TBC CAPITAL

WEEKLY EQUITY MARKET OUTLOOK

TBC Capital Brokerage

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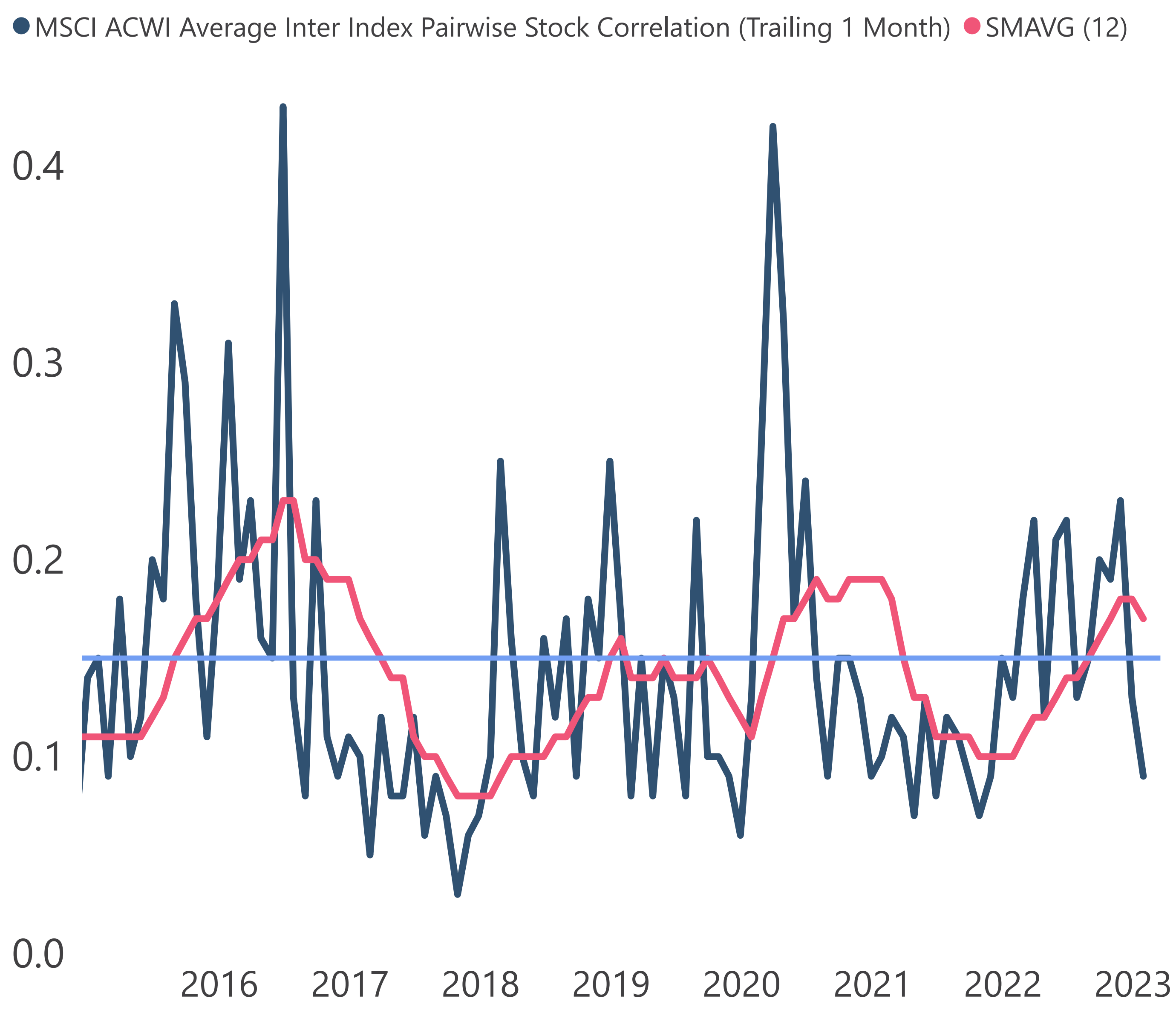
EXECUTIVE SUMMARY

Chart Of The Week

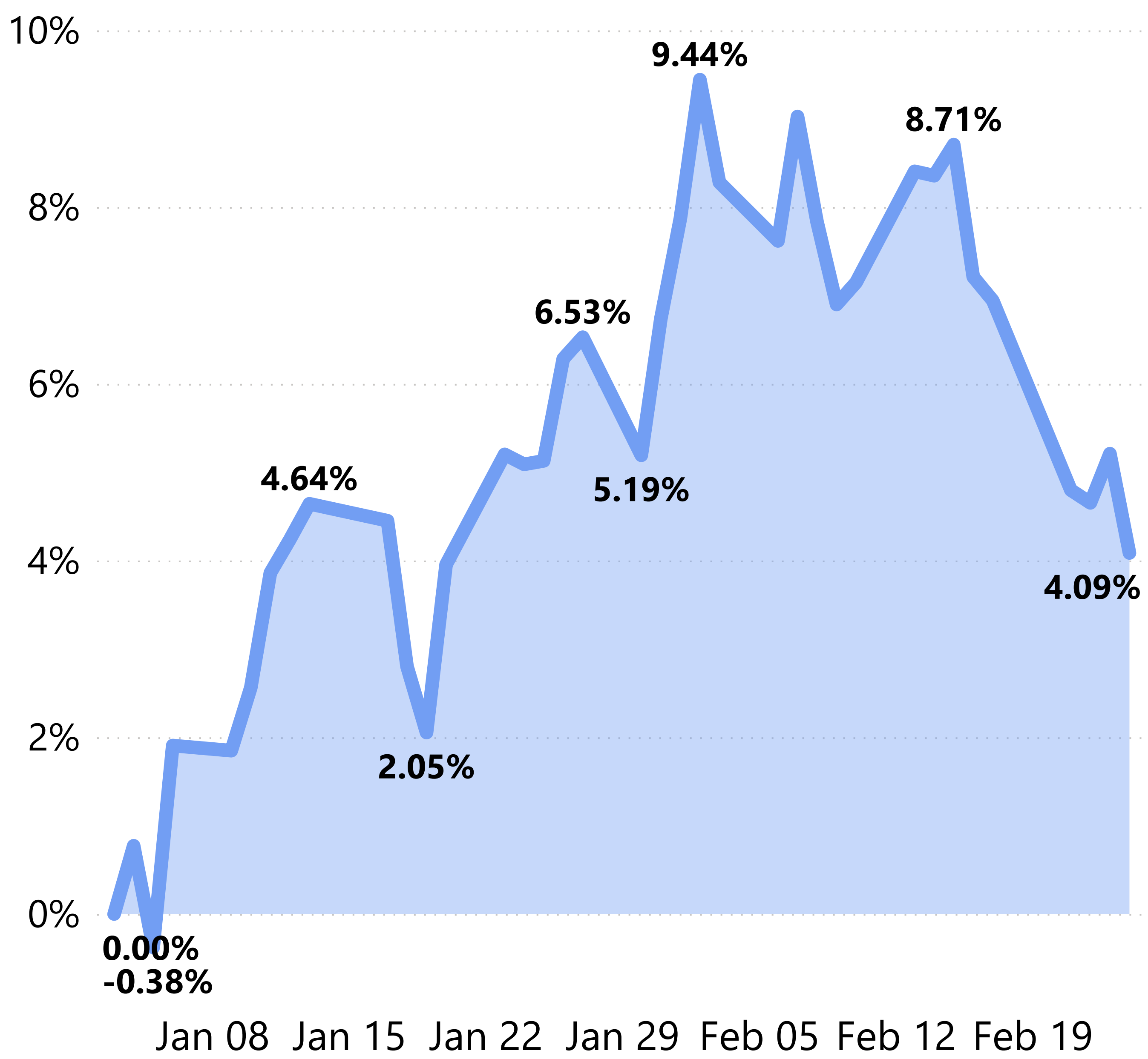
Pairwise Correlation of Stocks' Daily Returns



Investment Themes

- Goldman Sachs expect the pressures from the US bond market to cause the yen to weaken in the short term, offsetting any positive impact from a speculated Bank of Japan policy shift
- Approximately 40% of consumers, up from only 25% a year ago, believe that unemployment will rise in the coming year
- Despite the rising trend of EVs and China's key role, the Yichun facilities were unexpectedly ceased last week due to potential violations
- Oil-exporting Gulf economies have emerged as the world's top-performing governments in terms of financial stability, according to a strategist at BofA

S&P 500 YTD Performance



Weekly Sector Performance

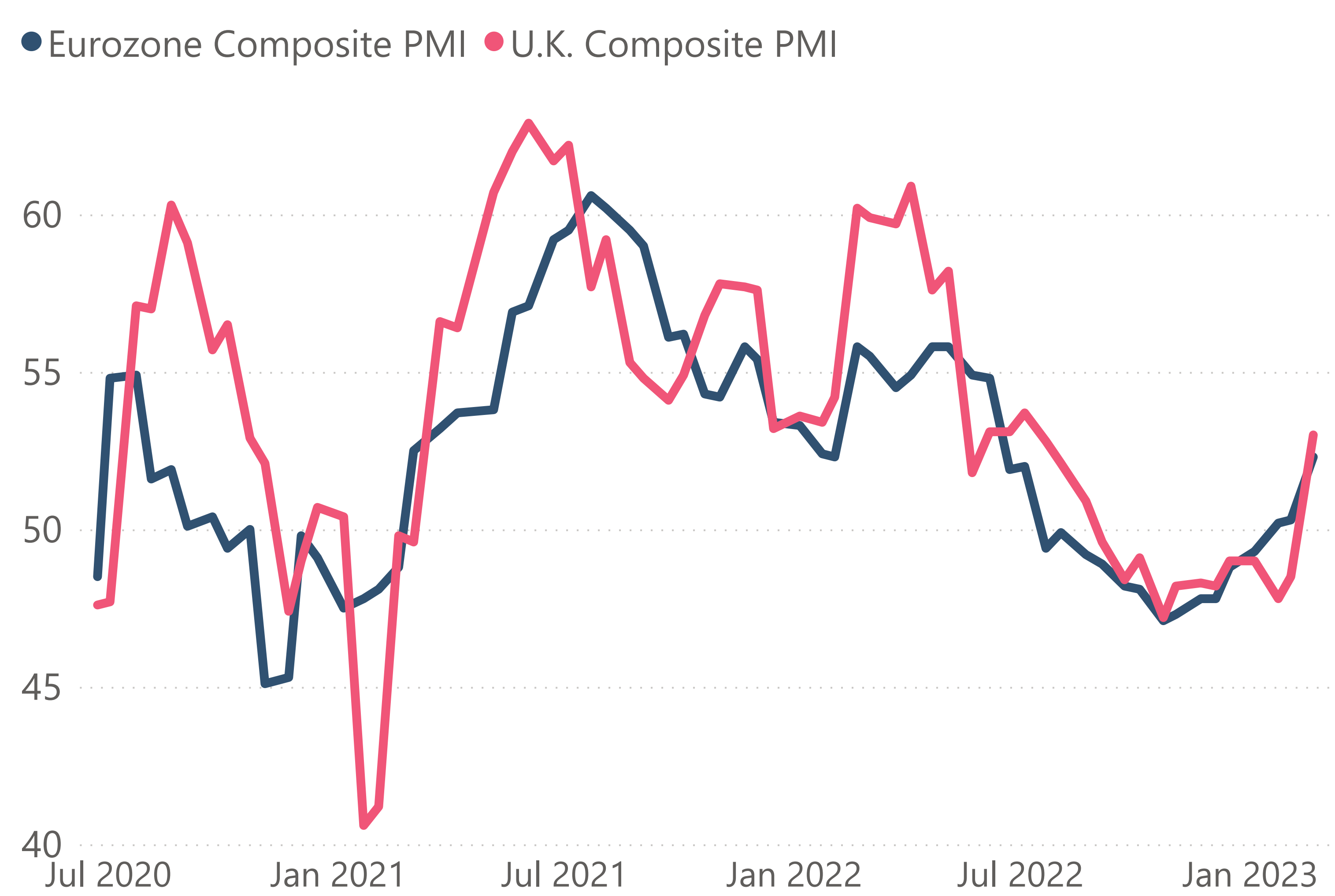
Sector		Change
Energy	▲	0.20%
Materials	▼	-0.14%
Consumer Staples	▼	-1.32%
Financials	▼	-2.01%
Health Care	▼	-2.64%
Industrials	▼	-2.64%
Information Technology	▼	-2.67%
Utilities	▼	-2.73%
Real Estate	▼	-3.74%
Communication Services	▼	-3.81%
Consumer Discretionary	▼	-4.46%

Commodities

105.21 USD Index	▲ 1.30% Weekly change
76.32 Crude Oil	▼ -0.03% Weekly change
23.13K Bitcoin	▼ -5.95% Weekly change
1.82K Gold	▼ -1.79% Weekly change

Macro Update

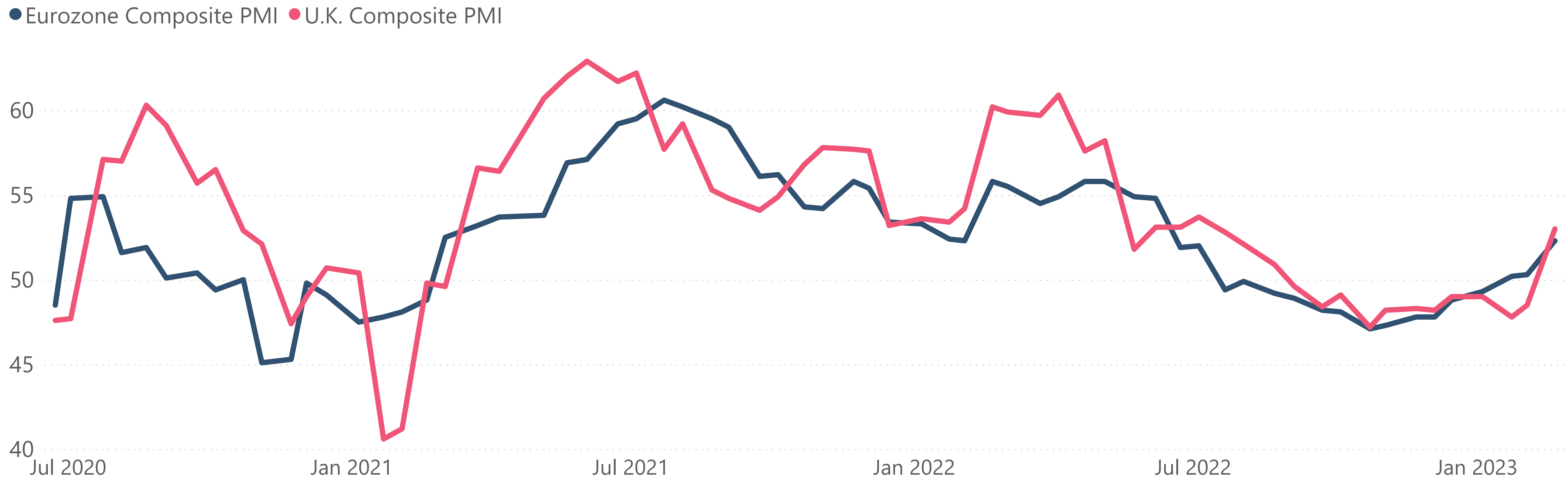
Upwards Trajectory for Composite PMIs in Europe



