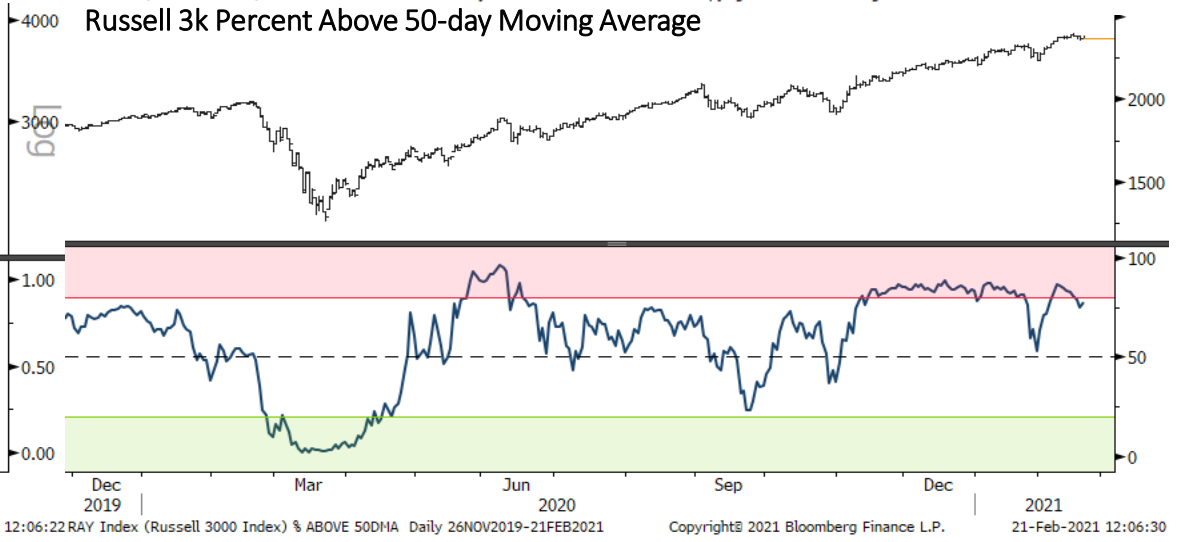
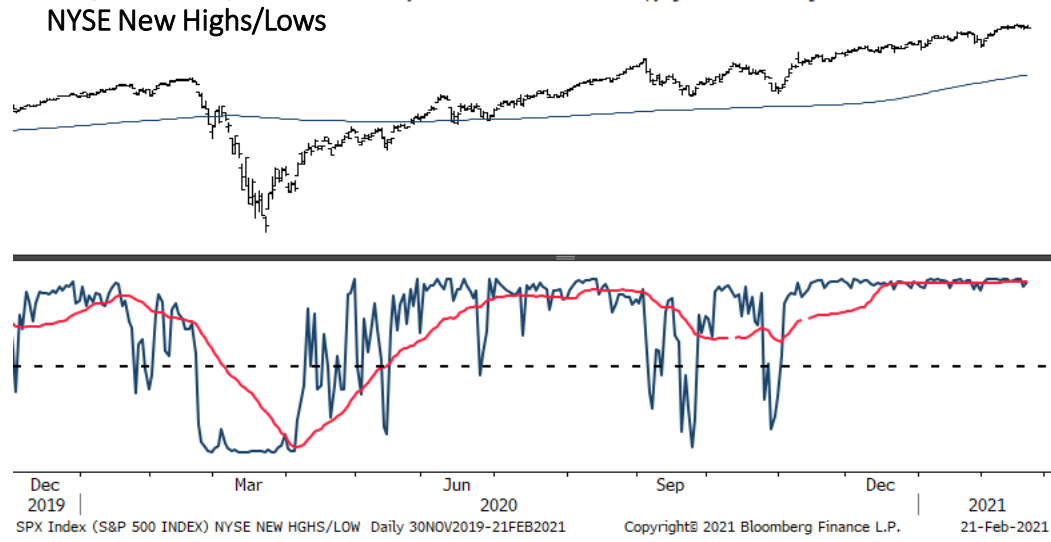
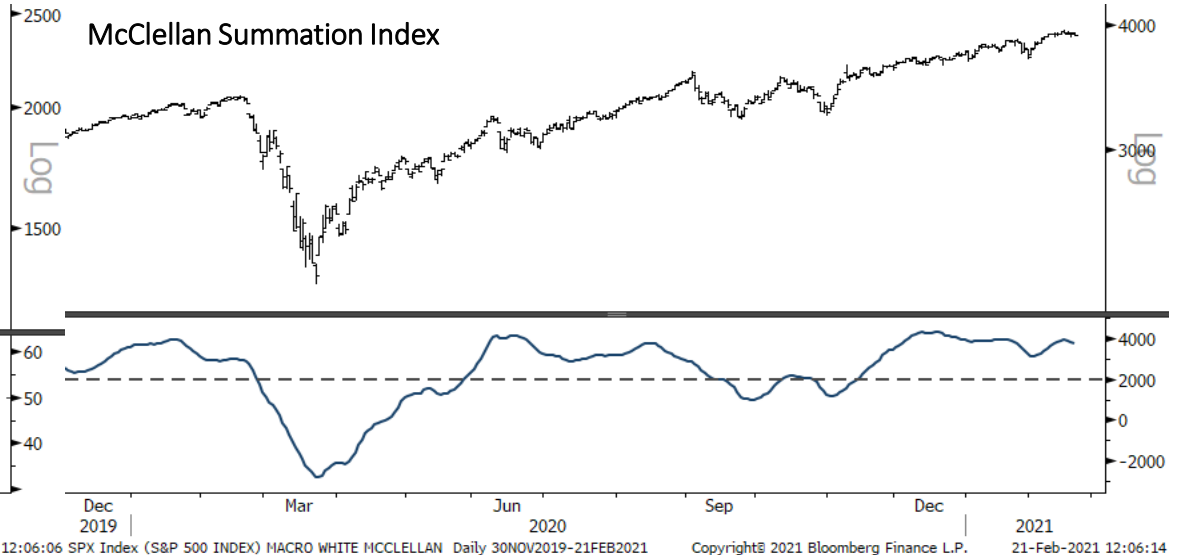
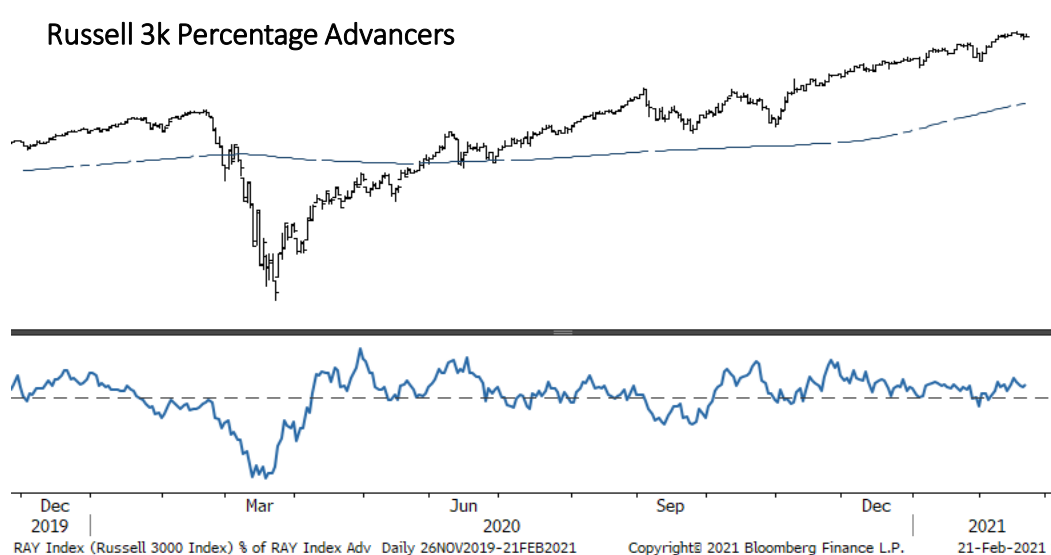
Trifecta Lens Score: 0 (You can read more about our [Trifecta Lens here](#) and link to the [Dashboard here](#))



