WEEKLY EQUITY MARKET OUTLOOK

TBC Capital Brokerage

06 February 2024

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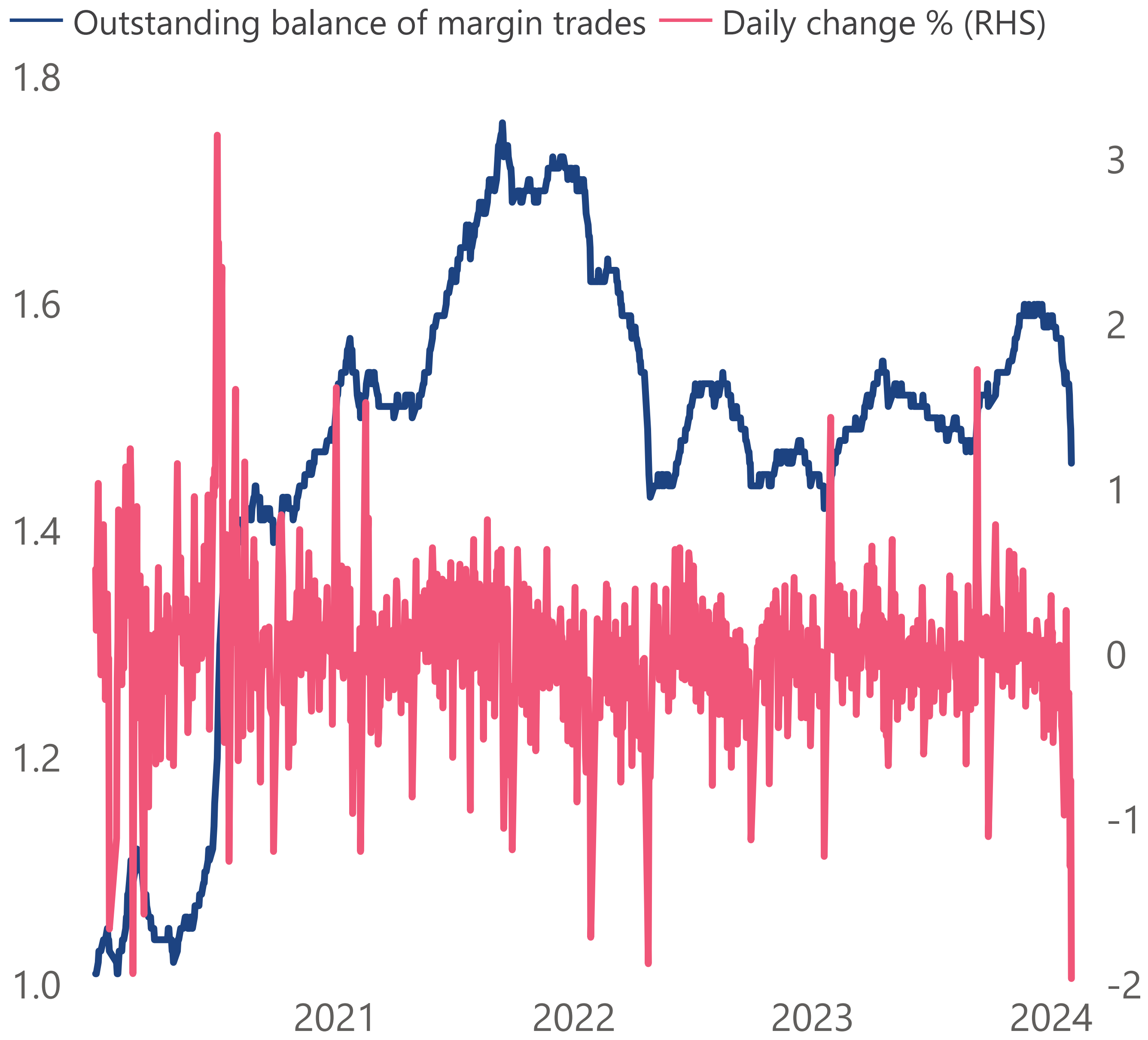
EXECUTIVE SUMMARY

Chart Of The Week

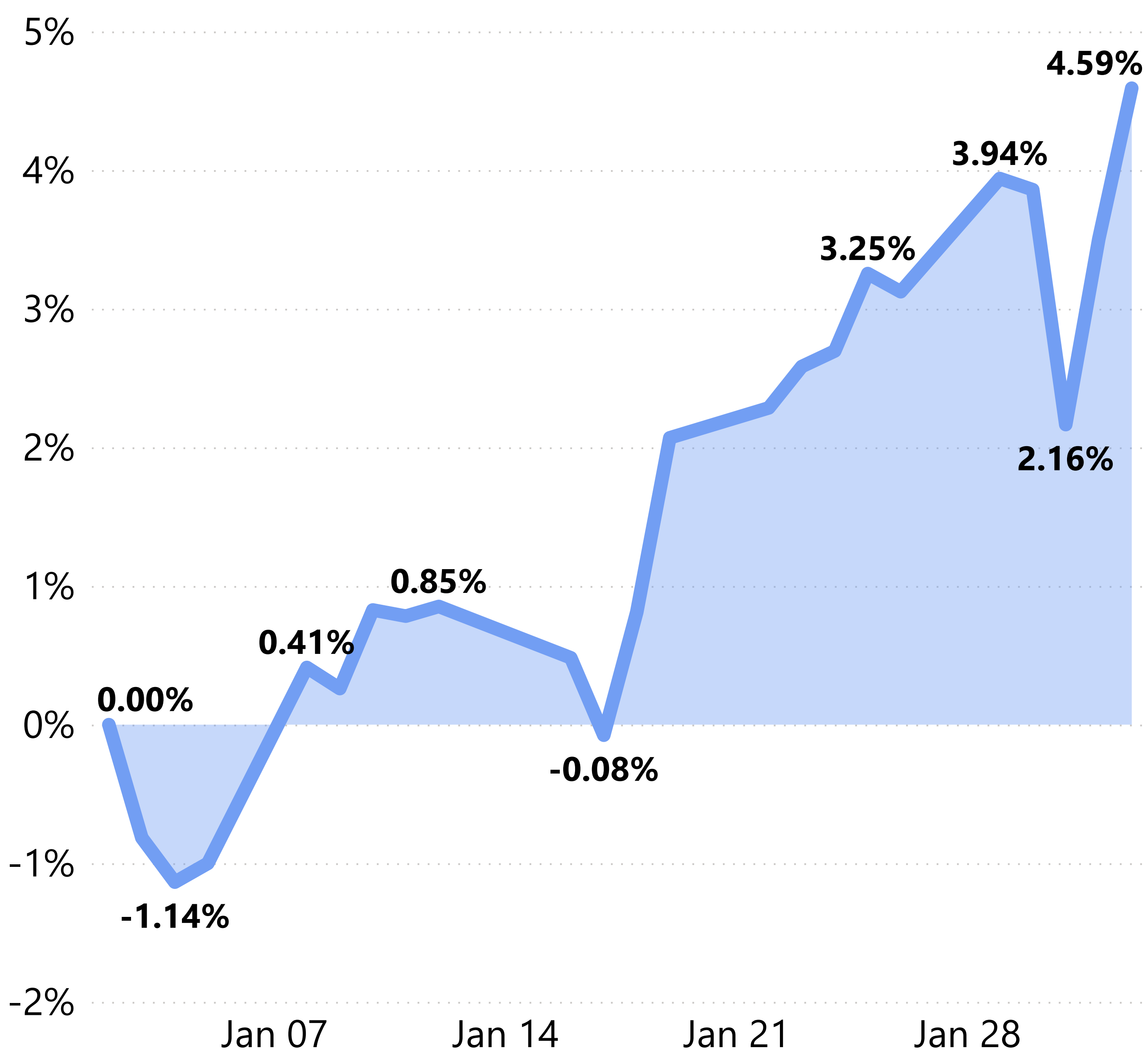
China Margin Debt Gets Unwound as Stock Selloff Deepens



Investment Themes

- Record profits in high-risk debt markets, notably from catastrophe bonds, are attracting mainstream investors.
- The Hong Kong court's order for the liquidation of China Evergrande Group signifies the downfall of a company that epitomized China's real estate boom and subsequent decline.
- The global oil market is looking increasingly local as militant attacks in the Red Sea and surging freight rates make supplies from closer to home more attractive.
- Lenders are finding new ways to court sovereign wealth funds and other big investors through “fund-of-one” positions known as single-managed accounts.