MACROECONOMIC UPDATE

Europe's PMIs Recover Unexpectedly

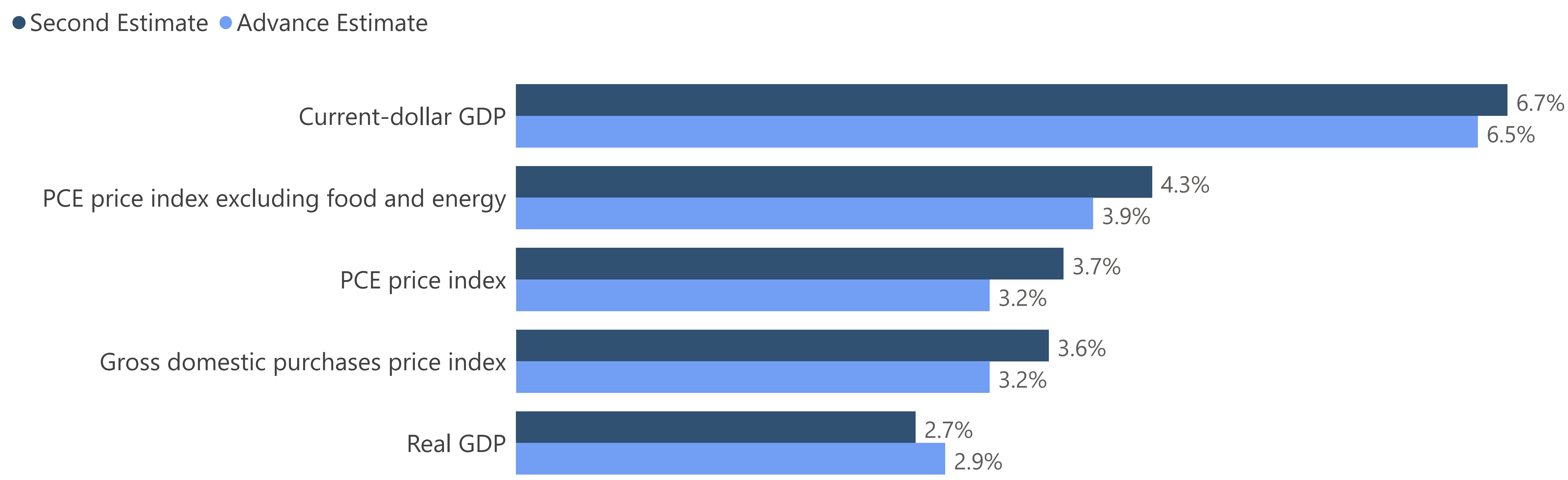
Upwards Trajectory for Composite PMIs in Europe



• Contrary to the market expectations, the U.K. Purchasing Managers Indices increased across the segments, as Composite, Manufacturing, and Services came-in significantly above estimates.
• The results are especially noteworthy since they managed to land above the 50 thresholds, despite the considerable toll from strikes. Such a result has led some to believe that U.K. is back on course for a favorable year, with GBP appreciating significantly following the news.
• Despite some signs of easing price pressures, the positive PMI results support the expectations of another 25bps hike, as the CPI still remains above 10%. According to Reuters, the markets have priced-in the rate hike with a 95% probability, up from 90% prior to the release.
• A similarly largely positive series of PMIs was released for the eurozone, with the Manufacturing PMI being the only exception at a lower-than-expected 48.3 reading, with chemical and plastic resources being the key areas of weakness.

Inflation Still Rampant

Adjustments in Preliminary GDP



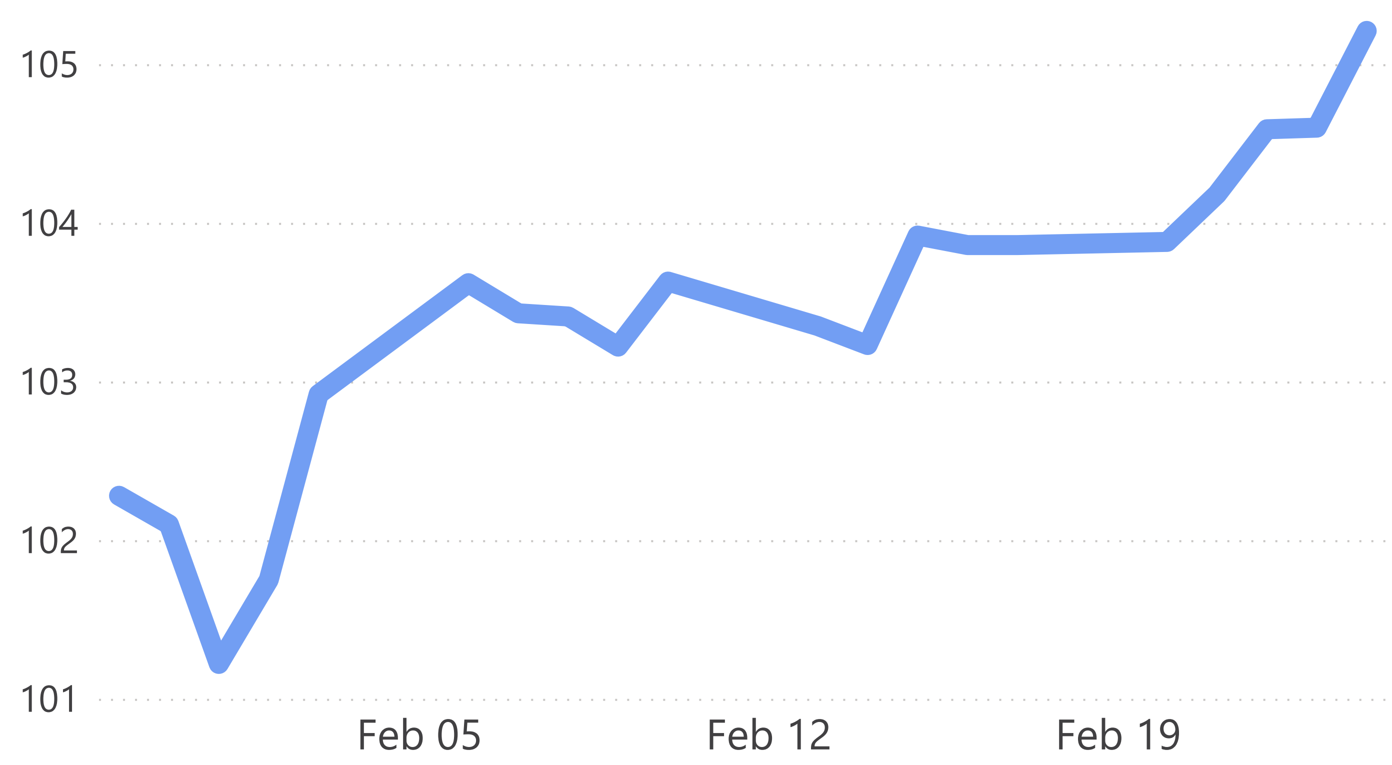
• The second preliminary GDP estimate for the U.S. was revised down to 2.7% from 2.9%, largely due to a considerable downwards adjustment in consumer spending which is the largest contributor to the Gross Domestic Product (to 0.7%). The final Q4 GDP reading is released at the end of March.
• On a similar slightly negative note, the Eurozone January CPI topped the preliminary estimate and came-in at 8.6%. While the European Central Bank is implementing a strictly contractionary monetary policy to reign-in the prices and the energy price levels have declined considerably over the year, some analysts expect the core measure to remain vastly elevated throughout most of 2023.
• PCE, the main inflation indicator for the Federal Reserve, came-in above estimates at 4.30% supporting FOMC's 25bps hike in March. At the time of writing, the market has priced-in a slight chance (~25%) of a 50bps hike, which is conditional on the upcoming labor market and CPI reports.

COMMODITIES AND CURRENCIES

USD Index

105.21
USD Index

▲ 1.30%
Weekly change

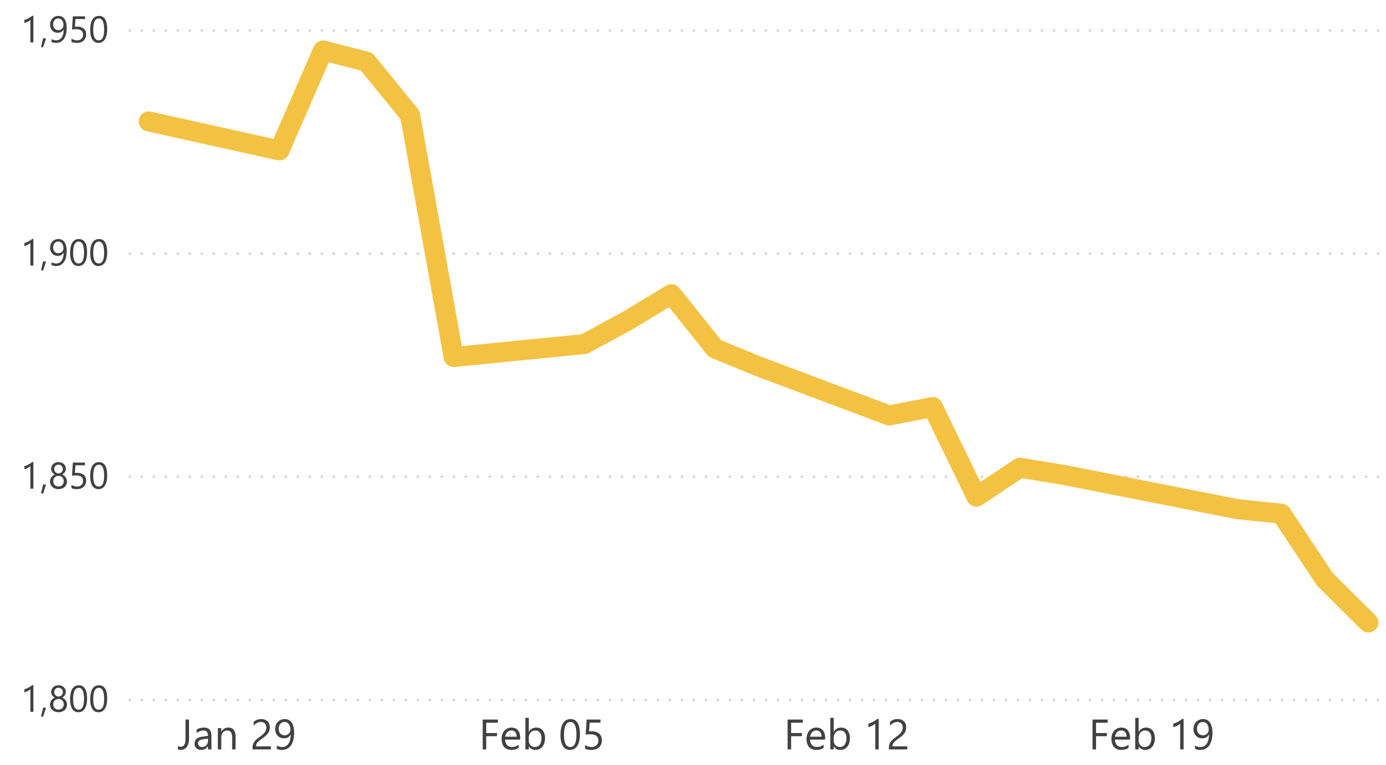


• The U.S. Dollar index increased last week as it went from opening at 103.91 on Monday to closing at 105.21 on Friday. The index fluctuated from 103.77 to 105.32 throughout the week.
• The rise in the index is tied to an appreciation in USD following the PCE report release.
• The low number of continuing jobless claims and the higher-than-expected UMich expectation readings have also contributed to the increase.

Gold

1.82K
Gold

▼ -1.79%
Weekly change

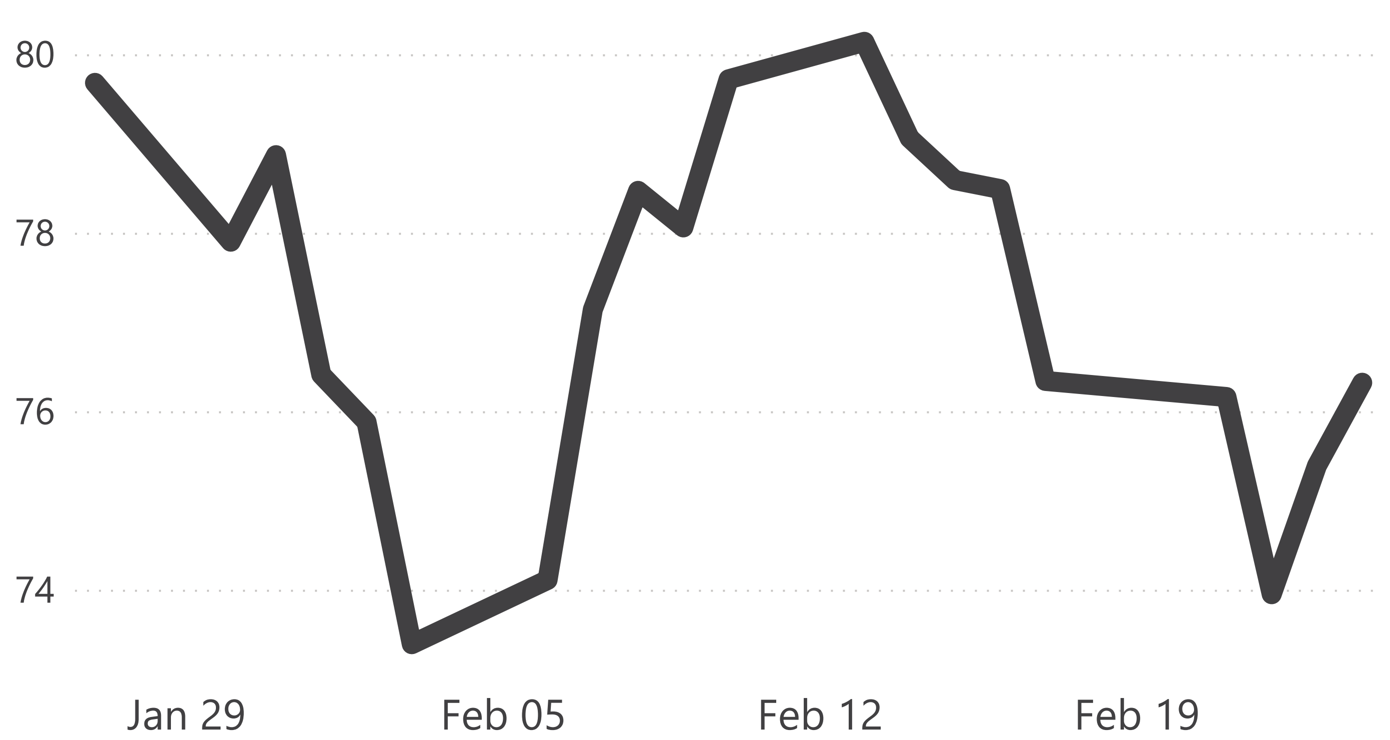


• The price of gold continuous contract decreased last week as it went from opening at $1,850.80 on Monday to closing at $1,817.10 on Friday. The price fluctuated from $1,815.50 to $1855.00 throughout the week.
• The main reason for the price adjustment was an appreciation in dollar due to the PCE which increased the chances of a more hawkish Fed.
• The rate hike jitters will continue at least till the next FOMC meeting in March.