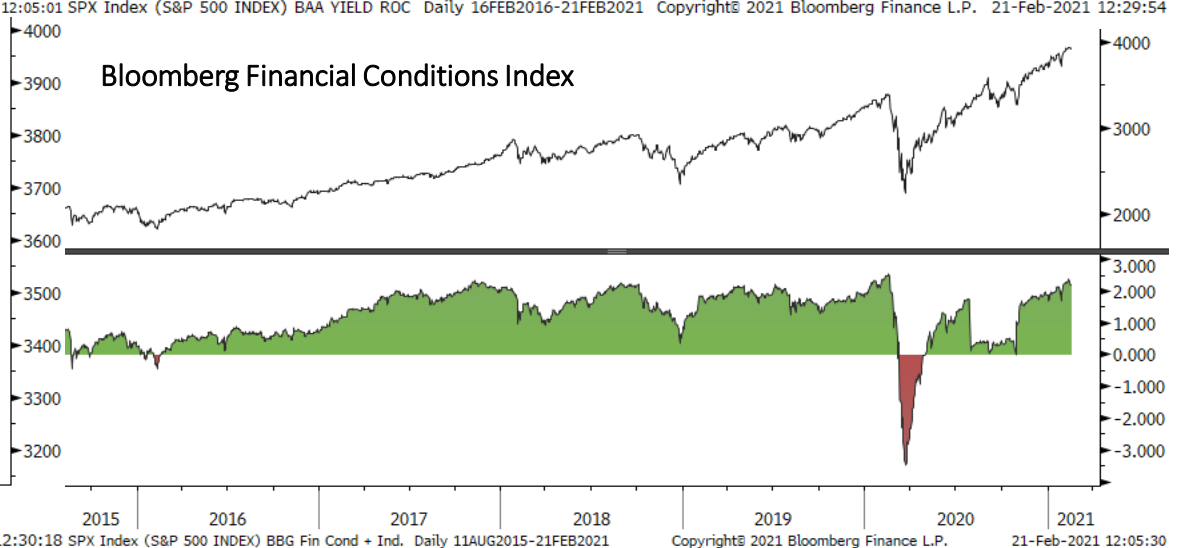
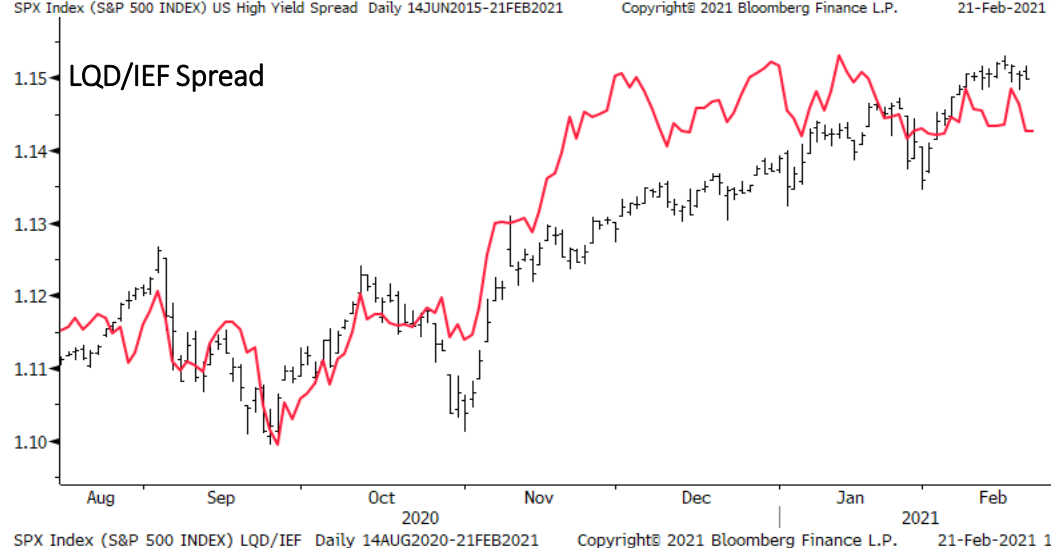
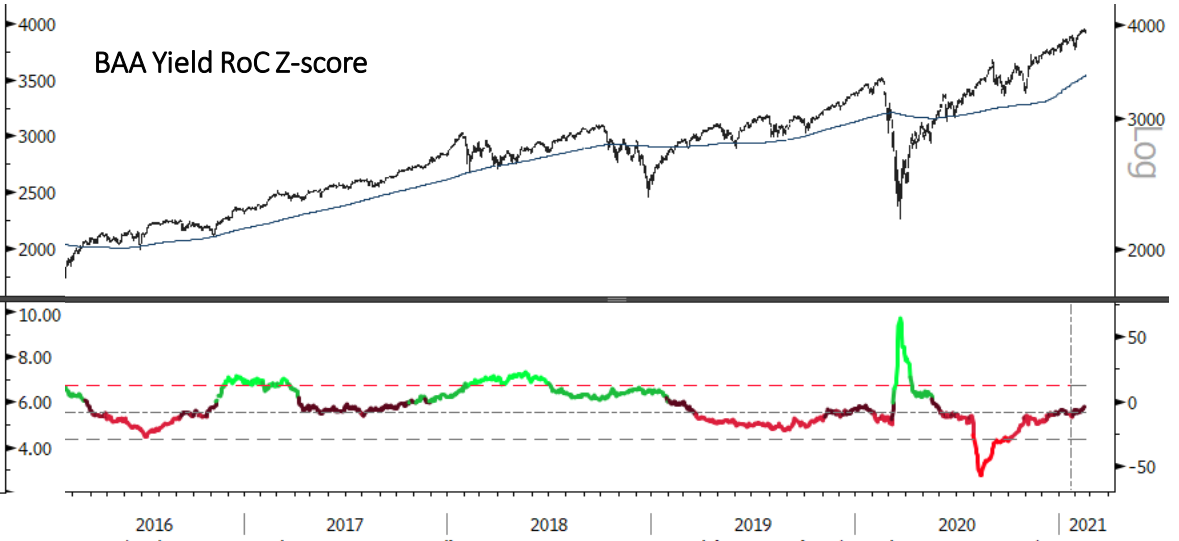
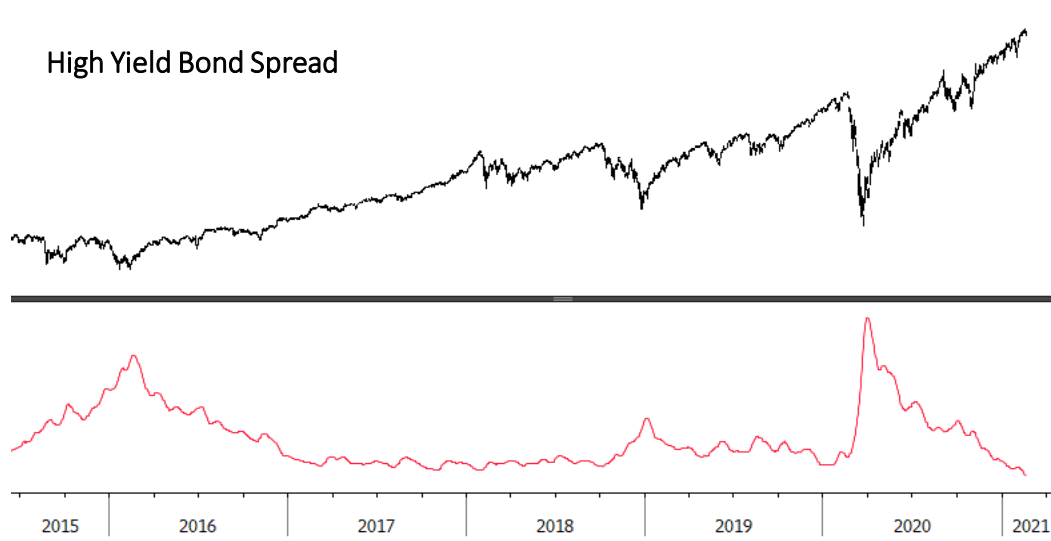
Sentiment & Positioning