S&P 500 YTD Performance



Weekly Sector Performance

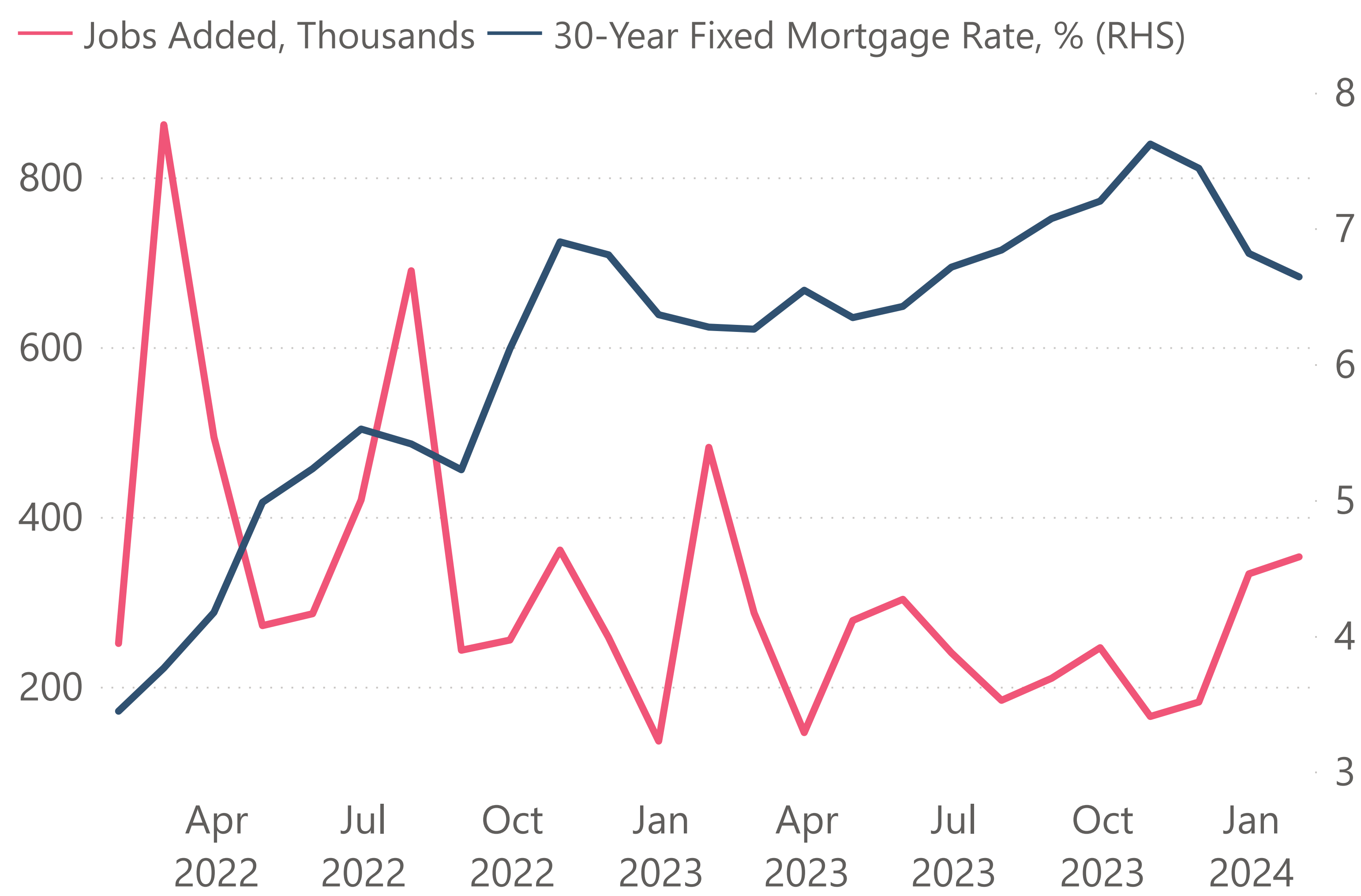
Sector		Change
Consumer Discretionary	▲	3.29%
Communication Services	▲	2.65%
Consumer Staples	▲	2.12%
Health Care	▲	1.95%
Industrials	▲	1.90%
Financials	▲	0.85%
Materials	▲	0.70%
Utilities	▲	0.46%
Information Technology	▲	0.24%
Real Estate	▼	-0.47%
Energy	▼	-0.87%

Commodities

103.92 USD Index	▲ **0.47%** Weekly change
72.28 Crude Oil	▼ **-7.35%** Weekly change
43.19K Bitcoin	▲ **3.31%** Weekly change
2.04K Gold	▲ **1.00%** Weekly change

Macro Update

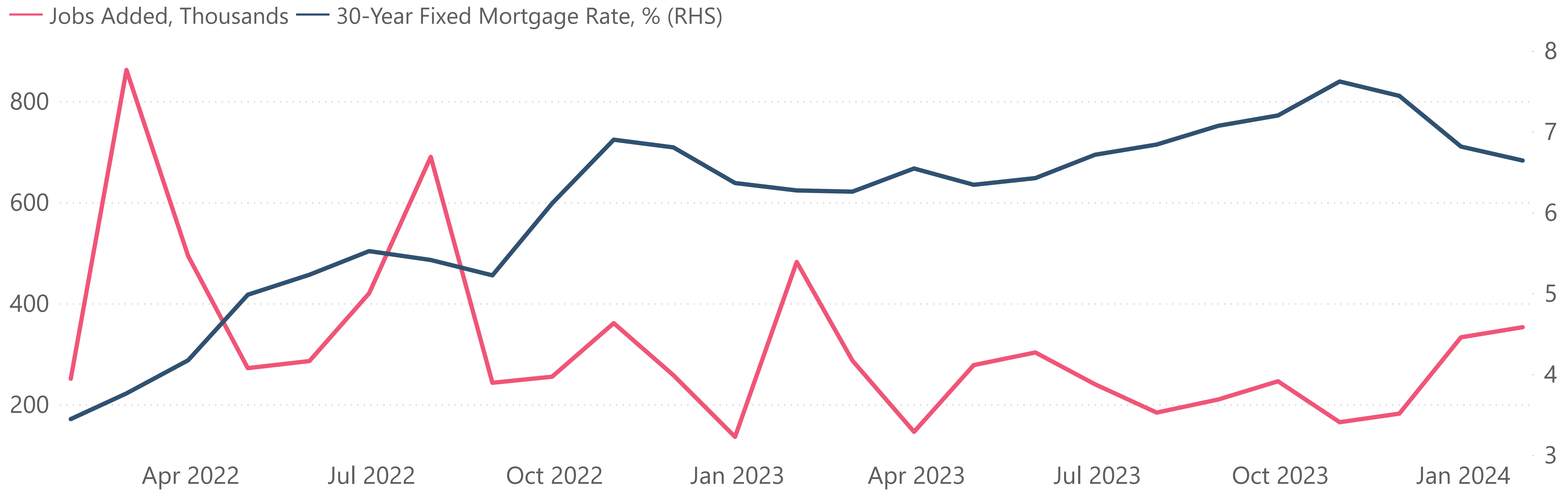
US Labor Market Blows Past Expectations In January



MACROECONOMIC UPDATE

US Labor Market Gets Even Hotter, Consumers Are Optimistic

US Labor Market Blows Past Expectations In January



• In January, the U.S. economy added 355,000 nonfarm payrolls, surpassing the expected 170,000. Additionally, the U.S. Department of Labor revised the December job gains upward to 333,000 from the previous estimate of +216,000. Notably, average hourly earnings saw a 0.6% increase, exceeding the consensus of 0.3% and accelerating from December's pace of 0.4%. On a year-over-year basis, earnings rose by 4.5%, surpassing the expected 4.1% and the December figure of 4.3%. The unemployment rate remained steady at 3.7%.
• The final reading of the University of Michigan's Consumer Sentiment Index for January was revised to 79.0, beating the expected 78.8. This marked an improvement from the initial January estimate of 78.8 and the December figure of 69.7. Consumer sentiment surged by 13%, reaching its highest level since July 2021, indicating positive outlooks for both inflation and personal incomes.

Chinese Stock Market Crashes To 5-Year Low

Chinese CSI Falls Amidst Economic Uncertainty

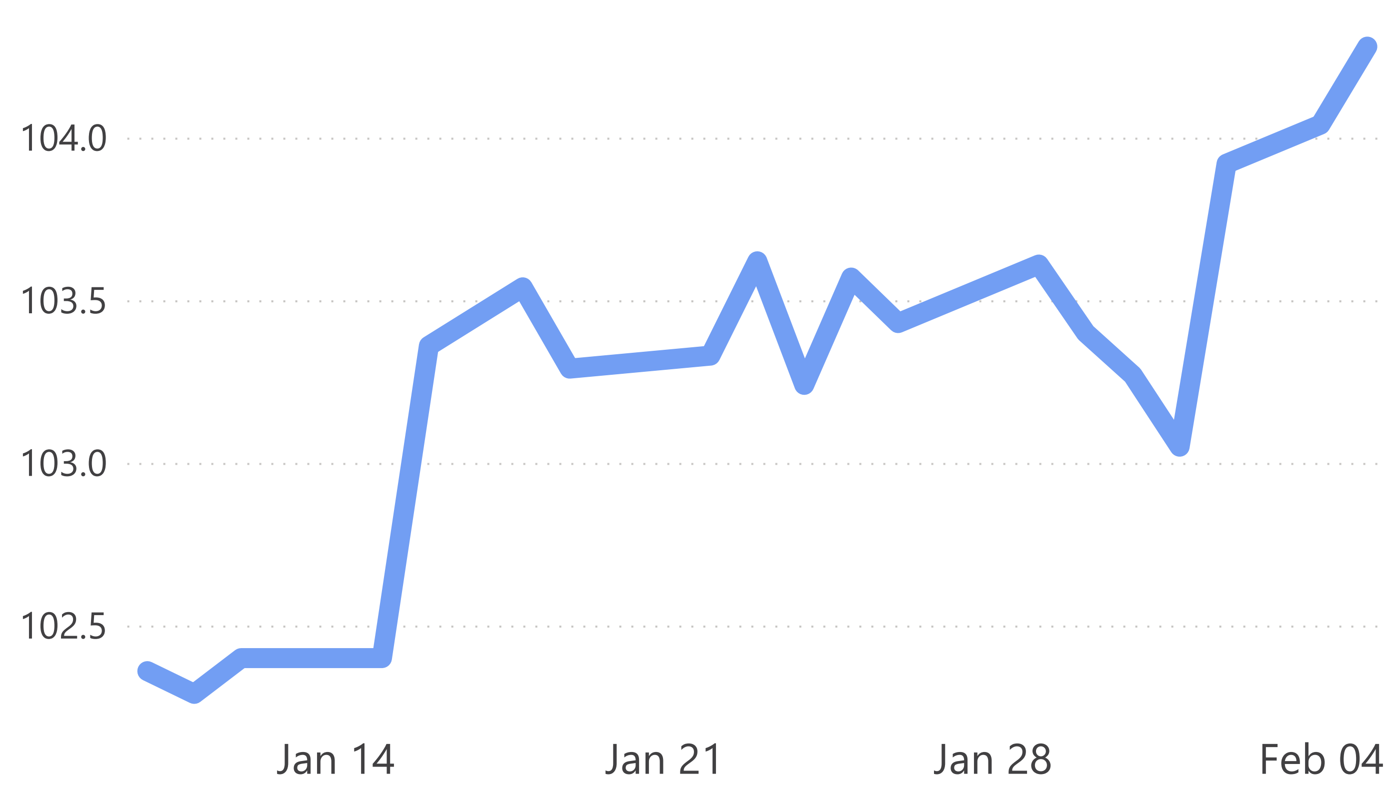
• On Wednesday, the sell-off in mainland Chinese stocks persisted, with the CSI 300 index (SHSZ300) closing at a five-year low of 3,215.35, down 0.9%. This decline was fueled by concerns about the economy, as weak manufacturing data highlighted the fourth consecutive monthly contraction in China's manufacturing activity. The factors contributing to this downturn include deflationary pressures, subdued demand, and weakness in the construction sector, primarily due to a slump in the property market.
• Although Chinese regulators have expressed their commitment to supporting the struggling stock market, they have not provided specific details. The China Securities Regulatory Commission announced plans on Sunday to prevent abnormal market fluctuations and encourage more medium- and long-term funds into the market. There are indications that China is contemplating the creation of a 2 trillion Yuans ($278 billion) stock stabilization fund.

