



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: Bullish➤ Sentiment/Positioning: Neutral to slightly bearish➤ Breadth: Neutral➤ Macro/Liquidity: Growth is strong but slowing. Liquidity is tightening across the board but from low levels➤ Short-term: Market is in a neutral regime. The TL Score is -2. Breadth flipped neutral. While broad positioning is still long, indicators of short-term sentiment are quite bearish. A move above Sep 24th highs would open market up to another leg higher. A move below recent pivot low would open it up to a move down to 4,000	<ul style="list-style-type: none">➤ Long-term: Bearish➤ Sentiment/Positioning: short / bearish➤ Bond Indicators: Neutral➤ Short-term: Hawkish Fed is helping to drive yields up. Path of least resistance is lower in bonds (yields higher) over the intermediate term	<ul style="list-style-type: none">➤ Long-term: Neutral➤ Sentiment/Positioning: Bearish➤ Gold Indicators: Neutral➤ Short-term: Gold continues to trade in a larger sideways range. The recent hawkish turn by central banks brings more bearish short-term headwinds but also brings forward the time that precious metals will embark on their next major leg higher	<ul style="list-style-type: none">➤ Long-term: Neutral➤ Sentiment/Positioning: Neutral➤ EURUSD Indicators: Bearish➤ Short-term: Is close to breaking down below its long-term sideways range. It also closed near its monthly lows and BB midline. The measured move target is 1.12

S&P 500 Monthly

The market is in the final innings of a large Buy Climax. We should expect a multi-month correction to begin within the next few months.

September formed outside bear bar and closed on its lows. This raises the odds of further downside follow through over the next 1-2 months but we could see one more short thrust to new highs first. So stay nimble and keep a balanced book



S&P 500 Weekly



SPX has broken below its rising wedge. A weekly close below the BB midline would open up the market to significant downside



SPX Index (S&P 500 INDEX) SPX CHART-WEEKLY Weekly 10OCT2018-09OCT2021

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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

Double bottom on the daily still holds. SPX in neutral range. A close above 24th high (green line) would open door to new highs. A move below recent pivot low (red line) would open market to a move down to 4k

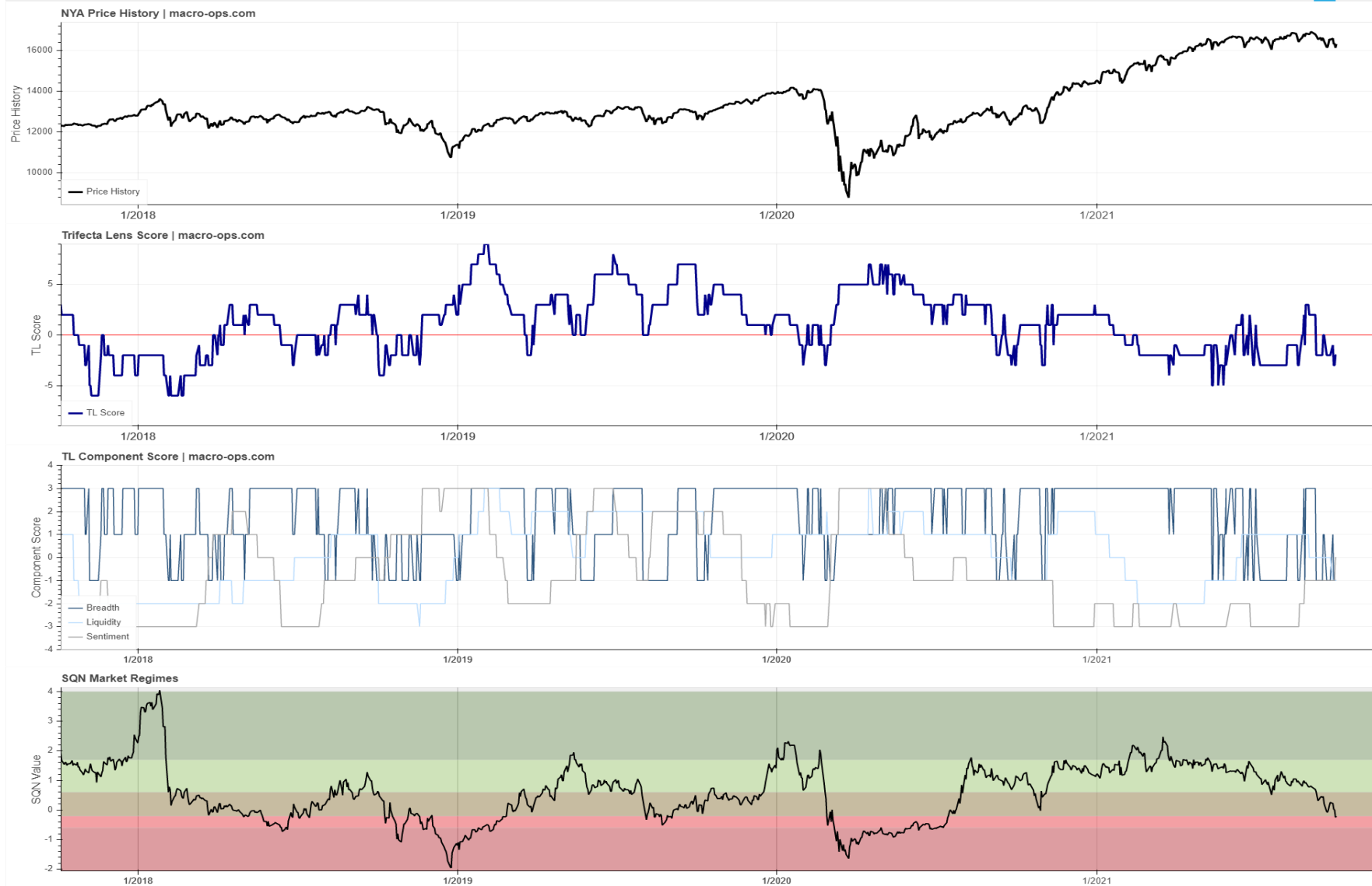


SPX Index (S&P 500 INDEX) SPX CHART-DAILY Daily 02FEB2021-09OCT2021

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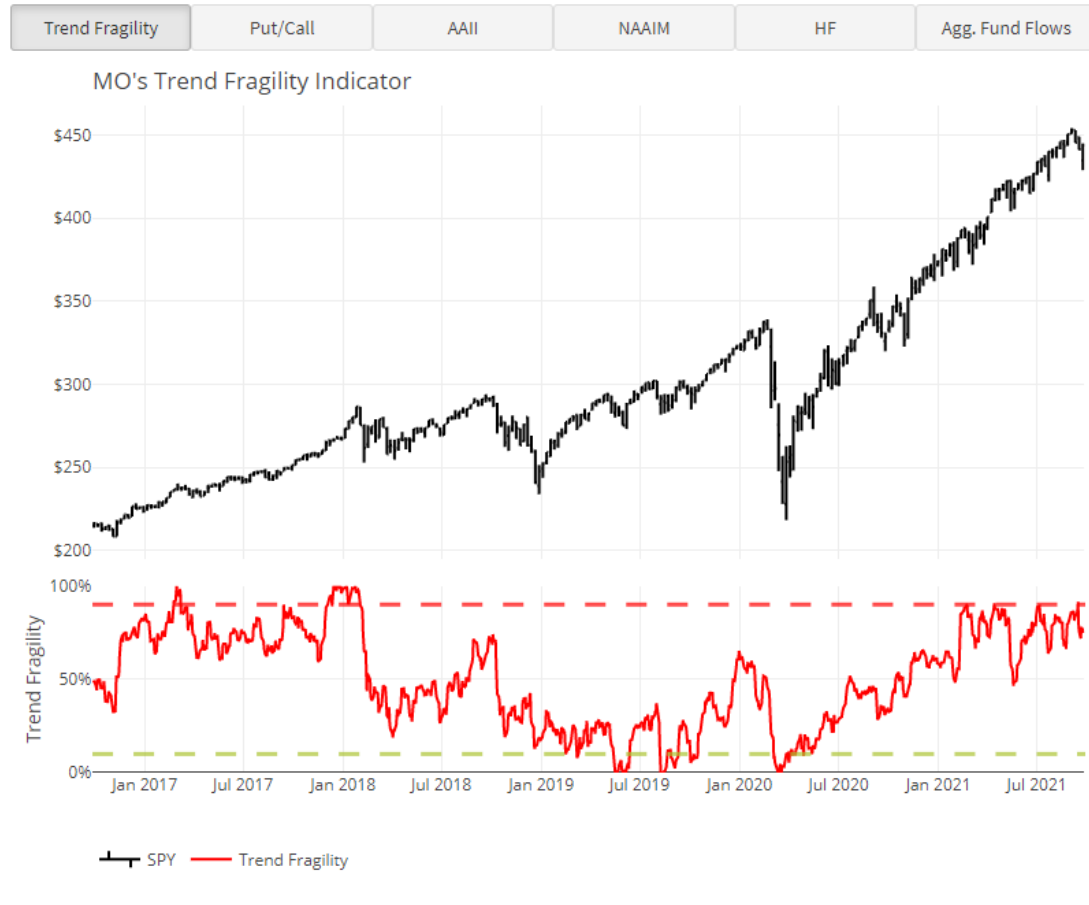
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Trifecta Lens Score: **-2** (You can read more about our [Trifecta Lens here](#) and link to the [Dashboard here](#))

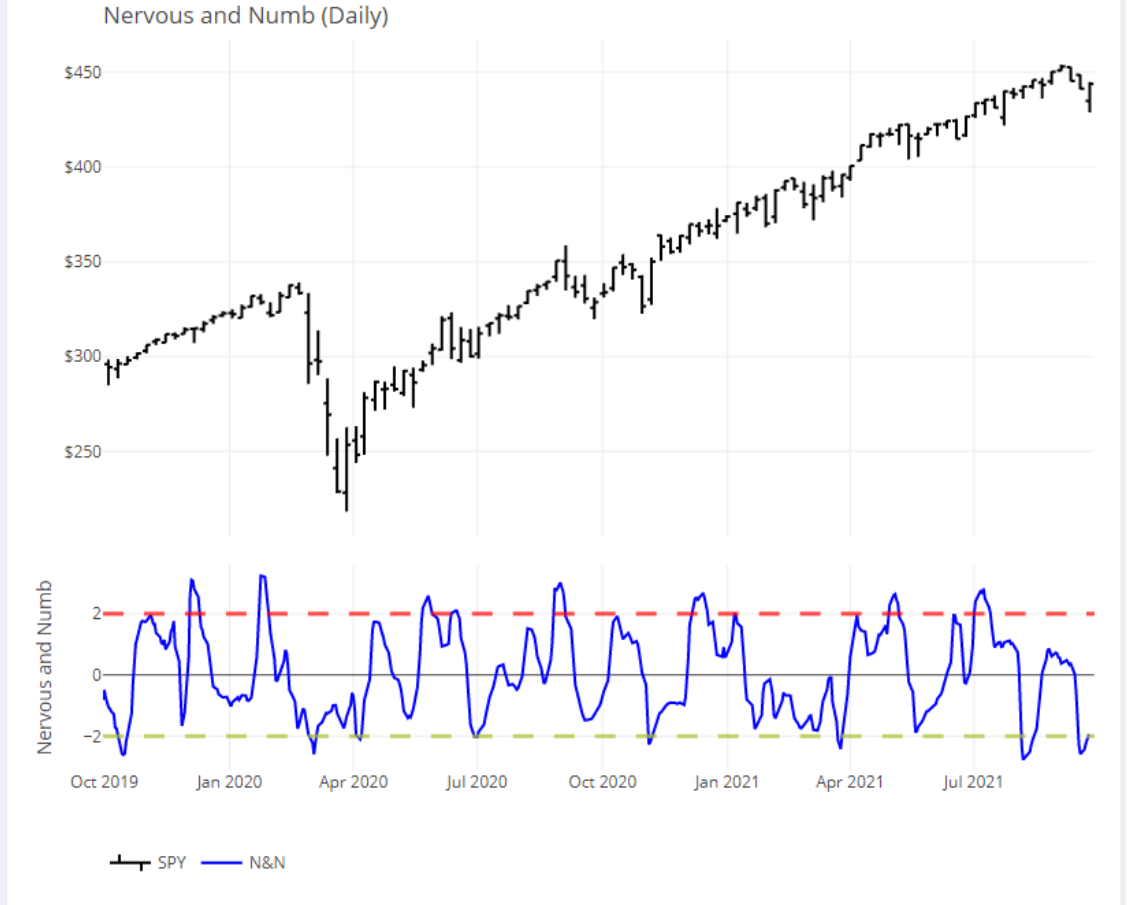


Trend Fragility and N&N: High fragility & Numb Investors (see appendix at bottom for more info)

