



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 remains complacent despite the recent market volatility. Trend fragility is still high</u>➤ Breadth: Weakened at the start of the week, only to strongly reverse on Friday. It's bullish-neutral for now➤ Macro/Liquidity: Macro conditions continue to improve, and liquidity is flush, though rising rates are starting to squeeze risk assets➤ Short-term: <u>SPX is in a Bull Quiet Regime and the TL Score is -2.</u> The short-term outlook is mixed. Odds favor a bounce this week after Friday's strong reversal off the lower Bollinger Band. But likely more chop and sideways range in the interim with the coming stimulus to serve as a potential bullish catalyst	<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: Mixed. No clear consensus in positioning➤ Bond Indicators: Indicators point to a steeper yield curve (bear steepening).➤ Short-term: Bonds may have put in a double-bottom Friday after hitting deeply oversold levels in the short-term, odds favor a slight bounce here but longer-term the path of least resistance is lower	<ul style="list-style-type: none">➤ Long-term: Expansionary fiscal policy and an anchor on yields mean gold is in the early stages of a cyclical bull market. However, we should expect lower prices in the intermediate term until rates settle➤ Sentiment/Positioning: Positioning and has 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 Bear Volatile regime within a broader Bull Flag. It's nearing the lower bounds of its larger Bull Channel. If this channel line fails, it'll open gold up to further downside	<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: EURUSD saw a large bear bar last week that closed near its lows. Odds favor a continuation to the downside this week

S&P 500 Monthly



The top tail is longer than the body.
Not a great close for the month.
Raises odds we see continued
sideways-to-downward chop in March



SPX Index (S&P 500 INDEX) SPX CHART-MONTHLY Monthly 14OCT2010-06MAR2021

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S&P 500 Weekly



Big reversal off support.
Odds favor a bounce higher
and some more sideways
chop this week