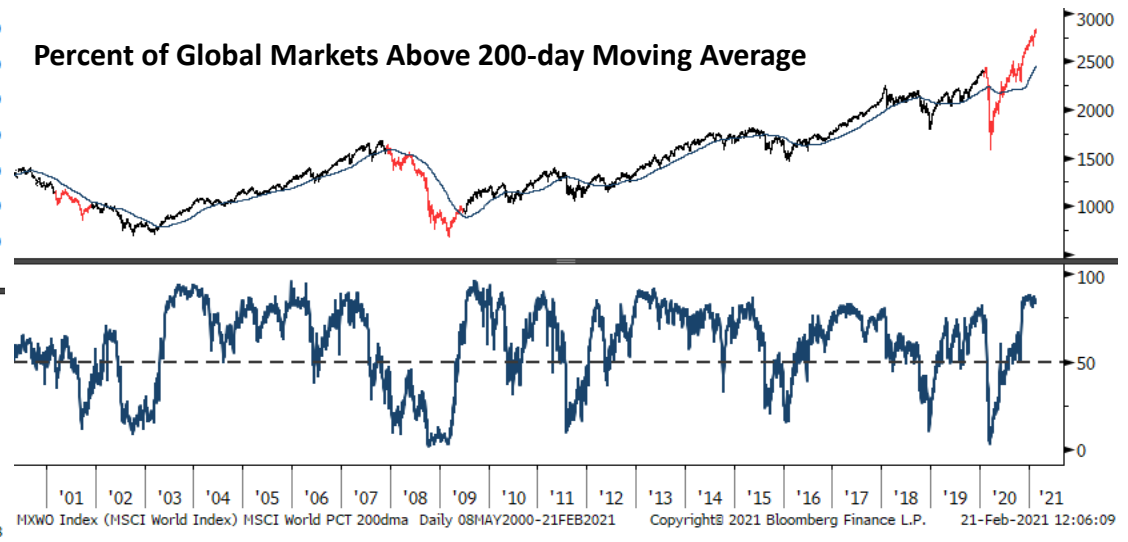
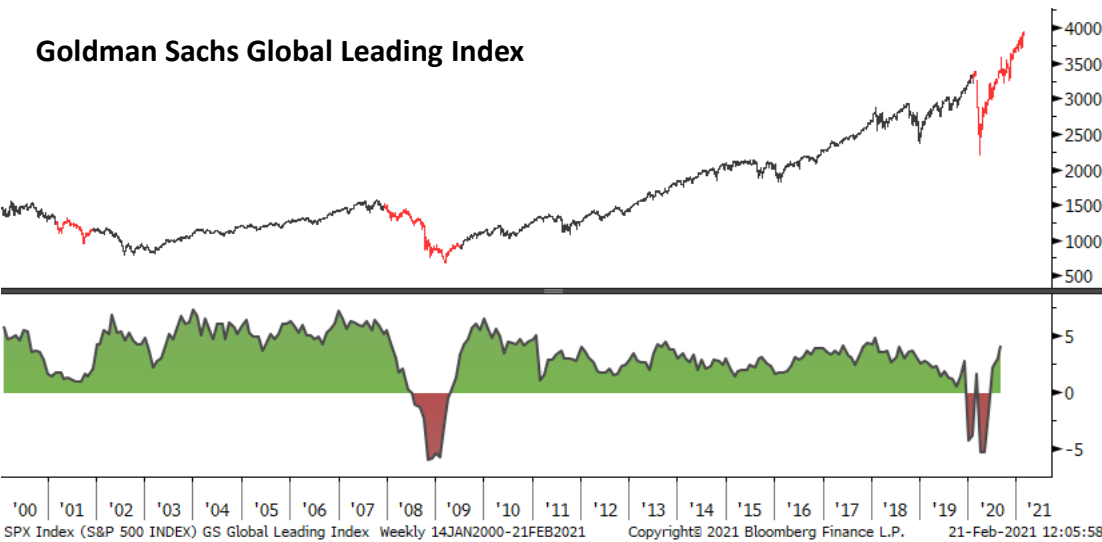
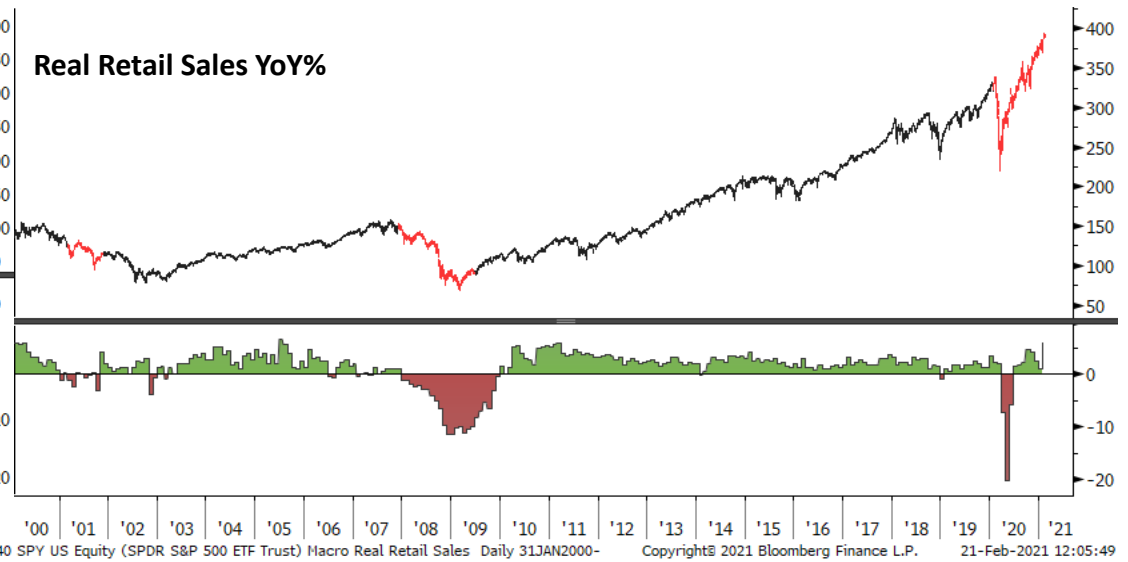
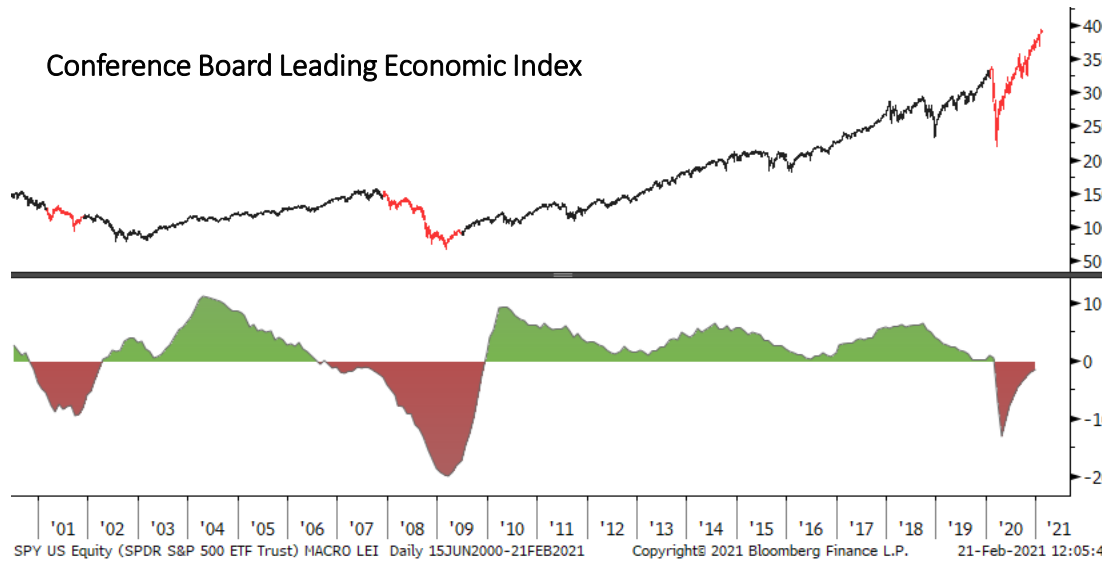
Breadth