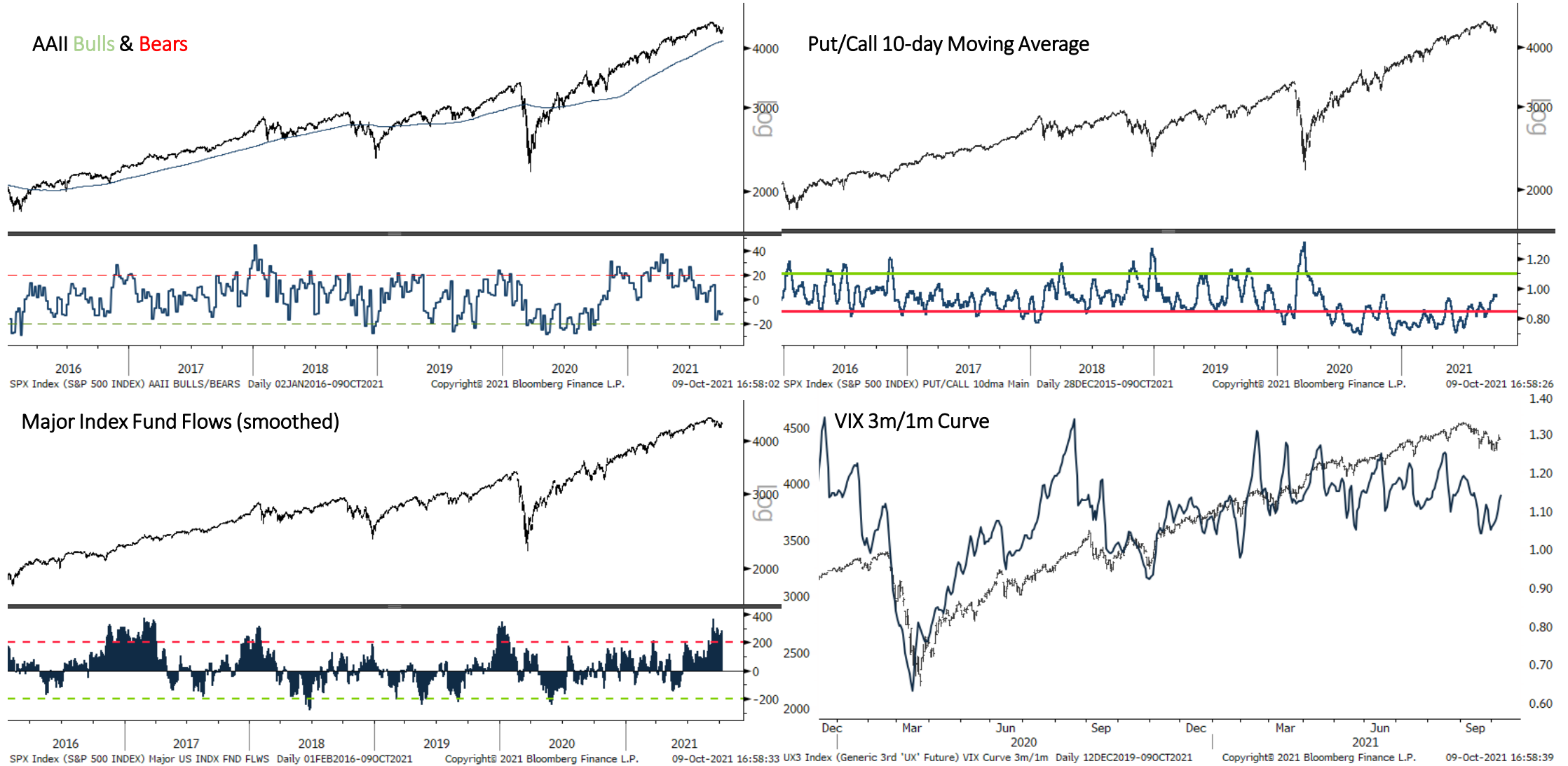
Trend Fragility



Nervous and Numb



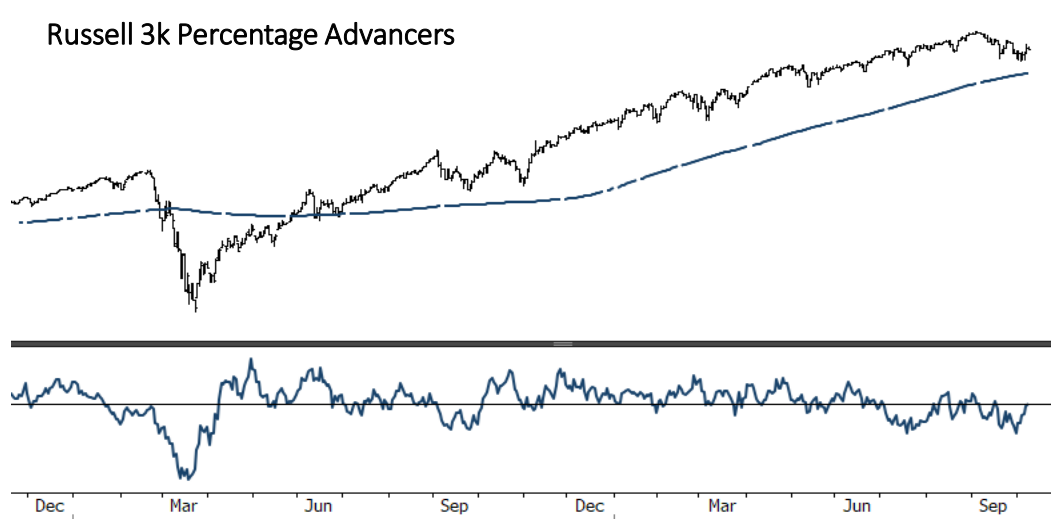
Sentiment & Positioning



Breadth

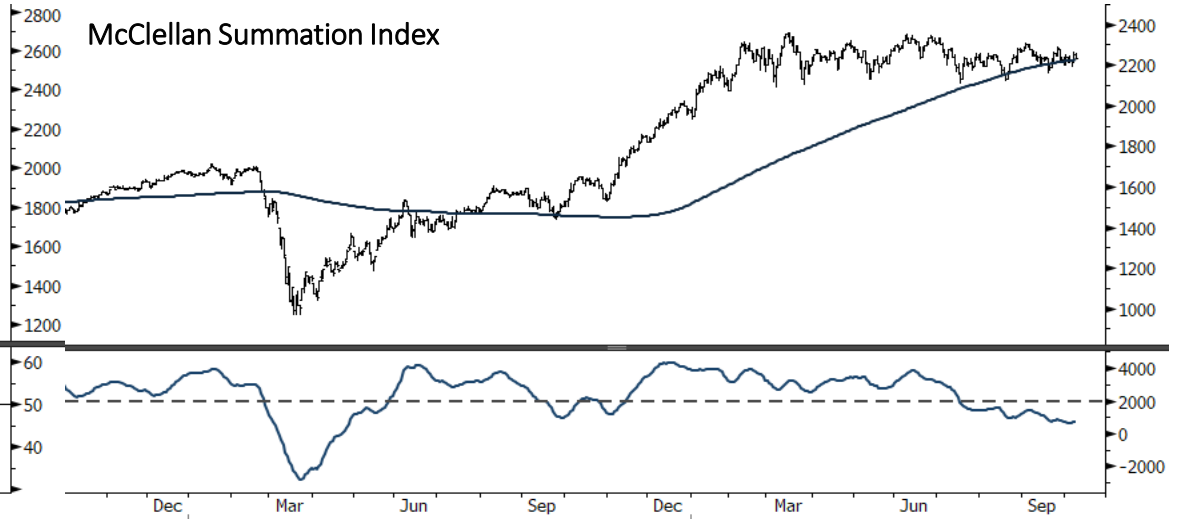


Russell 3k Percentage Advancers



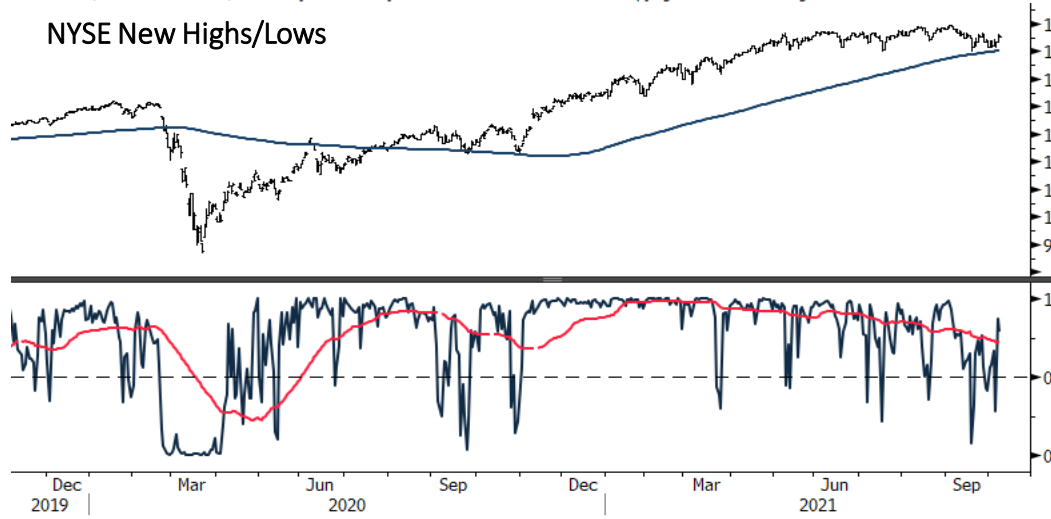
RAY Index (Russell 3000 Index) % Adv Ray Index Daily 19NOV2019-09OCT2021 Copyright© 2021 Bloomberg Finance L.P. 09-Oct-2021 16:58:46