COMMODITIES AND CURRENCIES

USD Index

103.92
USD Index

▲ 0.47%
Weekly change

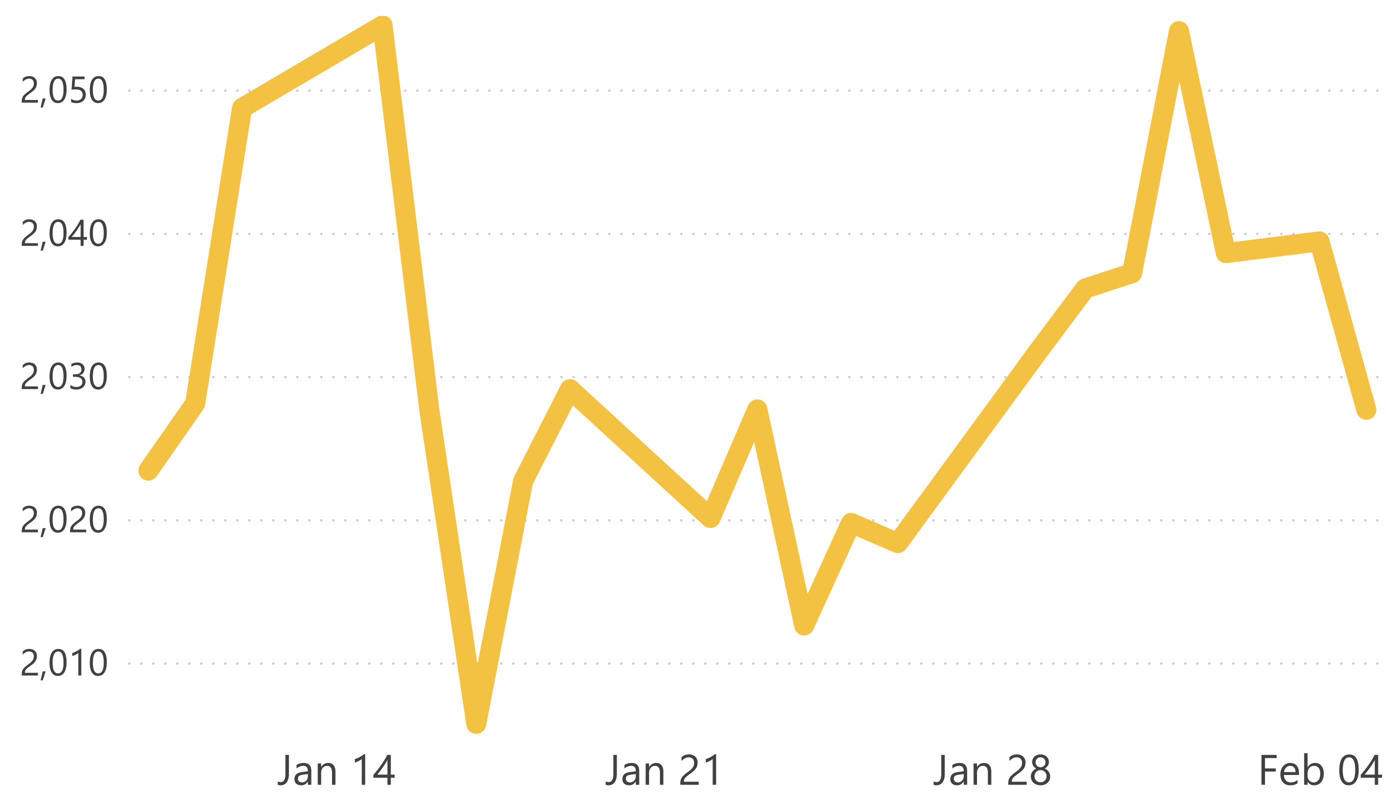


• The US Dollar Index (DXY), which gauges the value of the US Dollar (USD) against a weighted assortment of currencies utilized by US trading partners, experiences an increase beyond the psychological threshold of 104.00 in the early hours of European trading on Monday. This upward movement is driven by positive US job data and the expectation that the US Federal Reserve (Fed) may keep interest rates elevated for a more extended period than initially projected.

Gold

2.04K
Gold

▲ 1.00%
Weekly change

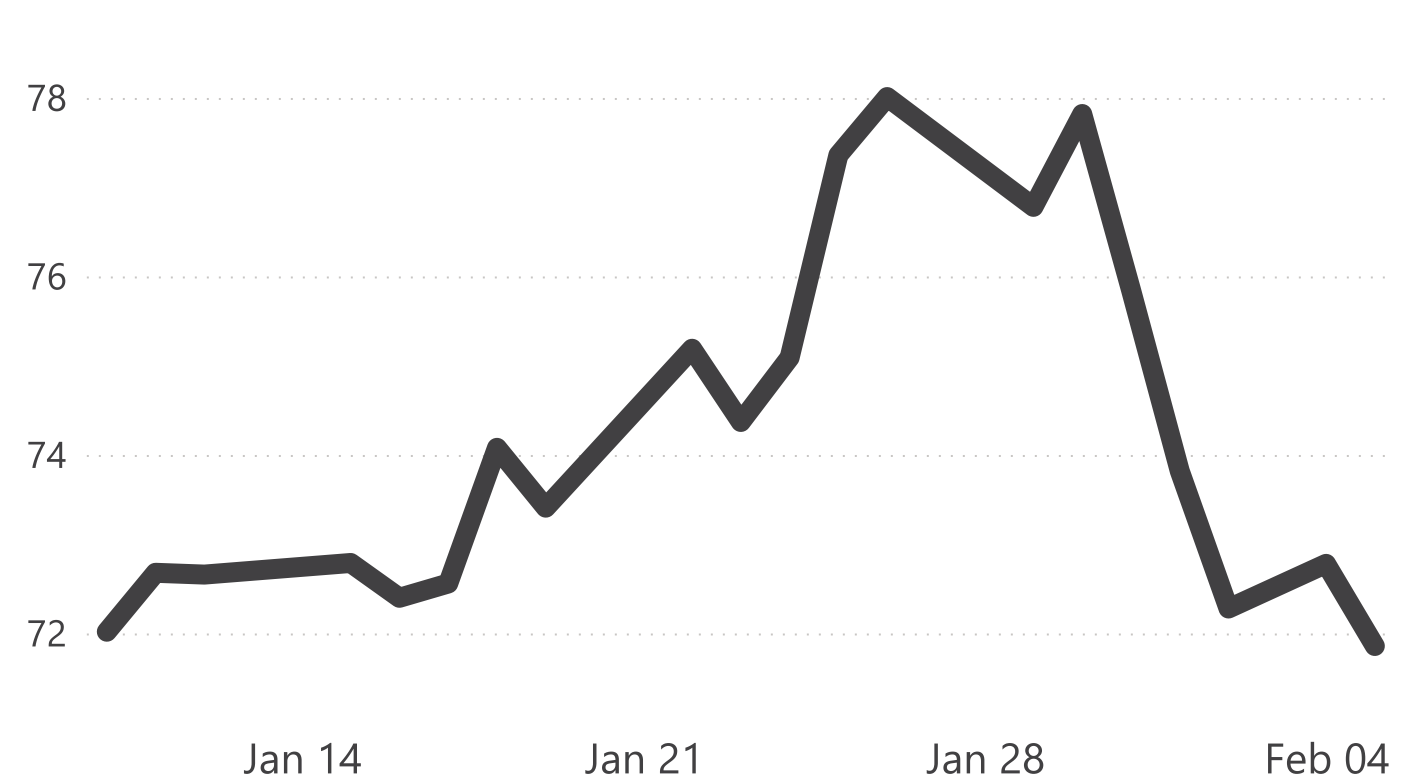


• The price of gold (XAU/USD) continues its retreat from the $2,065 level, which marked a one-month peak last week, and declines further during the first half of the European session on Monday. The downward movement brings the precious metal to a one-week low, hovering around the $2,022-2,021 range in the last hour. This decline is driven by the anticipation that the Federal Reserve (Fed) will maintain higher interest rates for an extended period.