Liquidity



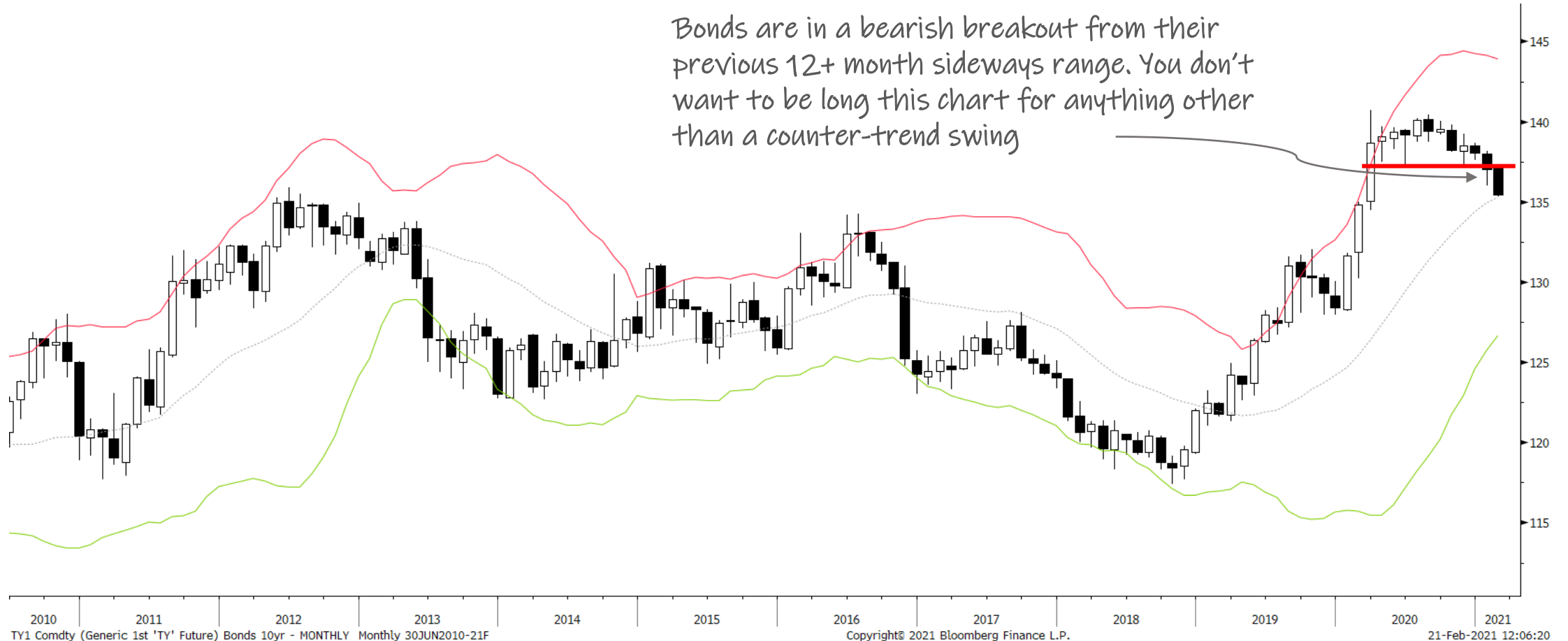
Macro



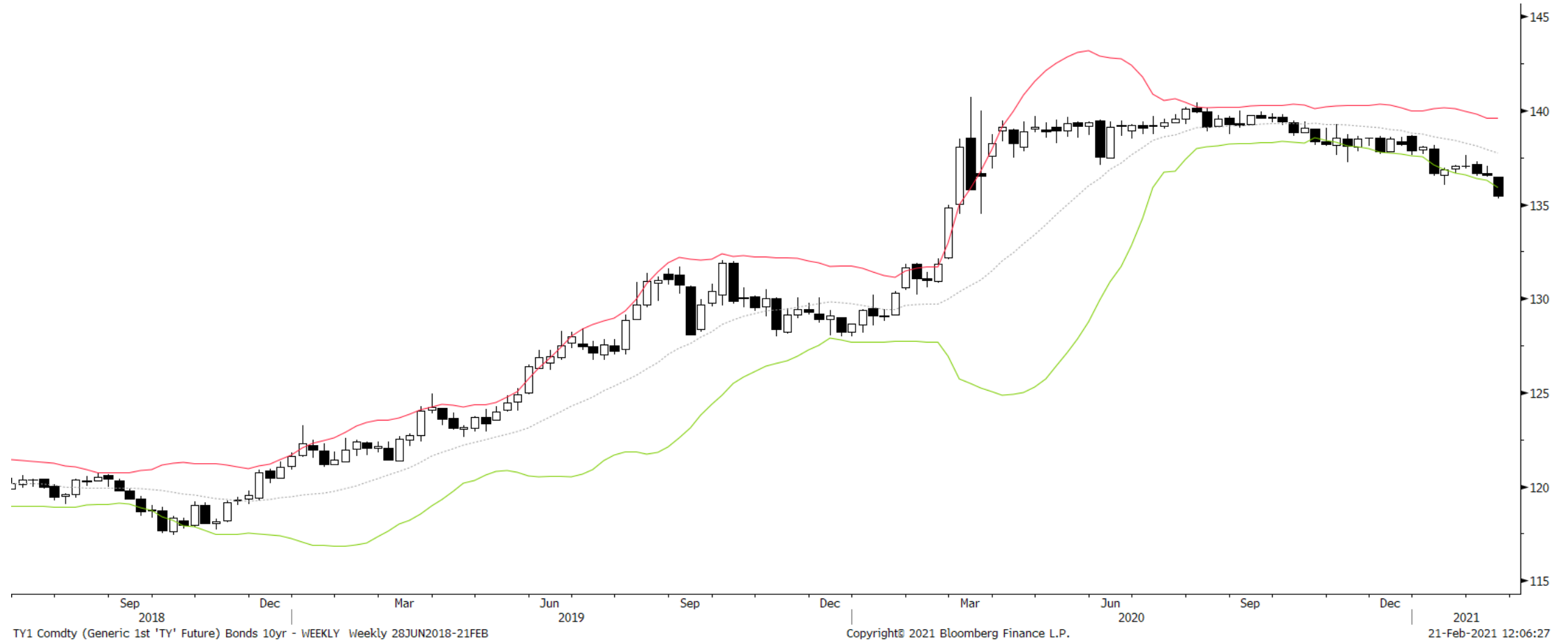
Bonds: 10-year Futures Monthly



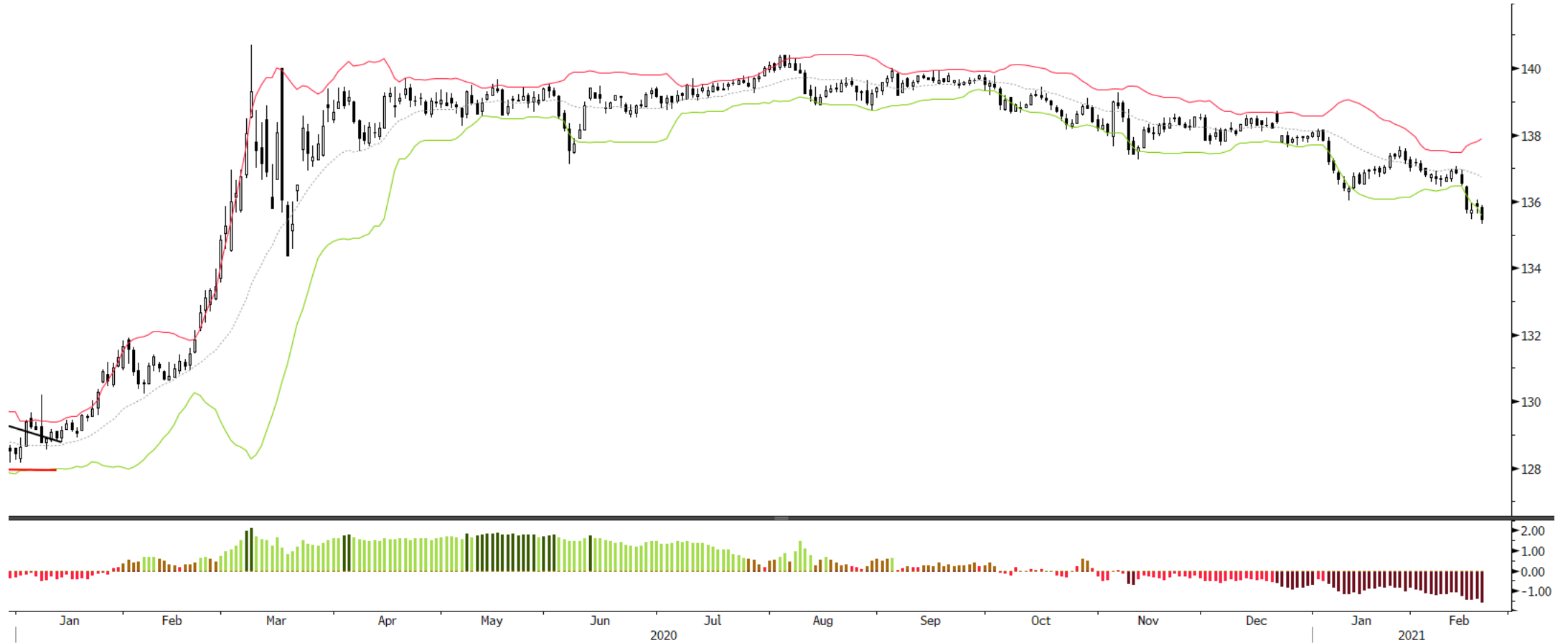
Bonds are in a bearish breakout from their previous 12+ month sideways range. You don't want to be long this chart for anything other than a counter-trend swing



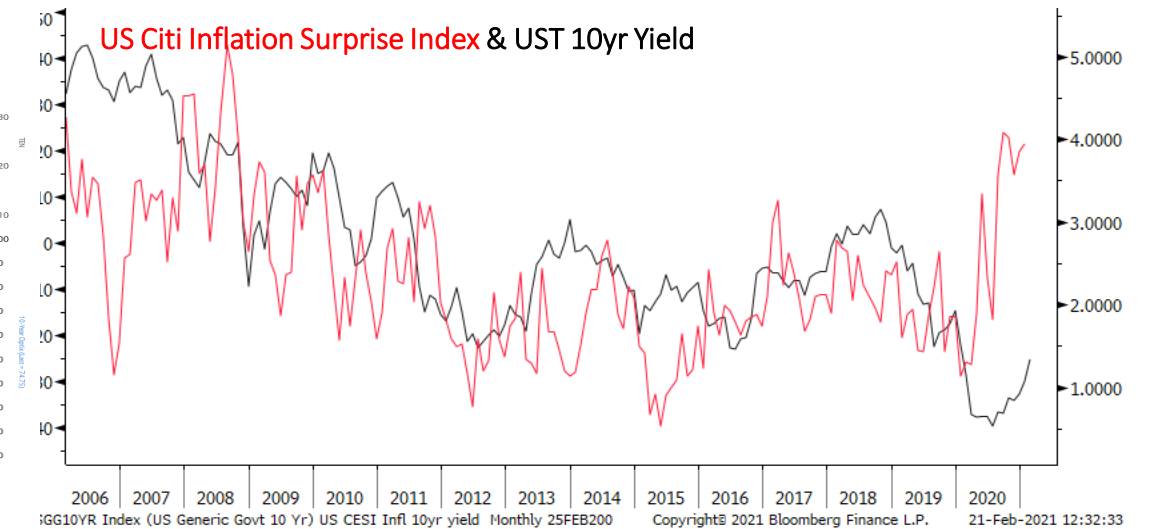
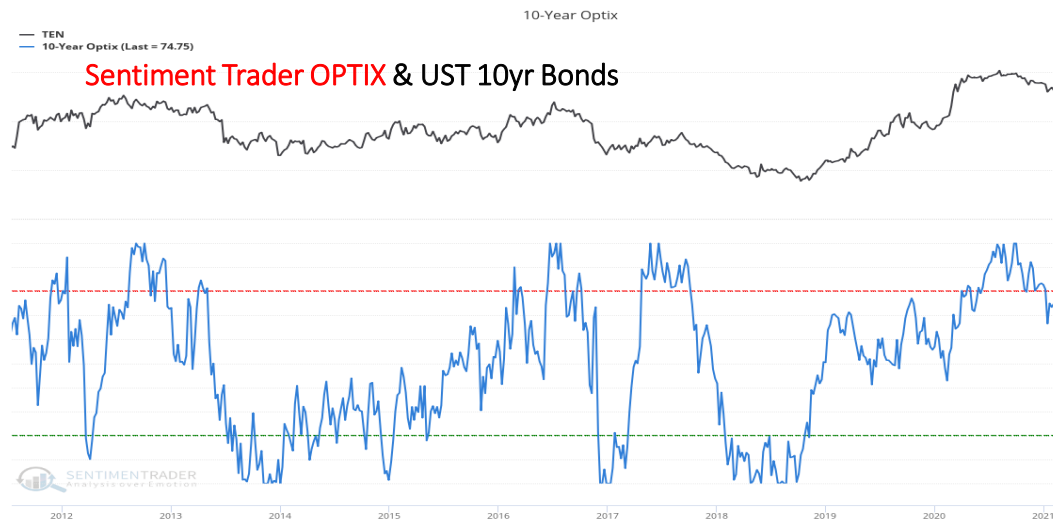
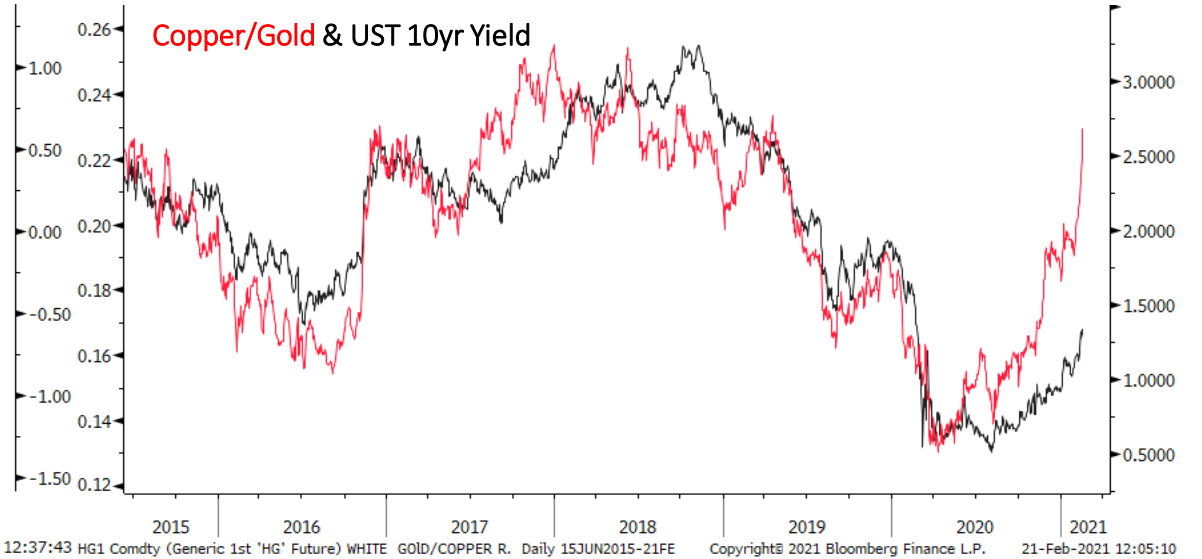
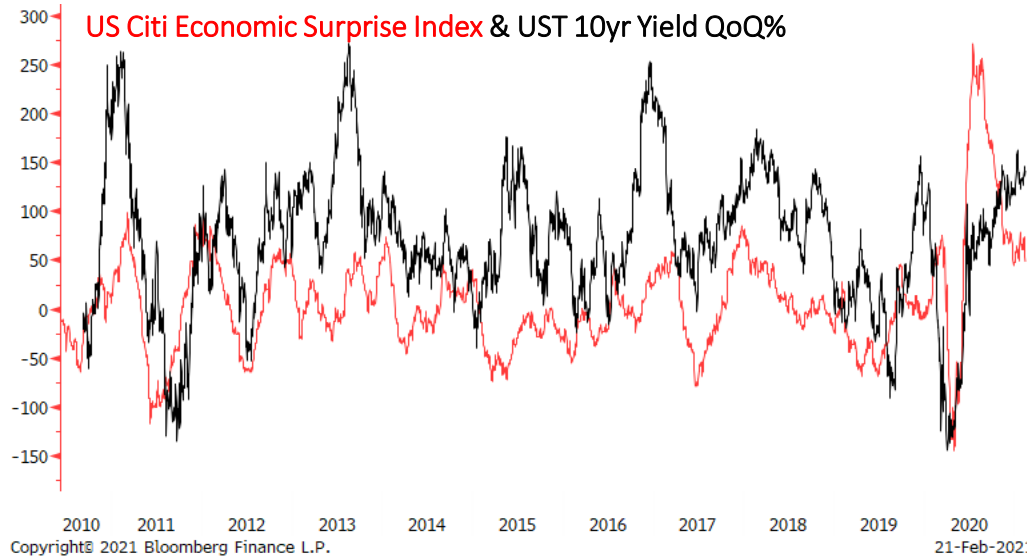
Bonds: 10-year Futures Weekly