McClellan Summation Index



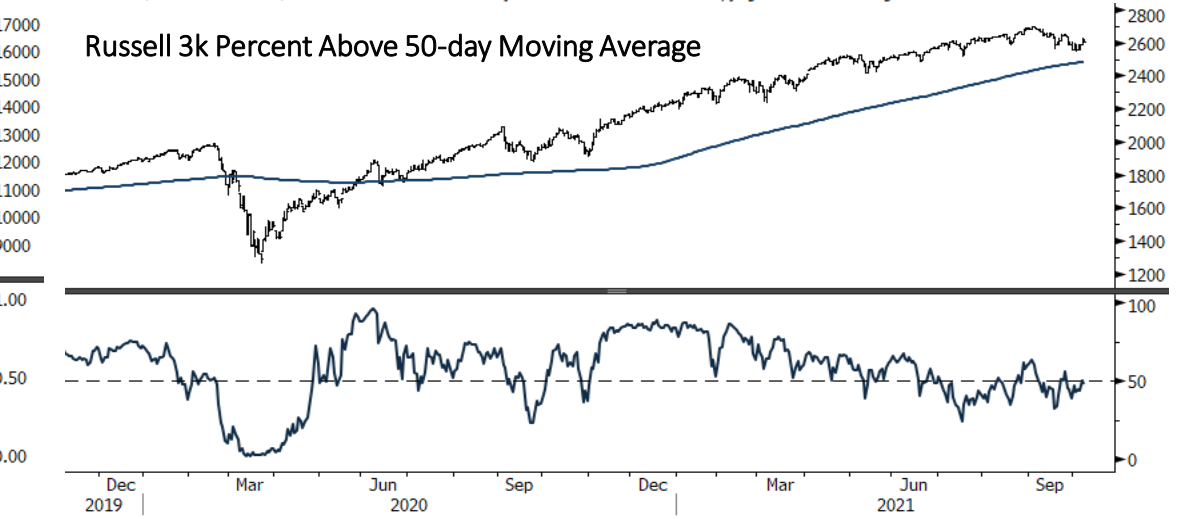
RTY Index (Russell 2000 Index) MACRO WHITE MCCLELLAN Daily 02OCT2019-12OCT2021 Copyright© 2021 Bloomberg Finance L.P. 09-Oct-2021 18:11:17

NYSE New High/Lows



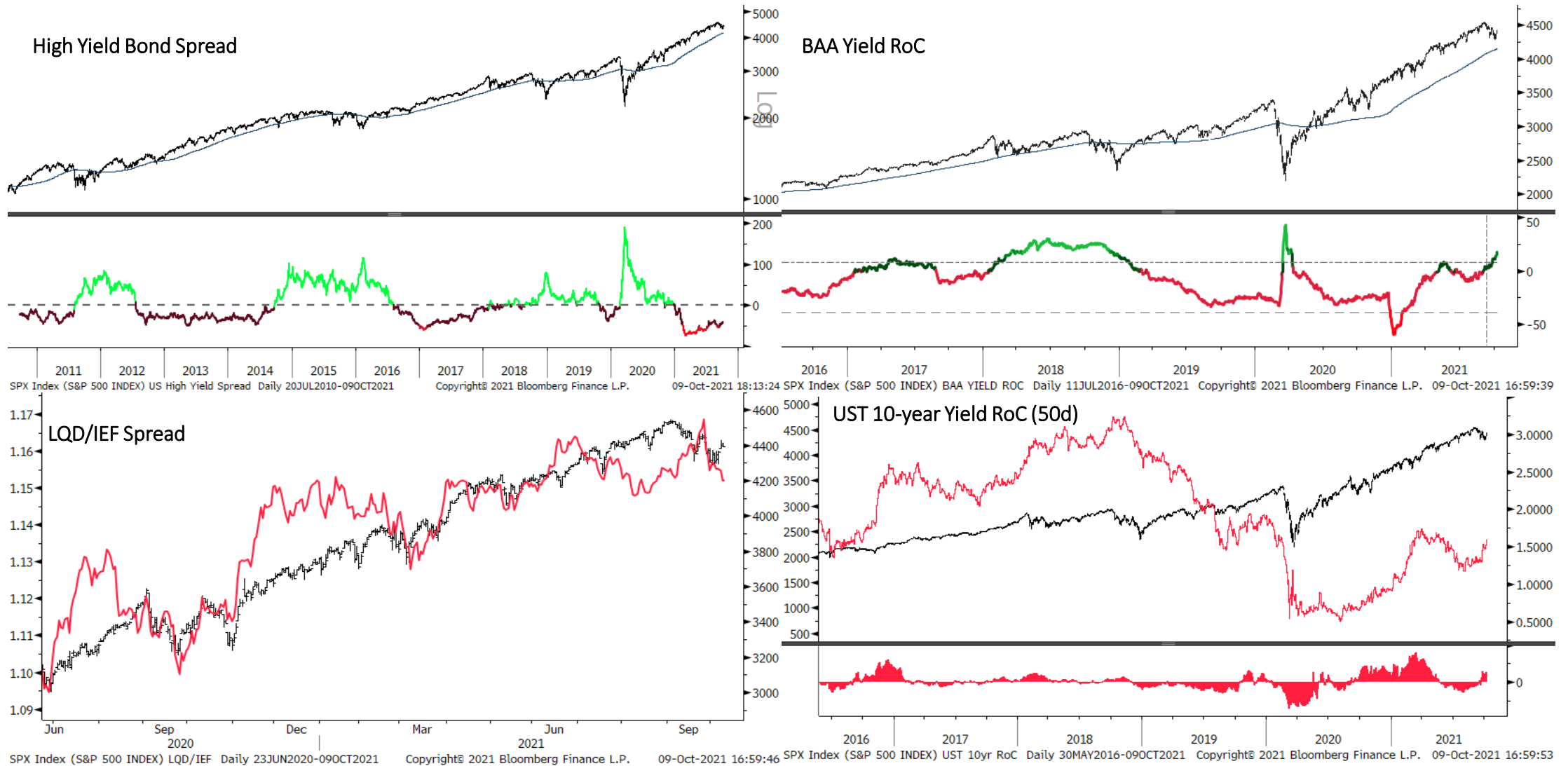
NYA Index (New York Stock Exchange Composite Index) NYSE New High/Low Main Dail Copyright© 2021 Bloomberg Finance L.P. 09-Oct-2021 16:59:09

Russell 3k Percent Above 50-day Moving Average

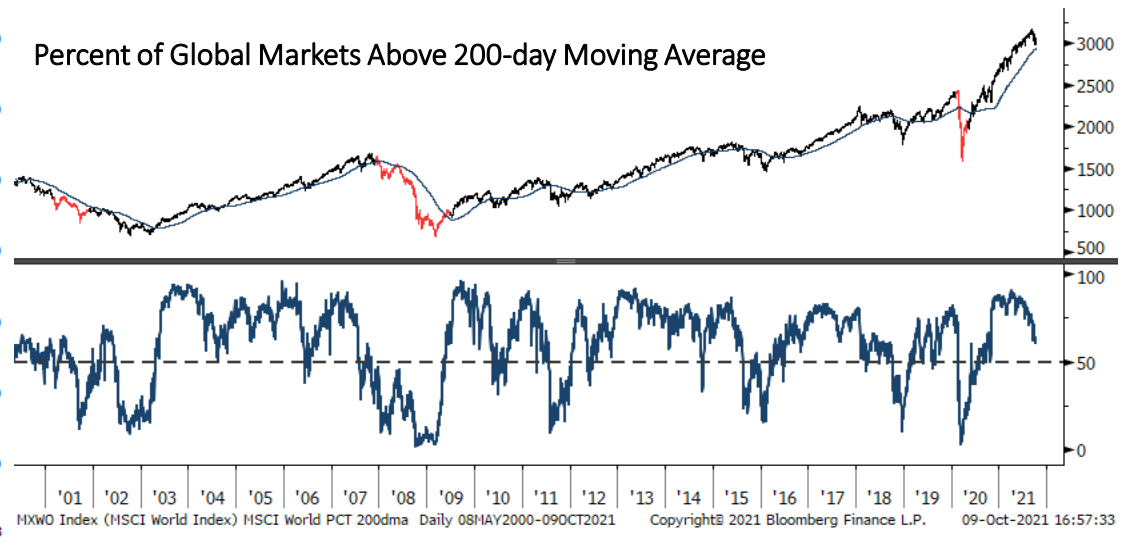
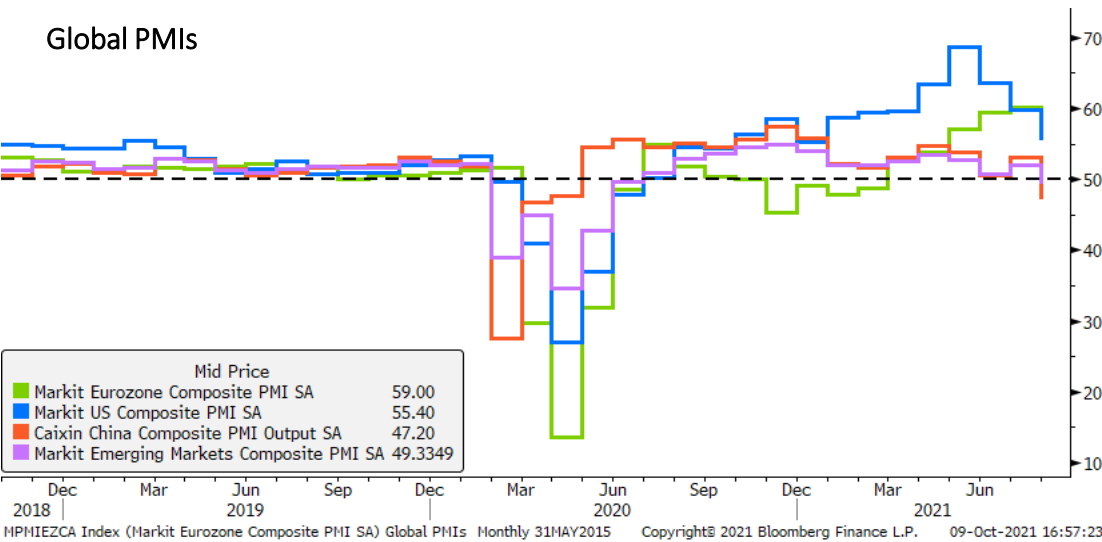
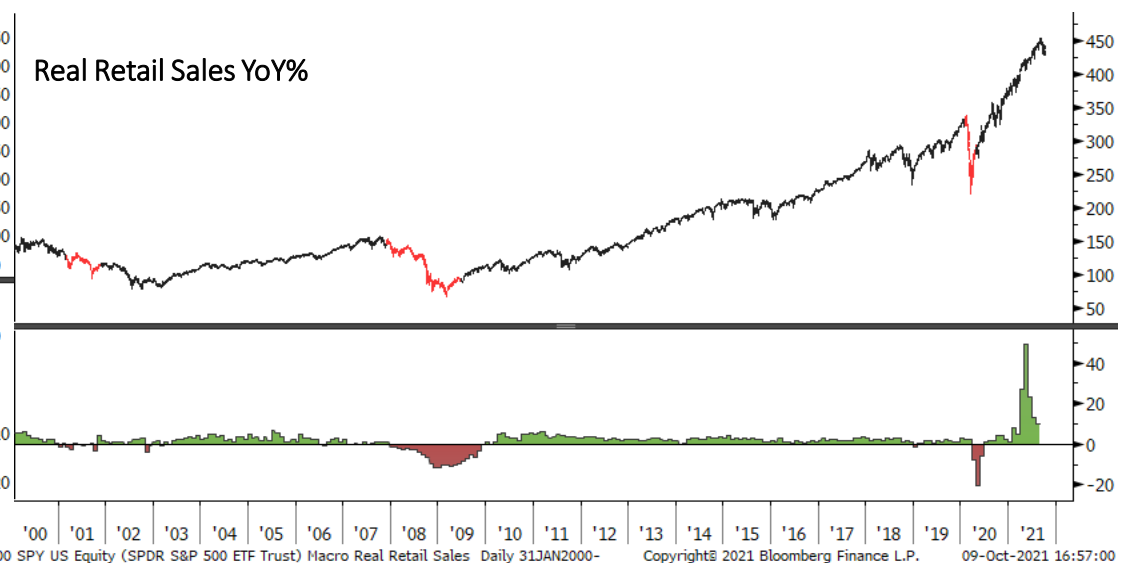
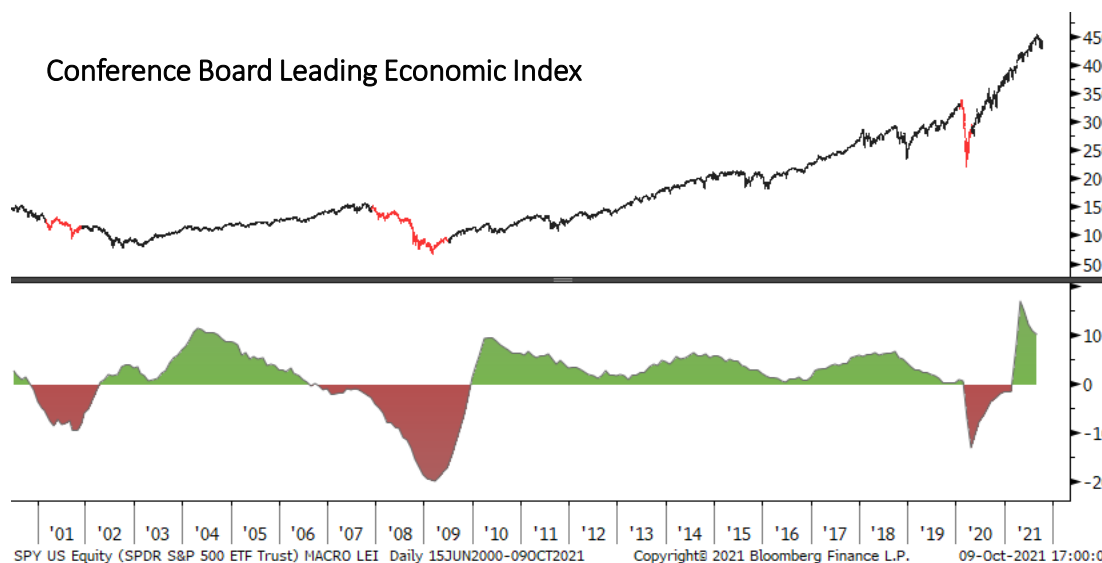