Crude Oil WTI

72.28
Crude Oil

▼ -7.35%
Weekly change

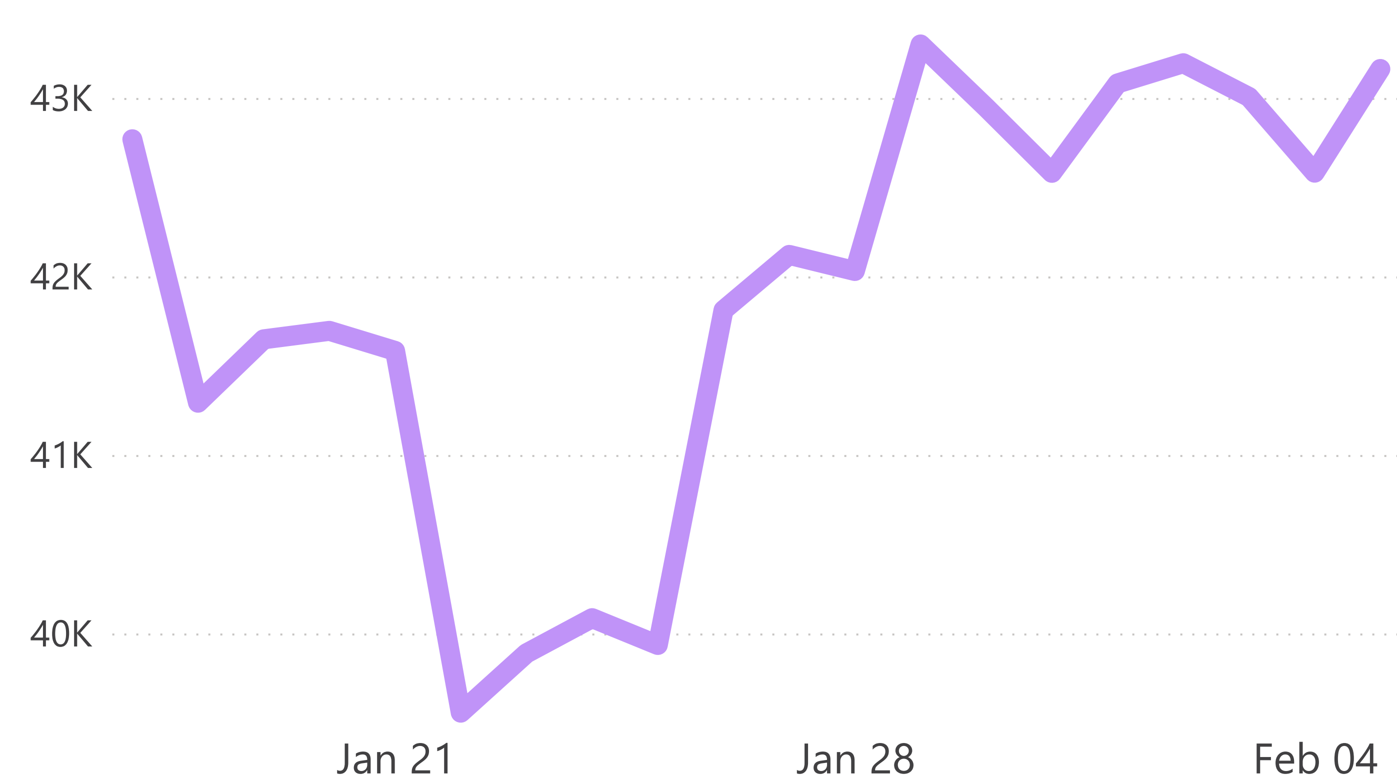


• West Texas Intermediate (WTI) prices continue their decline initiated last week after being turned away from the 100-day Simple Moving Average, approximately at $79.20, representing the year-to-date peak. This downward trend makes Monday the fifth day of negative movement. The descent brings the commodity to the $71.75-$71.70 range, marking a nearly three-week low during the early part of the European session.

Bitcoin

43.19K
Bitcoin

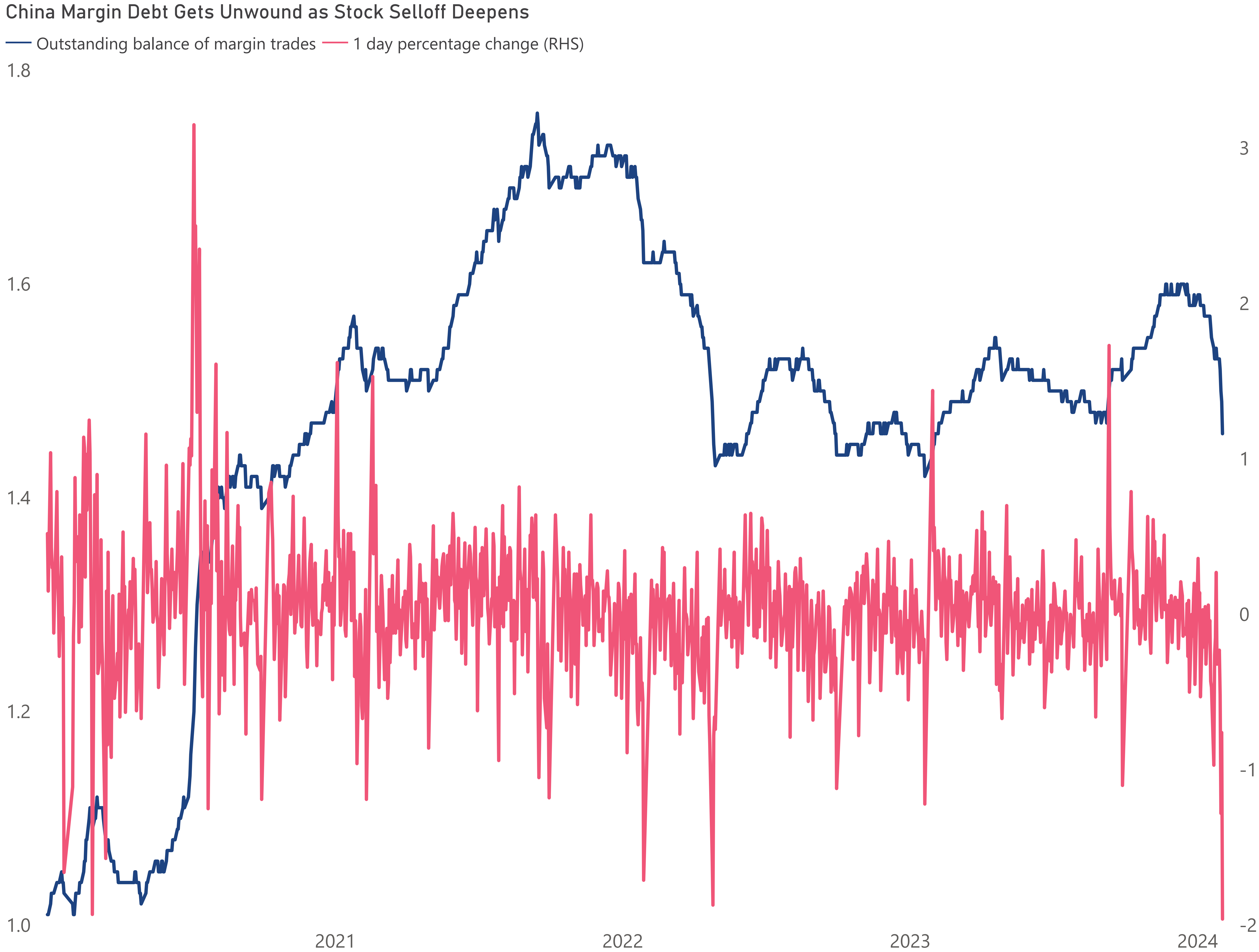
▲ 3.31%
Weekly change



• Bitcoin (BTC) remained steady, holding above $42,000 in the early hours of Monday as East Asian countries approached the final working days before the Lunar New Year holiday. The cryptocurrency has the potential for a bullish rally, supported by positive on-chain metrics and a resurgence in BTC ETF inflows following weeks of significant outflows from GBTC. The upward trend in Bitcoin's price may persist after the swing low in January at $38,505.

CHART OF THE WEEK

Activated Traders



Traders in the Chinese stock market are swiftly reducing their margin debt, indicating that an extended period of selling pressure might be compelling some to liquidate shares forcefully.

On Friday, the outstanding balance of margin debt in mainland exchanges experienced a notable 2% decline, amounting to 1.46 trillion yuan ($203 billion). This marked the most substantial drop since June 2018, reversing the upward trend in margin trades that began in August following the implementation of market-boosting policies. Despite a volatile session that saw the CSI 300 Index initially plummet by as much as 3.4% on Friday before recovering to a 1.2% loss, shares continued to slide on Monday, even in the face of authorities' assurances to stabilize the markets.

Haitong Securities estimated that, as of Thursday, the outstanding margin trades constituted 4.7% of the market's total free-float, significantly lower than the 13% recorded in June 2015 during the peak of the equity bubble. However, analysts, including Zheng Zixun, noted that there remains a risk of a negative feedback loop if stocks experience a rapid decline, leading to forced liquidations.

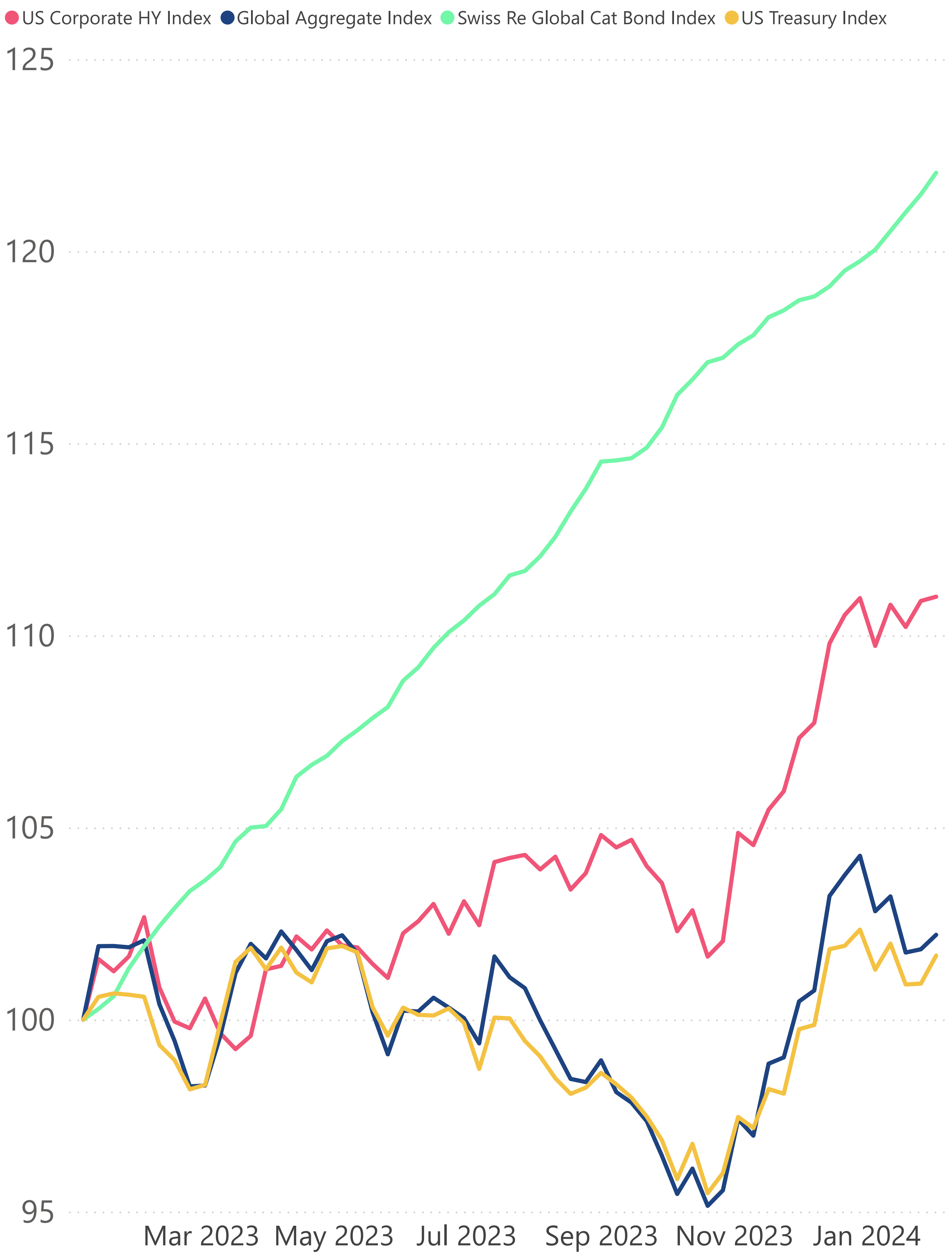
Investor concerns are also rising regarding the heightened risk of forced liquidation for shareholders as the value of their collateral diminishes. As of last week, around 1.58 trillion yuan worth of shares were pledged, with approximately 20% falling below levels requiring additional collateral, according to Haitong analysts.