Bonds: 10-year Futures Daily



Bond/Yield Indicators



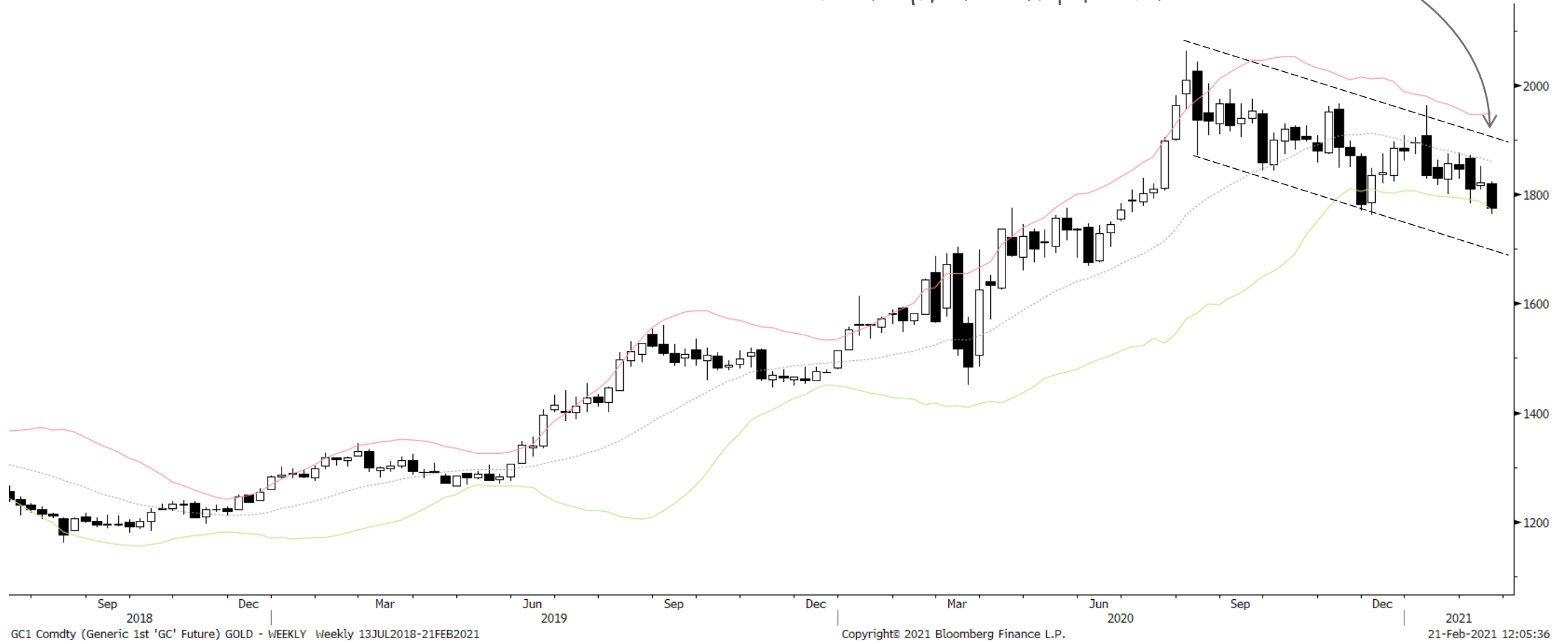
Gold Monthly



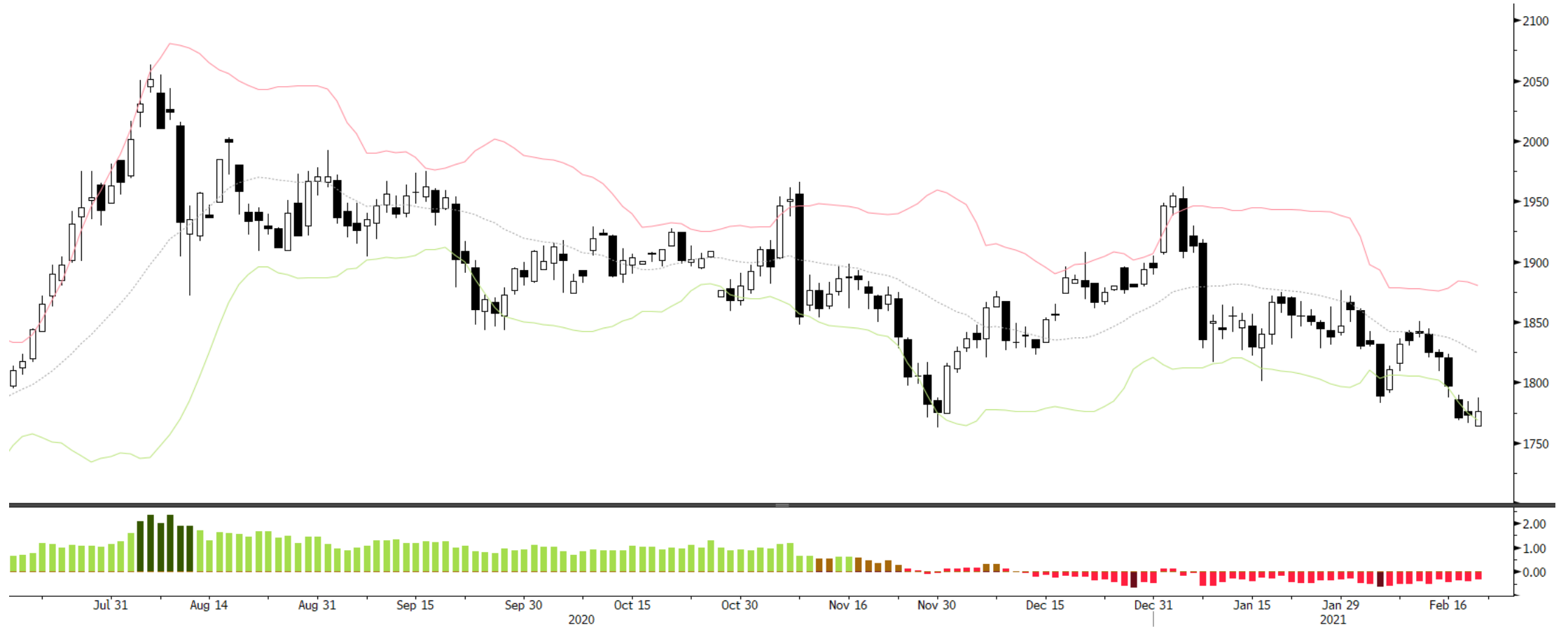
Gold Weekly



Gold is in a 6-month bull channel. Expect more sideways/lower chop for now



Gold Daily



GC1 Comdty (Generic 1st 'GC' Future) GOLD - DAILY Daily 17JUL2020-21FEB2021

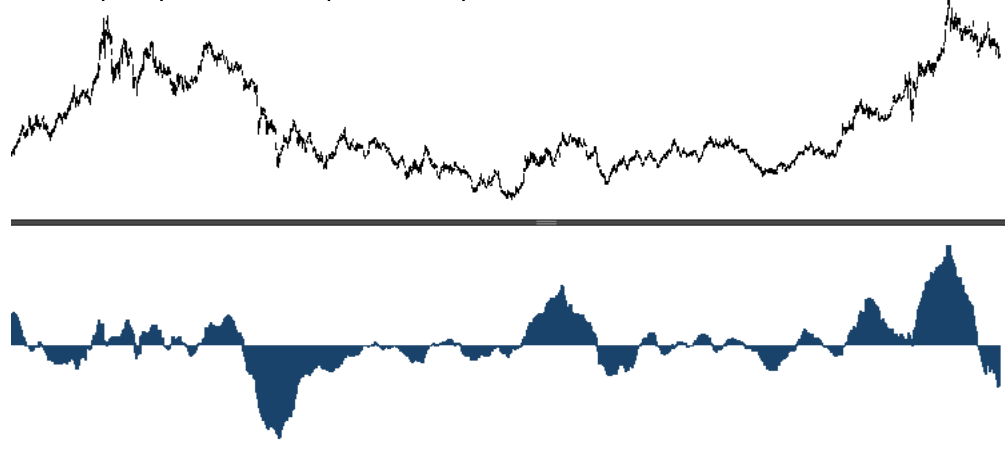
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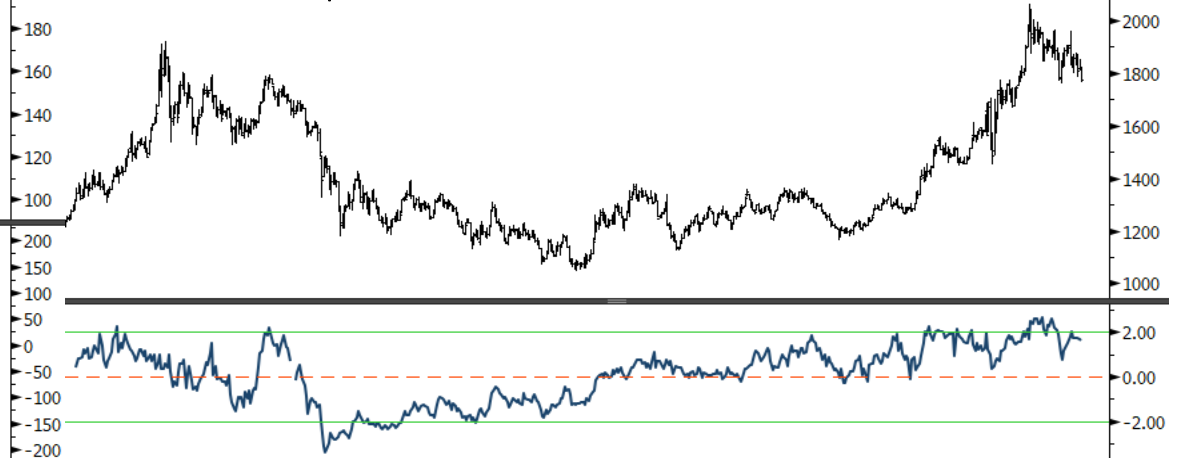
Gold Indicators