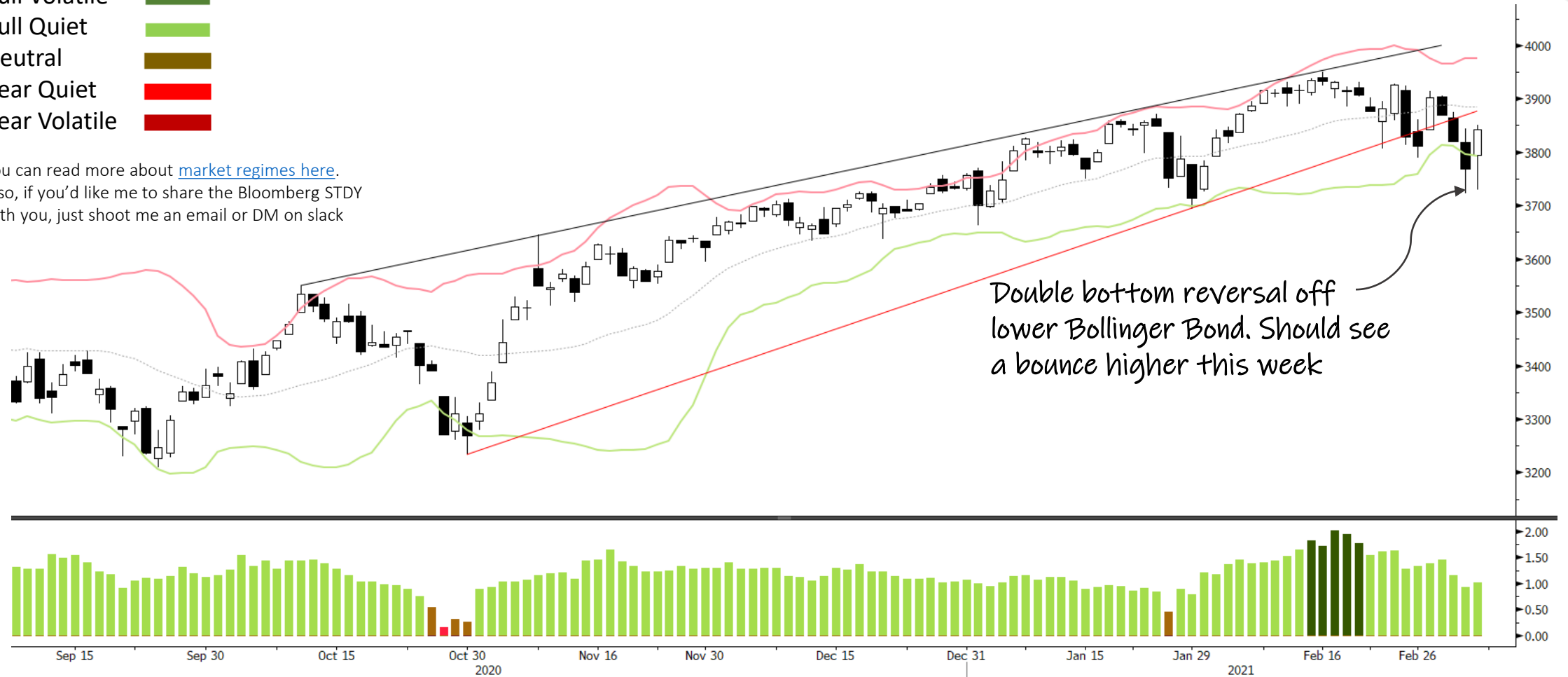


S&P 500 Daily

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

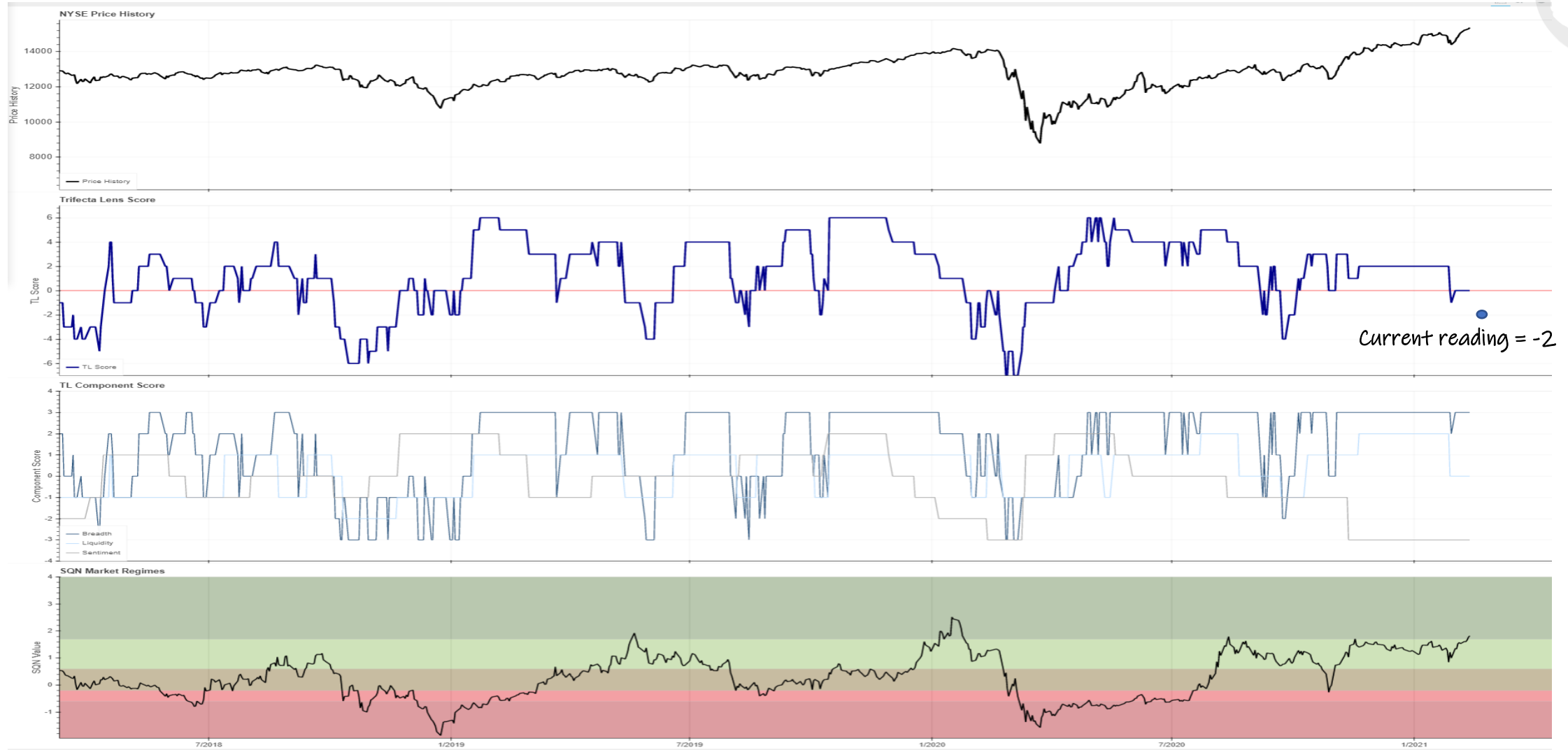


SPX Index (S&P 500 INDEX) SPX CHART-DAILY Daily 06SEP2020-06MAR2021

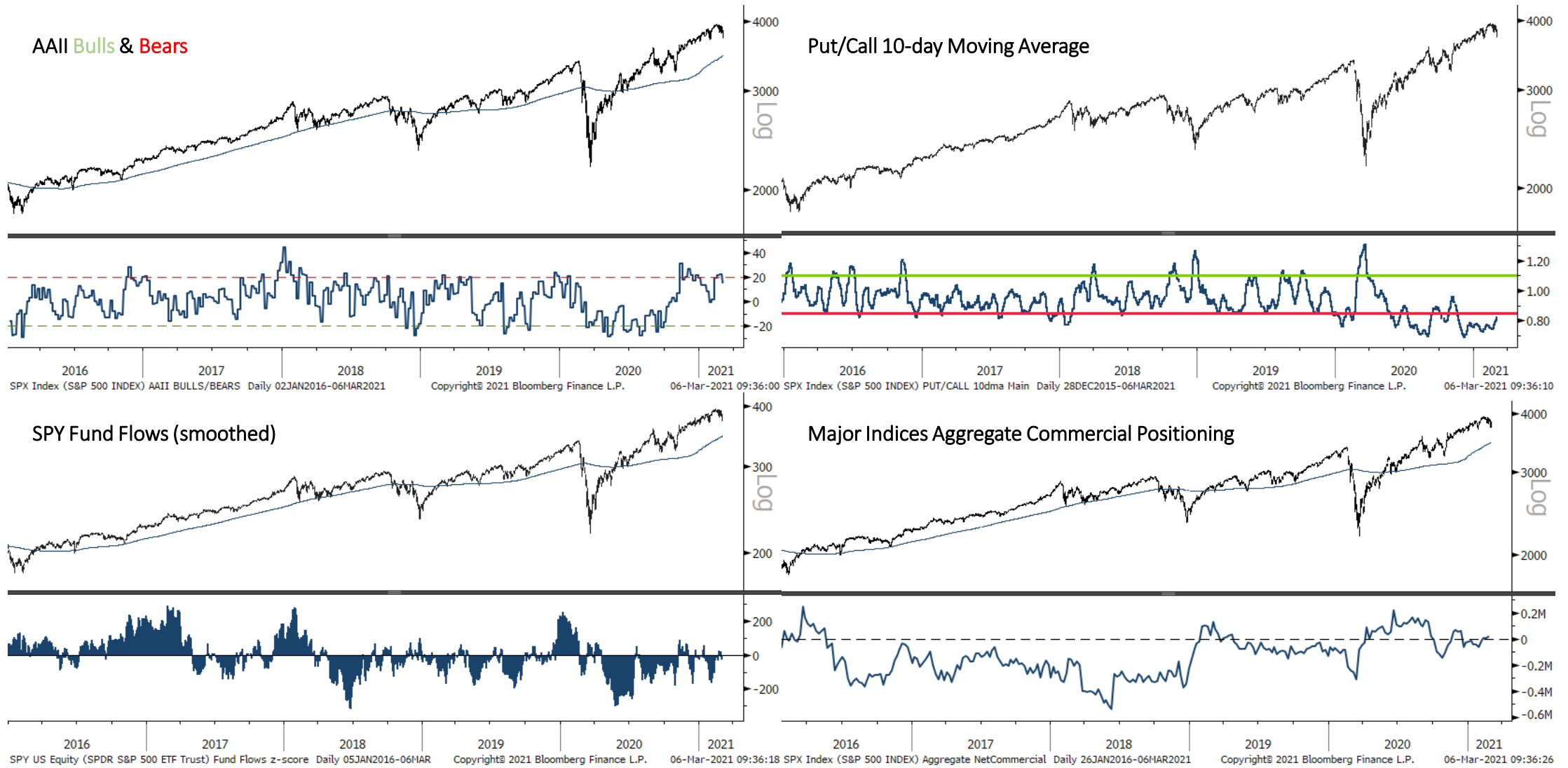
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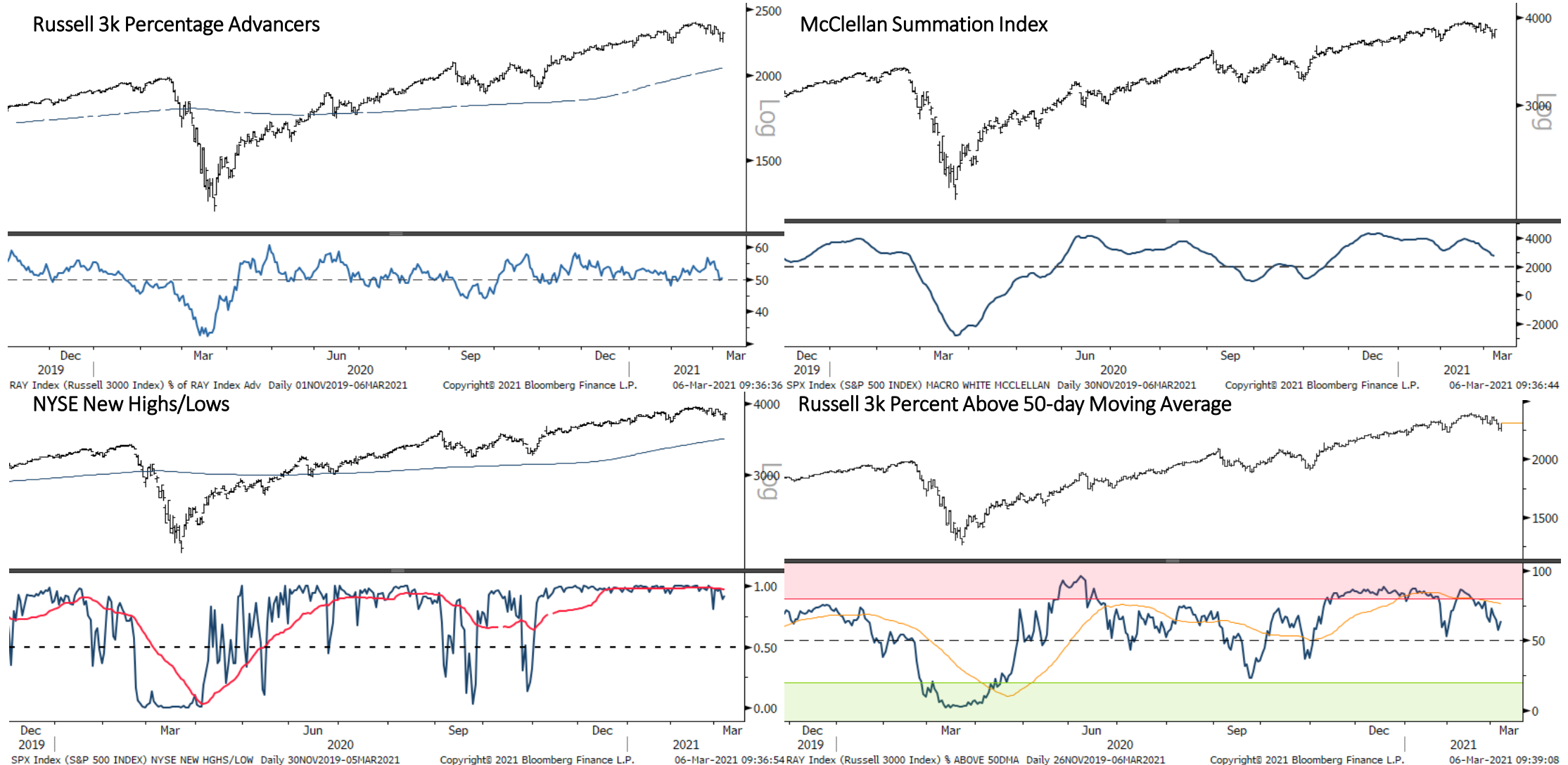
Trifecta Lens Score: -2 (You can read more about our [Trifecta Lens here](#) and link to the [Dashboard here](#))



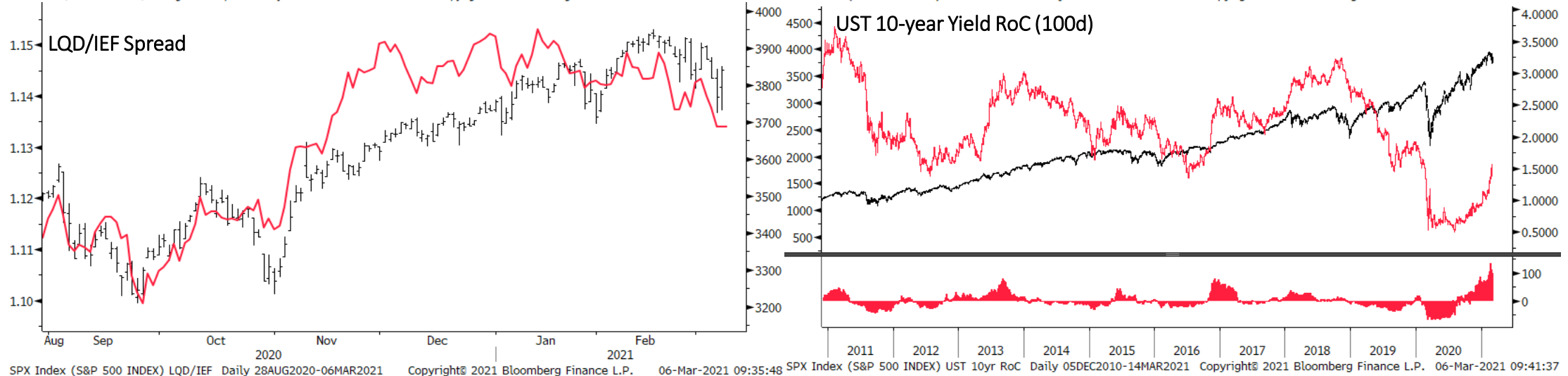
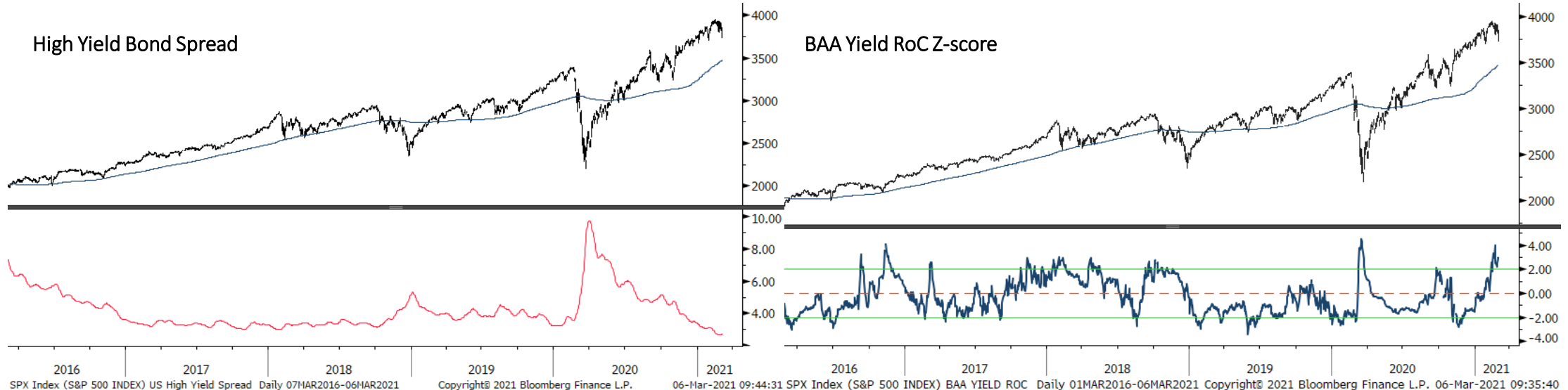
Sentiment & Positioning