Crude Oil WTI

76.32
Crude Oil

▼ -0.03%
Weekly change

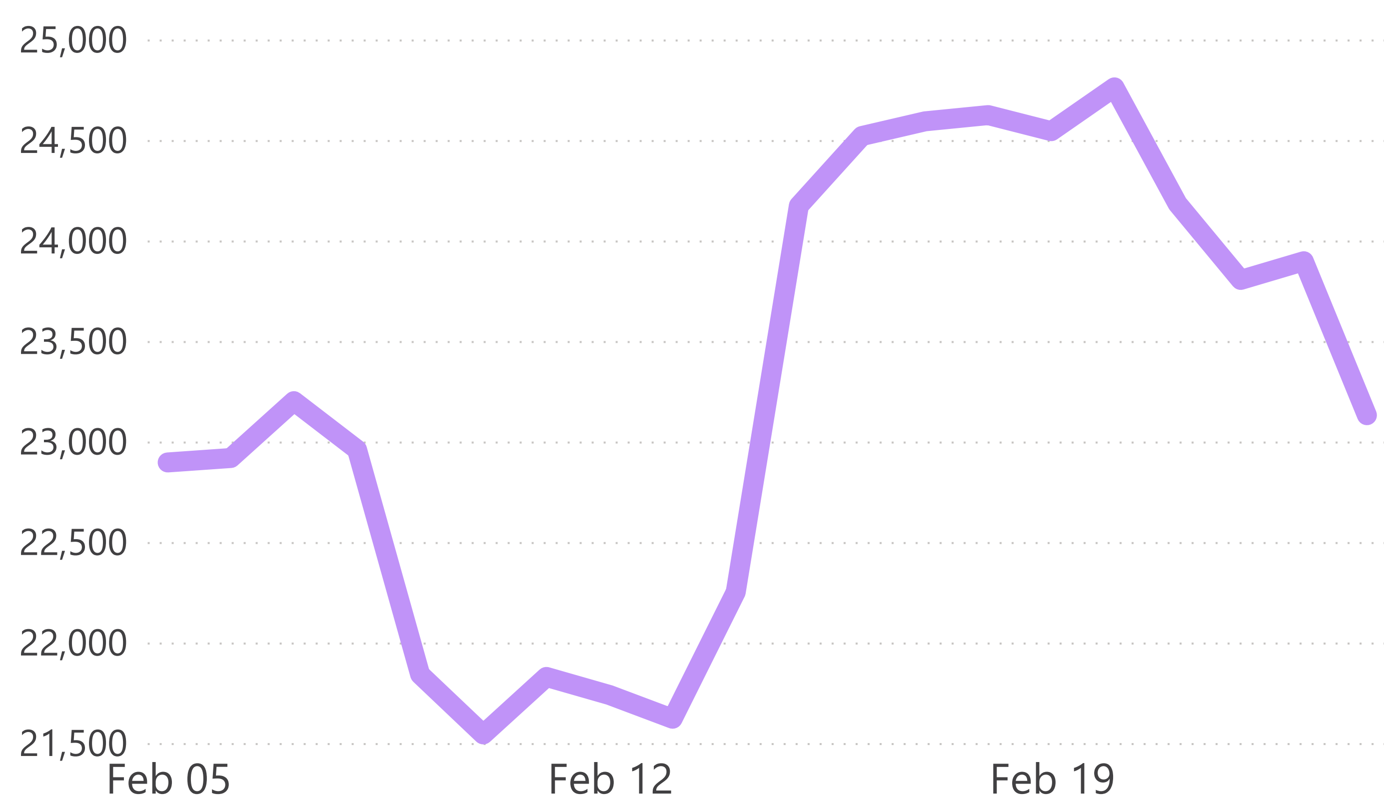


• WTI decreased last week as it went from opening at $77.11 on Monday to closing at $76.32 on Friday. The price fluctuated from $73.80 to $77.40 throughout the week.
• The main reason for the price adjustment was a buildup in crude oil inventories.
• The Strategic Petroleum Reserve is steady at 371.6 million barrels – lowest level since 1983. For comparison, the SPR was positioned at roughly 580 million barrels last year.

Bitcoin

23.13K
Bitcoin

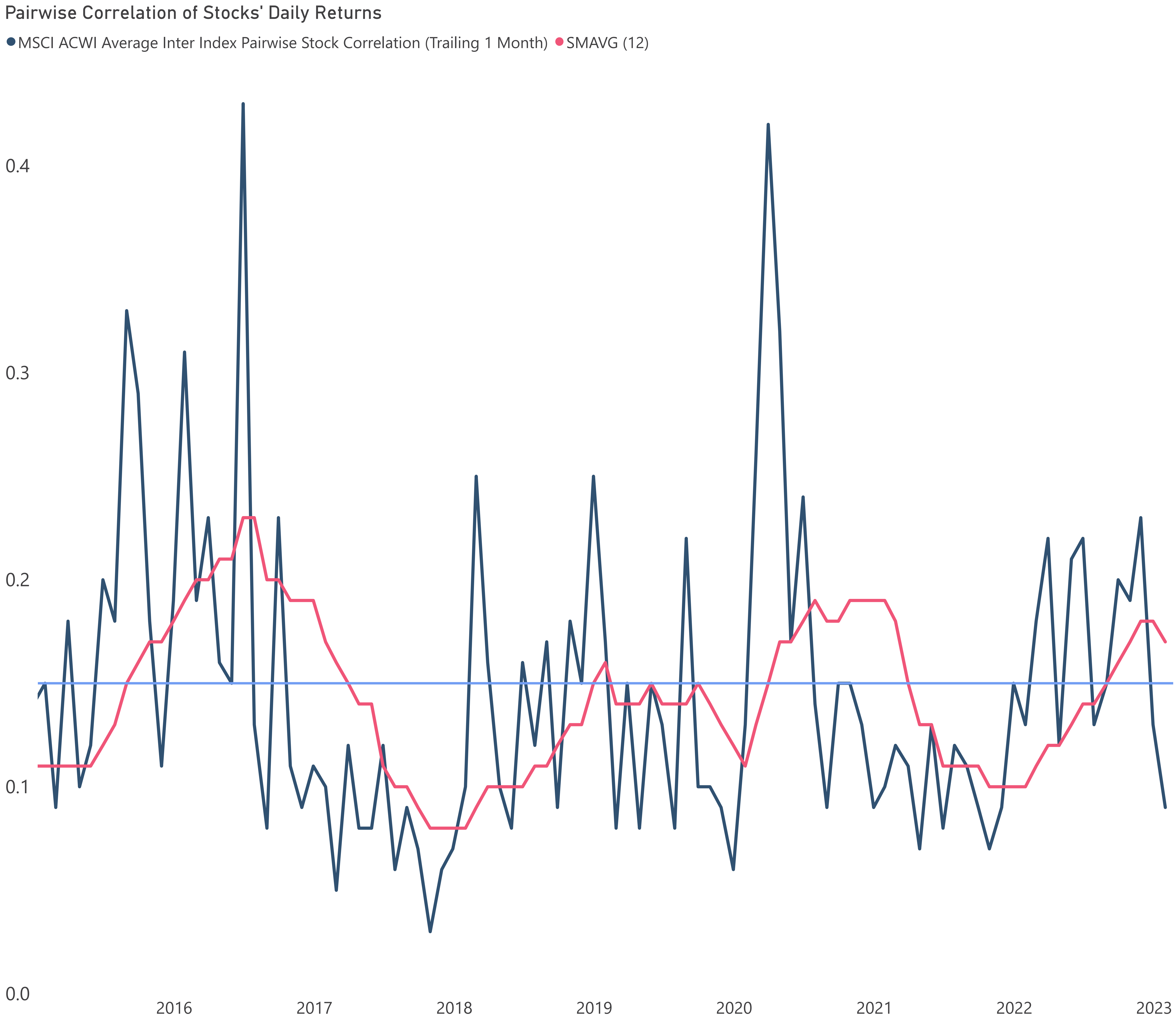
▼ -5.95%
Weekly change



• The price of Bitcoin decreased last week as it went from opening at $24,762 on Monday to closing at $23,131 on Friday. The price fluctuated from $22,934 to $25,147 throughout the week.
• The reason for a decline is a market selloff during the second half of the week which stemmed from the higher-than-expected PCE.
• Bitcoin overall continues to change based on the equity markets, considerably affected by systematic risks.

CHART OF THE WEEK

Alpha On The Rise



Current data readings and macroeconomic conditions are pointing to a conducive environment for the stock-picking landscape within the global markets, which consequently translates into hedge funds being strategically positioned to leverage and ultimately benefit from these underlying circumstances.

To be precise, last month, the average pairwise correlation of stocks' daily returns has hit its lowest level since October 2021, after diverging from its long-term average by a full standard deviation. This data point falls in the bottom 20% of monthly readings over the last decade.

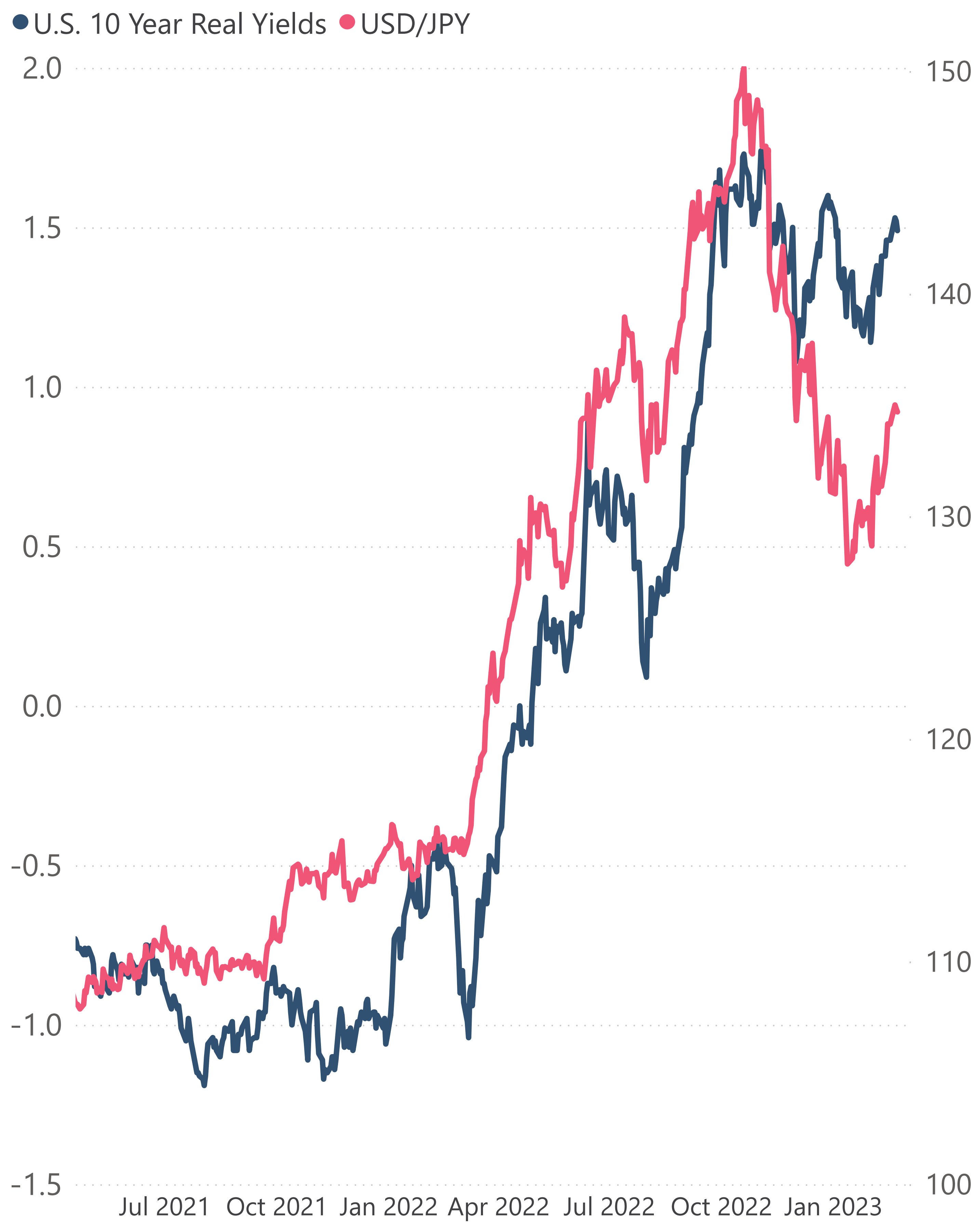
In addition to this finding, it is also noteworthy, that variance in one-month returns across members of the MSCI ACWI experienced a significant increase in January, spiking to an above-average level of 0.83% (Lowest reading was during the pandemic in December at 0.59%). This increase in variance in returns may signify a shift towards a more diversified market, which could create favorable opportunities for investment managers to capitalize on, incentivizing stock selection and active investment strategies.

To conclude, in contrast to 2022, which was a highly macro-driven year, 2023, with inflationary fears on the rise and interest rate volatility, is pointing to a year fueled by micro-economic and company specific factors and as Goldman Sachs Group Inc. note: “An increasingly micro-driven market bodes well for hedge fund returns.”

INVESTMENT THEMES

Japan Under Focus

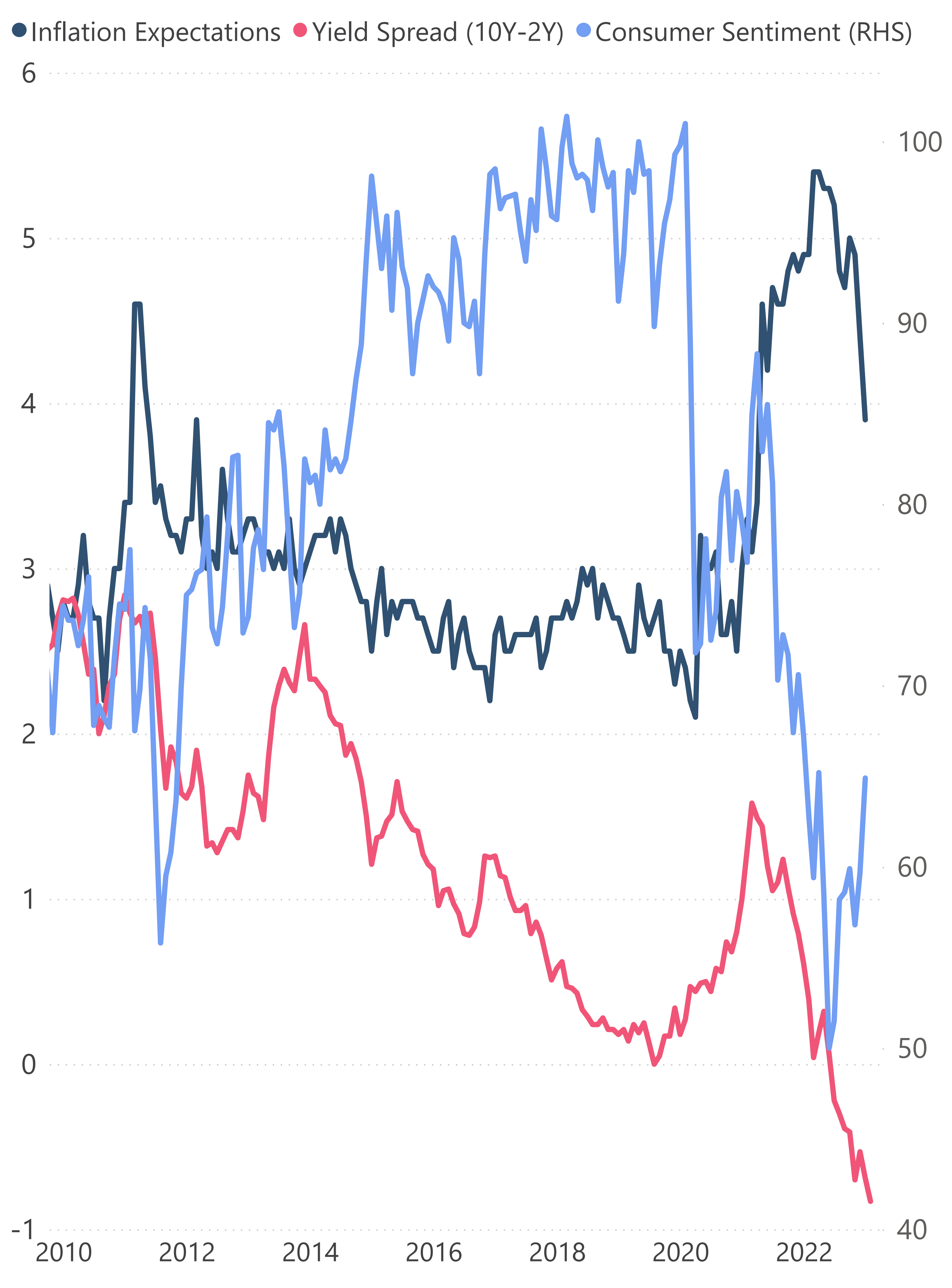
Inflation Adjusted Yields & Japanese Yen