RAY Index (Russell 3000 Index) % above 50dma RAY Daily 06NOV2019-09OCT2021 Copyright© 2021 Bloomberg Finance L.P. 09-Oct-2021 16:59:03

Liquidity



Macro



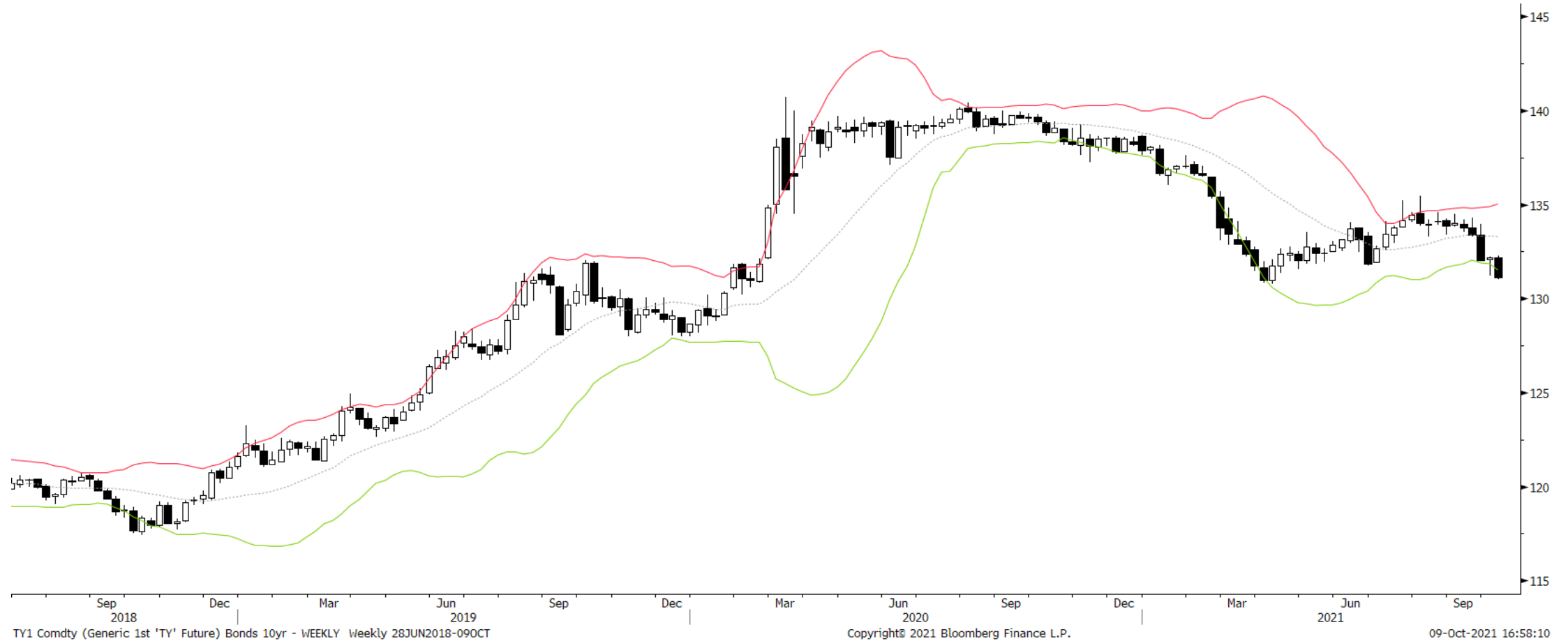
Bonds: 10-year Futures Monthly



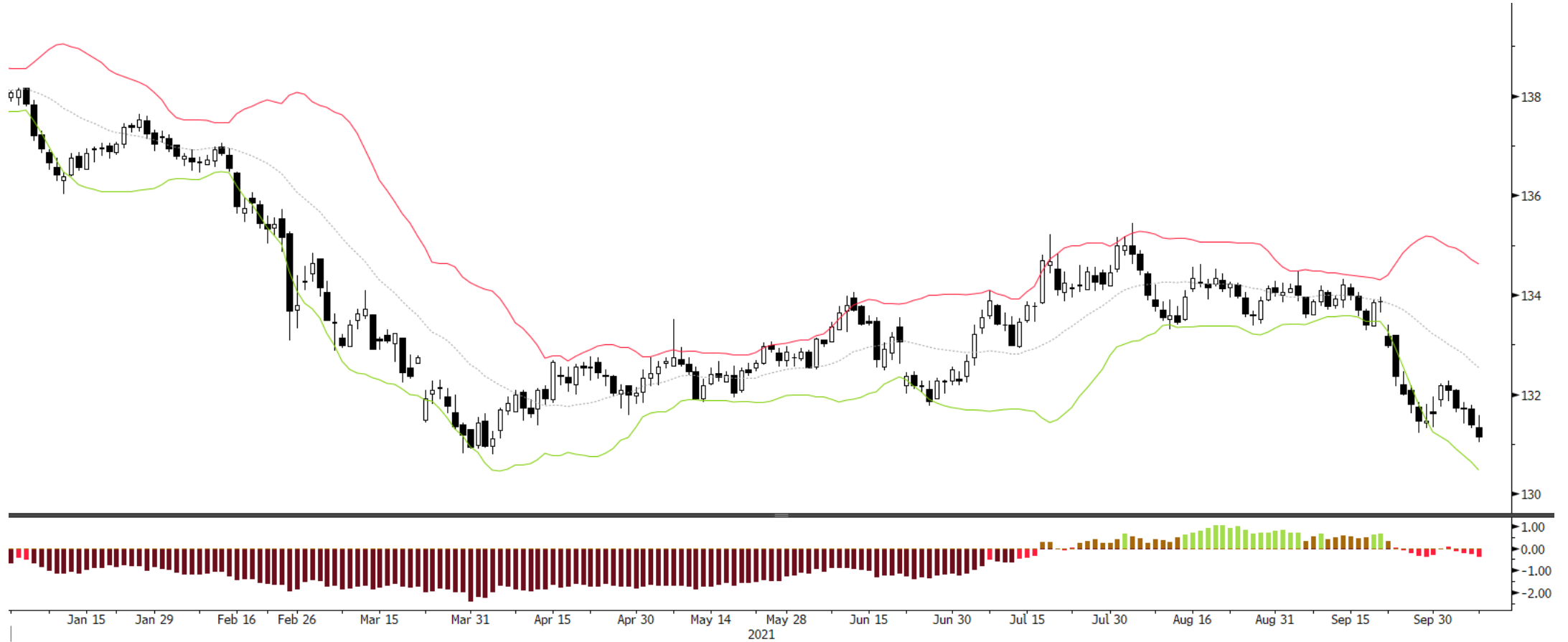
Double top on the monthly. Bearish close on its September low, raises odds of further downside over next 1-2 months