Breadth



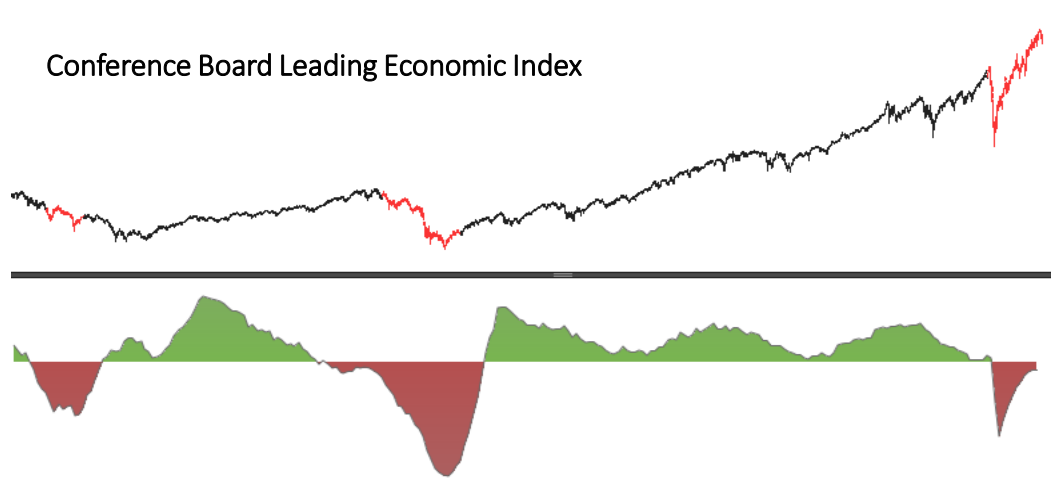
Liquidity





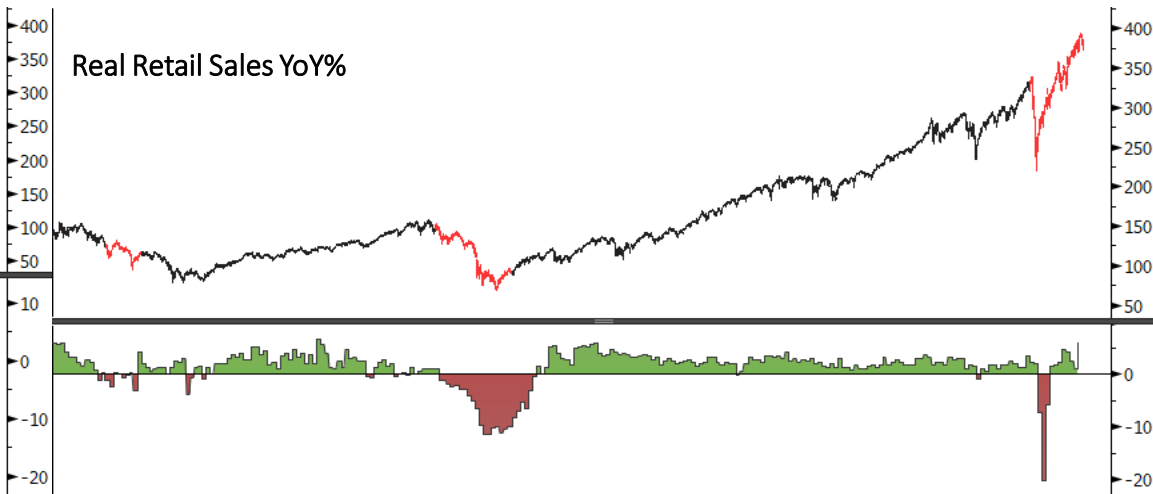
Macro

Conference Board Leading Economic Index



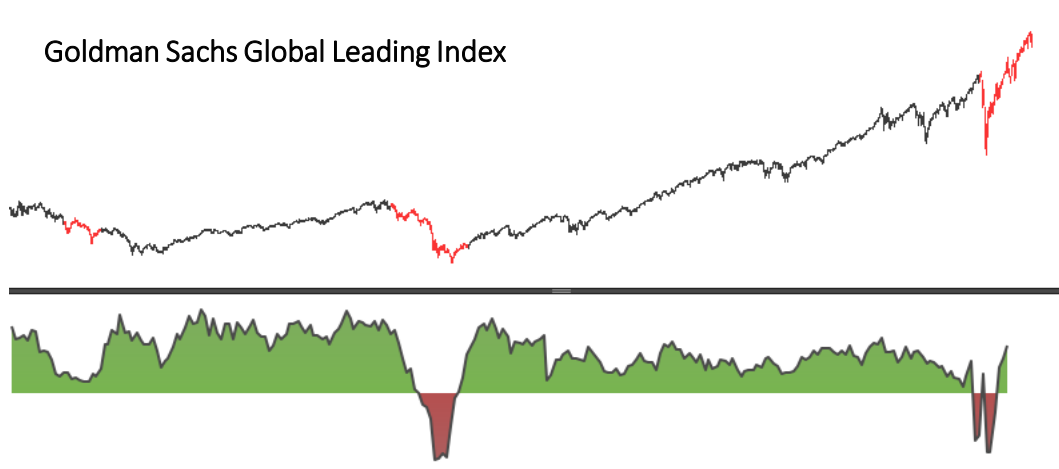
'01 '02 '03 '04 '05 '06 '07 '08 '09 '10 '11 '12 '13 '14 '15 '16 '17 '18 '19 '20 '21
 SPY US Equity (SPDR S&P 500 ETF Trust) MACRO LEI Daily 15JUN2000-06MAR2021 Copyright© 2021 Bloomberg Finance L.P. 06-Mar-2021 09:36:10

Real Retail Sales YoY%



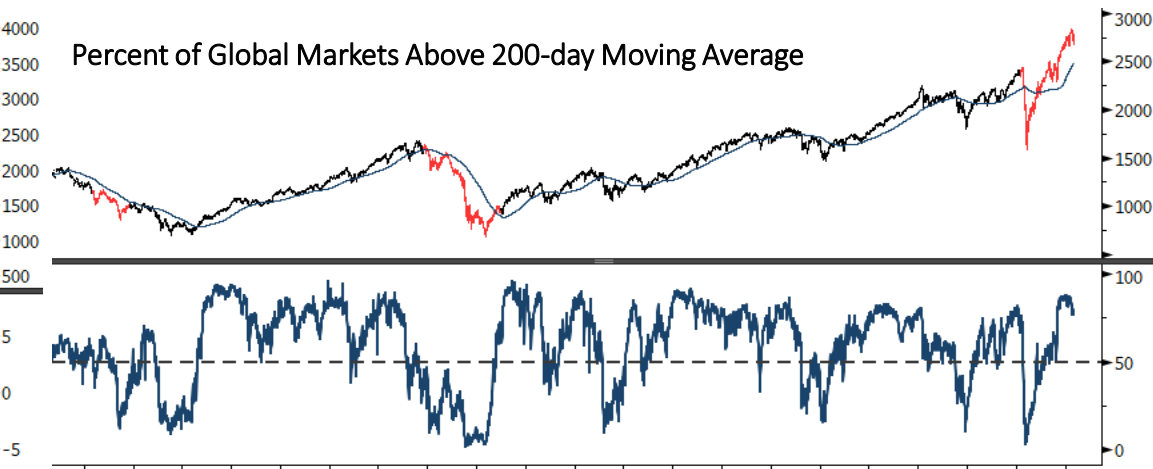
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 SPY US Equity (SPDR S&P 500 ETF Trust) Macro Real Retail Sales Daily 31JAN2000- Copyright© 2021 Bloomberg Finance L.P. 06-Mar-2021 09:36:20

Goldman Sachs Global Leading Index



'00 '01 '02 '03 '04 '05 '06 '07 '08 '09 '10 '11 '12 '13 '14 '15 '16 '17 '18 '19 '20 '21
 SPX Index (S&P 500 INDEX) GS Global Leading Index Weekly 14JAN2000-06MAR2021 Copyright© 2021 Bloomberg Finance L.P. 06-Mar-2021 09:36:30