• Goldman Sachs expect the pressures from the US bond market to cause the yen to weaken in the short term, offsetting any positive impact from a speculated Bank of Japan policy shift.
• Historically, Japanese currency moves have been closely intertwined with the US inflation-adjusted yields, meaning that the yen decreased when the yields rose, hence why, if the market continues to price in resilient US growth and more interest-rate hikes than expected, there is potential for further tactical underperformance of the yen.
• GS analysts noted that: “the current market environment looks less favorable for significant dollar-yen downside, even in the case of a hawkish BOJ policy shift”.
•However, it should also be noted that expected changes of the leadership within the Bank of Japan in April, with the economist Kazuo Ueda set to take over in April, is being perceived by traders as a potential catalyst for policy adjustments. GS also adds that: "elevated recession concerns should keep any yen underperformance somewhat limited".

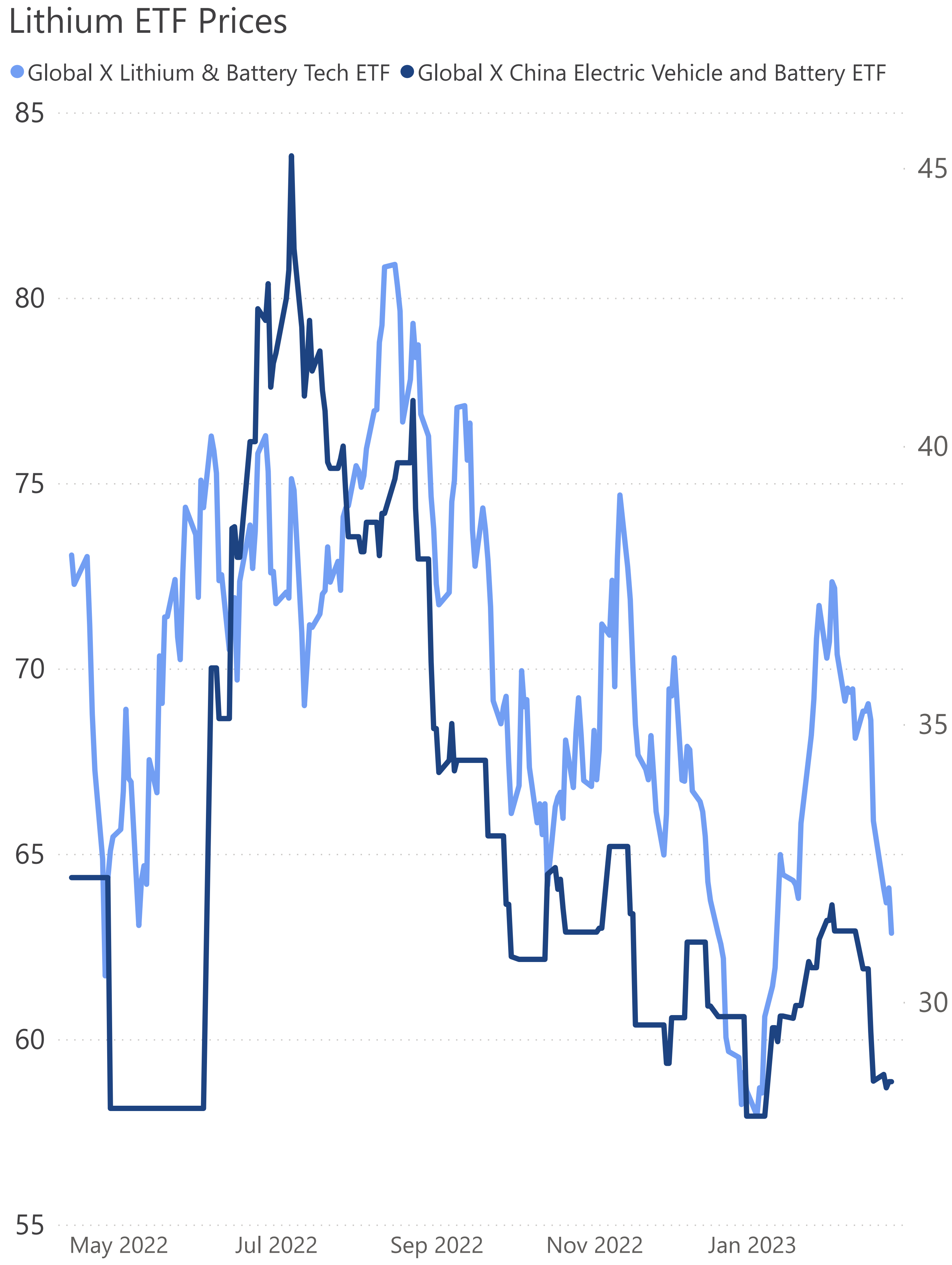
UMich Indicators Improved, Much Remains to be Desired

Diverging Expectations and Yield Spread



• The University of Michigan posted its recurring indicators that gauge the current economic conditions, as well as, provide an understanding of the market-prevalent expectations. According the reports, the consumer expectations and current sentiment have increased more-than-expected but still remain largely depressed.
• Approximately 40% of consumers, up from only 25% a year ago, believe that unemployment will rise in the coming year. Consumers within the higher income threshold expressed their concerns the loudest, as their opinions are influenced by widely reported layoffs that primarily impact white-collar workers. On the other hand, the lower-income consumers remain more optimistic.
• On a positive note, the inflation expectations for the next 12 months have declined to 4.1% while long term forecasts remain stable at 2.9%.
• Nevertheless, the yield spread is at multi-decade lows and has not shown signs of recovery, mostly necessitating a normalization in monetary policy and an improvement in larger macroeconomic indicators.

Chinese Official Challenge Global Lithium Supply

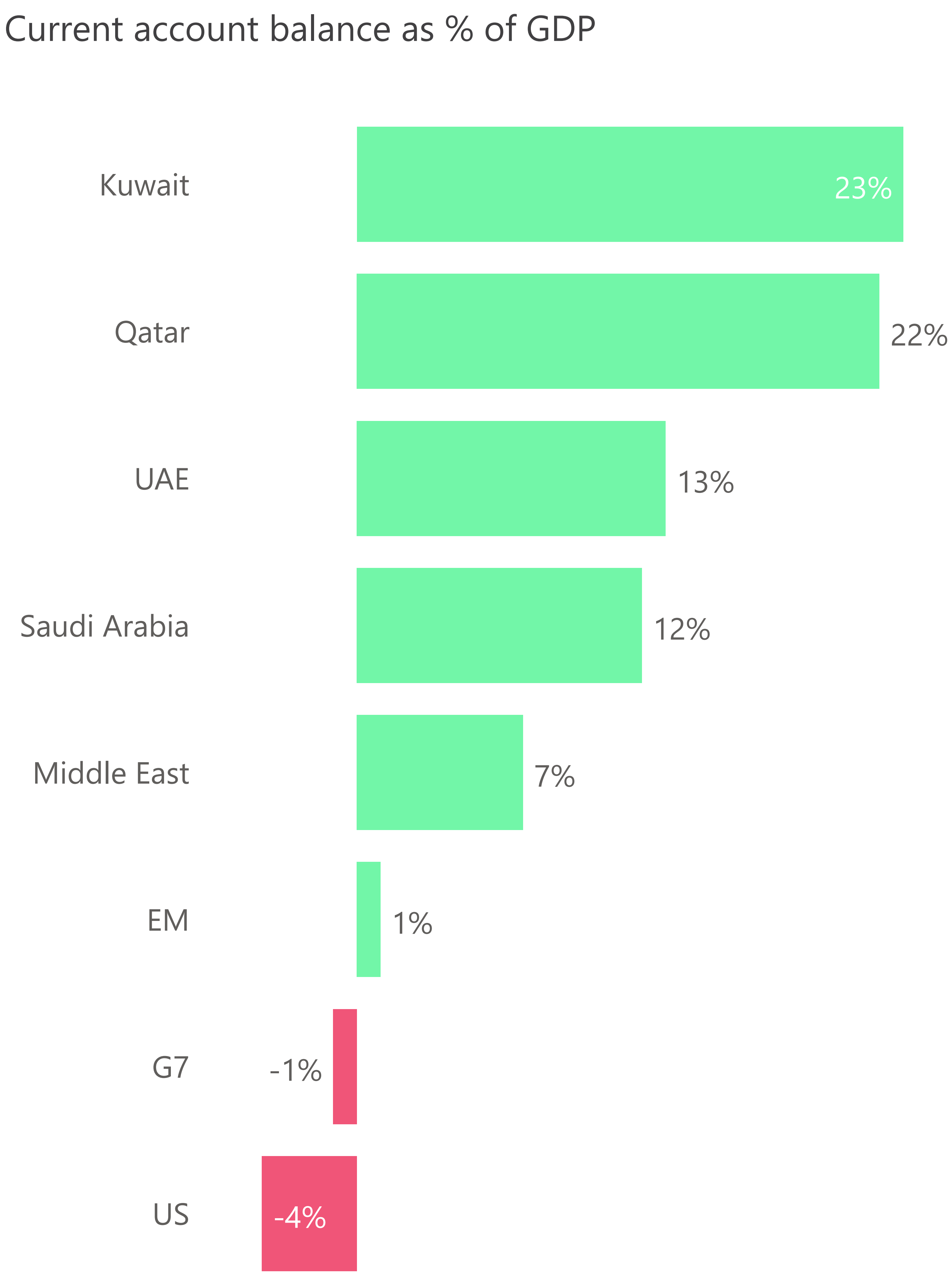


• Following the crackdown on tech companies which had greatly disadvantaged giants such as Alibaba and JD, the Chinese government has turned to the lithium market. Due to the exponential rise in the EVs across the globe, especially domestically, Chinese companies had fallen into a frenzy of lithium production, estimating the demand for the commodity to increase considerably.

• Despite the rising trend of EVs and China's key role, the Yichun facilities (which account for roughly 8-13% of the global supply and produce 10,000-12,000 tons of lithium carbonate a month) were unexpectedly ceased last week due to potential violations. This comes in contrast with the considerable subsidies that the government had introduced for the sector.

• The news injects considerable uncertainty in the commodity market, as Lithium has been decreasing considerably since the high reached last November. The length of the shutdown has not been disclosed, though according to some sources it will last roughly a month.

Oil-exporting Economies Big Winners From Energy Crisis



• Oil-exporting Gulf economies have emerged as the world's top-performing governments in terms of financial stability, according to a strategist at BofA. These countries have benefited significantly from recent global developments such as the transition to a net-zero economy, the energy crisis, and geopolitical tensions. The Gulf Cooperation Council (GCC) has recorded a current account surplus of 15% of GDP, which is significantly higher than the US (4%) and the G7 countries (-1%).

• Assessing a country's external position and financial stability is crucial for its ability to finance its economic activity. A higher current account balance as % of GDP indicates a country's self-sufficiency and lower reliance on foreign borrowing.

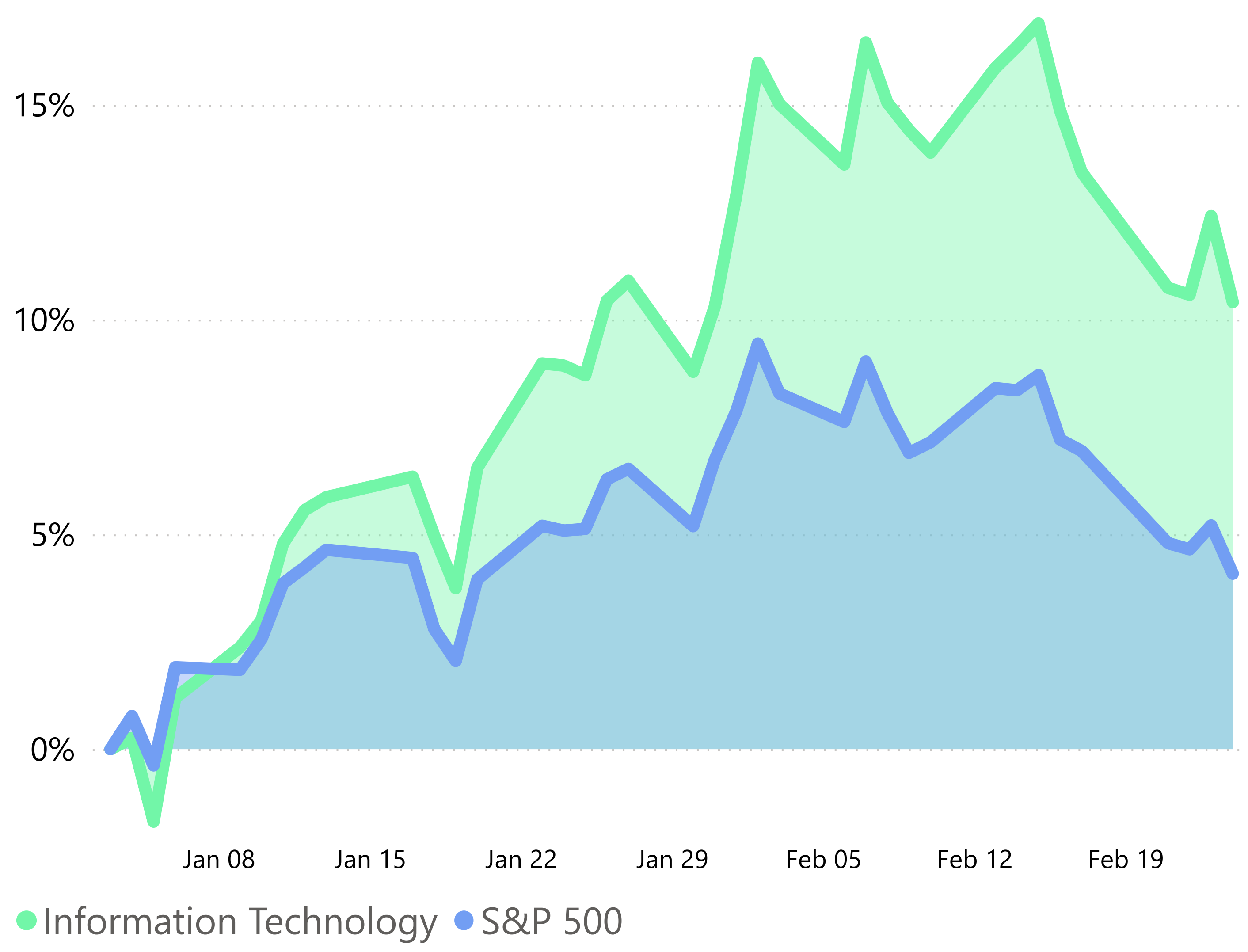
• Additionally, the large influx of Russian tourists, especially in Dubai, has created an additional source of revenue for the Middle East's financial and real estate markets, which have witnessed significant growth in recent years. Apart from direct impacts on government revenue, this trend has contributed to the region's economic expansion and financial stability.