The accelerated decline in Chinese stocks this year is attributed by analysts at Cinda Securities, including Fan Jituo, to the increased prevalence of innovative products in recent years, such as snowball derivatives and quant products.

INVESTMENT THEMES

Catastrophe Bonds Outperformed in 2023

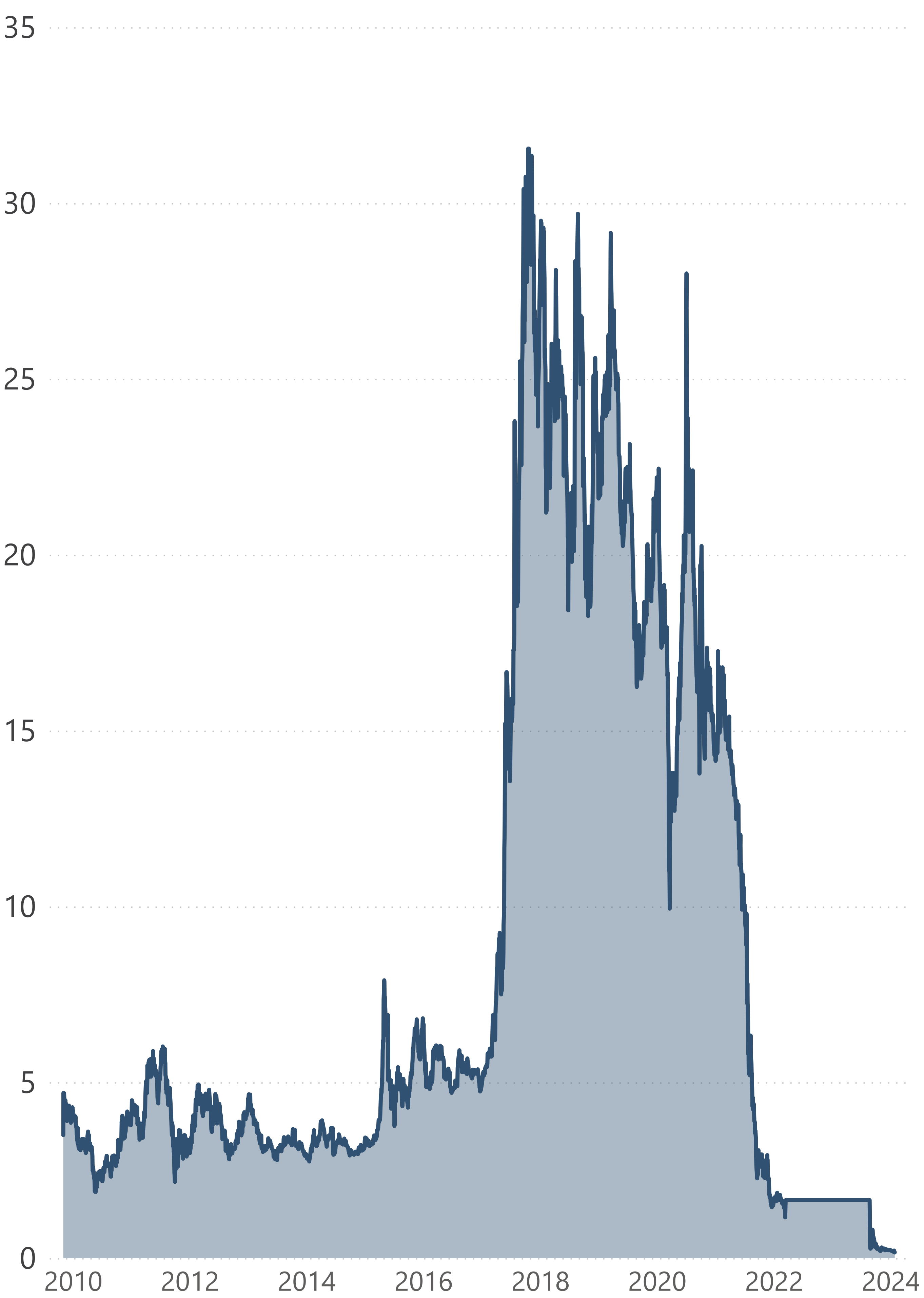
HFs' Mega Returns Set Off Demand Spiral for 'Cat' Bonds



• Record profits in high-risk debt markets, notably from catastrophe bonds, are attracting mainstream investors. Catastrophe bonds, the top-performing hedge fund strategy in 2023, outpaced other high-risk fixed-income products with a 20% gain, compared to 13% for high-yield US corporate bonds and 4% for US Treasuries.
• The strong returns are expanding interest beyond hedge funds, with institutional investors now showing interest. Niklaus Hilti, head of insurance-linked strategies at Credit Suisse's investment arm (now part of UBS Group AG), notes the growing interest and suggests small allocations to cat bonds for portfolio diversification.
• The cat bond market, existing for decades, has experienced renewed interest due to climate change-driven weather events and heightened inflation, contributing to increased issuer and investor activity. Additionally, some cat bonds feature tighter trigger clauses, favoring investors and cat bond funds by reducing the likelihood of payouts.

The Big Test

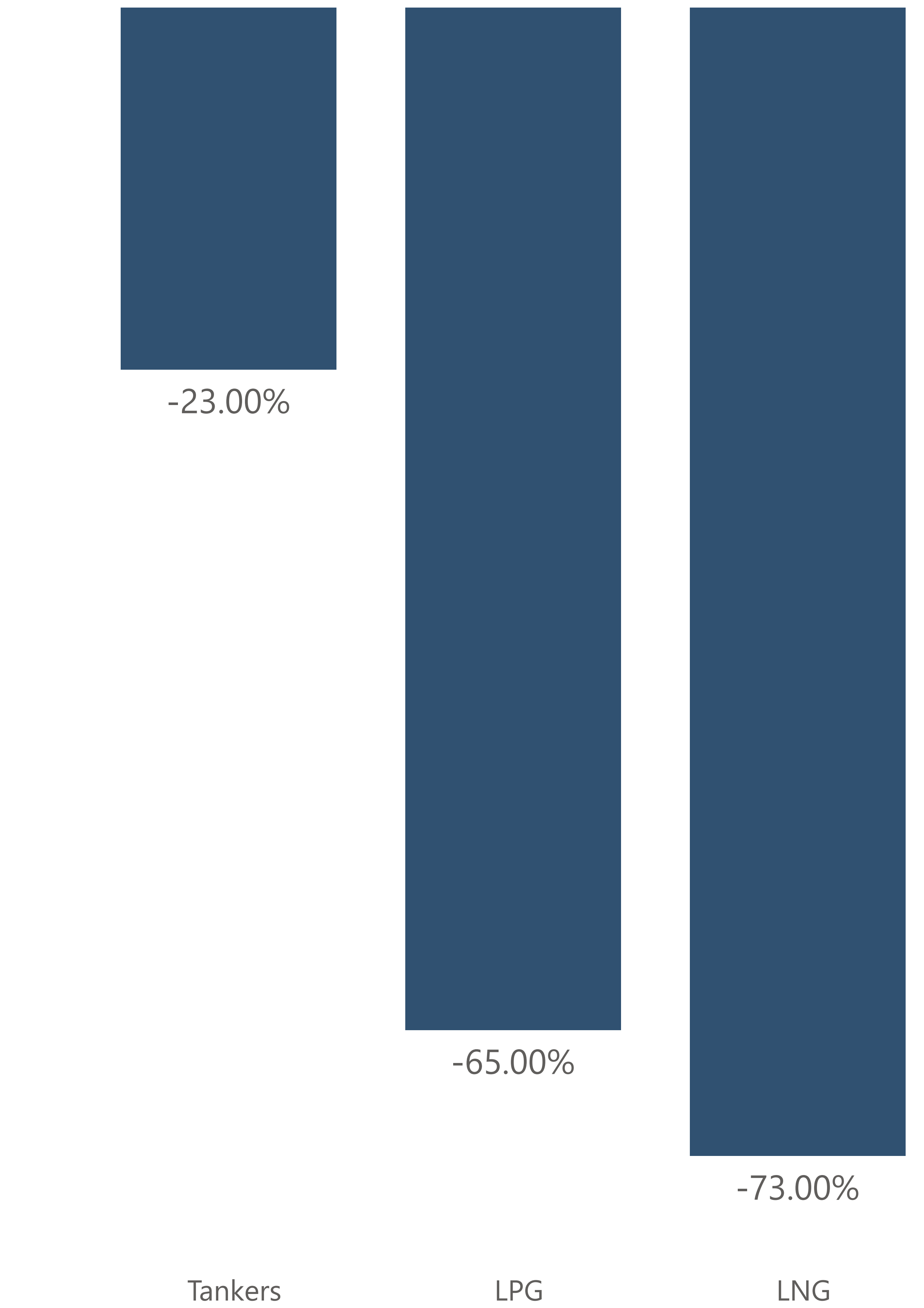
Shares Traded At A Fraction Of Their IPO Price



• The Hong Kong court's order for the liquidation of China Evergrande Group signifies the downfall of a company that epitomized China's real estate boom and subsequent decline. The repercussions of what unfolds with the remnants of Evergrande extend far beyond the fate of a single property developer.
• A crucial aspect is whether the ruling on Monday will be mirrored in mainland China, which operates under a distinct legal system. Despite Evergrande's shares and dollar bonds being traded in Hong Kong, the majority of its substantial $242 billion in assets are situated in mainland China.
• The prevailing uncertainty underscores investors' increasing apprehension that their interests may be subordinate to the priorities of the Communist Party. The abrupt regulatory interventions in private industries, spanning from real estate to technology, have significantly impacted stock valuations. Combined with concerns about an economic slowdown, these factors have contributed to the Hang Seng China Enterprises Index of Hong Kong-listed stocks approaching its lowest level since 2005.