Percent of Global Markets Above 200-day Moving Average

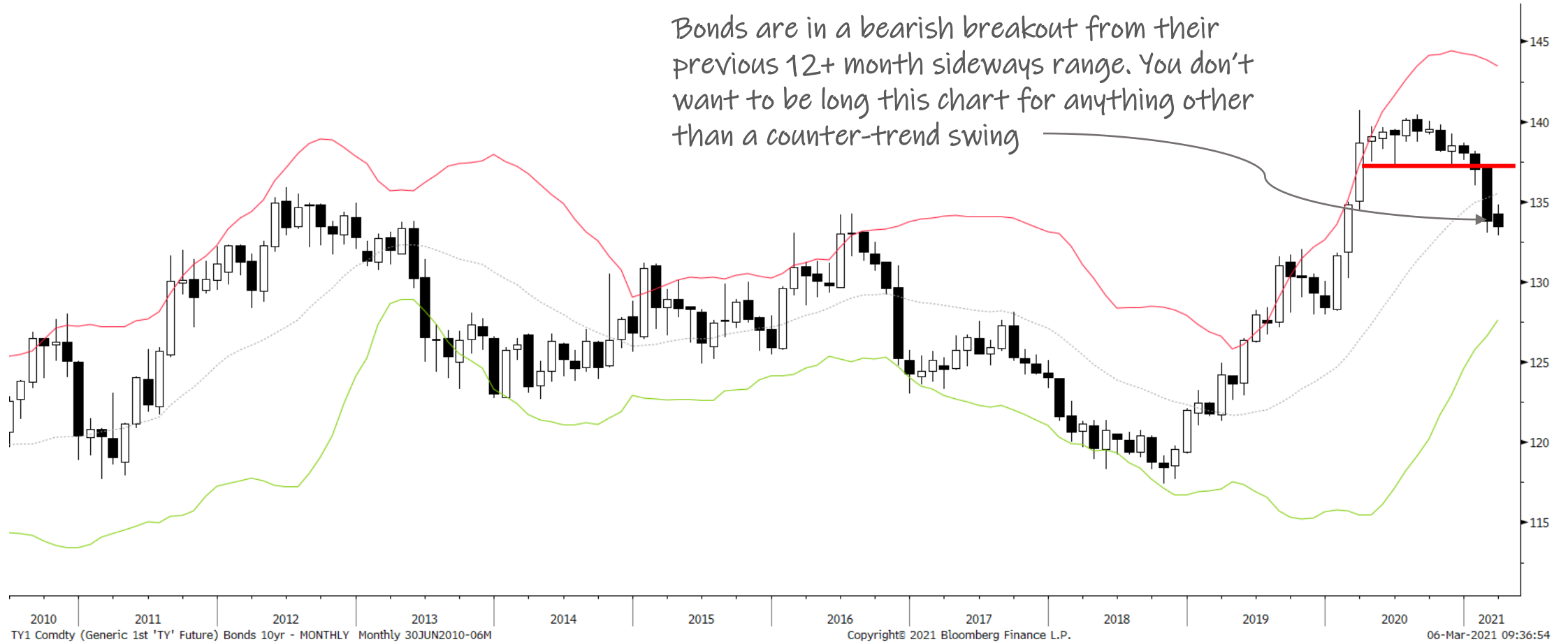


'01 '02 '03 '04 '05 '06 '07 '08 '09 '10 '11 '12 '13 '14 '15 '16 '17 '18 '19 '20 '21
 MXWO Index (MSCI World Index) MSCI World PCT 200dma Daily 08MAY2000-06MAR2021 Copyright© 2021 Bloomberg Finance L.P. 06-Mar-2021 09:36:39