SECTOR SNAPSHOT

Information Technology

16.11	-2.67%	33.60	25.20
Market Cap (Trillio...	Weekly Change	P/E	EV/EBITDA

Sector Comparison to S&P 500 Performance



• Nvidia's (NVDA) Q4 results beat expectations, causing a 14% surge in shares. All four segments - gaming, professional visualization, automotive, and data center - are expected to see future growth. Analysts from Susquehanna, Goldman Sachs, and Morgan Stanley praised the results and cited Nvidia's success in taking wallet share in the data center and gaming.

• Autodesk (ADSK) shares fell by 11% after the company gave a disappointing earnings and sales outlook. The company's Q1 earnings forecast and full-year outlook were lower than analysts' expectations. Autodesk CEO said the company's "demand environment" was consistent during Q4 as it prepared to transition from up-front to annual billings for multi-year contracts.

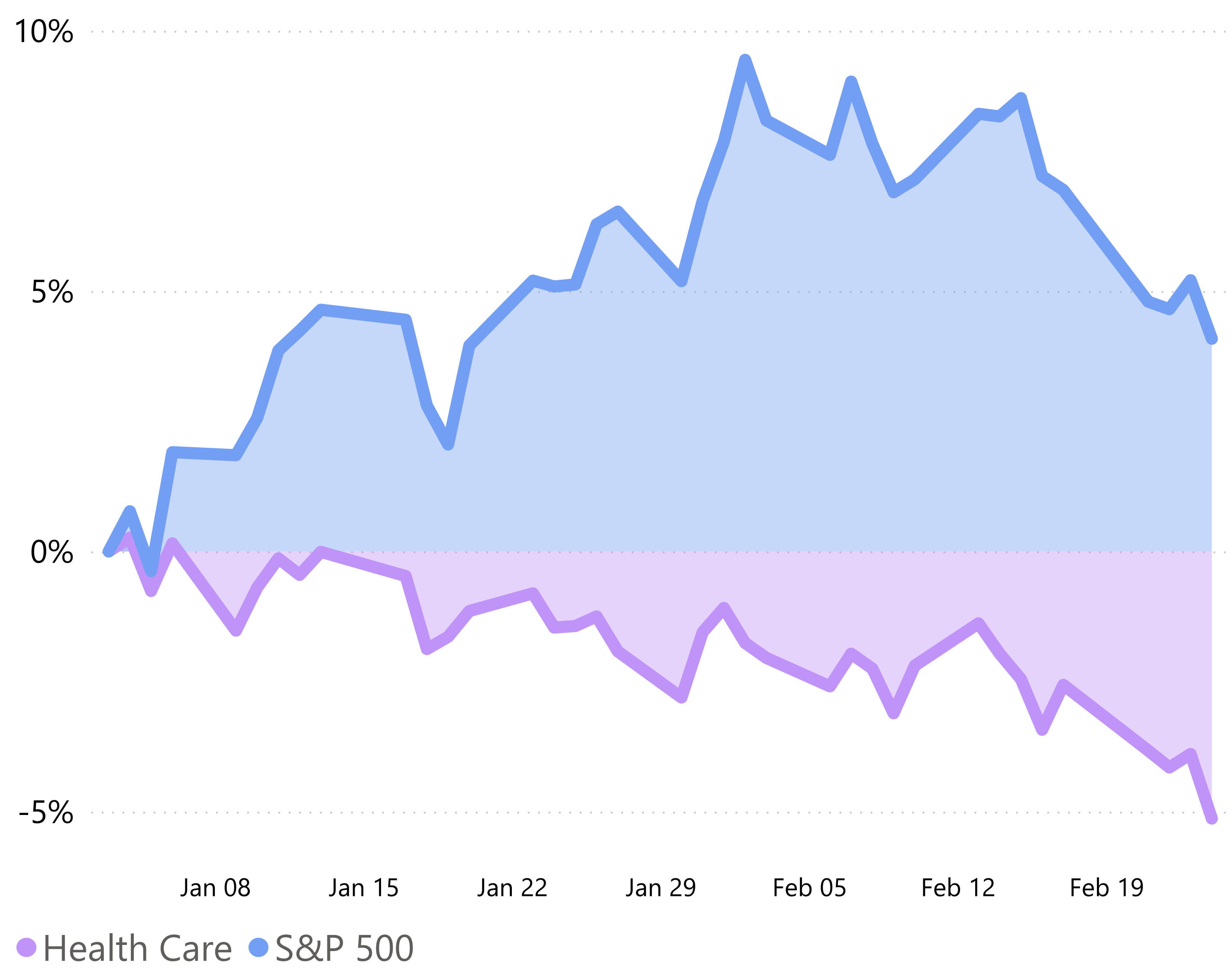
STOCKS	MARKET CAP	CLOSE	CHANGE	P/E	EV/EBITDA
AVGO	240.88bn	577.75	-3.00%	13.29	11.61
CRM	162.20bn	162.20	-1.80%	28.05	15.51
WDAY	47.06bn	183.13	-1.44%	39.26	23.55
DELL	29.80bn	41.61	-2.05%	6.58	5.76
HPQ	28.79bn	29.22	-3.12%	8.06	6.95

ETFs	TOTAL ASSETS	CLOSE	CHANGE	YTD	Expense
QQQ	155.79bn	291.85	-3.09%	10.35%	0.20%
VGT	42.57bn	350.92	-2.66%	10.93%	0.10%
XLK	39.98bn	136.09	-2.67%	10.41%	0.12%
FTEC	5.53bn	103.72	-2.73%	10.78%	0.08%
XSD	1.30bn	195.80	-2.33%	18.77%	0.35%

Healthcare

8.07	-2.64%	30.70	22.60
Market Cap (Trillio...	Weekly Change	P/E	EV/EBITDA

Sector Comparison to S&P 500 Performance



• A recently published report on innovation has revealed that the pharmaceutical industry dominates the list of the 100 most innovative companies, with a total of 18 companies featured. The report, compiled by LexisNexis, includes some of the leading players in the industry, such as Bristol-Myers Squibb (BMY), Eli Lilly (LLY), Johnson & Johnson (JNJ), Novartis (NVS), Pfizer (PFE), Roche (RHHBY), and Sanofi (SNY). Moreover, the report highlighted two new entrants for the year 2023, including Alnylam Pharmaceuticals (ALNY), a biotech firm focused on RNA interference therapeutics, and Jazz Pharmaceuticals (JAZZ), which specializes in the development of medicines for sleep disorders and epilepsy.

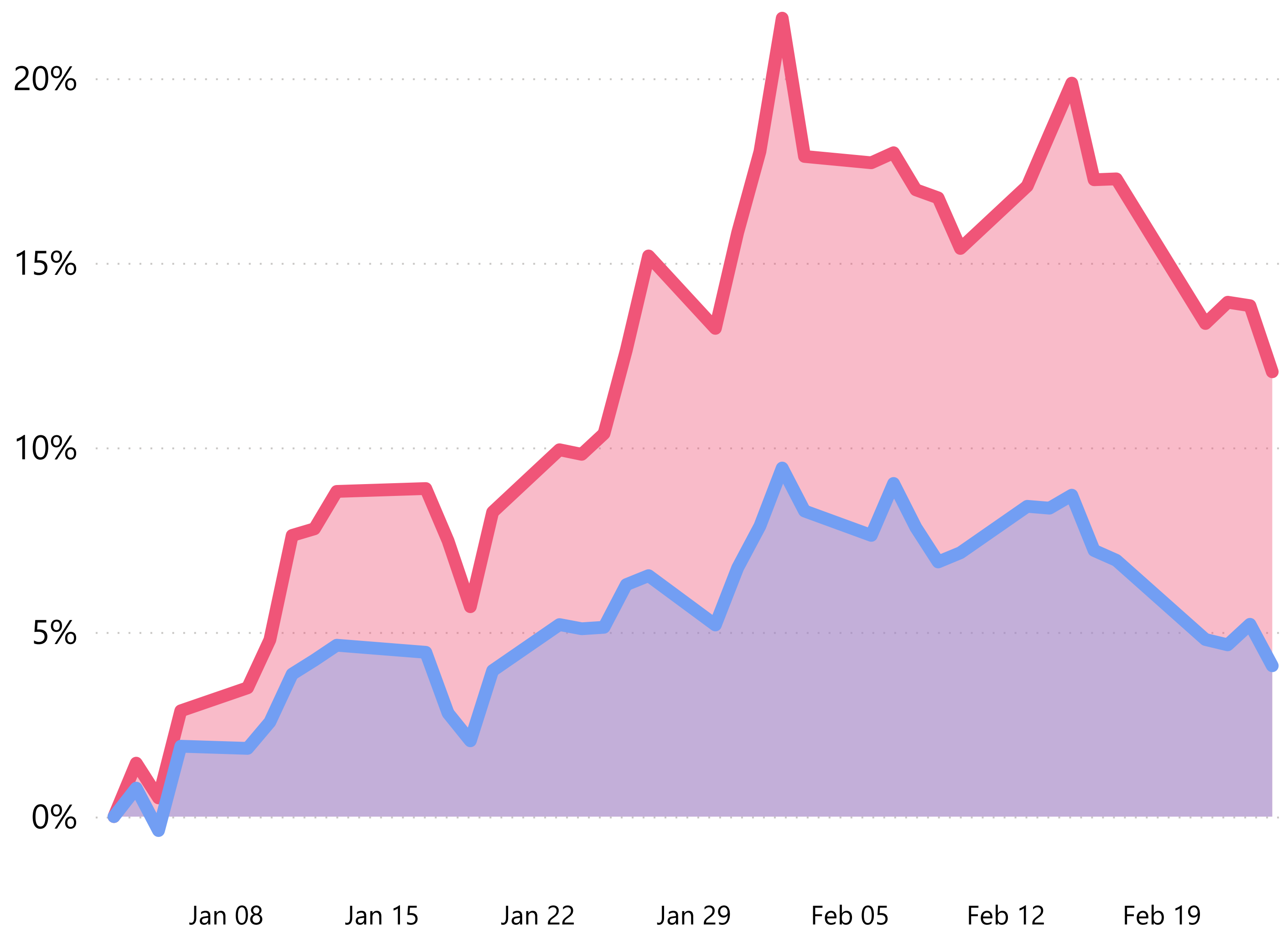
STOCKS	MARKET CAP	CLOSE	CHANGE	P/E	EV/EBITDA
UNH	451.81bn	484.33	-2.96%	17.18	12.47
JNJ	406.19bn	155.97	-2.76%	14.37	11.80
PFE	234.60bn	41.75	-3.38%	10.46	9.12
TMO	209.21bn	542.79	-3.02%	20.35	17.96
CVS	110.14bn	85.77	-3.17%	9.33	8.01

ETFs	TOTAL ASSETS	CLOSE	CHANGE	YTD	Expense
XLV	39.28bn	128.51	-2.64%	-5.13%	0.12%
VHT	16.56bn	236.94	-2.93%	-4.08%	0.10%
IBB	8.07bn	126.41	-5.21%	-2.79%	0.47%
XBI	7.14bn	81.47	-6.14%	-0.07%	0.35%
ARKG	1.94bn	29.67	-8.62%	7.46%	0.75%

Consumer Discretionary

9.17	-4.46%	22.30	14.40
Market Cap (Trillio...	Weekly Change	P/E	EV/EBITDA

Sector Comparison to S&P 500 Performance



● Consumer Discretionary ● S&P 500

• Home Depot (HD), a leading home improvement retailer, released its quarterly results this week. The company's Q4 revenue figure fell below expectations, largely attributable to a dip of 0.3% in comparable store sales, marking the first such decline in a decade. The company also issued a cautious outlook for the near future. Despite such readings, Home Depot (HD) has secured a spot on the list of top dividend picks selected by UBS using an advanced machine-learning model.

• Amazon (AMZN) has successfully concluded its acquisition of One Medical (ONEM) for a substantial sum of $3.9 billion.

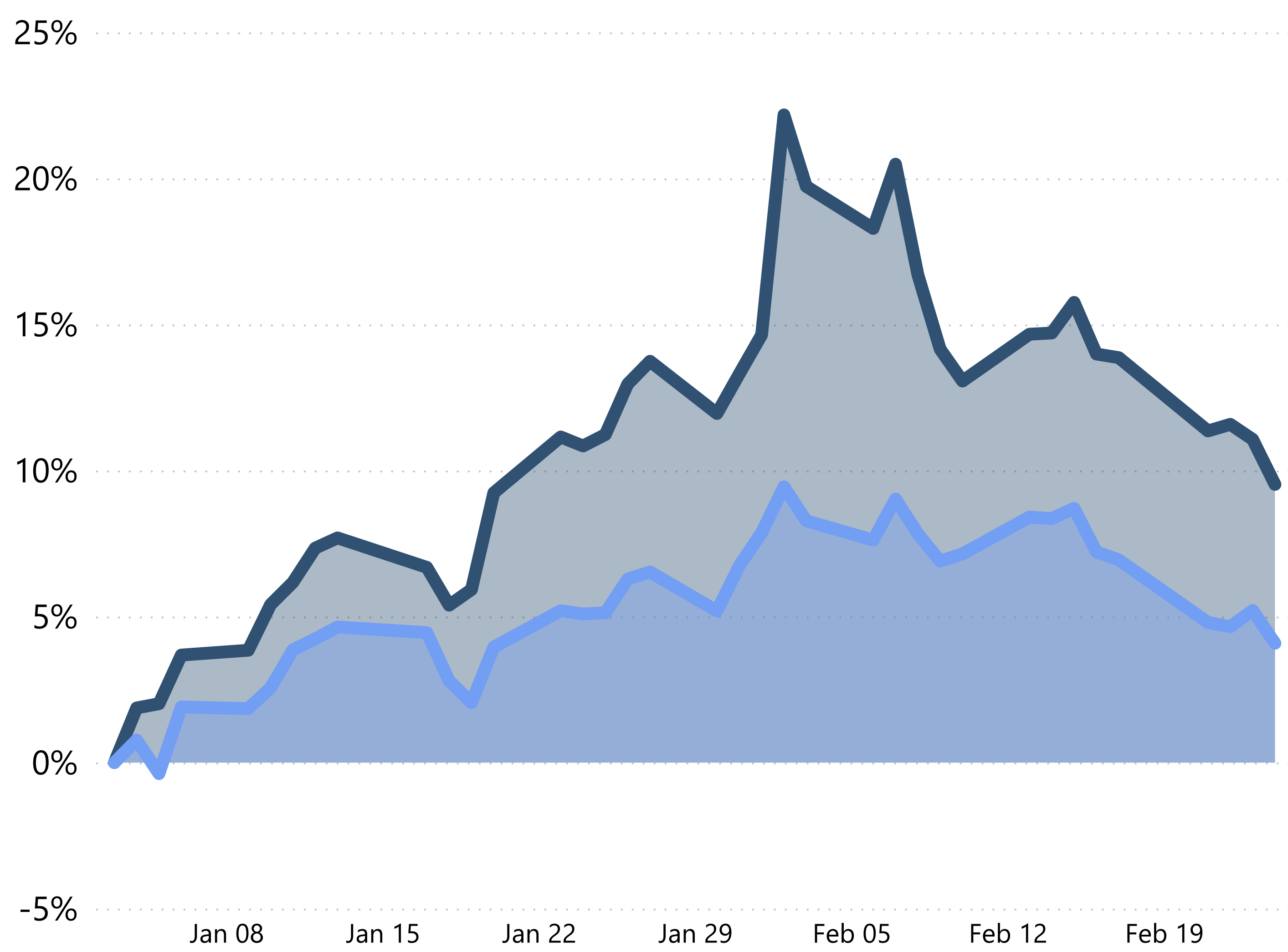
STOCKS	MARKET CAP	CLOSE	CHANGE	P/E	EV/EBITDA
AMZN	958.12bn	93.50	-3.81%	24.29	10.09
TSLA	622.95bn	196.88	-5.49%	34.93	21.88
TM	221.97bn	136.05	-4.76%	8.39	10.66
NKE	183.03bn	118.04	-5.45%	29.91	22.43
GM	54.64bn	39.18	-9.24%	6.31	3.15