Bonds: 10-year Futures Weekly



Bonds: 10-year Futures Daily

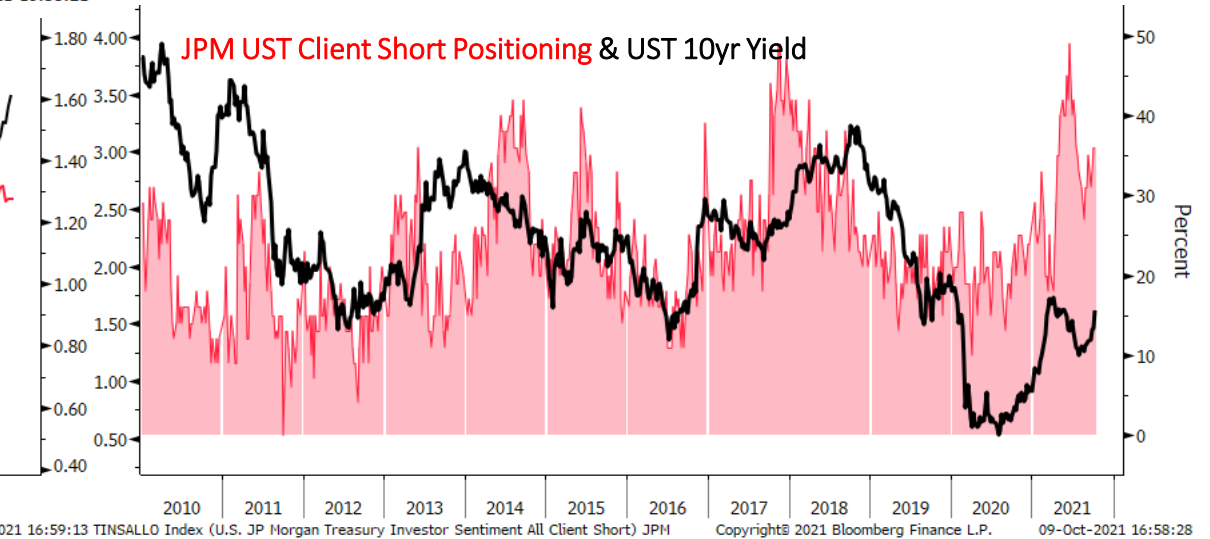
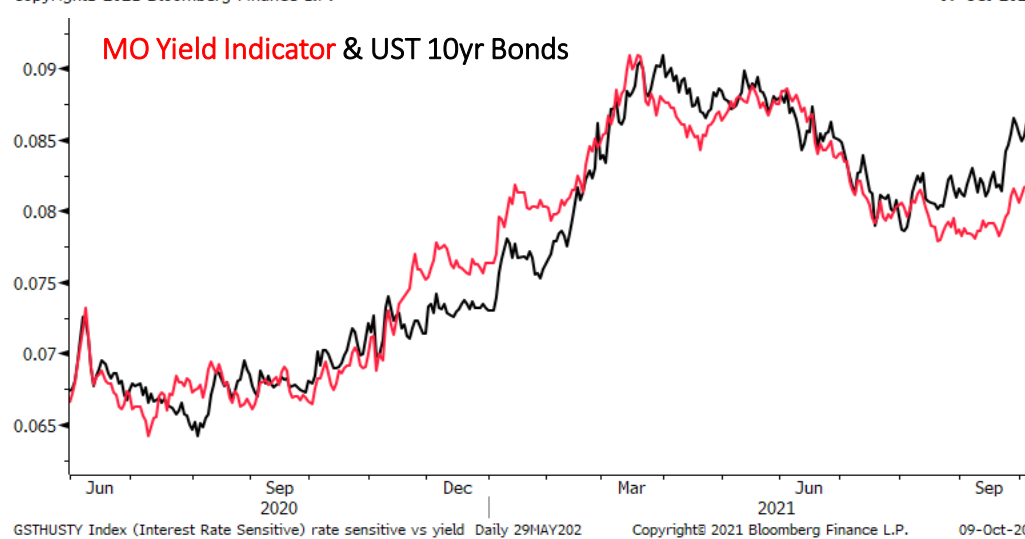
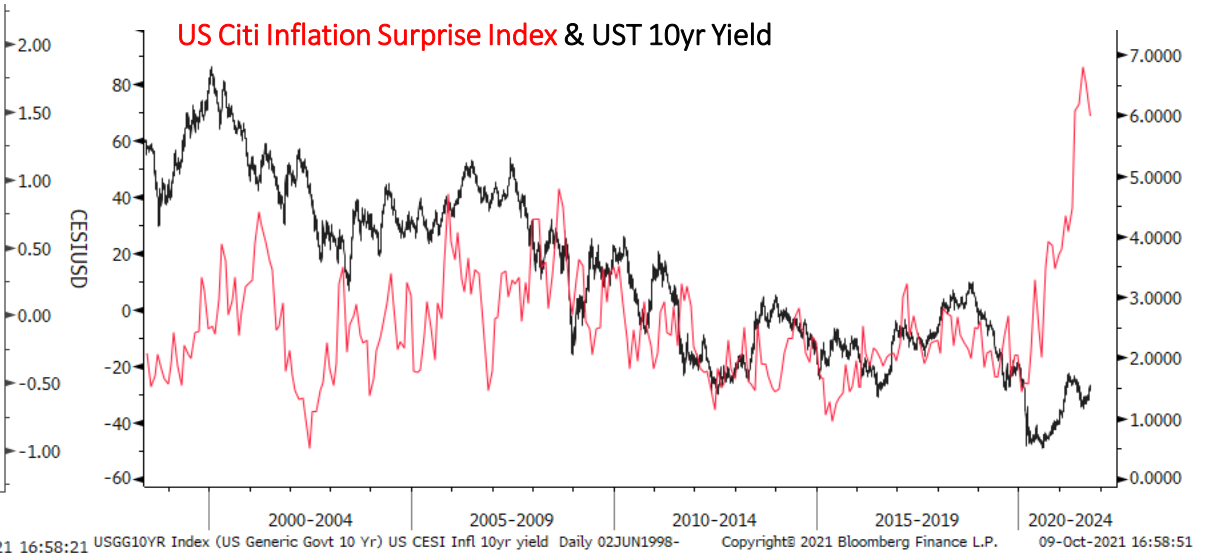
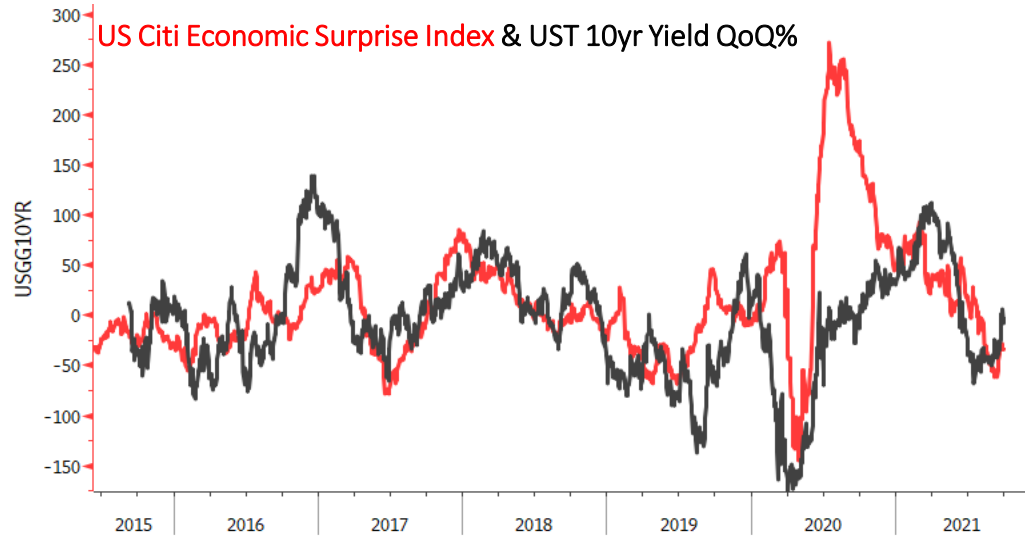


TY1 Comdty (Generic 1st 'TY' Future) Bonds 10yr - DAILY Daily 31DEC2020-09OCT20

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Bond/Yield Indicators



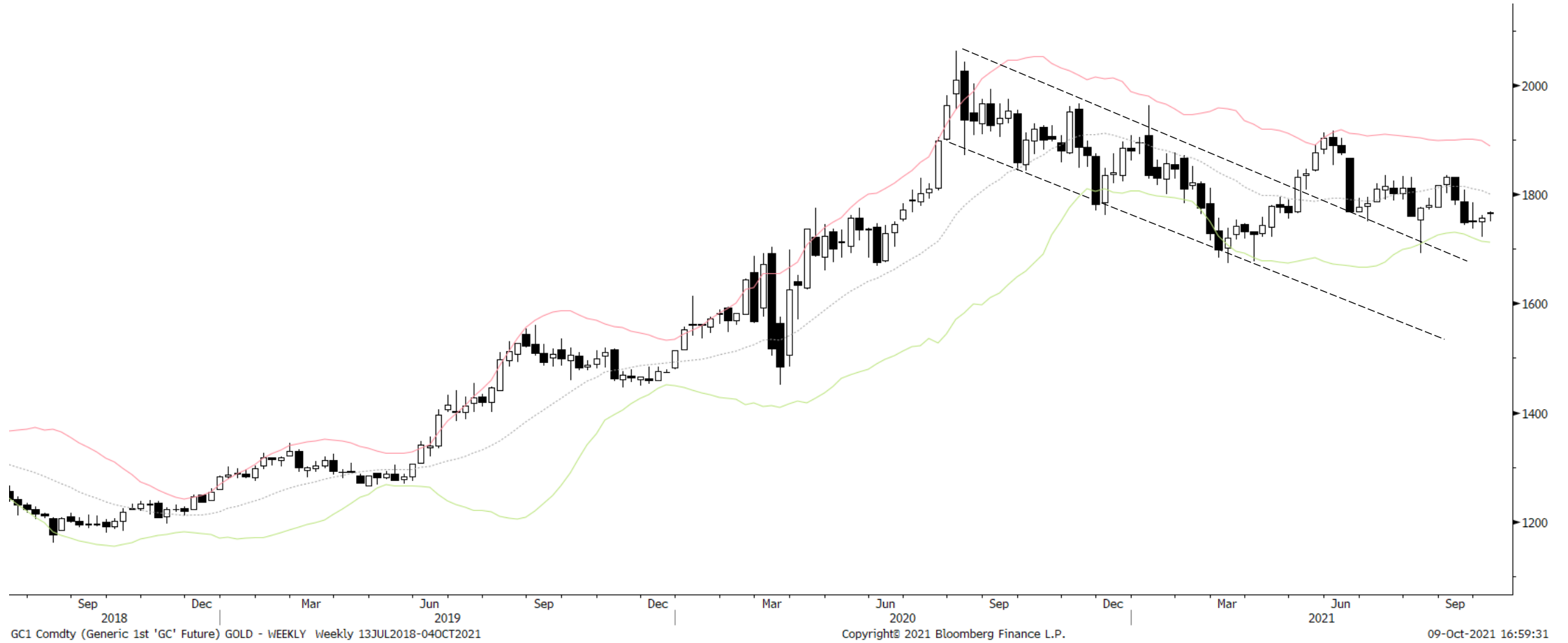
Gold Monthly



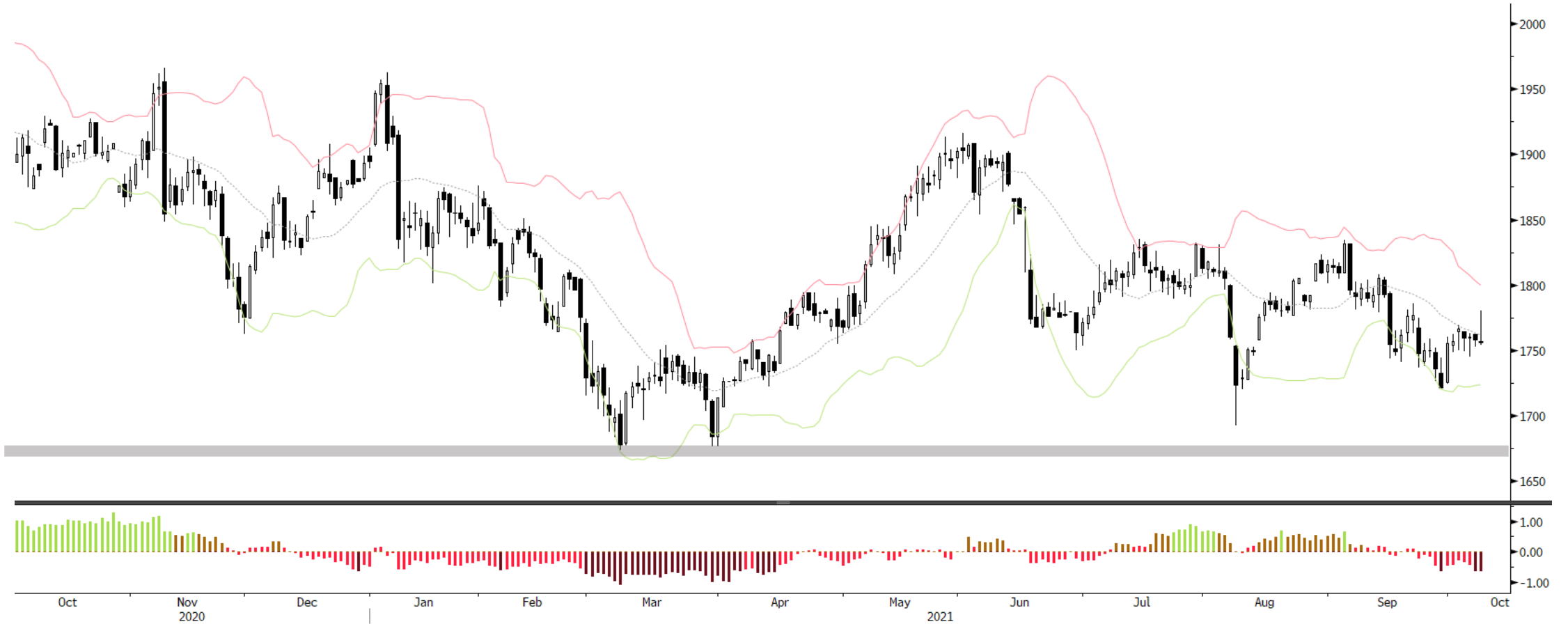
Gold is still in a longer-term wedge/consolidation. It's teeing up for another major run but that won't come until we hit broader market risk-off and CBs back away from tightening/ending QE, etc...