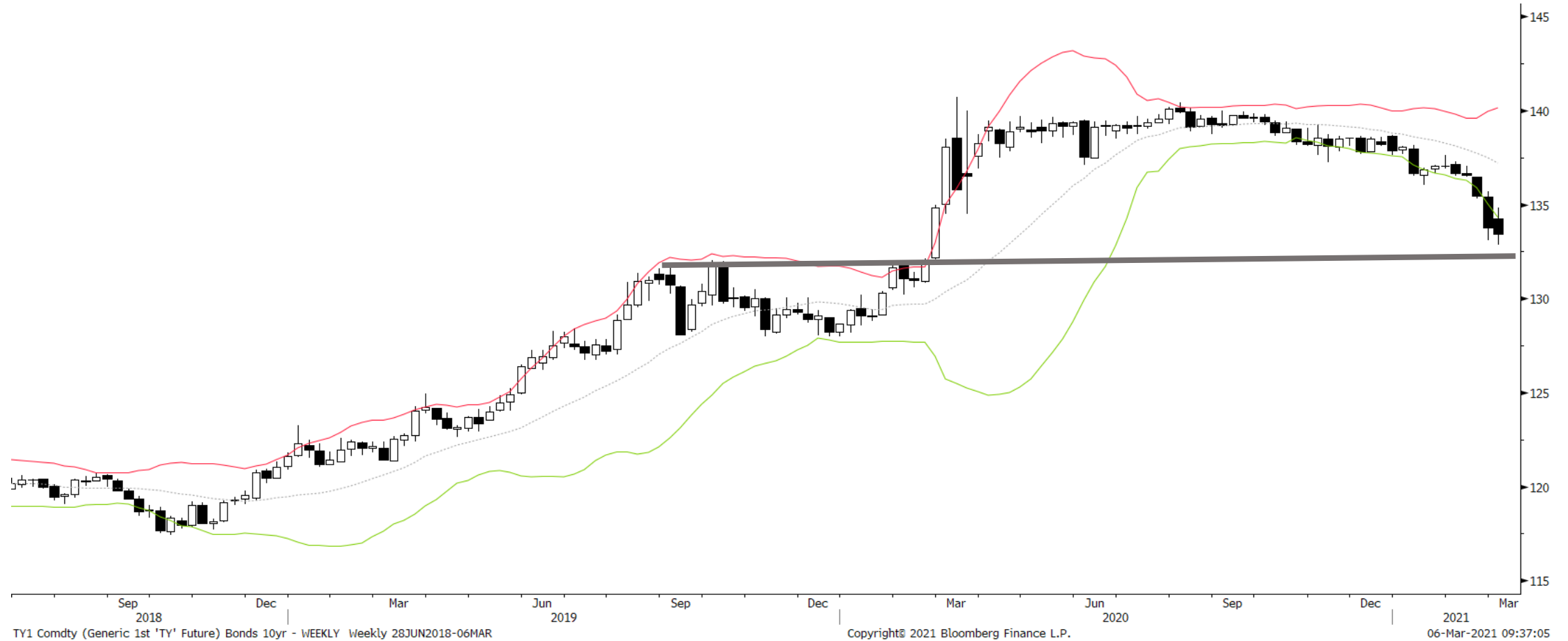
Bonds: 10-year Futures Monthly



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



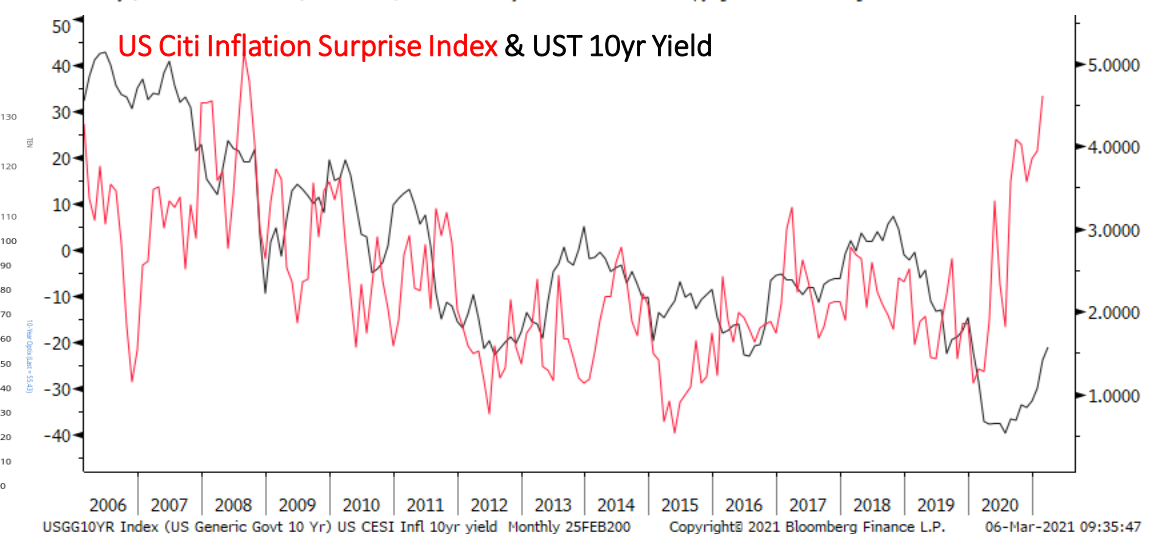
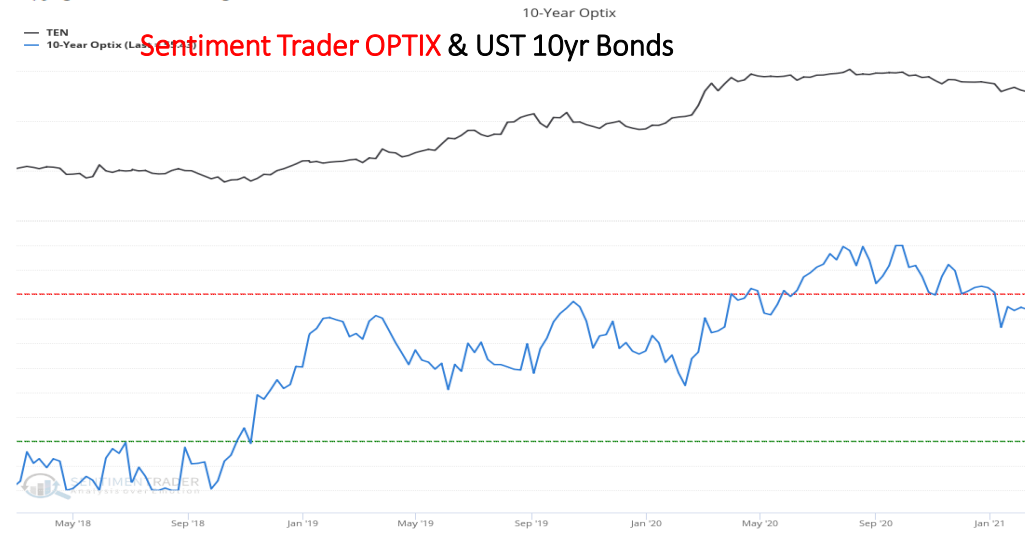
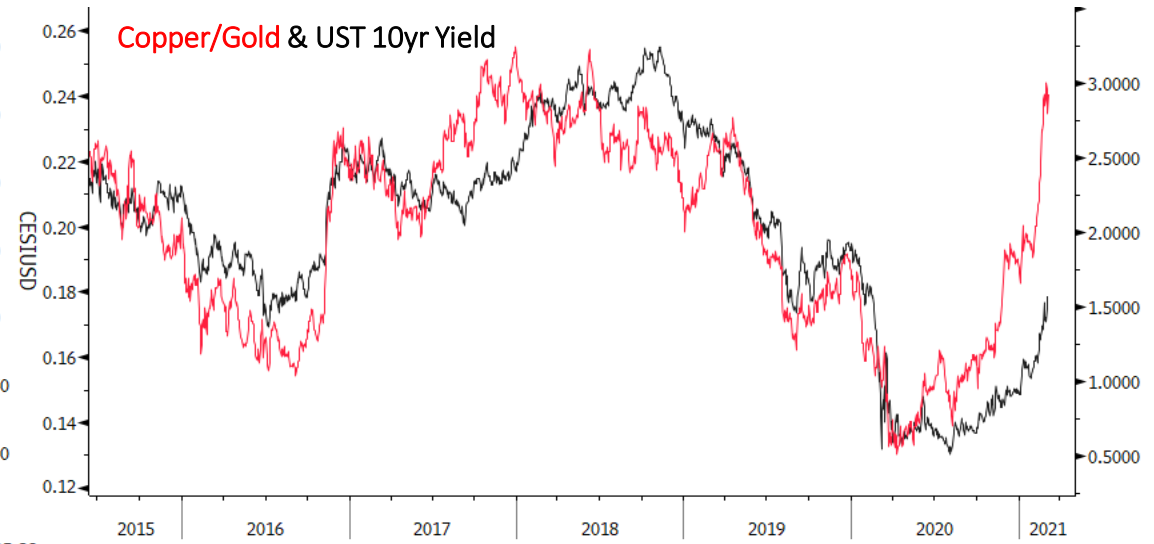
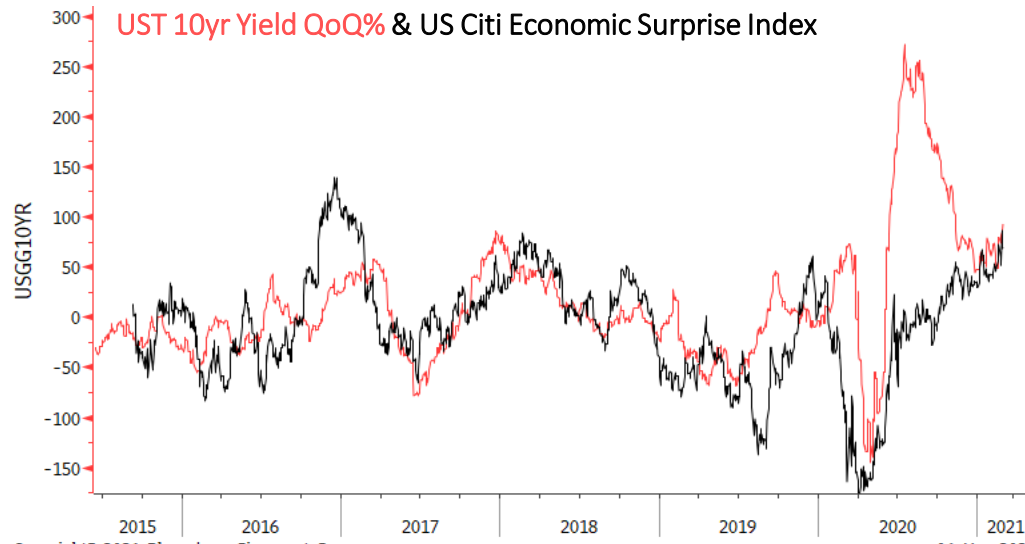
Bonds: 10-year Futures Weekly