ETFs	TOTAL ASSETS	CLOSE	CHANGE	YTD	Expense
XLY	13.74bn	143.86	-4.46%	12.05%	0.12%
VCR	4.10bn	244.84	-4.21%	12.42%	0.10%
FDIS	1.02bn	63.35	-4.35%	12.34%	0.08%
XRT	0.42bn	66.45	-6.71%	10.69%	0.35%
FXD	0.38bn	53.01	-3.69%	10.09%	0.63%

Communication Services

6.21	-3.81%	28.20	17.60
Market Cap (Trillio...	Weekly Change	P/E	EV/EBITDA

Sector Comparison to S&P 500 Performance



● Communication Services ● S&P 500

• Baidu (BIDU) announced a $5bn share buyback after Q4 sales held steady at CNY33.1bn ($4.8bn), compared with estimates of CNY32.1bn. Investors partially cashed in on a 22% rally in Baidu shares, despite better-than-expected results. The rally began after the company unveiled plans to incorporate an AI chatbot similar to ChatGPT into its search engine this March.

• Warner Bros. Discovery (WBD) (+1.57% WoW) missed financial expectations for Q4 2022 due to restructuring costs. However, the company noted strong content performance, and direct-to-consumer subscribers rose by 1.1 million to 96 million. Wall Street analysts generally maintained Buy-equivalent ratings despite the earnings miss.

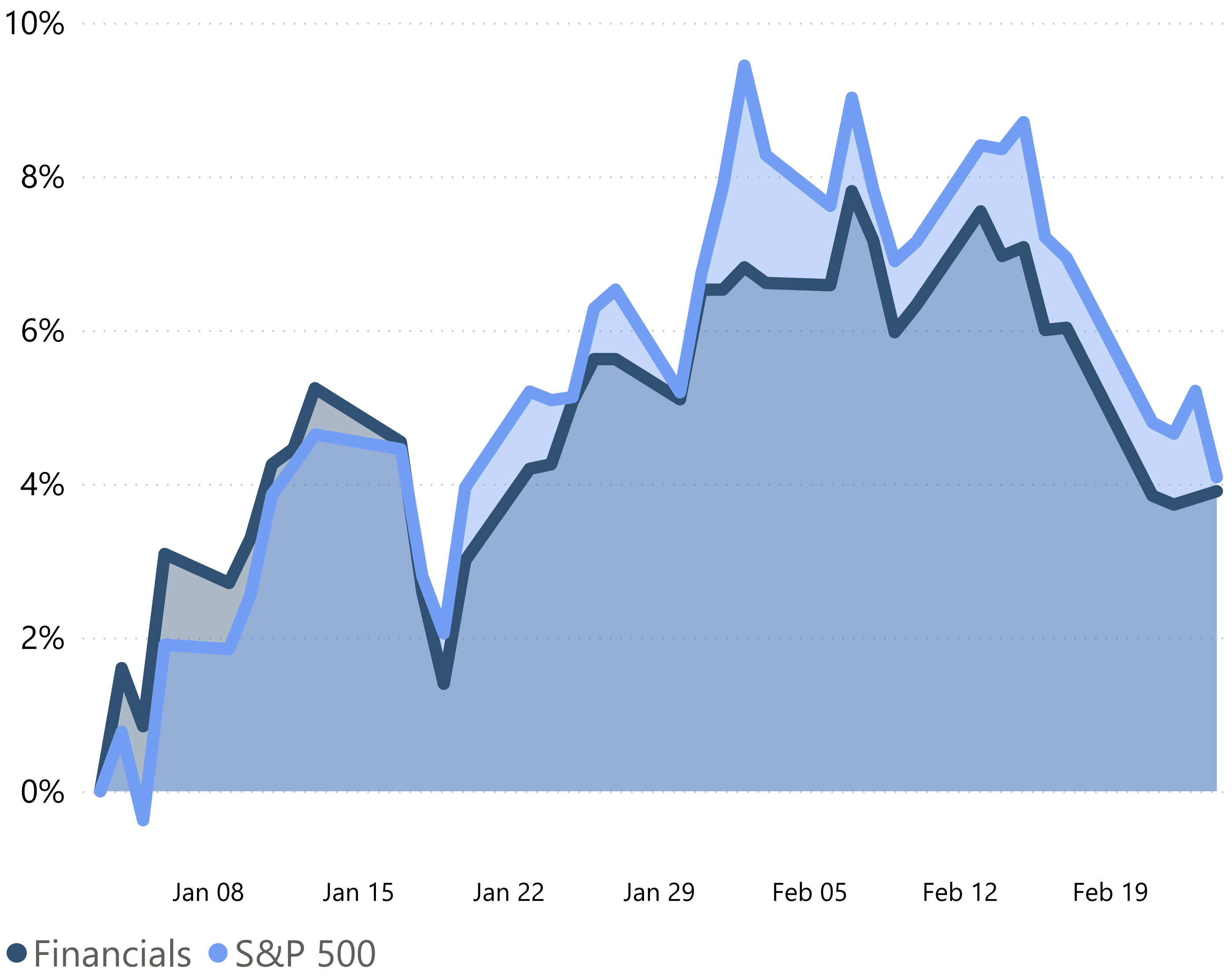
STOCKS	MARKET CAP	CLOSE	CHANGE	P/E	EV/EBITDA
FWONA	15.89bn	61.84	-2.00%	87.59	24.70
LSXMA	10.51bn	32.03	-5.40%	10.34	10.05
EDR	10.50bn	22.22	1.55%	17.72	13.08
BILI	8.39bn	20.47	-7.17%		
AMC	5.22bn	6.20	18.32%		43.78

ETFs	TOTAL ASSETS	CLOSE	CHANGE	YTD	Expense
XLC	8.98bn	53.24	-3.81%	9.52%	0.12%
VOX	2.65bn	90.61	-3.97%	8.93%	0.10%
FCOM	0.51bn	34.25	-4.06%	9.04%	0.08%
NXTG	0.44bn	65.41	-2.61%	6.39%	0.70%
IXP	0.25bn	59.17	-3.85%	6.96%	0.46%

Financials

9.26	-2.01%	14.40	15.00
Market Cap (Trillio...	Weekly Change	P/E	EV/EBITDA

Sector Comparison to S&P 500 Performance



• According to recent reports, Wells Fargo (WFC) has implemented a strategic restructuring of its mortgage lending business, resulting in the layoff of hundreds of mortgage bankers. This move comes in response to weak demand for mortgages brought about by higher interest rates, as the banking giant seeks to optimize its home lending operations and strengthen its focus on core areas of business. Notably, the job cuts this week have impacted a number of high-performing employees, including several bankers who achieved loan volumes exceeding $100 million in the previous year, as reported by CNBC.

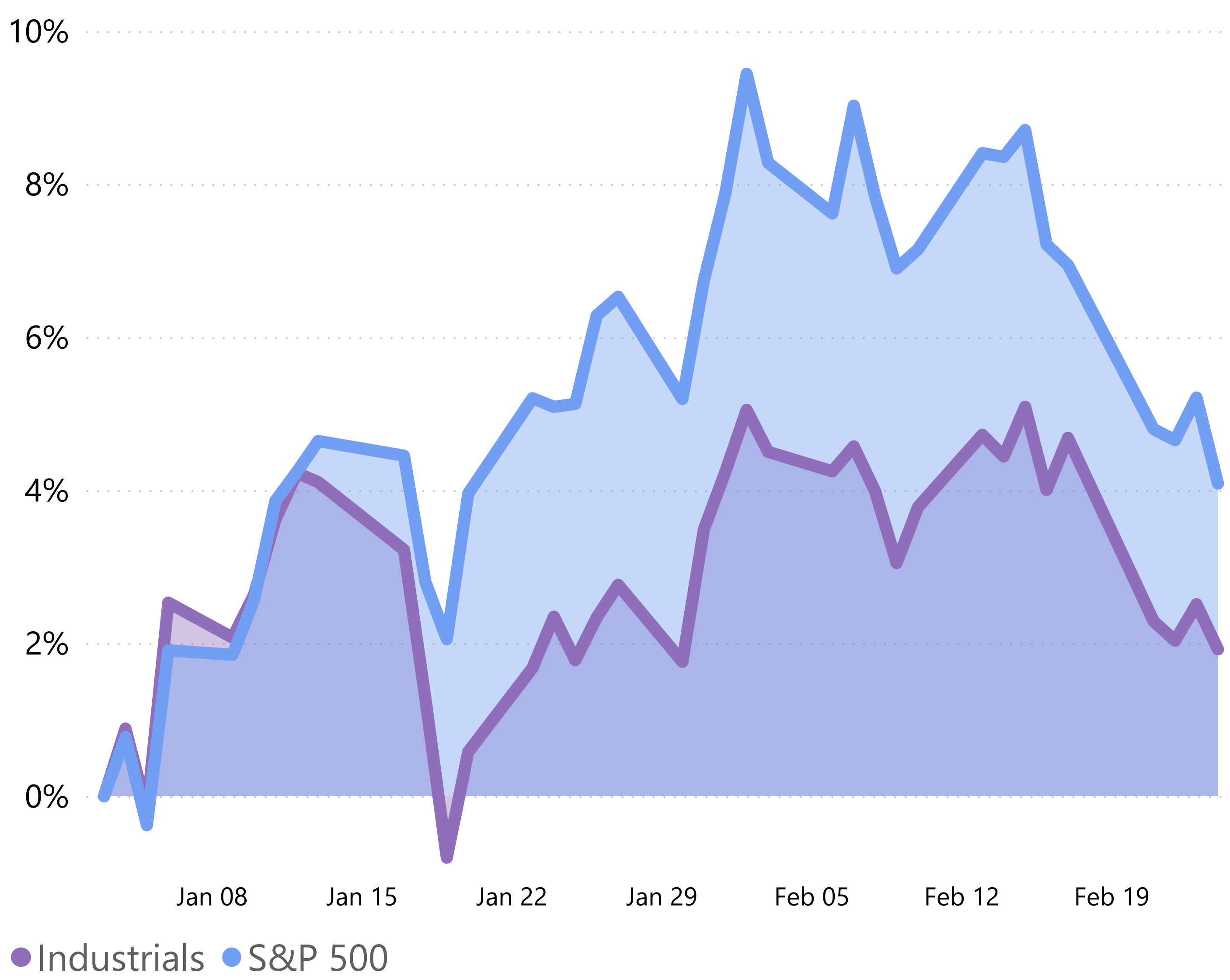
STOCKS	MARKET CAP	CLOSE	CHANGE	P/E	EV/EBITDA
V	464.15bn	219.55	-1.79%	22.70	18.35
JPM	414.81bn	140.93	-0.92%	10.40	
BAC	273.81bn	34.21	-3.22%	9.33	
WFC	176.87bn	46.62	-1.83%	8.84	
GS	127.36bn	363.85	-1.26%	9.15	4.09

ETFs	TOTAL ASSETS	CLOSE	CHANGE	YTD	Expense
IXG	0.54bn	73.98	-2.25%	4.77%	0.46%
KIE	0.57bn	43.11	-1.75%	5.30%	0.35%
KBE	1.66bn	48.30	-2.38%	7.40%	0.35%
VFH	8.95bn	87.26	-2.09%	5.15%	0.10%
XLF	33.17bn	35.66	-2.01%	3.90%	0.12%

Industrials

5.95	-2.64%	20.60	12.80
Market Cap (Trillio...	Weekly Change	P/E	EV/EBITDA

Sector Comparison to S&P 500 Performance



• Expeditors International of Washington (EXPD) stock fell by ~4.5% WoW after Q4 earnings missed estimates, with CEO Jeffrey Musser saying demand was "softer than expected" in retail and high-tech sectors. He noted a "rapid reversal" in shipping demand due to economic uncertainty and government action to control inflation, which impacted results.

• Icahn Enterprises (IEP) (-0.5% WoW) beat Wall Street estimates for Q4 revenue of $3.10B but saw a net loss of $478M from investment activities due to increased market volatility. The company declared a quarterly dividend of $2.00/share, in line with the previous, and has an indicative net asset value of $5.64B.