Red Sea Tanker Traffic Thins

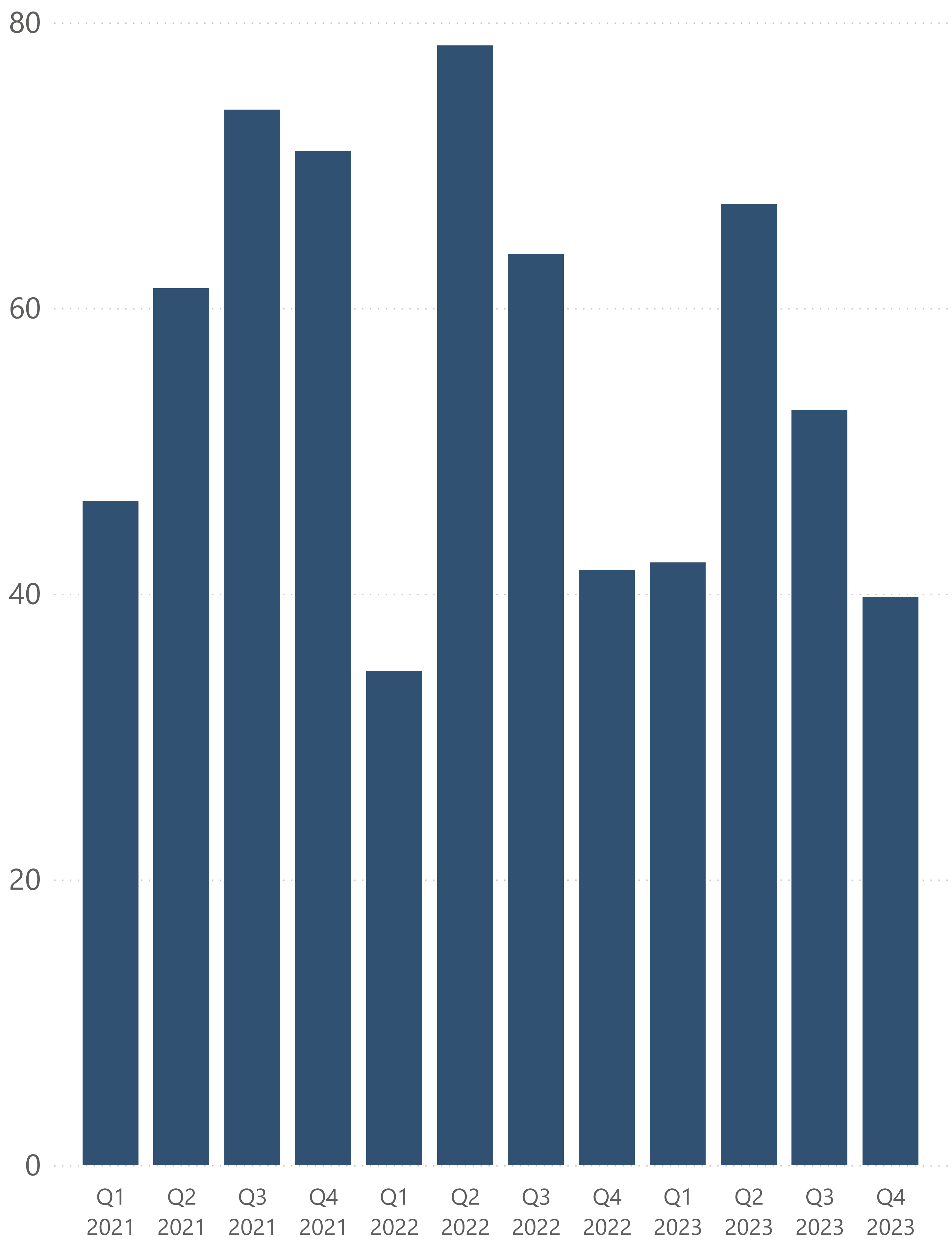
Percentage Change In Suez Canal Transits For Jan-Nov



• The global oil market is looking increasingly local as militant attacks in the Red Sea and surging freight rates make supplies from closer to home more attractive.
• A slump in tanker traffic through the Suez Canal is spurring the beginnings of a split, with one trading region centered around the Atlantic Basin and including the North Sea and the Mediterranean, and another encompassing the Persian Gulf, the Indian Ocean, and East Asia.
• Crude loadings from the US to Asia, meanwhile, plunged by more than a third last month from December, ship-tracking data from Kpler show. The fragmentation will not be permanent, but for now it's making it tougher for import-dependent nations like India and South Korea to diversify their sources of oil supply. Oil tanker transits through the Suez Canal were down 23% last month compared with November, Kpler said in a note released Jan. 30. The drop was even more pronounced for liquefied petroleum gas and liquefied natural gas, which fell 65% and 73%, respectively.

"Fund-Of-One" Is The New Standard

Aggregate Capital Raised ($Billions)



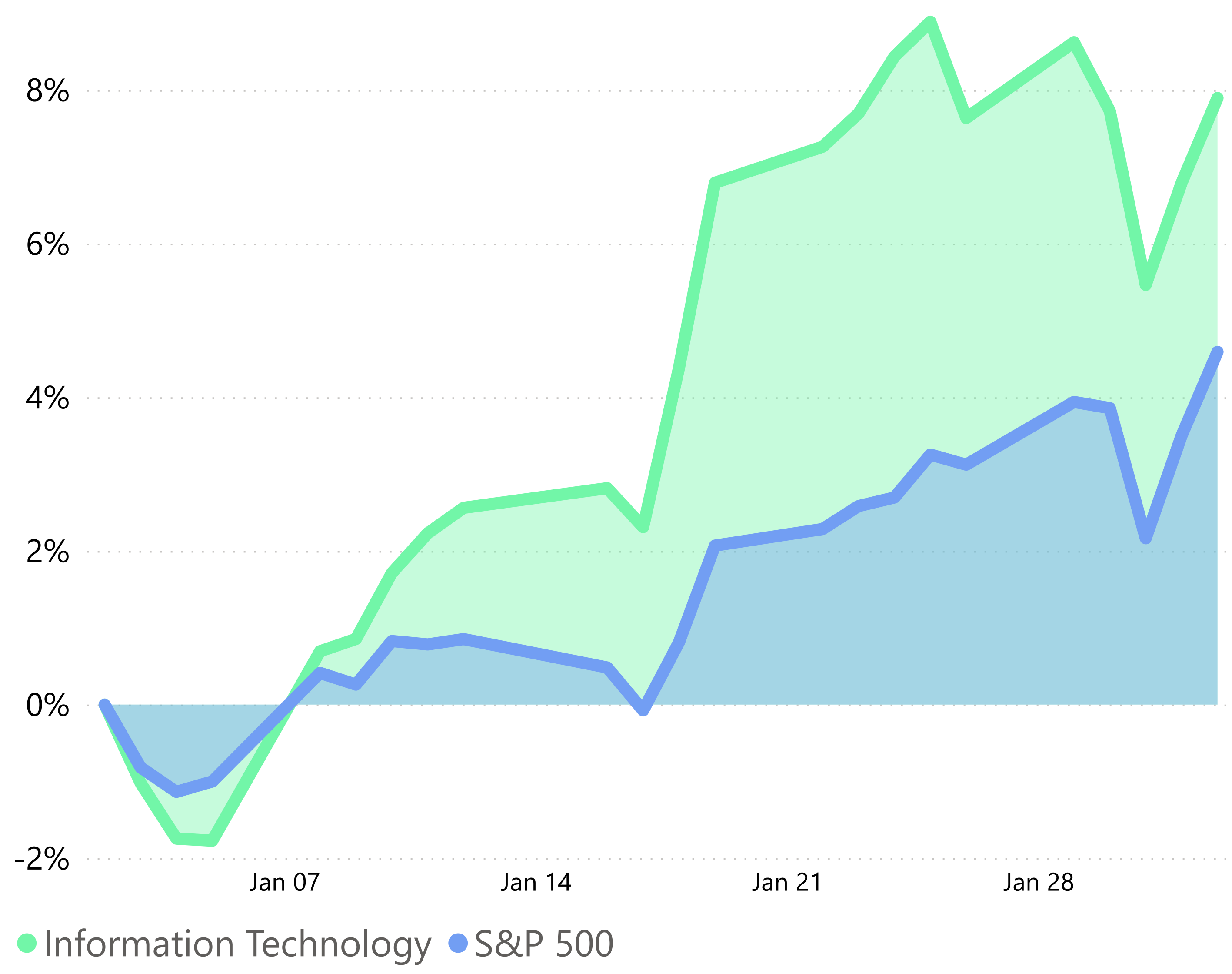
• Lenders are finding new ways to court sovereign wealth funds and other big investors through "fund-of-one" positions known as single-managed accounts. The arrangements often offer reduced fees, let investors cherry pick among their favorite regions and industries, dictate leverage or even decide how long they want to be locked in for.
• That's ushered in some of the biggest — and most conservative — investors to the market and could help boost fundraising that's slowed in recent years, according to some private credit managers and industry observers.
• "Several of the larger pension funds, insurance companies and sovereign wealth funds want to invest in size and want additional flexibility and are therefore looking to invest through SMA or 'fund-of-one' structures," said Anthony Fobel, chief executive officer at Arcmont Asset Management Ltd., one of Europe's largest private credit managers. The firm recently raised €10 billion ($10.8 billion) for a new fund that had bespoke SMA arrangements.

SECTOR SNAPSHOT

Information Technology

16.11	0.24%	33.60	12.80
Market Cap (Trillio...	Weekly Change	P/E	EV/EBITDA

Sector Comparison to S&P 500 Performance



• Apple Inc. (AAPL) shares bounced back from a 4% decline Friday as investors looked past a deepening slump in its China business. Investors are digesting an earnings report that included stronger iPhone sales in the holiday quarter and a return to revenue growth following four straight declines.

• Nvidia Corporation (NVDA) experienced a record-breaking surge in market value in January, the largest monthly increase ever, driven by heightened optimism around artificial intelligence (AI), positive analyst projections, and the company's announcement of expanded AI offerings. The world's most valuable chipmaker saw its market value expand by an unprecedented $296.52 billion to about $1.52 trillion, surpassing its previous high of $248.23 billion in gains seen in May 2023.