Bonds: 10-year Futures Daily



Bond/Yield Indicators



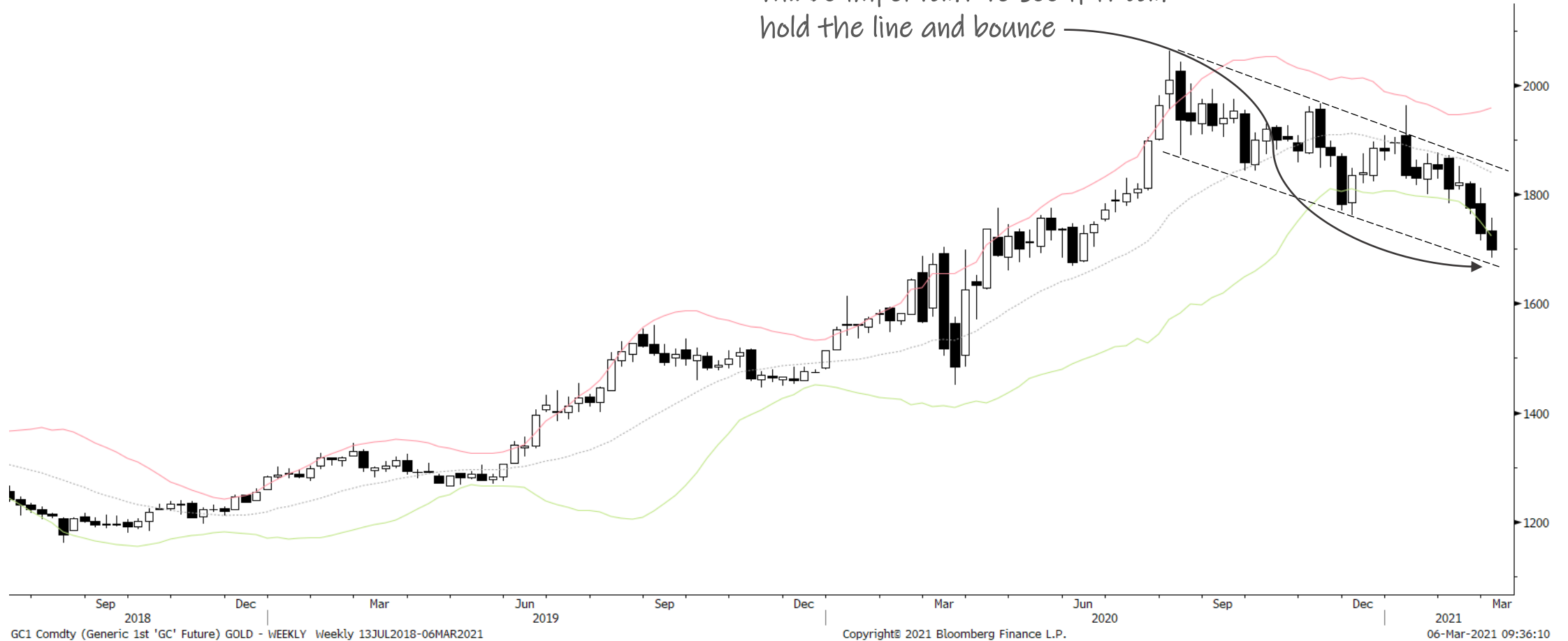
Gold Monthly



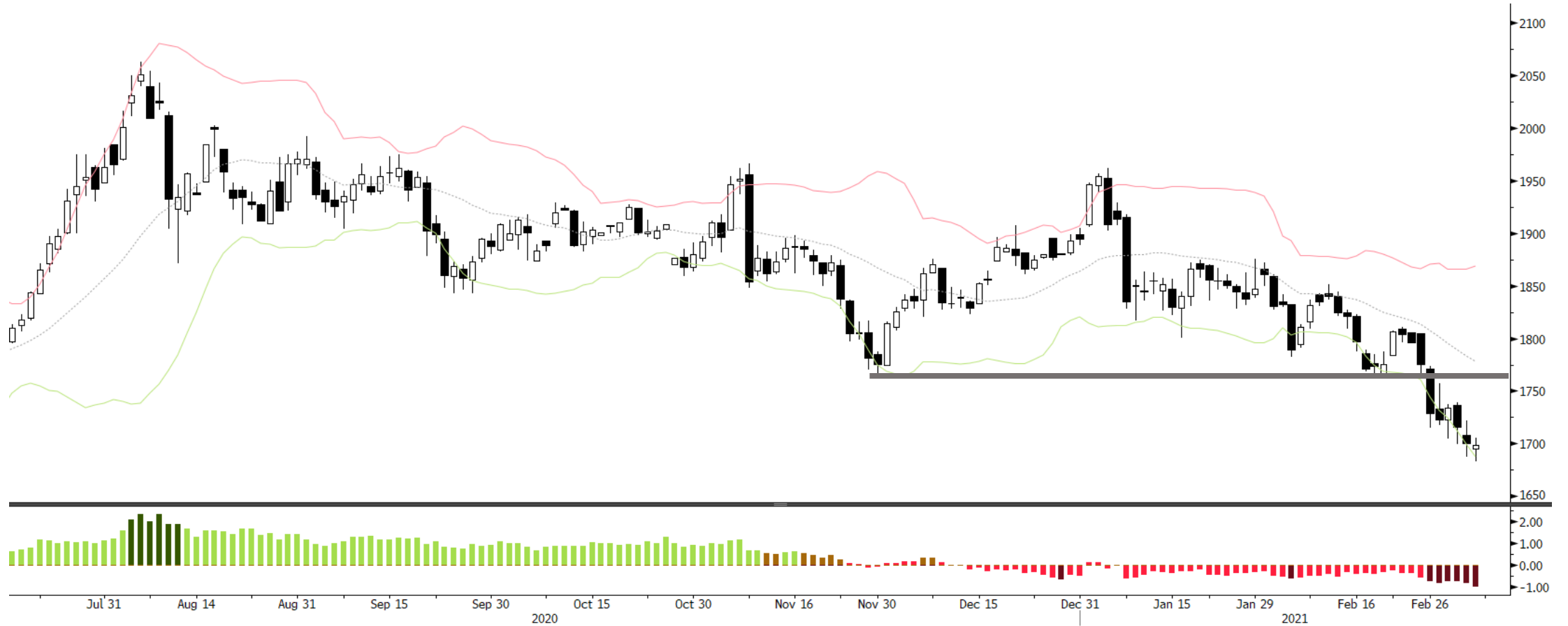
Gold Weekly



Gold is nearing the lower support level of its 6-month bull channel. Will be important to see if it can hold the line and bounce



Gold Daily



GC1 Comdty (Generic 1st 'GC' Future) GOLD - DAILY Daily 17JUL2020-06MAR2021

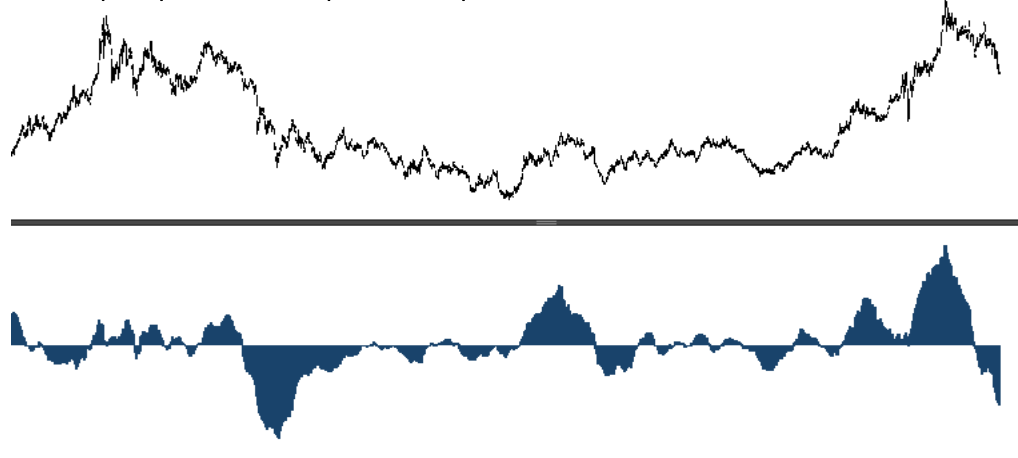
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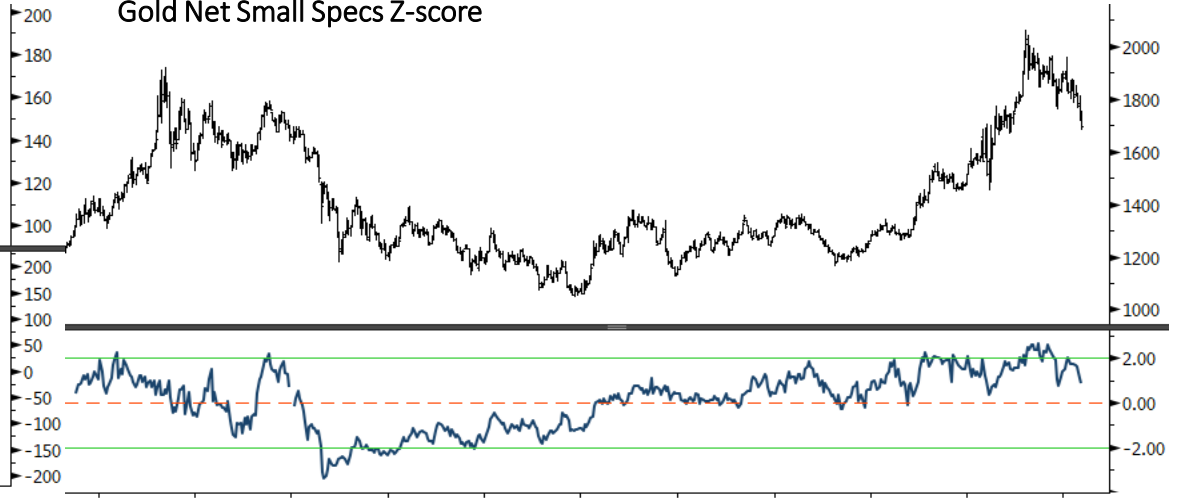
Gold Indicators



Gold (GLD) Fund Flows (smoothed)



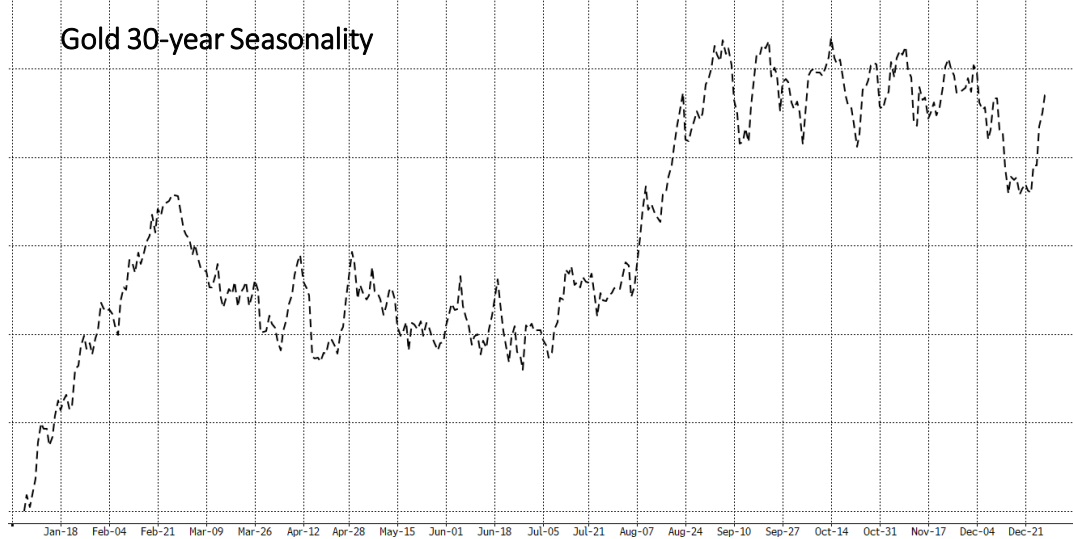
Gold Net Small Specs Z-score



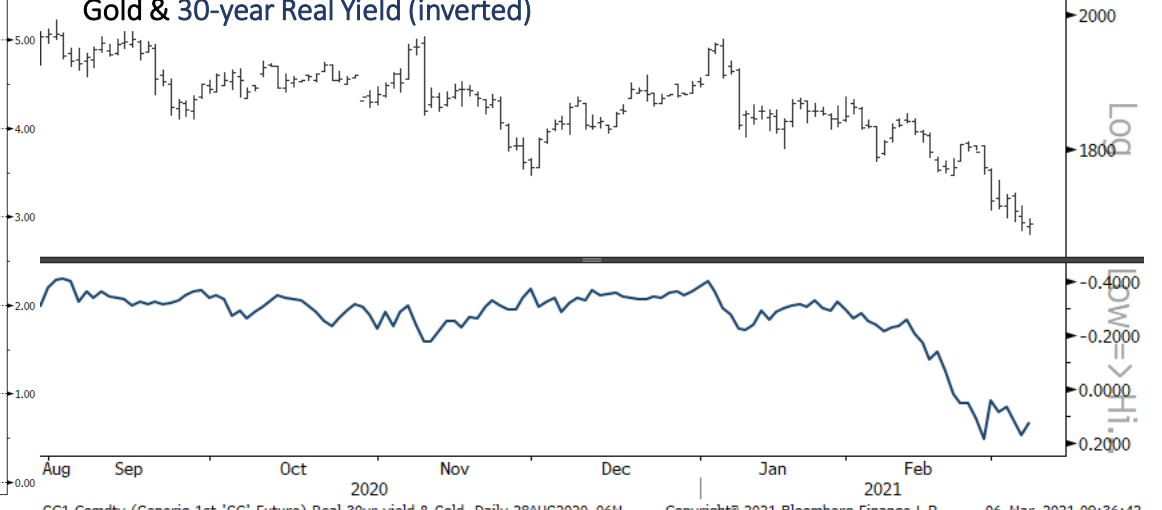
2011 2012 2013 2014 2015 2016 2017 2018 2019 2020
 GLD US Equity (SPDR Gold Shares) Gold (GLD) Fund Flows z Daily 08SEP2010-06MAR2 Copyright© 2021 Bloomberg Finance L.P. 06-Mar-2021 09:36:54