Gold Weekly



Gold Daily



GC1 Comdty (Generic 1st 'GC' Future) GOLD - DAILY Daily 02OCT2020-09OCT2021

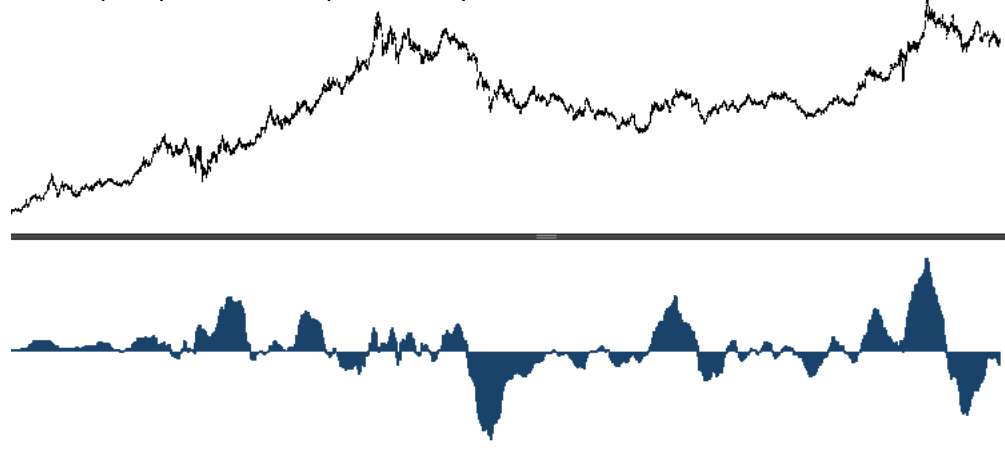
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Gold Indicators

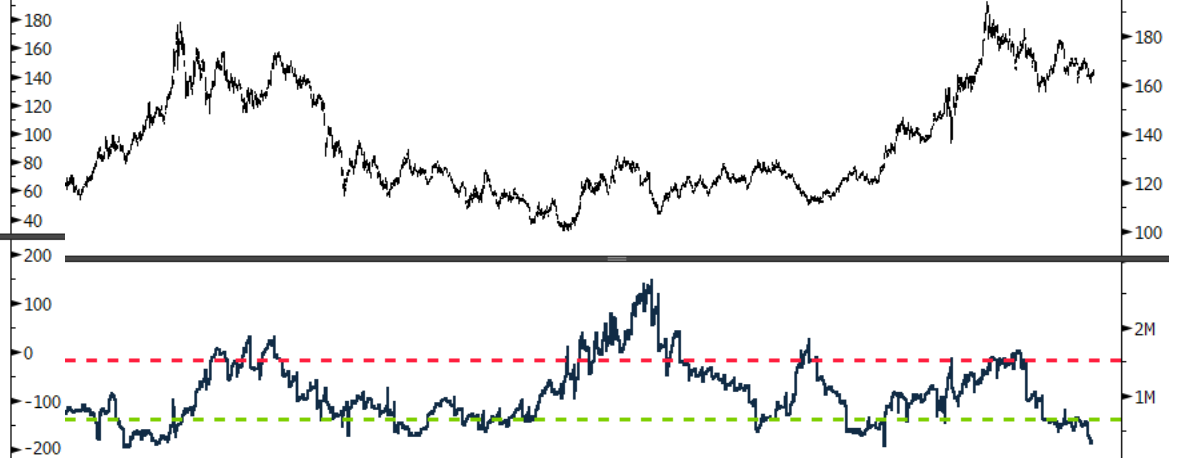


Gold (GLD) Fund Flows (smoothed)



GLD US Equity (SPDR Gold Shares) Gold (GLD) Fund Flows z Daily 08SEP2005-09OCT2 Copyright© 2021 Bloomberg Finance L.P. 09-Oct-2021 17:00:24

Gold Net Call-Put OI



GLD US Equity (SPDR Gold Shares) Call/Put Open Intrst GLD Daily 29MAY2010-09OCT Copyright© 2021 Bloomberg Finance L.P. 09-Oct-2021 17:00:01

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 Miners % > 200-day moving average

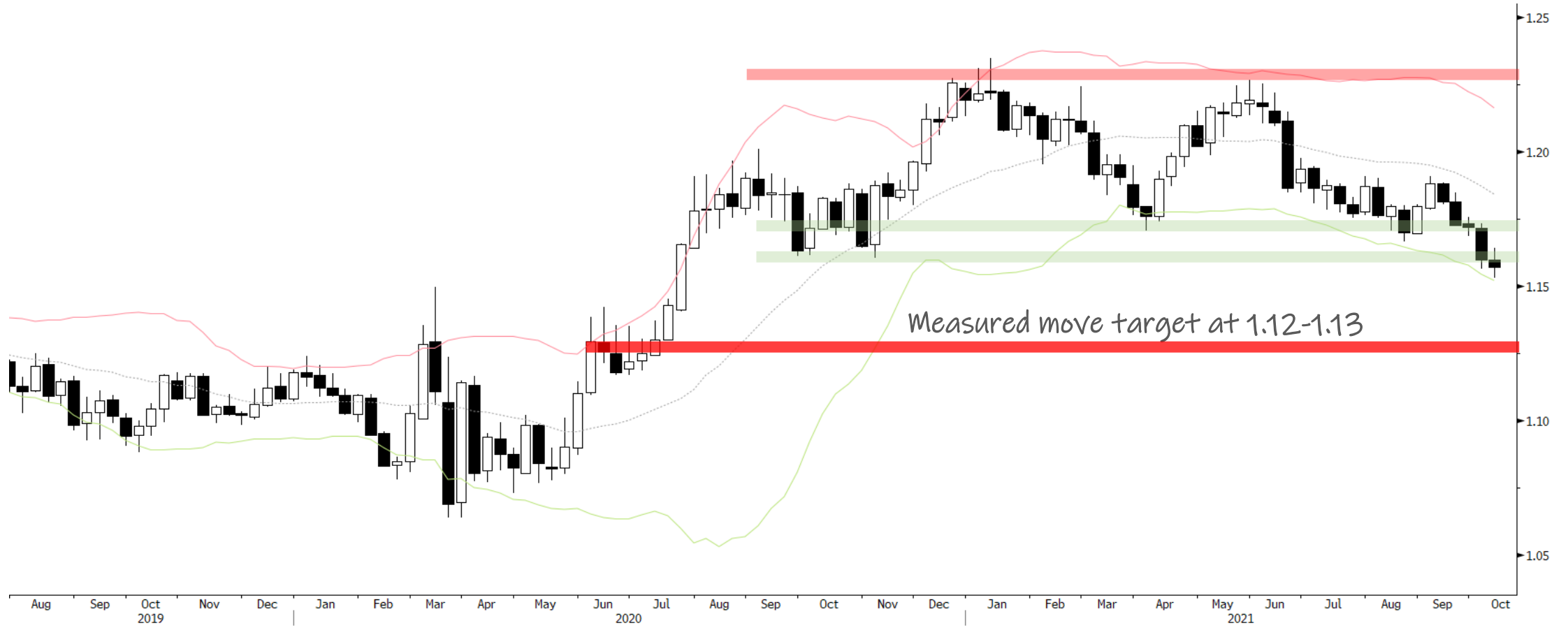


GDM Index (NYSE Arca Gold Miners Index) Breadth % abv200dma Gold Daily 05DEC200 Copyright© 2021 Bloomberg Finance L.P. 09-Oct-2021 17:00:24

EURUSD Monthly



EURUSD Weekly



EURUSD Daily



EURUSD is firmly in a Bear Volatile regime but is short-term oversold. Play bounces back to the midline as potential entry points to short/add to shorts

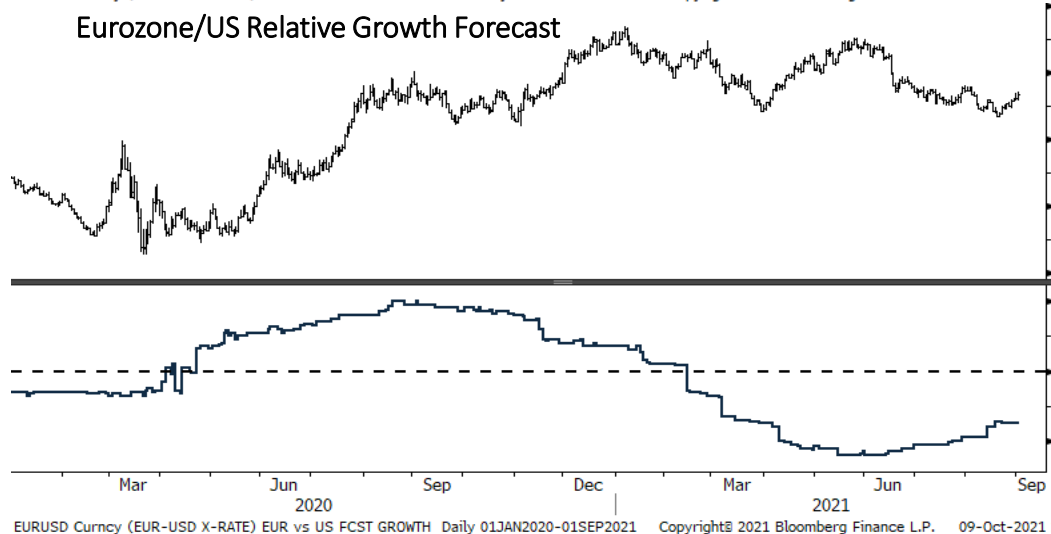
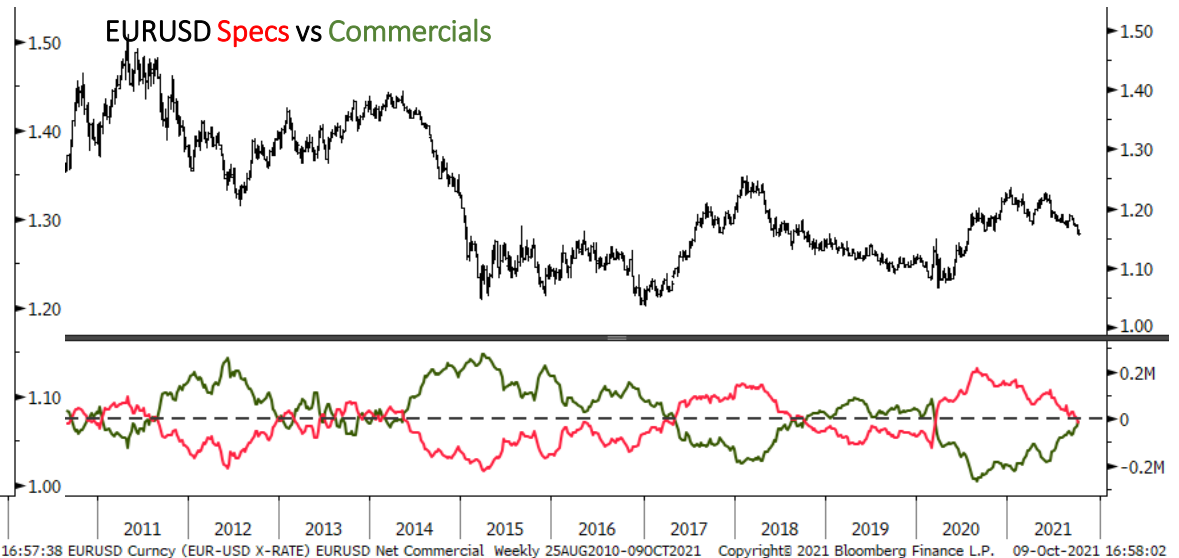
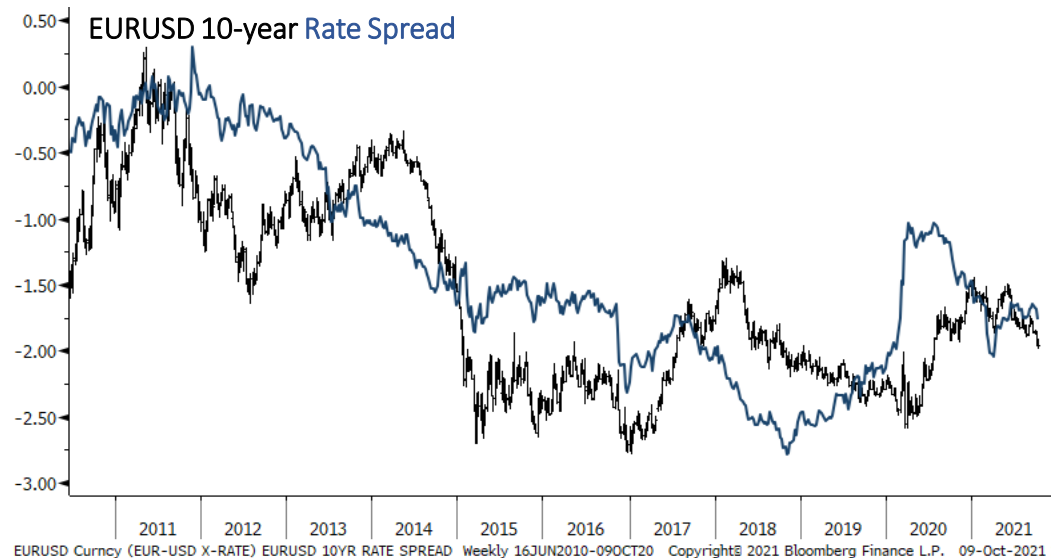