Gold (GLD) Fund Flows (smoothed)



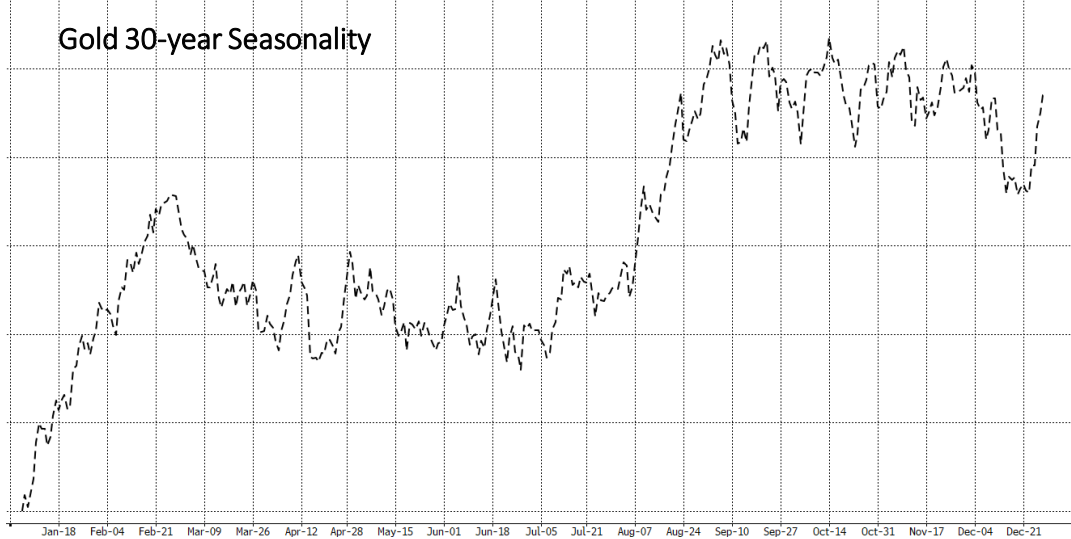
GLD US Equity (SPDR Gold Shares) Gold (GLD) Fund Flows z Daily 08SEP2010-21FEB2 Copyright© 2021 Bloomberg Finance L.P. 21-Feb-2021 12:06:12

Gold Net Small Specs Z-score



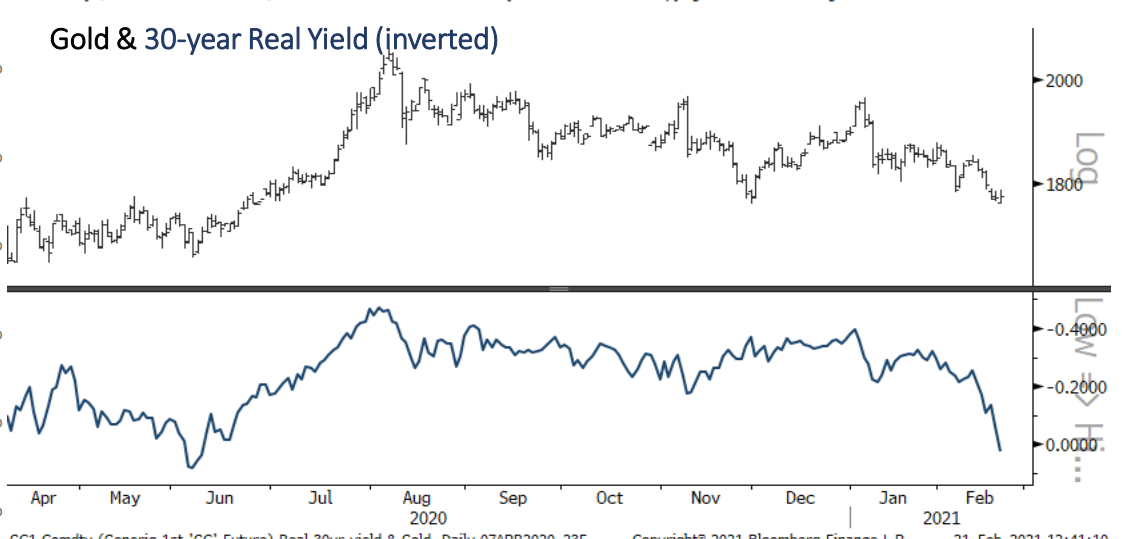
GC1 Comdty (Generic 1st 'GC' Future) GLD NET NON REPORTABLE Weekly 25AUG2010-21 Copyright© 2021 Bloomberg Finance L.P. 21-Feb-2021 12:05:54

Gold 30-year Seasonality



Jan-18 Feb-04 Feb-21 Mar-09 Mar-26 Apr-12 Apr-28 May-15 Jun-01 Jun-18 Jul-05 Jul-21 Aug-07 Aug-24 Sep-10 Sep-27 Oct-14 Oct-31 Nov-17 Dec-04 Dec-21

Gold & 30-year Real Yield (inverted)



GC1 Comdty (Generic 1st 'GC' Future) Real 30yr yield & Gold Daily 07APR2020-23F Copyright© 2021 Bloomberg Finance L.P. 21-Feb-2021 12:41:10