2011 2012 2013 2014 2015 2016 2017 2018 2019 2020 2021
 GC1 Comdty (Generic 1st 'GC' Future) GLD NET NON REPORTABLE Weekly 25AUG2010-06 Copyright© 2021 Bloomberg Finance L.P. 06-Mar-2021 09:36:32

Gold 30-year Seasonality



Gold & 30-year Real Yield (inverted)



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

Aug Sep Oct 2020 Nov Dec 2020 Jan Feb 2021
 GC1 Comdty (Generic 1st 'GC' Future) Real 30yr yield & Gold Daily 28AUG2020-06M Copyright© 2021 Bloomberg Finance L.P. 06-Mar-2021 09:36:42

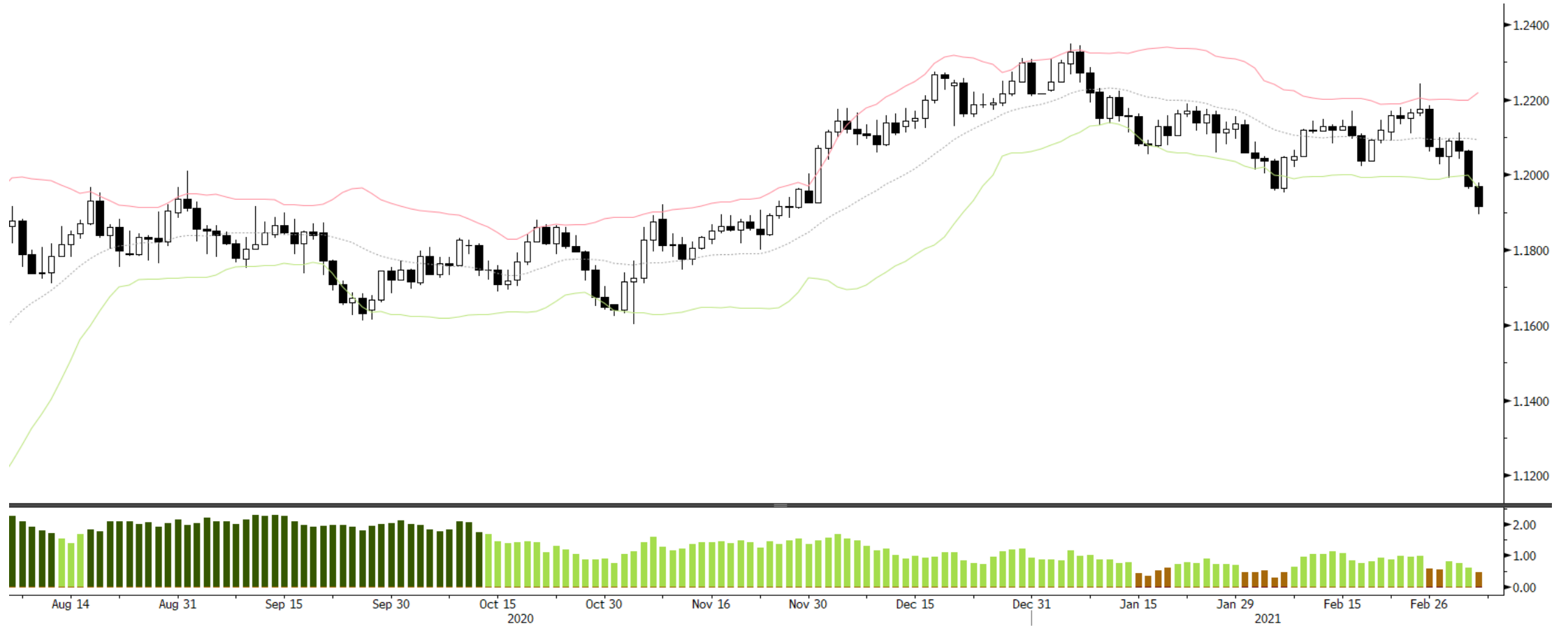
EURUSD Monthly



EURUSD Weekly



EURUSD Daily



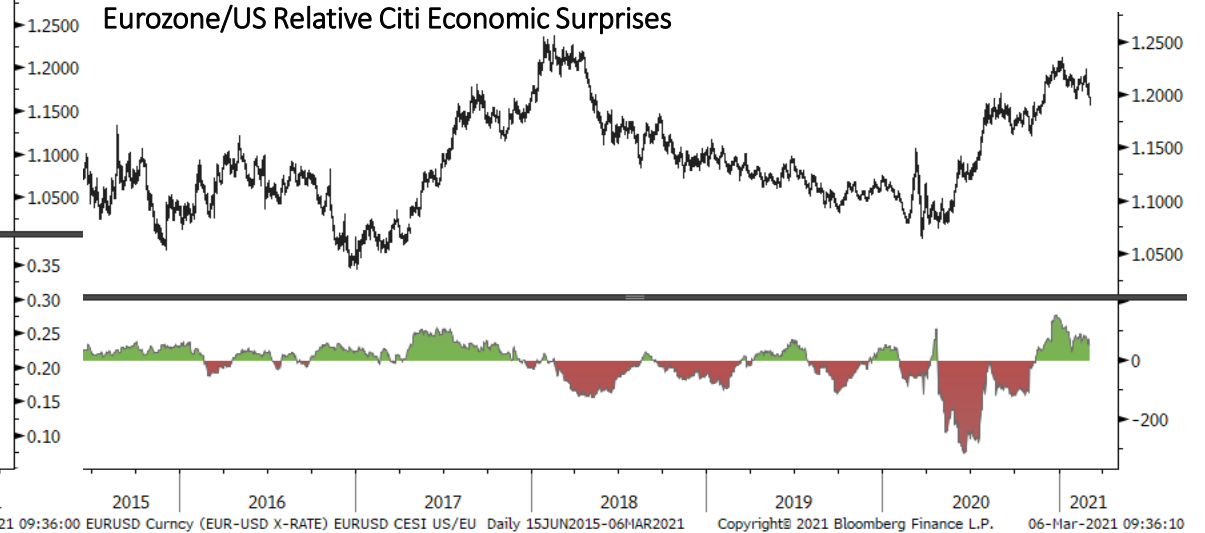
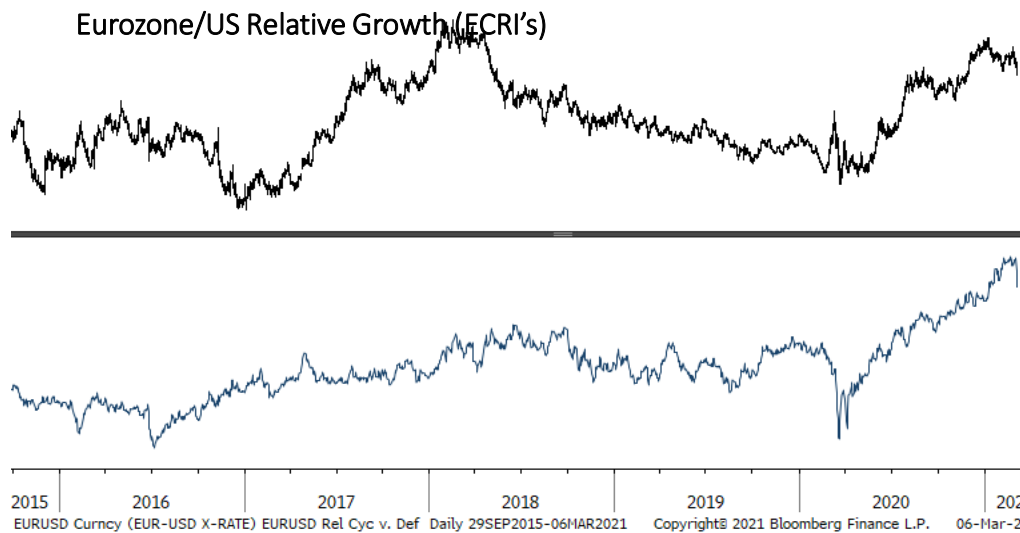
EURUSD Curncy (EUR-USD X-RATE) EURUSD - DAILY Daily 06AUG2020-06MAR2021

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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



Bitcoin's relative strength in the face of broader market weakness is a good sign for the bulls