EURUSD Curncy (EUR-USD X-RATE) EURUSD - DAILY Daily 02APR2021-09OCT2021

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EURUSD Indicators



Bitcoin Monthly



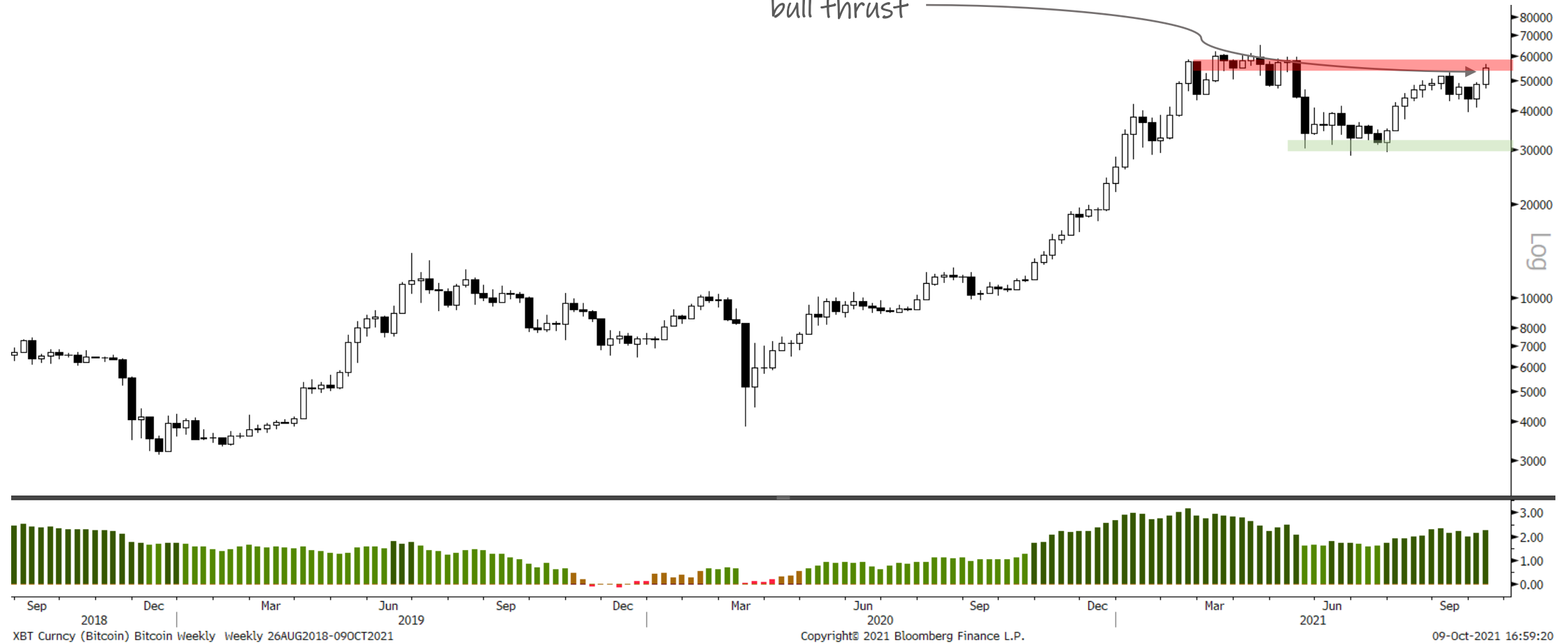
September was a ranging month and not a terribly bearish bar. Expect further sideways chop until there's a break above but path of least resistance looks to be up



Bitcoin Weekly



Bitcoin is at key resistance. A weekly close above these levels would be a sign of strong demand and open it up to another large bull thrust



XBT Curncy (Bitcoin) Bitcoin Weekly Weekly 26AUG2018-09OCT2021

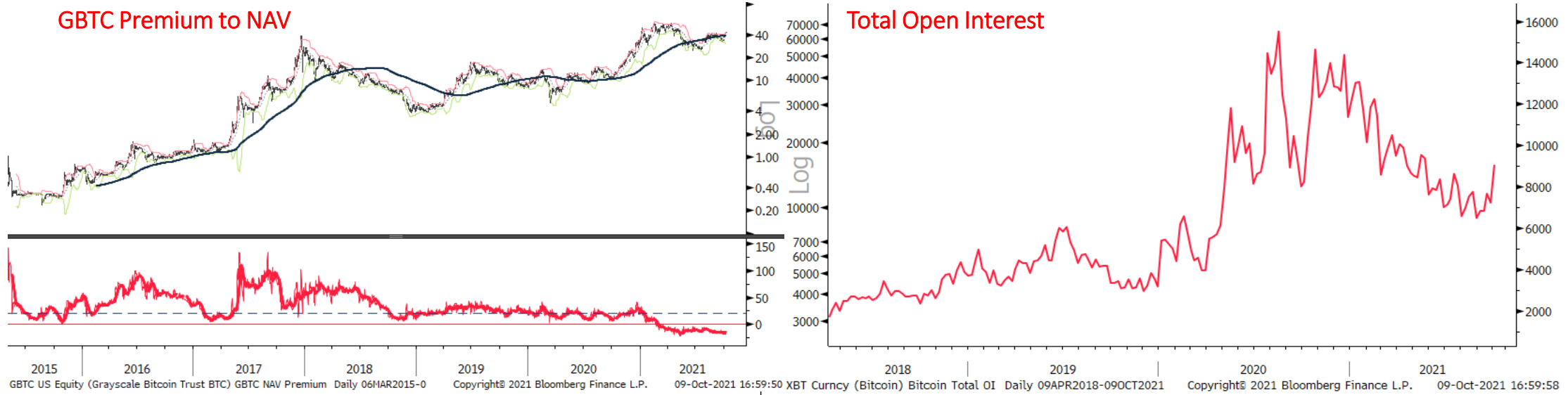
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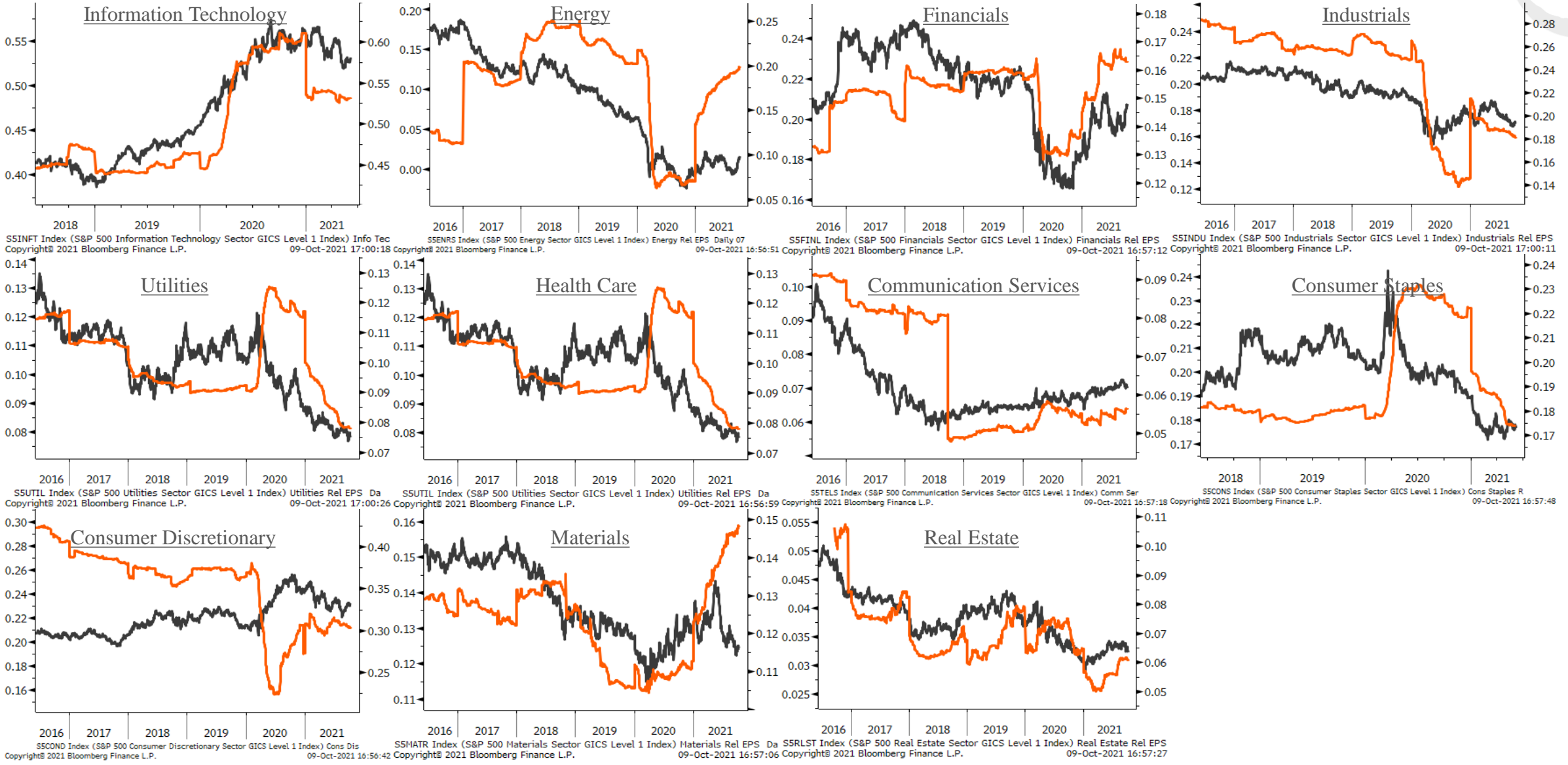
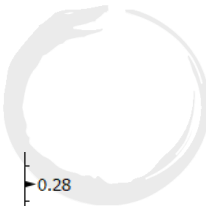
Bitcoin Daily