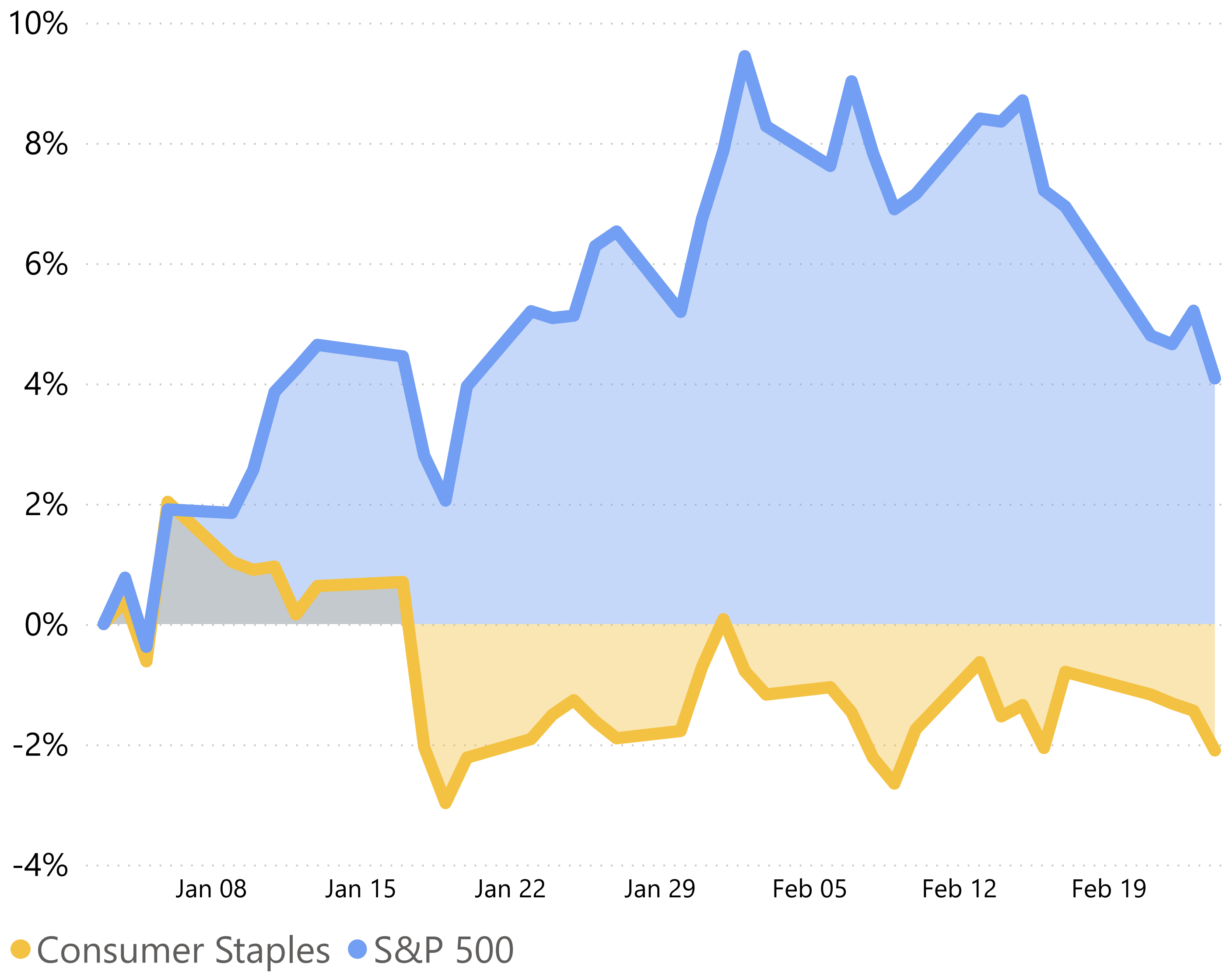
STOCKS	MARKET CAP	CLOSE	CHANGE	P/E	EV/EBITDA
VRSK	26.85bn	171.68	-3.08%	30.81	22.01
HEI	20.94bn	174.87	-1.15%	50.75	27.87
AER	15.03bn	61.12	-0.42%	7.92	10.46
AXON	13.77bn	193.55	2.27%	73.40	47.93
NDSN	12.62bn	220.32	-10.52%	22.35	15.84

ETFs	TOTAL ASSETS	CLOSE	CHANGE	YTD	Expense
XLI	13.86bn	100.31	-2.64%	1.92%	0.12%
VIS	3.80bn	190.71	-2.65%	4.17%	0.10%
JETS	1.98bn	19.35	-2.76%	14.02%	0.60%
IYT	0.79bn	228.03	-2.91%	6.57%	0.42%
FIDU	0.72bn	52.83	-2.71%	3.87%	0.08%

Consumer Staples

4.42	-1.32%	23.40	16.50
Market Cap (Trillio...	Weekly Change	P/E	EV/EBITDA

Sector Comparison to S&P 500 Performance



• On Wednesday, Dick's Sporting Goods (DKS) made an announcement regarding its acquisition of Moosejaw, an outdoor retailer that was previously owned by Walmart (WMT), for an undisclosed amount. It is worth noting that in 2017, Walmart had purchased the same retailer for $51M. Following the news, the shares of Dick's (DKS) experienced a 1.64% increase in value, while Walmart (WMT) shares decreased by approximately 2%, retracing modest gains after an unfavorable earnings result on Tuesday.

• Target Corporation (TGT) has declared its strategic intent to infuse a colossal sum of $100 million towards augmenting the retail magnate's supply chain sortation infrastructure.

STOCKS	MARKET CAP	CLOSE	CHANGE	P/E	EV/EBITDA
WMT	384.21bn	142.47	-2.71%	21.07	11.32
PG	328.53bn	139.26	-0.54%	22.03	15.97
COST	216.81bn	488.61	-3.72%	30.96	18.50
PM	152.82bn	98.58	-3.18%	14.61	12.18
TGT	76.85bn	166.96	-3.61%	18.05	11.08

ETFs	TOTAL ASSETS	CLOSE	CHANGE	YTD	Expense
XLP	16.71bn	72.71	-1.32%	-2.10%	0.12%
VDC	6.62bn	188.95	-1.35%	-1.06%	0.10%
KXI	1.45bn	59.34	-1.43%	-0.35%	0.46%
FSTA	1.11bn	44.14	-1.39%	-1.10%	0.08%
FXG	0.70bn	62.23	-0.81%	0.09%	0.63%

Real Estate

1.82	-3.74%	47.20	20.80
Market Cap (Trillio...	Weekly Change	P/E	EV/EBITDA

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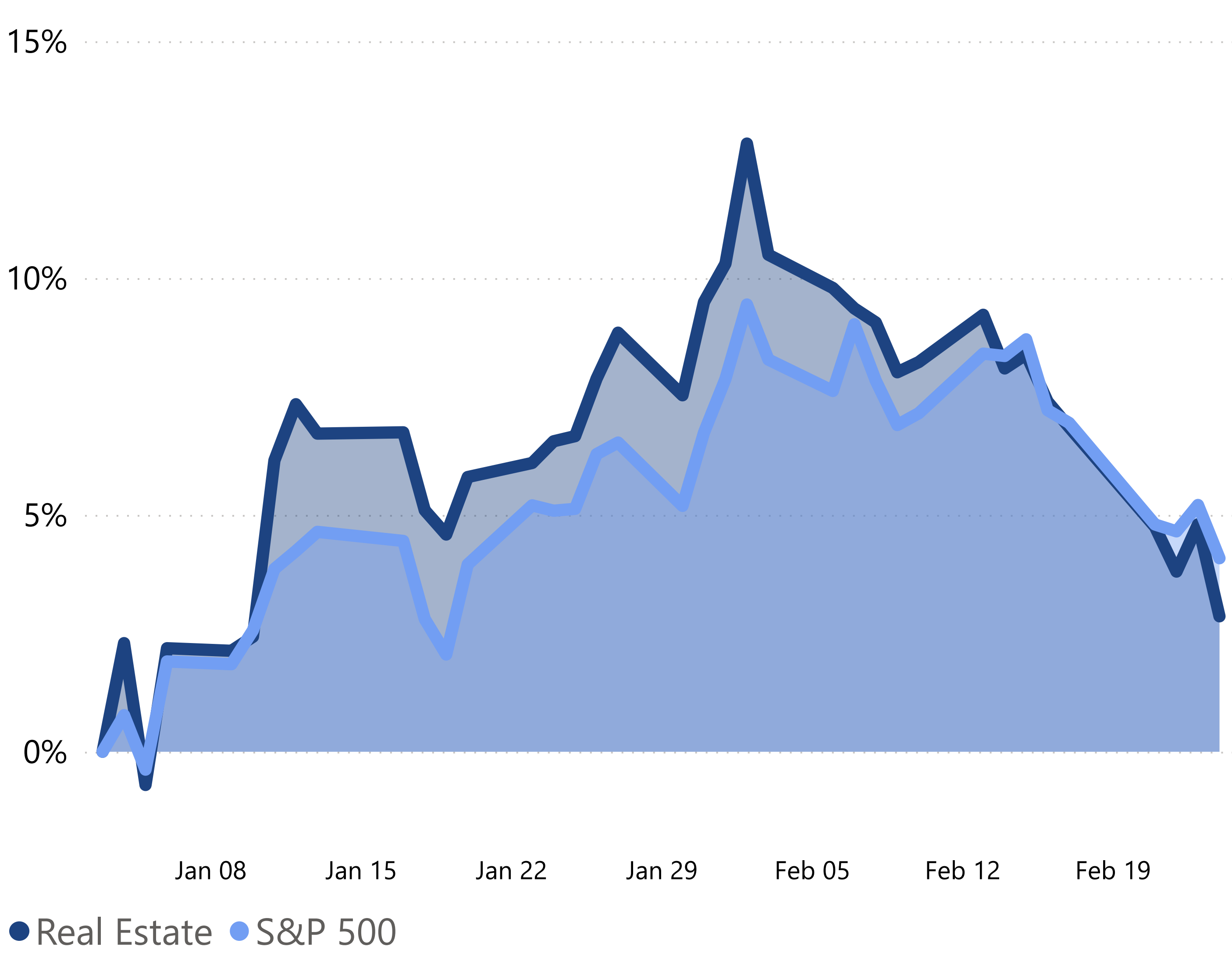


• American Tower's (AMT) (-7.5% Wow) full-year 2023 adjusted funds from operations per share guidance missed the Wall Street consensus. For the year, "we expect to continue leveraging our global portfolio of communications infrastructure to benefit from ongoing carrier network investments, including record organic new business growth contributions in the U.S. and Canada," said CEO Tom Bartlett.

• Extra Space Storage (EXR) (+1.2% WoW) reported its Q4 2021 earnings, with the same-store occupancy rate rising to 96.3%, up from 93.5% in Q4 2020. The company also announced its intention to convert to a REIT for the tax year beginning Jan. 1, 2022, and declared a $1.00 per share dividend.

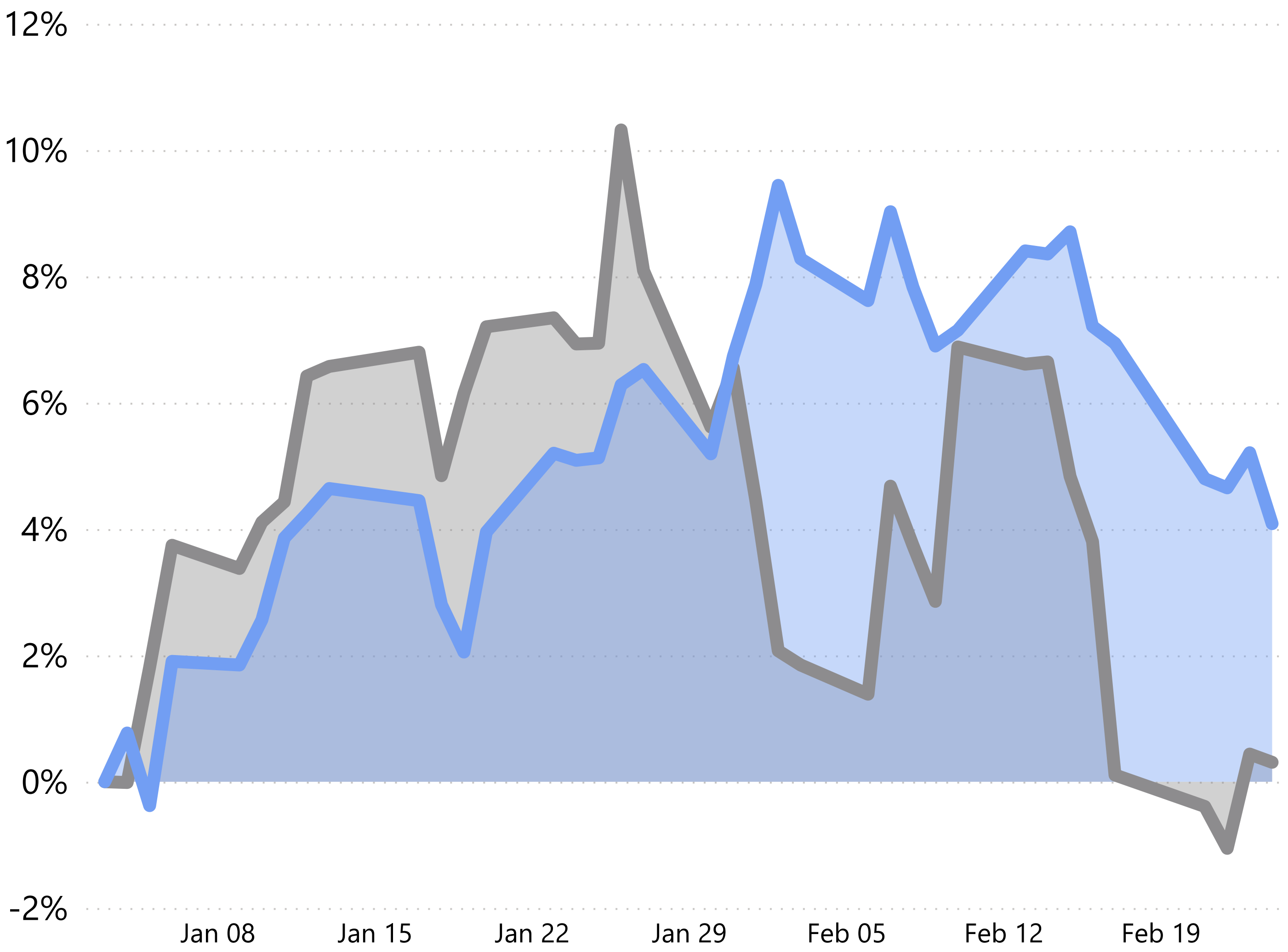
STOCKS	MARKET CAP	CLOSE	CHANGE	P/E	EV/EBITDA
JLL	8.03bn	169.16	-3.78%	11.51	10.02
HR	7.49bn	19.68	-6.11%		15.98
STWD	6.03bn	19.47	-3.76%	9.03	
SRC	5.94bn	42.55	-3.73%	28.37	13.68
HHC	4.13bn	82.84	-5.97%	64.57	25.93

ETFs	TOTAL ASSETS	CLOSE	CHANGE	YTD	Expense
VNQ	34.68bn	85.71	-3.88%	3.82%	0.12%
SCHH	5.76bn	19.97	-3.67%	3.58%	0.07%
XLRE	4.81bn	38.13	-3.74%	2.86%	0.12%
IYR	3.45bn	86.98	-4.06%	3.13%	0.42%
REZ	0.68bn	73.39	-3.35%	7.85%	0.48%

Energy

3.04	0.20%	15.20	8.40
Market Cap (Trillio...	Weekly Change	P/E	EV/EBITDA

Sector Comparison to S&P 500 Performance



STOCKS	MARKET CAP	CLOSE	CHANGE	P/E	EV/EBITDA
PBR	70.55bn	11.38	-1.47%	3.08	0.44
CNQ	62.43bn	56.60	1.62%	8.75	4.91
OXY	53.61bn	58.98	-2.88%	8.96	4.87
OKE	30.20bn	67.56	0.45%	14.51	10.78
OVV	11.31bn	45.56	4.64%	4.25	3.58