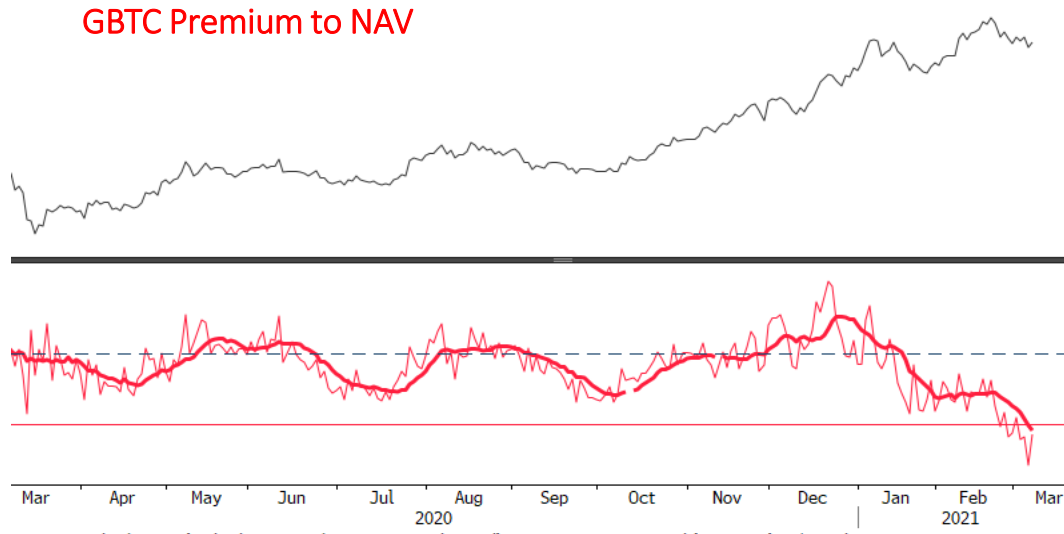


XBT Curncy (Bitcoin) bitcoin Daily Daily 03JUL2020-06MAR2021

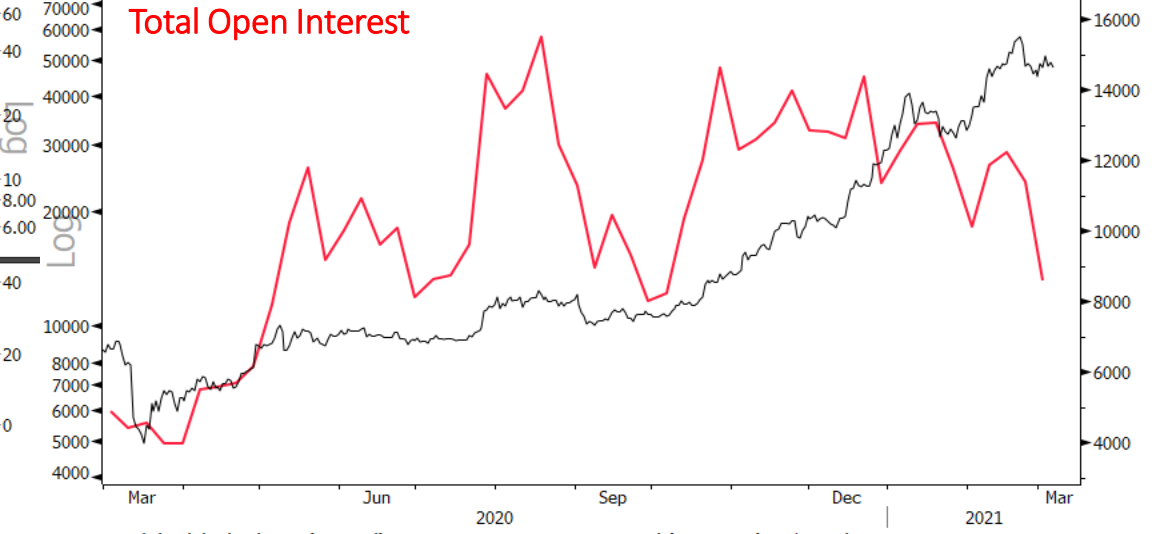
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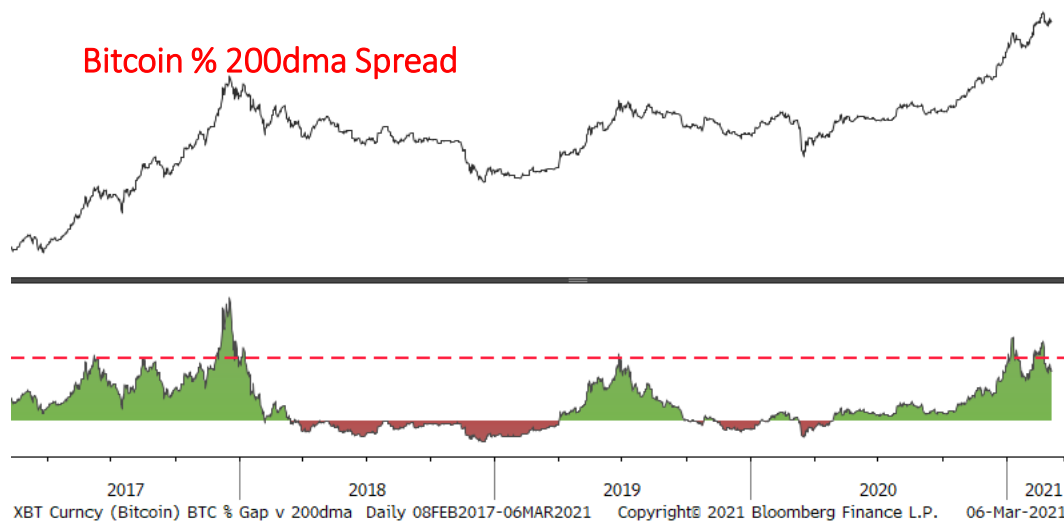
Bitcoin Indicators



GBTC US Equity (Grayscale Bitcoin Trust BTC) GBTC NAV Premium Daily 06MAR2020-0 Copyright© 2021 Bloomberg Finance L.P. 06-Mar-2021 09:52:42



XBT Curncy (Bitcoin) Bitcoin Total OI Daily 29FEB2020-06MAR2021 Copyright© 2021 Bloomberg Finance L.P. 06-Mar-2021 09:36:54



XBT Curncy (Bitcoin) BTC % Gap v 200dma Daily 08FEB2017-06MAR2021 Copyright© 2021 Bloomberg Finance L.P. 06-Mar-2021 09:37:04



BITCOIN Crypto Fear & Greed Index (Last = 55) Daily 05MAY2018-01JAN2021 Copyright© 2021 Sentimentrader

The Foundation Portfolio		2021 ytd return (updated 3/6)			2020 final return								
			27.83%		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	
Ammo, Inc	POWW	35,621	\$246,141.11	12.84%	66.0	\$3.01	\$2.70	0.58%	\$6.91	129.57%	\$12.00	73.66%	
Global Trans Invest	GLTR	25,554	\$174,020.23	9.08%		\$6.89	\$6.56	0.44%	\$6.81	-1.16%			
XP, Inc.	XP	4,143	\$169,034.40	8.82%	80.0	\$46.85	\$37.37	2.05%	\$40.80	-12.91%	\$77	88.73%	
Micron, Inc. CALLS	Micron, Inc. CA	150	\$144,000.00	7.51%	CALLS	\$138.00	\$0.00	1.08%	\$960.00	595.65%	CALLS	CALLS	
Nintendo	NTDOY	1,963	\$141,002.29	7.36%	84.0	\$63.46	\$71.85	-0.86%	\$71.83	13.19%	\$102.00	42.00%	
Kura Sushi	KRUS	4035	\$128,313.00	6.69%	63.3	\$19.14	\$19.24	-0.02%	\$31.80	66.14%	\$35	10.06%	
Antero Resources	AR	10,519	\$103,927.72	5.42%		\$5.70	\$6.22	-0.29%	\$9.88	73.33%			
Qualitas Controladora	Q	17,719	\$98,872.02	5.16%	88.5	\$5.22	\$4.01	1.12%	\$5.58	6.90%	\$9	61.29%	
S&W Seed	SANW	24,957	\$86,351.22	4.51%		\$3.57	\$2.84	0.95%	\$3.46	-3.08%	\$5	44.51%	
HeadHunter, Inc	HHR	2,589	\$84,789.75	4.42%		\$35.11	\$27.00	1.10%	\$32.75	-6.72%			
Grayscale Bitcoin Trust	GBTC	2,113	\$92,531.88	4.83%	TRADE	\$17.55	\$28.30	-1.18%	\$43.80	149.57%	TRADE	TRADE	
Nic, Inc.	EGOV	2,528	\$86,491.63	4.51%	83.0	\$28.07	\$34.00	-0.78%	\$34.21	21.87%	\$42	22.77%	
Betterware De Mexico	BWMX	2,201	\$86,565.33	4.52%	76.5	\$32.12	\$32.18	-0.01%	\$39.33	22.46%	\$70	77.98%	
Rocket Mortgage	RKT	3,053	\$76,630.30	4.00%		\$24.30	\$18.61	0.91%	\$25.10	3.29%			
Manolete Partners	MANO	22,767	\$72,318.71	3.77%	88.5	\$3.56	\$0.00	4.23%	\$3.18	-10.77%	\$18	465.09%	
Centrus Energy	LEU	1,502	\$35,297.00	1.84%		\$20.25	\$19.01	0.10%	\$23.50	16.05%			
BHP Jan 2022 \$115 Calls	BHP	168	\$24,696.00	1.29%	CALLS	\$124.00	\$0.00	1.09%	\$147.00	18.55%	CALLS	CALLS	
BHP Jan 2023 \$115 Calls	BHP	55	\$20,350.00	1.06%	CALLS	\$380.00	\$0.00	1.09%	\$370.00	-2.63%	CALLS	CALLS	
C3.AI	AI	458	\$43,570.38	2.27%	74.5	\$97.71	\$76.77	0.50%	\$95.15	-2.62%	\$120	26.12%	
Intel, Inc. JAN '22 CALL \$100	INTC	220	\$21,560.00	1.12%	CALLS	\$83.00	\$0.00	0.95%	\$98.00	18.07%	CALLS	CALLS	
Bidstack, Inc. (BIDS)	BIDS	203,519	\$16,281.53	0.85%	62.0	\$0.16	\$0.00	1.70%	\$0.08	-50.00%	\$1	900.00%	
QQQ MARCH 12 21' PUTS \$295 STRI	QQQ	54	\$9,720.00	0.51%	PUTS	\$200.00	\$0.00	0.56%	\$180.00	-10.00%			
Deutsche Bank Jan '22 \$20 CALLS	DB	233	\$8,388.00	0.44%	CALLS	\$28.00	\$0.00	0.34%	\$36.00	28.57%	CALLS	CALLS	