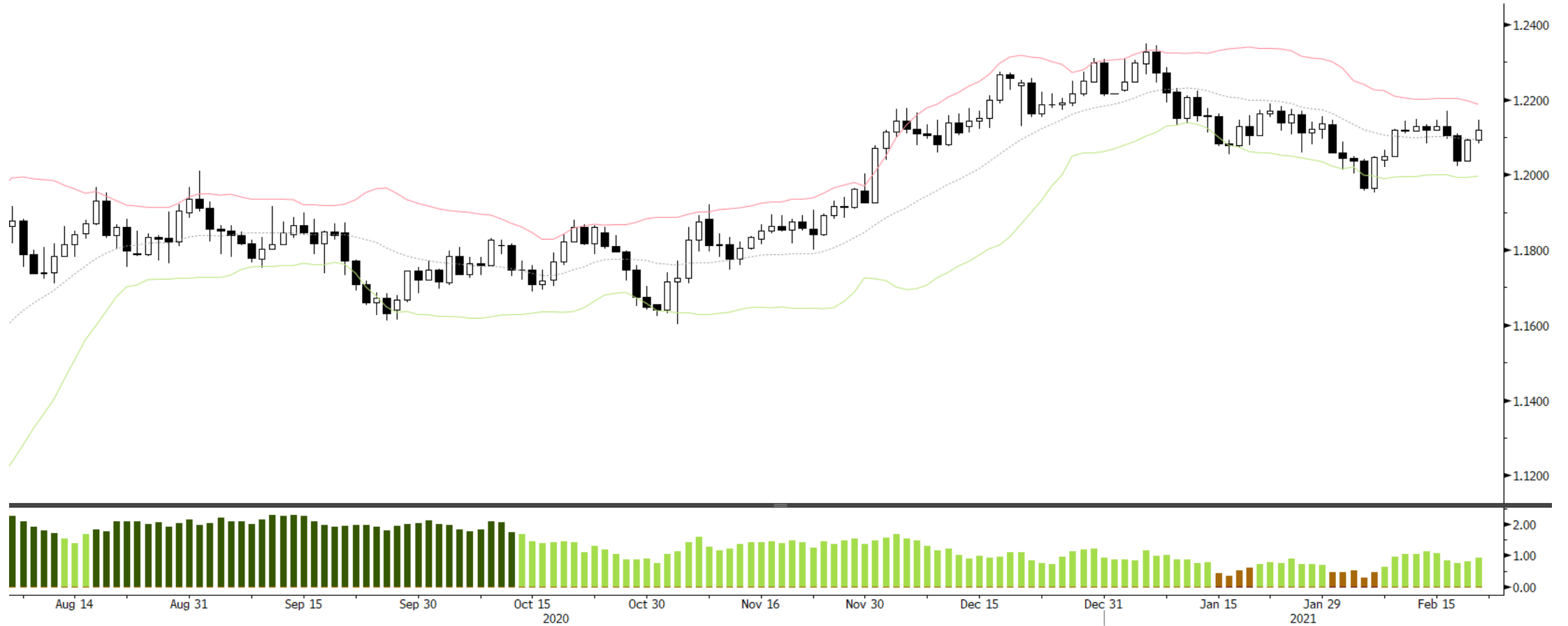
EURUSD Monthly



EURUSD Weekly



EURUSD Daily



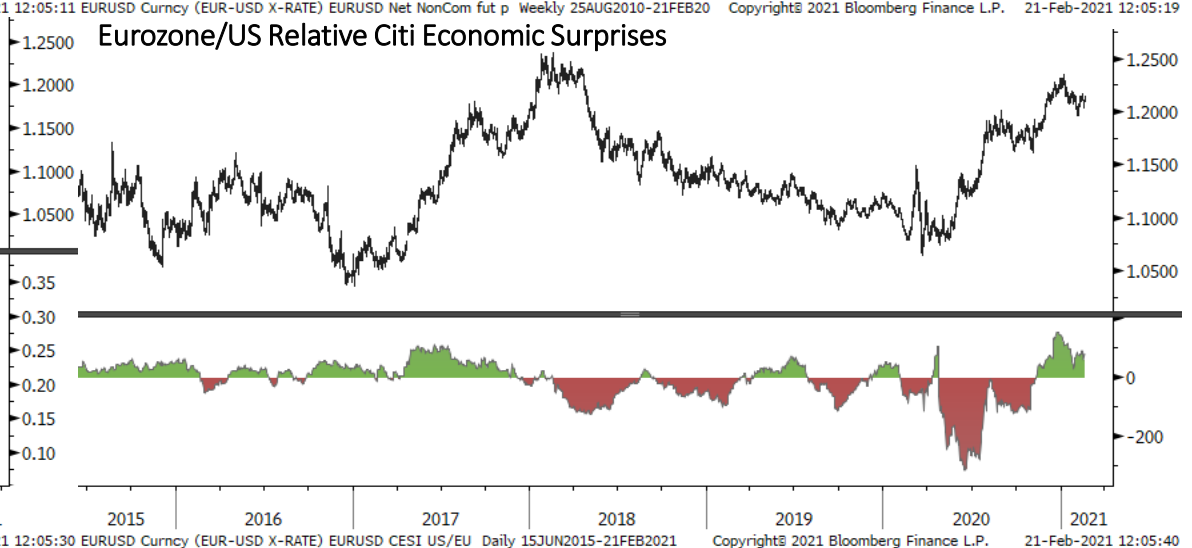
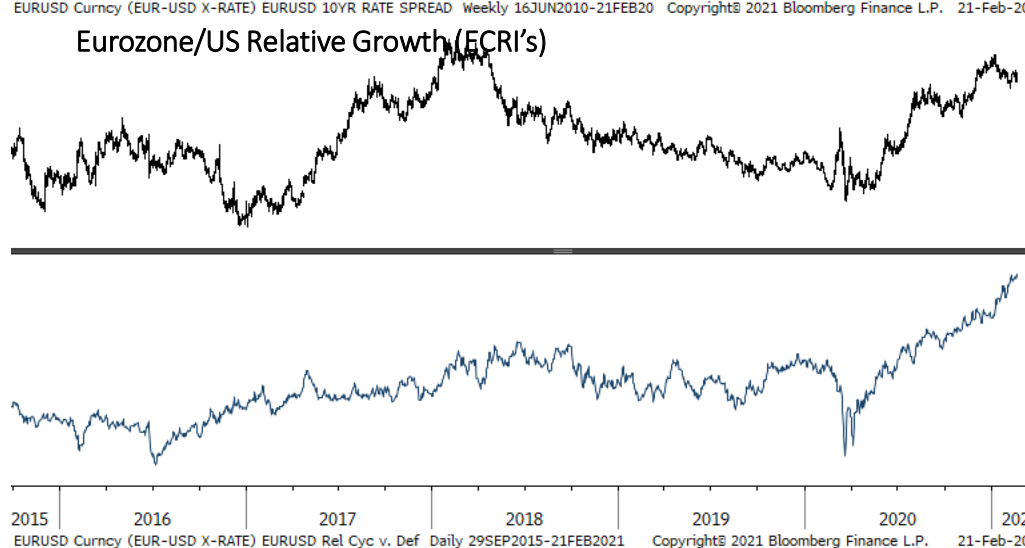
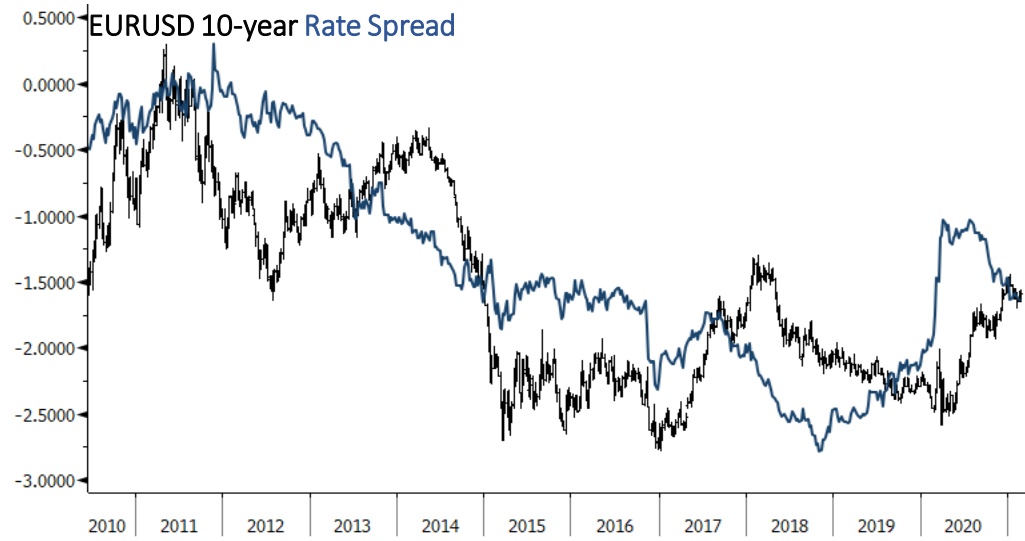
EURUSD Curncy (EUR-USD X-RATE) EURUSD - DAILY Daily 06AUG2020-21FEB2021

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EURUSD Indicators



Bitcoin Monthly



BTC is in a buy climax. Buy climaxes tend to last longer than most expect. Long-term, the path of least resistance is up.



Bitcoin Weekly

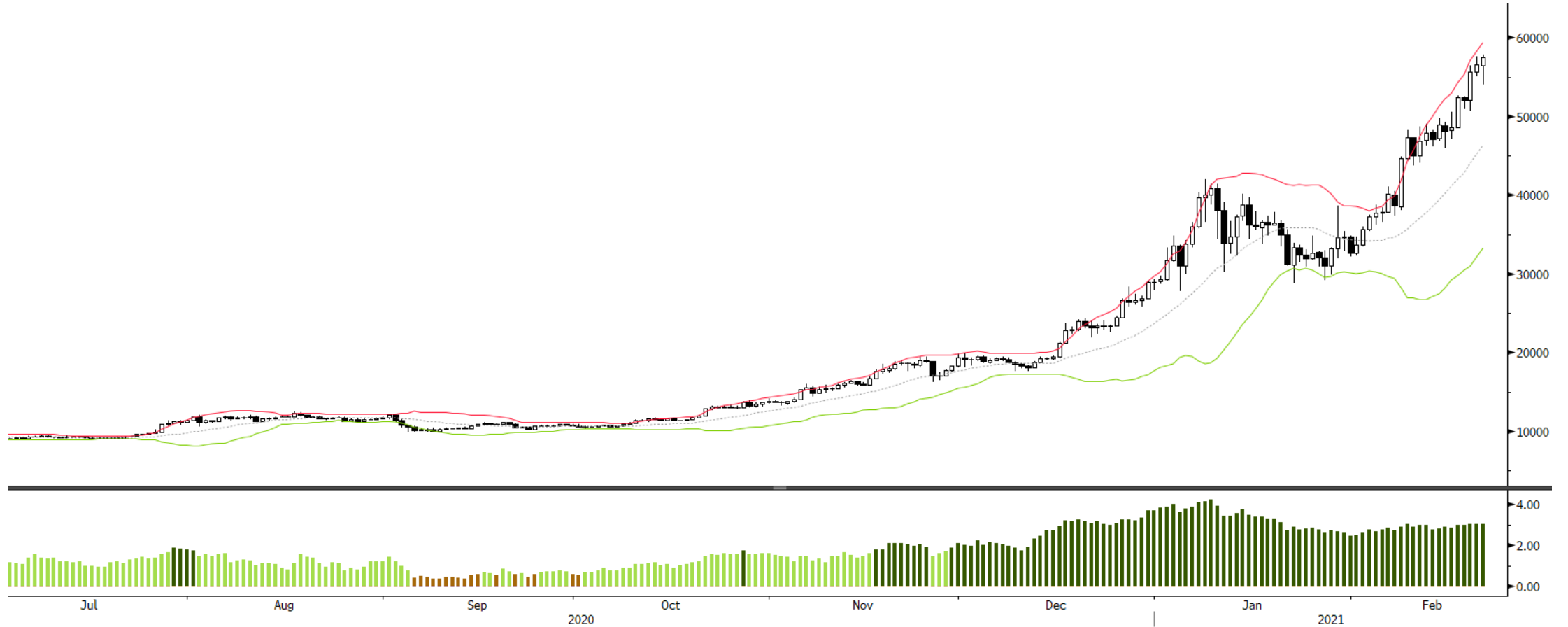


Bitcoin is in a primary bull trend in a Bull Volatile Regime.

Rising GBTC Fund Assets, Active BTC Addresses, and increasing institutional adoption bode well for the long-term bullish trend. Bitcoin is in a buy climax and buy climaxes tend to last longer than most expect.