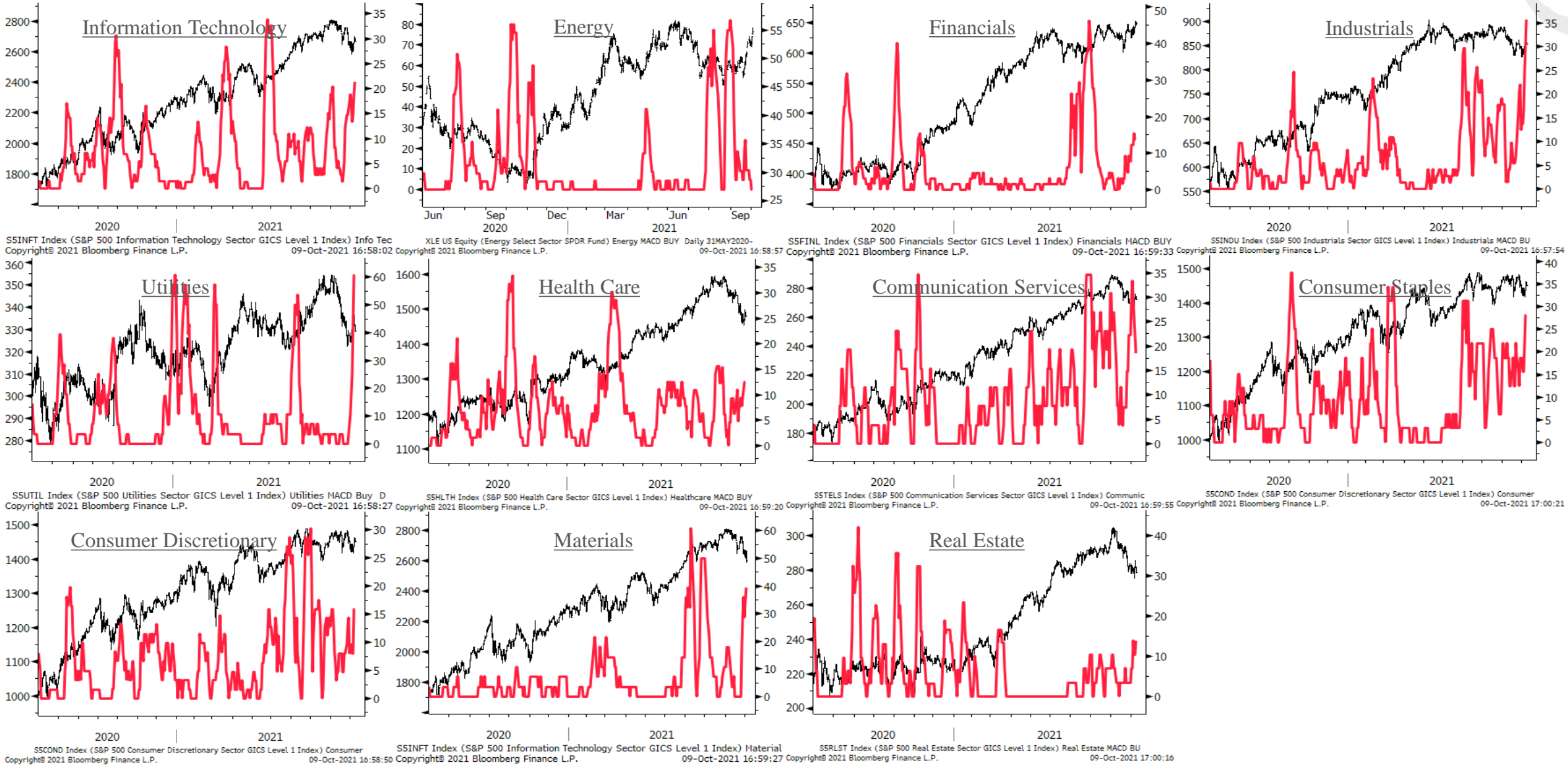
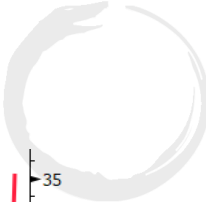
Bitcoin Indicators



Sector Relative to SPX Price & Forward EPS Performance (Price in Grey, F/EPS in Orange)



Sector % MACD Buy Signals



[Portfolio PDF link](#)

2021 YTD Return (Updated 09/07) 11.97%
 2020 Final Return 66.40%

Futures, Bonds & FX

	<u>Ticker</u>	<u>Contracts</u>	<u>Capital</u>	<u>Notional</u>	<u>Actual Risk</u>	<u>Cost Basis</u>	<u>Current Price</u>	<u>Stop-Loss</u>	<u>Current P&L</u>	<u>Total Notional</u>	<u>Total Risk</u>
Gold Futures	GCZ2021!	4	\$708,000.00	44.10%	0.00%	\$1,696.20	\$1,770.00	\$1,696.20	4.35%		
Nasdaq Short	NQZ2021!	-1	-\$296,660.00	-18.48%	0.58%	\$14,732.00	\$14,833.00	\$15,200.00	-0.69%		
USDMXN	USDMXN	15,819	\$328,086.06	20.43%	0.51%	\$20.51	\$20.74	\$20.00	1.10%		
Soybean Short	ZSX2021	-6	-\$376,380.00	-23.44%	0.36%	\$12.45	\$12.55	\$12.64	-0.77%		

Equities

Strategic

	<u>Ticker</u>	<u>Shares</u>	<u>Capital</u>	<u>Notional</u>	<u>Actual Risk</u>	<u>Cost Basis</u>	<u>Current Price</u>	<u>Stop-Loss</u>	<u>Current P&L</u>	<u>Total Notional</u>	<u>Total Risk</u>
Centrus Energy	LEU	3,597	\$139,795.96	8.71%	0.64%	\$25.86	\$38.87	\$23.00	50.31%	50.10%	24.34%
Ammo, Inc	POWW	16,837	\$103,714.38	6.46%	0.00%	\$3.01	\$6.16	\$3.01	104.65%		
Redfin	RDFN	1,979	\$95,631.30	5.96%	7.52%	\$60.98	\$48.33	\$0.00	-20.74%		
Nintendo	NTDOY	1,533	\$86,410.63	5.38%	6.49%	\$67.92	\$56.36	\$0.00	-17.02%		
XP, Inc.	XP	976	\$39,192.57	2.44%	0.05%	\$39.16	\$40.16	\$38.32	2.55%		
Green Thumb Industries	GTII	1,350	\$34,114.50	2.12%	0.27%	\$27.62	\$25.27	\$24.43	-8.51%		
Corporativa FRAGUA	FRAGUA.B	4,331	\$68,563.69	4.27%	0.95%	\$15.92	\$15.83	\$12.39	-0.57%		
Bioceres Crop Solutions	BIOX	4,390	\$59,839.96	3.73%	-0.30%	\$9.67	\$13.63	\$10.75	40.95%		
Cardlytics	CDLX	611	\$50,065.34	3.12%	3.09%	\$81.15	\$81.94	\$0.00	0.97%		
Riskified, Inc.	RSKD	1,039	\$21,247.55	1.32%	1.63%	\$25.21	\$20.45	\$0.00	-18.88%		
eDreams ODIGEO	EDR	6,584	\$55,833.15	3.48%	0.92%	\$8.32	\$8.48	\$6.08	1.92%		
Wheels Up Experience	UP	6,717	\$49,908.73	3.11%	3.08%	\$7.37	\$7.43	\$0.00	0.81%		

Tactical

	<u>Ticker</u>	<u>Shares</u>	<u>Capital</u>	<u>Notional</u>	<u>Actual Risk</u>	<u>Cost Basis</u>	<u>Current Price</u>	<u>Stop-Loss</u>	<u>Current P&L</u>	<u>Total Notional</u>	<u>Total Risk</u>
Grayscale Ethereum Trust	ETHE	2,323	\$80,719.91	5.03%	-0.19%	\$24.70	\$34.75	\$26.00	40.69%	-2.08%	2.84%
Paladin Energy	PDN.ASX	88,625	\$43,869.51	2.73%	1.10%	\$0.54	\$0.50	\$0.34	-8.33%		
Twilio	TWLO	-212	-\$67,967.20	-4.23%	0.50%	\$316.01	\$320.60	\$354.00	-1.45%		
Teladoc	TDOC	-647	-\$85,112.85	-5.30%	0.50%	\$128.53	\$131.55	\$141.00	-2.35%		
Pinterest	PINS	-1,076	-\$55,564.64	-3.46%	0.50%	\$51.00	\$51.64	\$58.50	-1.25%		
St. Joe's	JOE	1,161	\$50,659.15	3.16%	0.42%	\$45.50	\$43.62	\$39.70	-4.13%		

Options

	<u>Ticker</u>	<u>Contracts</u>	<u>Capital</u>	<u>Notional</u>	<u>Actual Risk</u>	<u>Cost Basis</u>	<u>Current Price</u>	<u>Stop-Loss</u>	<u>Current P&L</u>	<u>Total Notional</u>	<u>Total Risk</u>
Micron Jan 2023 \$125 CALLS	MU	82	\$8,692.00	0.54%	2.42%	\$473.00	\$106.00	\$0.00	-77.59%	6.84%	11.84%
ENB Jan 2023 \$50 CALLS	ENB	389	\$21,395.00	1.33%	0.85%	\$35.00	\$55.00	\$0.00	57.14%		
CRK JAN 2023 \$10 CALLS	CRK	171	\$54,720.00	3.41%	1.28%	\$120.00	\$320.00	\$0.00	166.67%		
MSOS JAN 2023 \$60 CALLS	MSOS	52	\$8,320.00	0.52%	1.23%	\$380.00	\$160.00	\$0.00	-57.89%		
MO JAN 2023 \$70 CALLS	MO	299	\$7,774.00	0.48%	1.71%	\$92.00	\$26.00	\$0.00	-71.74%		
FB JAN 2022 \$395 CALLS	FB	7	\$2,345.00	0.15%	0.38%	\$880.00	\$335.00	\$0.00	-61.93%		
POWW OCT 15 \$5 PUTS	POWW	-376	\$0.00	0.00%	-0.23%	\$10.00	\$0.00	\$0.00	SHORT PUT		
BHP Jan 2023 \$115 CALLS	BHP	55	\$1,100.00	0.07%	1.30%	\$380.00	\$20.00	\$0.00	-94.74%		
EWJ JAN 2023 \$90 CALLS	EWJ	173	\$5,017.00	0.31%	1.31%	\$122.00	\$29.00	\$0.00	-76.23%		
Intel, Inc. JAN '22 \$100 CALLS	INTC	220	\$440.00	0.03%	1.14%	\$83.00	\$2.00	\$0.00	-97.59%		
Deutsche Bank Jan 2022 \$20 CALLS	DB	233	\$4.66	0.00%	0.45%	\$31.00	\$0.02	\$0.00	-99.94%		
VIX Call Hedge (\$60 Strike)	VIX Call Hedg	160	\$4,800.00	0.30%	0.80%	\$80.00	\$30.00	\$0.00	-62.50%		

Other

	<u>Ticker</u>	<u>Shares</u>	<u>Capital</u>	<u>Notional</u>	<u>Actual Risk</u>	<u>Cost Basis</u>	<u>Current Price</u>	<u>Stop-Loss</u>	<u>Current P&L</u>	<u>Total Notional</u>	<u>Total Risk</u>
CRESUD Warrants	CRESW	13,796	\$3,931.86	0.24%	0.48%	\$0.56	\$0.29	\$0.00	-49.11%	0.24%	0.48%

Appendix

- Trifecta Lens & SQN Methodology & Case Study ([link here](#))
 - TL Score Theory ([link here](#))
 - SQN Market Regimes Theory ([link here](#))
 - TL & SQN Dashboard ([link here](#))
 - Trend Fragility Dashboard ([link here](#))
- Nervous & Numb Case Study (coming soon)
- Volatility & Failed Volatility Breakouts (VBO/FVBO) ([link here](#))
- Hierarchy of Technicals ([link here](#))
- Currency Framework ([link here](#))
- Precious Metals Framework ([link here](#))
- How to Read Market Sentiment ([link here](#))
- Equity Supply & Demand Equation ([link here](#))
- 50 Cent Conditional Tail Hedge Strategy ([link here](#))