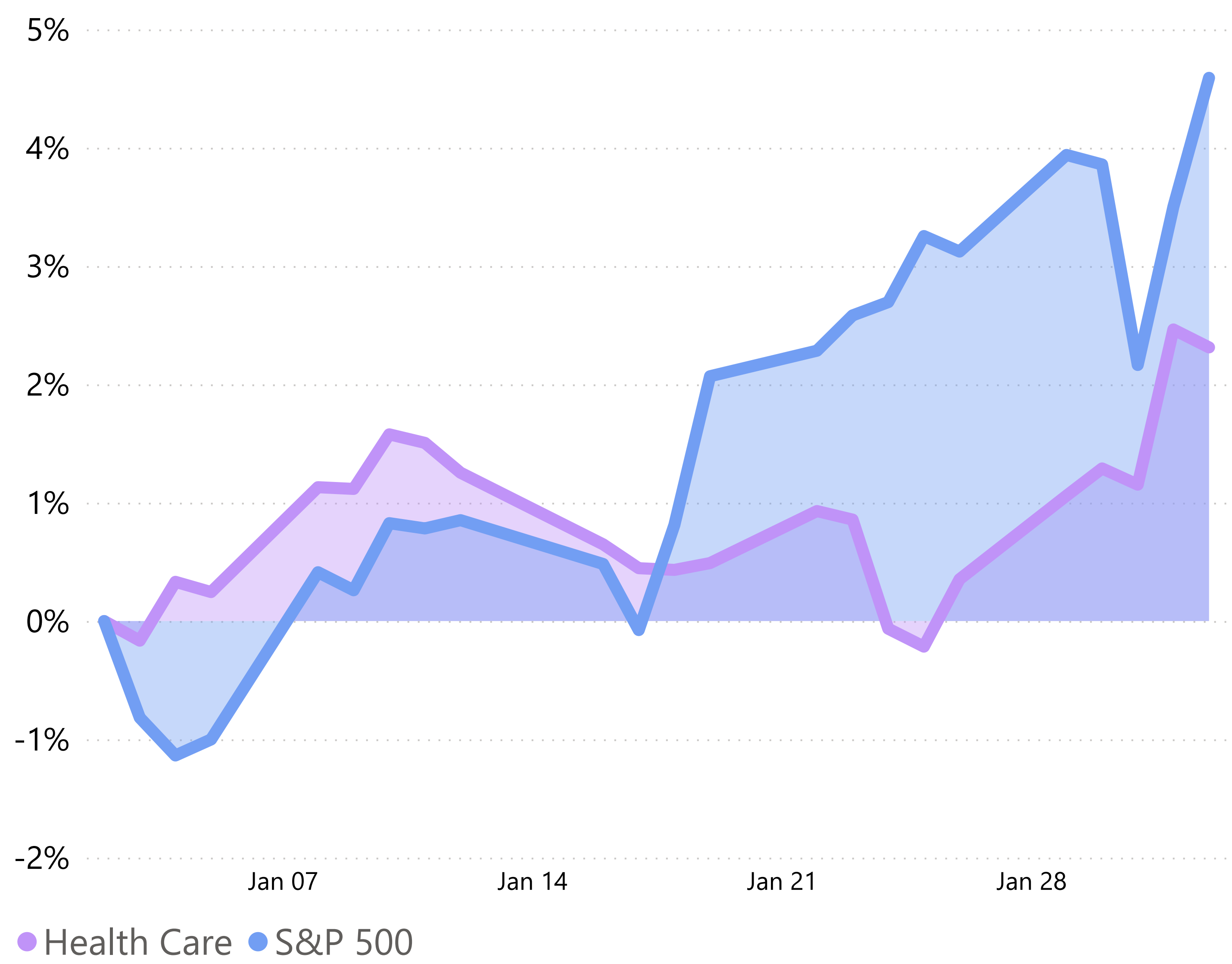
STOCKS	MARKET CAP	CLOSE	CHANGE	P/E	EV/EBITDA
MSFT	3,055.54bn	411.22	1.80%	30.89	21.35
AAPL	2,869.87bn	185.85	-3.41%	26.05	19.96
NVDA	1,634.15bn	661.60	8.40%	31.85	27.66
TSM	600.33bn	115.75	-1.29%	15.43	8.48
AVGO	573.16bn	1,224.34	1.62%	21.76	17.59

ETFs	TOTAL ASSETS	CLOSE	CHANGE	YTD	Expense
QQQ	245.14bn	429.01	1.23%	6.60%	0.20%
VGT	62.76bn	505.16	0.35%	7.20%	0.10%
XLK	62.33bn	202.24	0.24%	7.90%	0.12%
FTEC	8.84bn	150.08	0.33%	7.40%	0.08%
XSD	1.40bn	210.68	-2.76%	-3.40%	0.35%

Healthcare

8.07	1.95%	30.70	22.60
Market Cap (Trillio...	Weekly Change	P/E	EV/EBITDA

Sector Comparison to S&P 500 Performance



• NeuroBo Pharmaceuticals (NRBO) witnessed a 23% surge in early trading after announcing plans to begin Phase 1 testing for its weight-loss drug, DA-1726. The FDA approved the application for this novel GLP-1 and glucagon dual receptor, positioning it to rival Novo Nordisk's (NVO) Wegovy and Eli Lilly's Mounjaro.

• The UK's Competition and Markets Authority is examining Thermo Fisher's (TMO) $3.1 billion acquisition of Olink Holding for potential competition issues. The CMA has requested comments until February 23 but hasn't initiated a formal investigation yet. Thermo Fisher's agreement to acquire Olink for $26 per share was made in October, and the US HSR waiting period concluded in November.

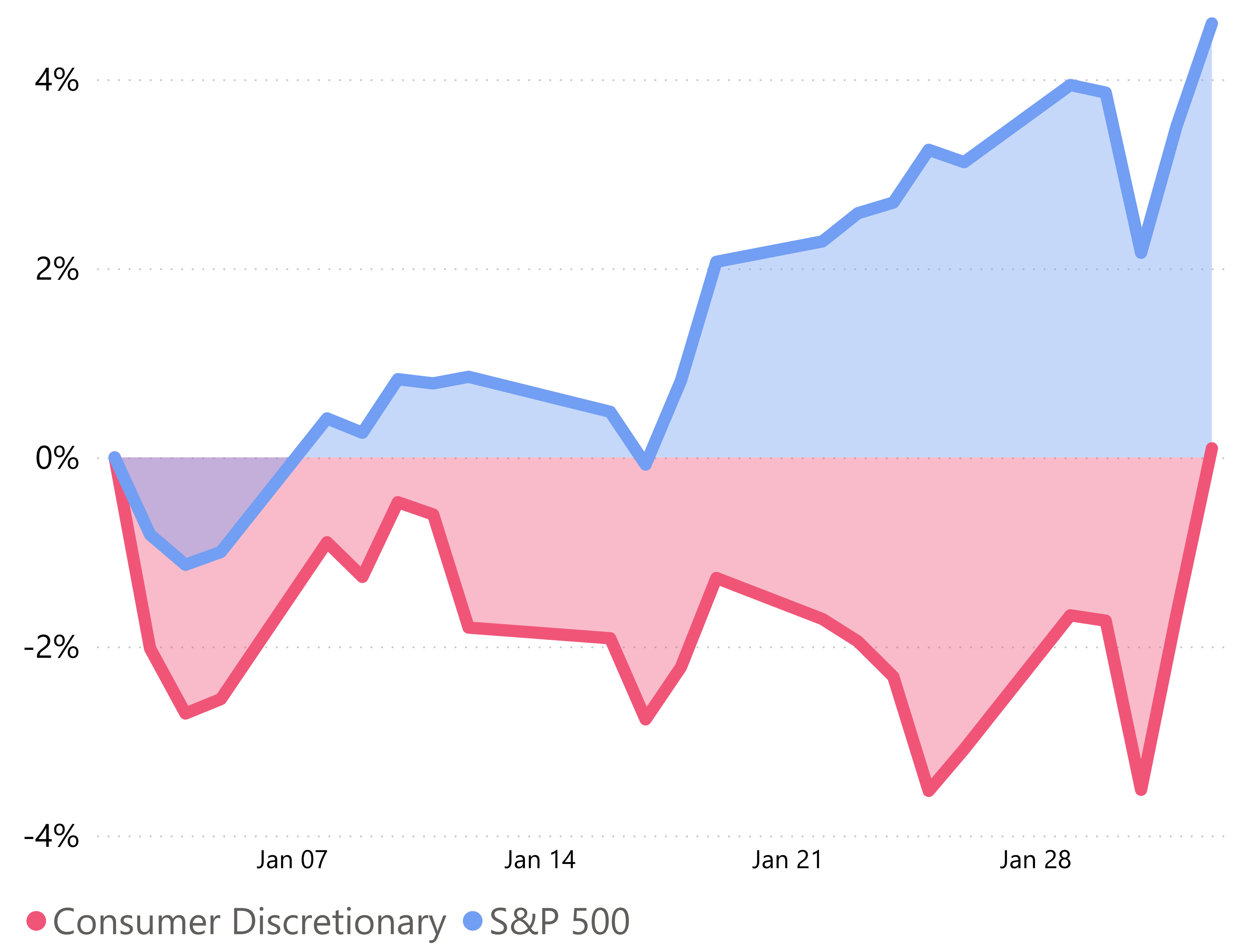
STOCKS	MARKET CAP	CLOSE	CHANGE	P/E	EV/EBITDA
LLY	633.80bn	667.65	4.44%	53.17	44.44
UNH	471.92bn	510.23	1.40%	16.34	11.59
ABBV	297.79bn	168.67	2.60%	13.97	12.12
TMO	213.21bn	551.82	0.82%	22.90	19.96
DHR	182.09bn	246.33	5.72%	28.54	22.70

ETFs	TOTAL ASSETS	CLOSE	CHANGE	YTD	Expense
XLV	40.13bn	141.99	1.95%	2.30%	0.12%
VHT	17.40bn	259.49	1.76%	1.90%	0.10%
IBB	7.42bn	134.60	-0.55%	-2.50%	0.47%
XBI	6.63bn	87.97	-0.31%	-2.50%	0.35%
ARKG	1.75bn	29.16	0.24%	-10.90%	0.75%

Consumer Discretionary

9.17	3.29%	22.30	14.40
Market Cap (Trillio...	Weekly Change	P/E	EV/EBITDA

Sector Comparison to S&P 500 Performance



• Amazon's Executive Chairman Jeff Bezos has adopted a plan, under SEC rule 10b5-1(c), allowing him to sell up to 50 million shares by January 31, 2025. Valued at around $8.6 billion, these shares are part of Bezos's 10% ownership in Amazon (990 million shares). The plan is compliant with anti-insider trading regulations, and Bezos hasn't sold any Amazon shares since 2021.