Bitcoin Daily



XBT Curncy (Bitcoin) bitcoin Daily Daily 03JUL2020-21FEB2021

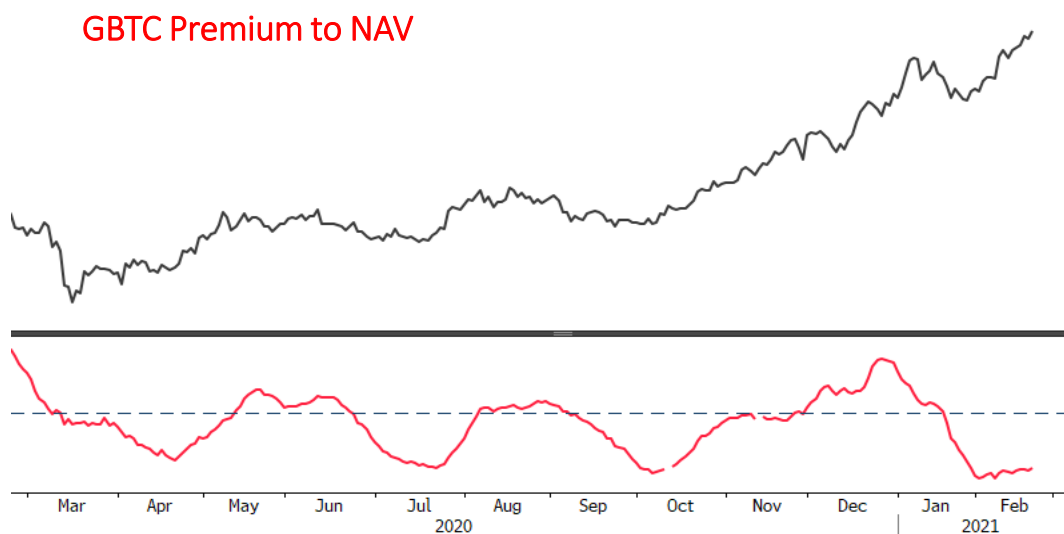
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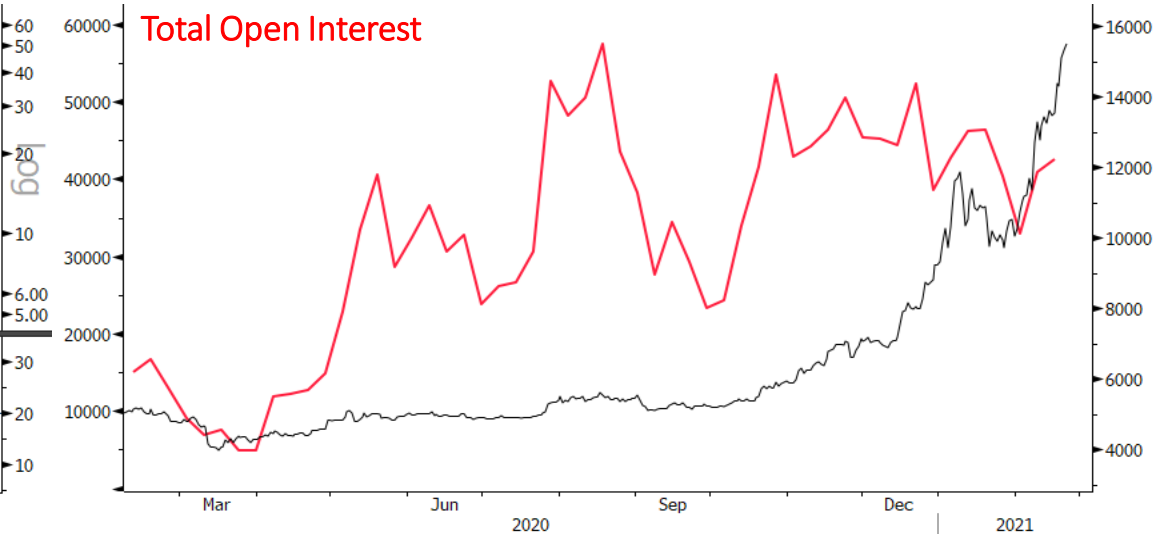
Bitcoin Indicators

GBTC Premium to NAV



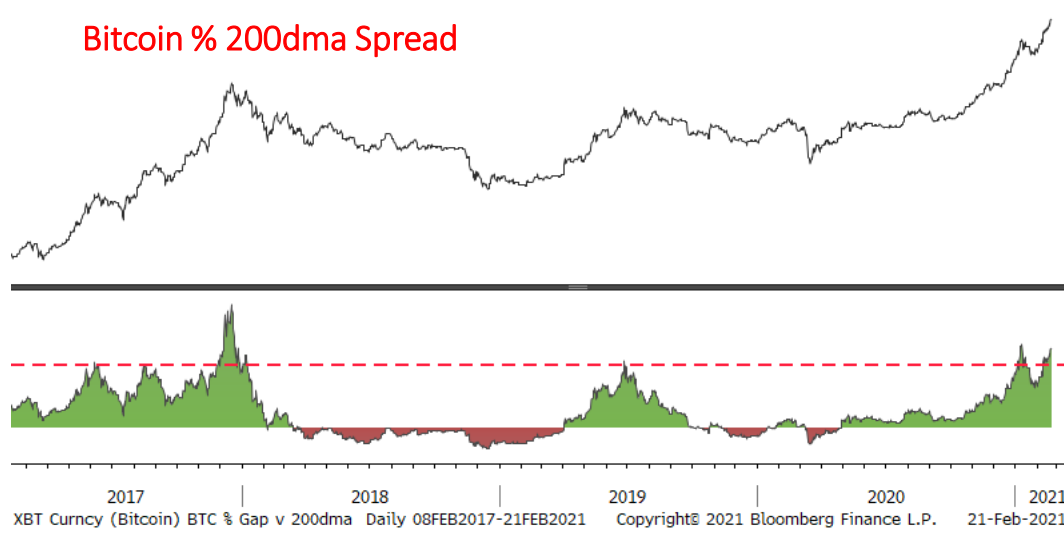
GBTC US Equity (Grayscale Bitcoin Trust BTC) GBTC NAV Premium Daily 22FEB2020-2 Copyright© 2021 Bloomberg Finance L.P. 21-Feb-2021 12:50:36 XBT

Total Open Interest



Currency (Bitcoin) Bitcoin Total OI Daily 07FEB2020-21FEB2021 Copyright© 2021 Bloomberg Finance L.P. 21-Feb-2021 12:06:22

Bitcoin % 200dma Spread



XBT Currency (Bitcoin) BTC % Gap v 200dma Daily 08FEB2017-21FEB2021 Copyright© 2021 Bloomberg Finance L.P. 21-Feb-2021 12:06:31

Crypto Fear & Greed Index



BITCOIN Crypto Fear & Greed Index (Last = 93) SENTIMENTRADER Analysis over Emotion Apr '18 Jul '18 Oct '18 Jan '19 Apr '19 Jul '19 Oct '19 Jan '20 Apr '20 Jul '20 Oct '20 Jan '21

The Foundation Portfolio		2021 ytd return (updated 2/21)			2020 final return							
		38.61%			66.40%							
Company Name	Ticker	Shares	\$ Amount	Notional % Allocation	Quality Score	Cost Basis	Protective Stop-Loss	Actual Risk %	Price Now	Percent % Gain/Loss	Estimated Intrinsic Value	Discount To Intrinsic Value
S&P e-mini (ES_F)	ESH21	2	\$389,950.00	18.42%		\$3,415.00	\$3,680.00	-1.50%	\$3,903.00	14.39%		
Ammo, Inc	POWW	35,621	\$274,281.70	12.95%	66.0	\$3.01	\$2.70	0.52%	\$7.70	155.81%	\$12.00	55.84%
frontdoor, inc.	FTDR	3,745	\$208,371.80	9.84%	76.5	\$47.97	\$48.08	-0.02%	\$55.64	15.99%	\$65.00	16.82%
Micron, Inc. CALLS	Micron, Inc. CA	150	\$207,750.00	9.81%	CALLS	\$138.00	\$0.00	0.98%	\$1,385.00	903.62%	CALLS	CALLS
Nintendo	NTDOY	1,963	\$159,729.31	7.54%	84.0	\$63.46	\$71.85	-0.78%	\$81.37	28.22%	\$102.00	25.35%
Grayscale Bitcoin Trust	GBTC	2,113	\$119,784.42	5.66%	TRADE	\$17.55	\$28.30	-1.07%	\$56.70	223.08%	TRADE	TRADE
Kura Sushi	KRUS	4035	\$109,509.90	5.17%	63.3	\$19.14	\$19.24	-0.02%	\$27.14	41.80%	\$35	28.96%
Qualitas Controladora	Q	17,719	\$99,580.78	4.70%	88.5	\$5.22	\$4.01	1.01%	\$5.62	7.66%	\$9	60.14%
Betterware De Mexico	BWMX	2,201	\$100,167.51	4.73%	76.5	\$32.12	\$32.18	-0.01%	\$45.51	41.70%	\$70	53.81%
Antero Resources	AR	10,519	\$94,250.24	4.45%		\$5.70	\$5.07	0.31%	\$8.96	57.19%		
S&W Seed	SANW	24,957	\$89,845.20	4.24%		\$3.57	\$2.84	0.86%	\$3.60	0.84%	\$5	38.89%
Nic, Inc.	EGOV	2,528	\$88,842.91	4.20%	83.0	\$28.07	\$34.00	-0.71%	\$35.14	25.19%	\$42	19.52%
Murata Manufacturing	6981.JP	922	\$85,561.60	4.04%	64.5	\$73.57	\$87.91	-0.62%	\$92.80	26.14%	\$98	5.60%
Cresud S.A.C	CRESY	13,796	\$72,015.12	3.40%		\$4.82	\$4.75	0.05%	\$5.22	8.30%		
BH Group Limited	BHP	804	\$61,192.44	2.89%		\$65.80	\$64.74	0.04%	\$76.11	15.67%		
Red Violet	RDVT	2,329	\$60,339.49	2.85%	68.5	\$17.85	\$23.34	-0.60%	\$25.91	45.15%	\$62.50	141.22%
XP, Inc.	XP	880	\$43,956.00	2.08%		\$47.11	\$37.37	0.40%	\$49.95	6.03%		
Centrus Energy	LEU	1,502	\$36,964.22	1.75%		\$20.25	\$19.01	0.09%	\$24.61	21.53%		
Intel, Inc. JAN '22 CALL \$100	INTC	220	\$29,700.00	1.40%	CALLS	\$83.00	\$0.00	0.86%	\$135.00	62.65%		
Bidstack, Inc. (BIDS)	BIDS	203,519	\$18,316.72	0.87%	62.0	\$0.16	\$0.00	1.54%	\$0.09	-43.75%	\$1	788.89%
Deutsche Bank Jan '22 CALLS	DB	233	\$4,194.00	0.20%	CALLS	\$28.00	\$0.00	0.31%	\$18.00	-35.71%	CALLS	CALLS