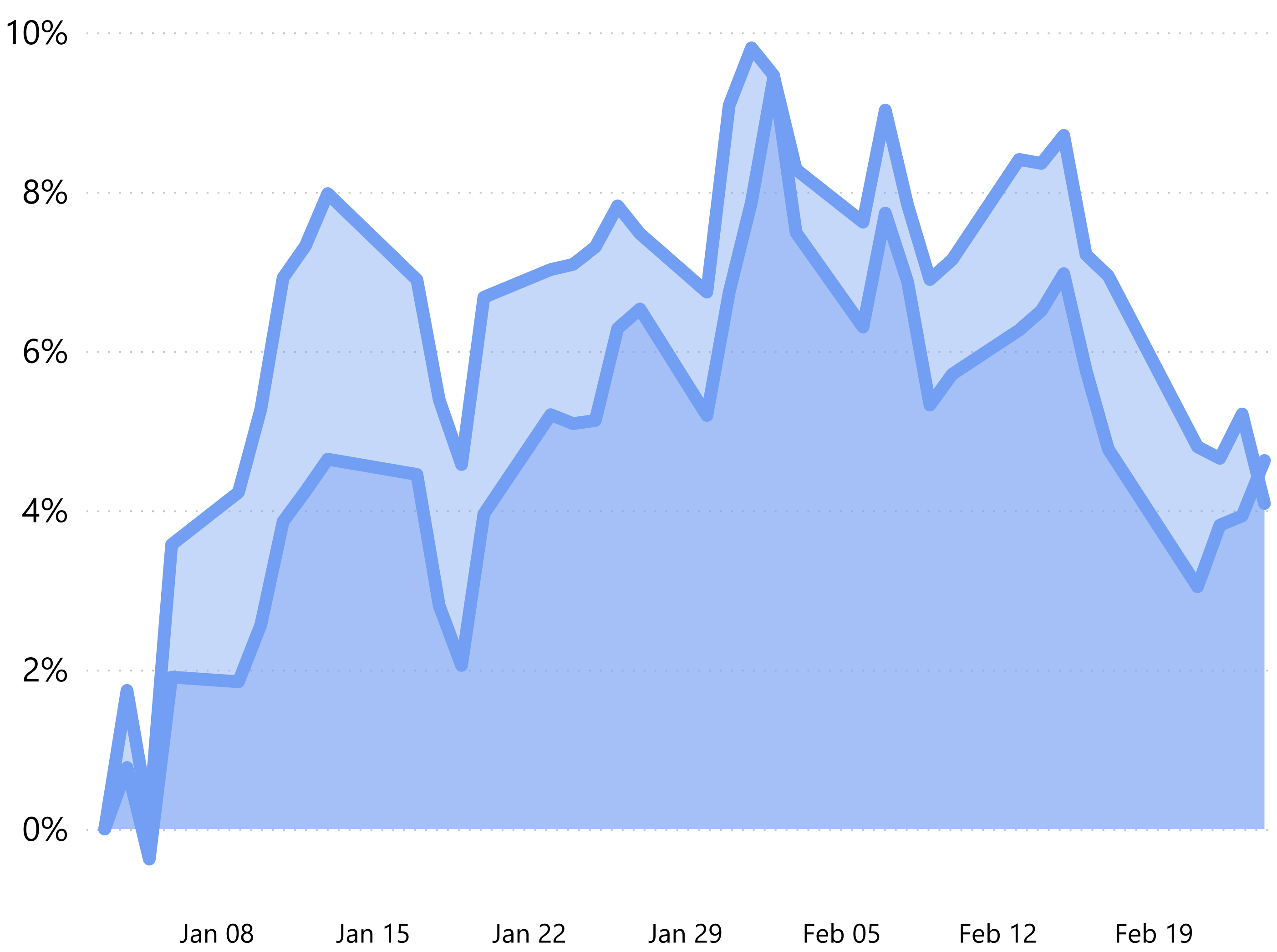
• EOG Resources (EOG), despite the sharp drop in prices this year resulting in 8.7% decline in stock price, has been ramping up activity in the Dorado gas play in south Texas. The company's net income for Q4 increased to $2.27bn, while production rose by 5.3% YoY. However, Q4 total revenues fell 11% from Q3. • Cheniere Energy's (LNG) (+6% WoW) Q4 earnings of $3.94bn, or $15.78/share, far exceeded the $6.02 consensus estimate and compared with a year-earlier loss of $1.32bn, or $5.22/share. The company swung to a full-year profit of $5.64/share from a year-earlier loss of $9.25/share as revenues more than doubled to $33.43bn.

ETFs	TOTAL ASSETS	CLOSE	CHANGE	YTD	Expense
XLE	39.63bn	84.66	0.20%	0.31%	0.12%
VDE	8.13bn	117.87	0.49%	1.20%	0.10%
XOP	3.60bn	134.20	2.74%	4.61%	0.35%
IXC	1.99bn	38.53	-0.23%	2.12%	0.46%
IYE	1.75bn	44.76	0.45%	0.20%	0.42%

Materials

2.63	-0.14%	17.30	9.40
Market Cap (Trillio...	Weekly Change	P/E	EV/EBITDA

Sector Comparison to S&P 500 Performance



STOCKS	MARKET CAP	CLOSE	CHANGE	P/E	EV/EBITDA
SQM	22.04bn	86.74	0.58%	6.35	3.60
GFI	8.10bn	9.07	-10.20%	7.05	3.41
NGVT	3.31bn	88.56	-2.41%	12.91	8.65
EVA	2.84bn	42.40	-4.65%	59.55	14.56
OR	2.39bn	12.96	1.49%	28.46	14.00

• BHP Group (BHP) shares dropped by around 10% during the week after reporting a 32% decline in H1 net profit. The decline was caused by falling iron, copper and other industrial metals prices during the period, as well as significant wet weather in its coal assets and higher unit costs due to difficulties in securing sufficient labour.

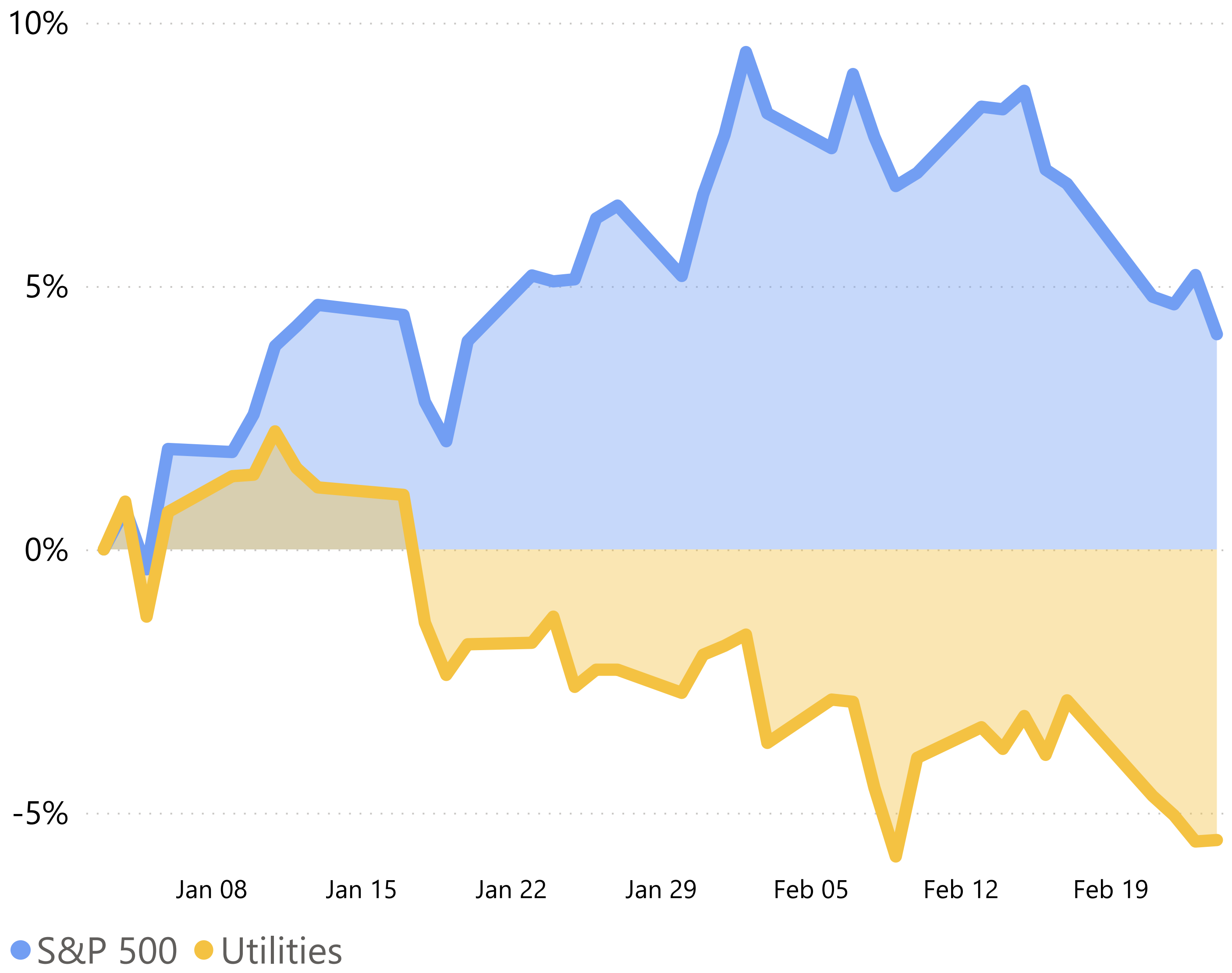
• Newmont Corp. (NEM) has cut its dividend by 27% and missed analyst estimates for Q4 earnings resulting in 5% decline in shares prices. The company gave upbeat longer-term guidance, with the CEO saying it had grown gold reserves by 4% as it looked to extend mine life, develop districts and discover new opportunities in favourable mining jurisdictions.

ETFs	TOTAL ASSETS	CLOSE	CHANGE	YTD	Expense
GDX	11.25bn	26.99	-5.00%	-9.00%	0.52%
XLB	5.84bn	81.19	-0.14%	4.63%	0.12%
VAW	2.97bn	179.66	-0.71%	5.62%	0.10%
XME	2.46bn	53.79	-4.25%	9.51%	0.35%
SIL	0.87bn	26.13	-5.02%	-8.76%	0.65%

Utilities

1.69	-2.73%	23.20	13.00
Market Cap (Trillio...	Weekly Change	P/E	EV/EBITDA

Sector Comparison to S&P 500 Performance



• ORA has released better-than-expected Q4 results, with revenue rising 7.6% YoY to $205.48m, beating expectations by $6.15m. However, shares in the company fell ~9%weekly. Ormat has given its 2023 guidance, with total revenues expected to be between $823m and $858m, lower than the consensus estimate of $865.68m.

• American Electric Power (AEP) reported strong Q4 earnings for 2022, beating analyst expectations. The company's net income for the quarter was $435 million, compared to $406 million for 2021 Q4. The company attributed the rise to growth in its transmission and distribution utilities, as well as favourable weather conditions. AEP also announced a quarterly dividend of $0.85 per share.

STOCKS	MARKET CAP	CLOSE	CHANGE	P/E	EV/EBITDA
SRE	48.81bn	155.28	-2.03%	17.24	13.07
AES	16.91bn	25.32	-3.47%	13.24	9.55
WTRG	11.65bn	44.40	-3.79%	21.80	15.07
VST	8.90bn	22.36	-2.61%	8.53	6.23
PNW	8.30bn	73.38	-2.29%	17.73	11.16

ETFs	TOTAL ASSETS	CLOSE	CHANGE	YTD	Expense
XLU	14.72bn	66.61	-2.73%	-5.52%	0.12%
VPU	5.35bn	145.56	-2.82%	-5.10%	0.10%
IGF	3.79bn	46.72	-1.99%	1.94%	0.46%
PAVE	3.78bn	28.84	-2.34%	8.83%	0.47%
IDU	0.95bn	82.04	-2.84%	-5.16%	0.10%

WEEK AHEAD

Monday

February 27, 2023	Monday
1:00pm - 1:30pm	BoE MPC Member Broadbent Speaks
5:30pm - 6:00pm	Core Durable Goods Orders (MoM) (Jan)
5:30pm - 6:00pm	Durable Goods Orders (MoM) (Jan)

Ticker	Type	Time	Maket Cap
OXY	Earnings	After Hours	53.10bn
WDAY	Earnings	After Hours	47.38bn
OKE	Earnings	After Hours	29.67bn
HEI	Earnings	After Hours	23.82bn
LI	Earnings	Pre Market	23.12bn
ZM	Earnings	After Hours	21.45bn
BMRN	Earnings	After Hours	19.16bn
AES	Earnings	Pre Market	16.96bn

Tuesday

February 28, 2023	Tuesday
3:50am - 4:20am	Industrial Production (MoM) (Jan)
3:50am - 4:20am	Retail Sales (YoY) (Jan)
2:15pm - 2:45pm	BoE MPC Member Cunliffe Speaks
4:30pm - 5:00pm	BoE MPC Member Mann
5:30pm - 6:00pm	Goods Trade Balance (Jan)
5:30pm - 6:00pm	Retail Inventories Ex Auto (Jan)
6:45pm - 7:15pm	Chicago PMI (Feb)

Ticker	Type	Time	Maket Cap
TGT	Earnings	Pre Market	76.28bn
BMO	Earnings	Pre Market	68.11bn
BNS	Earnings	Pre Market	62.89bn
MNST	Earnings	After Hours	53.43bn
SRE	Earnings	Pre Market	48.77bn
AZO	Earnings	Pre Market	48.18bn
A	Earnings	After Hours	42.04bn
ROST	Earnings	After Hours	38.80bn

Wednesday

March 1, 2023	Wednesday
12:00pm - 12:30pm	Nationwide HPI (MoM) (Feb)
1:00pm - 1:30pm	Manufacturing PMI (Feb)
2:00pm - 2:30pm	BoE Gov Bailey Speaks
6:45pm - 7:15pm	Manufacturing PMI (Feb)
7:00pm - 7:30pm	ISM Manufacturing PMI (Feb)

Ticker	Type	Time	Maket Cap
CRM	Earnings	After Hours	163.36bn
RY	Earnings	Pre Market	139.30bn
LOW	Earnings	Pre Market	122.53bn
SNOW	Earnings	After Hours	48.45bn
DLTR	Earnings	Pre Market	31.89bn
VEEV	Earnings	After Hours	26.63bn
HZNP	Earnings	Pre Market	25.30bn
SQM	Earnings	Not Supplied	23.74bn

Thursday

March 2, 2023	Thursday
2:00pm - 2:30pm	Core CPI (YoY)
2:00pm - 2:30pm	CPI (MoM)
2:00pm - 2:30pm	Unemployment Rate (Jan)
4:30pm - 5:00pm	ECB Publishes Account of Monetary Policy Meeting
5:30pm - 6:00pm	Initial Jobless Claims
5:30pm - 6:00pm	Nonfarm Productivity (QoQ) (Q4)

Ticker	Type	Time	Maket Cap
AVGO	Earnings	After Hours	240.22bn
COST	Earnings	After Hours	220.71bn
TD	Earnings	Pre Market	122.66bn
BUD	Earnings	Pre Market	119.07bn
CNQ	Earnings	Pre Market	60.82bn
MRVL	Earnings	After Hours	36.66bn
KR	Earnings	Pre Market	31.94bn
DELL	Earnings	After Hours	29.94bn

Friday

March 3, 2023	Friday
1:00pm - 1:30pm	S&P Global Composite PMI (Feb)
1:00pm - 1:30pm	Services PMI (Feb)
1:30pm - 2:00pm	Composite PMI (Feb)
6:45pm - 7:15pm	S&P Global Composite PMI (Feb)
6:45pm - 7:15pm	Services PMI (Feb)
7:00pm - 7:30pm	ISM Non-Manufacturing PMI (Feb)

Ticker	Type	Time	Maket Cap
HIBB	Earnings	Not Supplied	0.93bn
BLUE	Earnings	Not Supplied	0.55bn
STXS	Earnings	Pre Market	0.20bn
INTT	Earnings	Not Supplied	0.17bn
OFS	Earnings	Not Supplied	0.13bn
ONCY	Earnings	Pre Market	0.10bn

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