• Tesla (TSLA) is recalling 2.2 million U.S. vehicles, including the Cybertruck, for a brake warning light issue, marking its largest recall. The recall covers nearly all U.S. vehicles sold from 2012 to 2024. Tesla initiated a software update on January 23 to address the problem, impacting Model S, Model X, Model 3 (2017-2023), Model Y, and the 2024 Cybertruck.

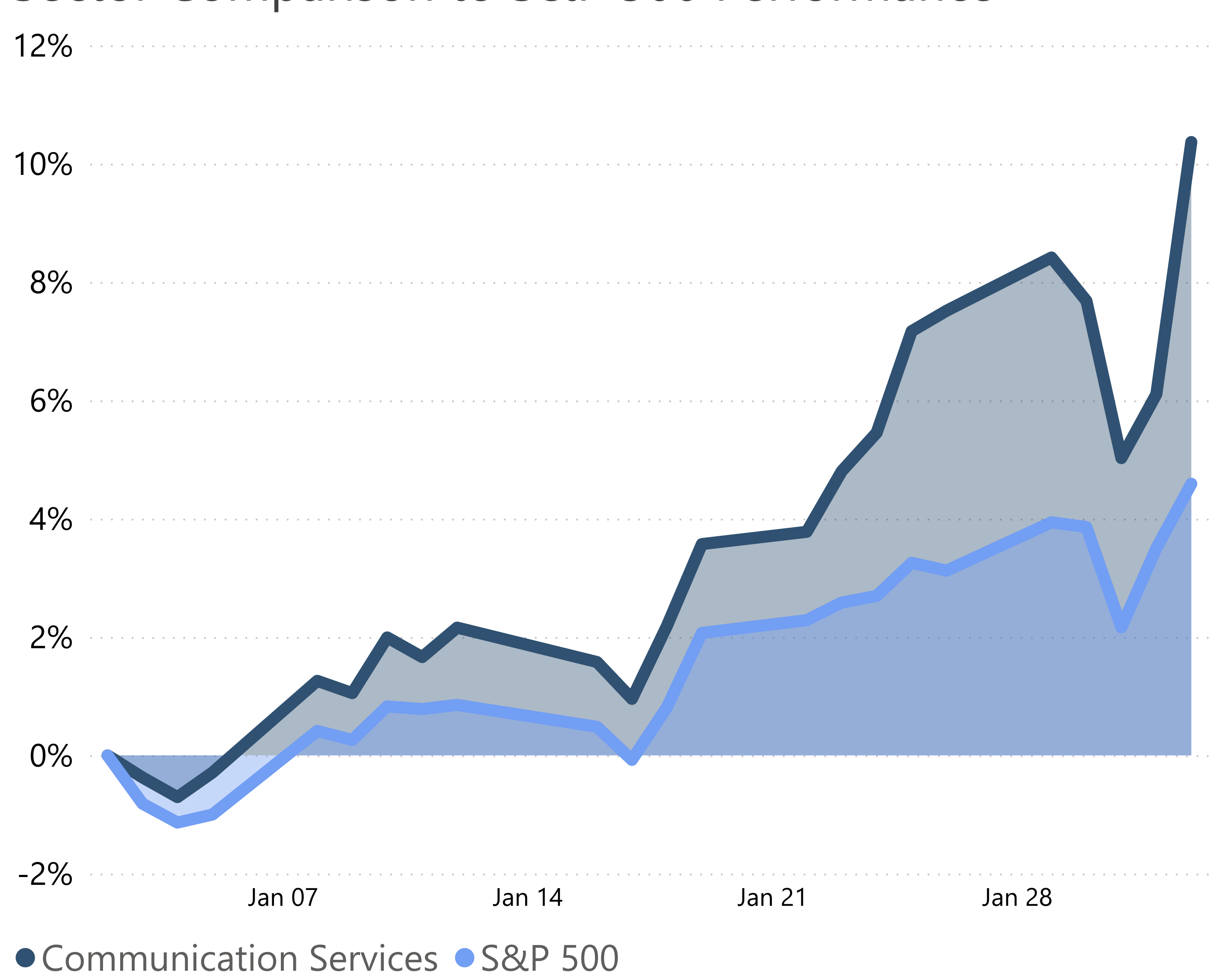
STOCKS	MARKET CAP	CLOSE	CHANGE	P/E	EV/EBITDA
AMZN	1,784.66bn	171.81	7.98%	27.81	12.42
TSLA	598.45bn	187.91	2.54%	44.37	24.13
PDD	165.53bn	124.59	-12.12%	17.11	11.99
NKE	152.59bn	100.71	-1.99%	23.65	18.44
CMG	68.13bn	2,482.28	6.71%	46.54	31.57

ETFs	TOTAL ASSETS	CLOSE	CHANGE	YTD	Expense
XLY	19.21bn	177.32	3.29%	0.10%	0.12%
VCR	5.44bn	303.33	2.84%	0.60%	0.10%
FXD	1.45bn	58.69	0.76%	0.50%	0.63%
FDIS	1.39bn	78.65	2.74%	0.50%	0.08%
XRT	0.27bn	70.74	1.14%	-2.10%	0.35%

Communication Services

6.21	2.65%	28.20	17.60
Market Cap (Trillio...	Weekly Change	P/E	EV/EBITDA

Sector Comparison to S&P 500 Performance



• Google (GOOG, GOOGL) has revealed that its Bard chatbot is now globally powered by the Gemini Pro model, supporting over 40 languages. Additionally, the search giant is introducing image generation capabilities using the Imagen 2 model, released in December. Presently, this feature is available exclusively in English.

• Meta Platforms' (META) stock experienced a substantial surge on Friday, rising over 20% following the company's announcement of better-than-expected earnings and guidance, along with new shareholder return initiatives. With this rally, the company added nearly $200 billion to its market capitalization, establishing a stock market record according to Bloomberg data.

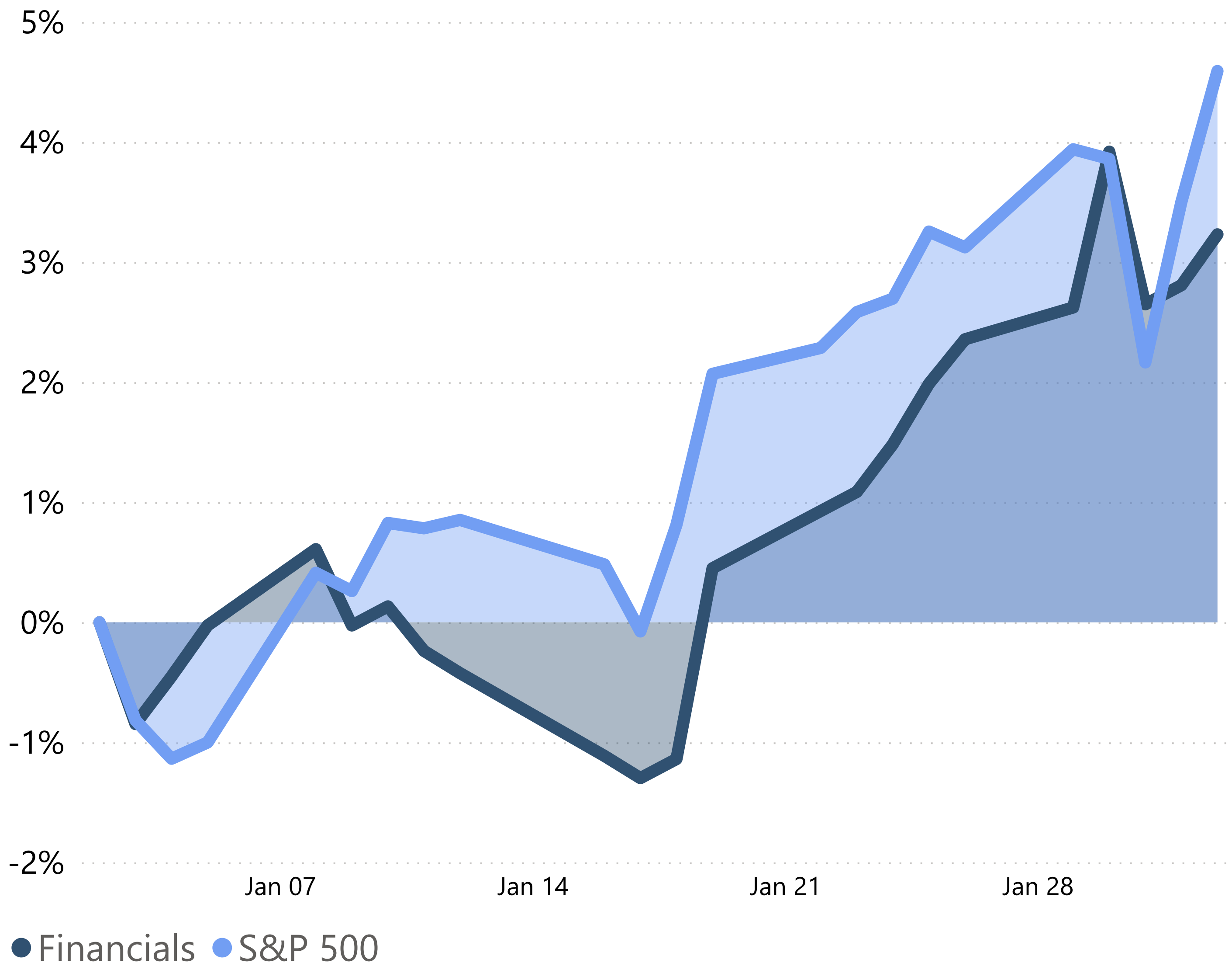
STOCKS	MARKET CAP	CLOSE	CHANGE	P/E	EV/EBITDA
GOOG	1,777.29bn	143.54	-6.66%	17.22	10.94
META	1,211.37bn	474.99	20.51%	21.55	11.68
NFLX	244.35bn	564.64	-1.01%	26.59	21.22
CMCSA	179.09bn	45.09	-2.53%	9.74	6.97
DIS	178.17bn	97.13	1.86%	18.53	11.56

ETFs	TOTAL ASSETS	CLOSE	CHANGE	YTD	Expense
XLC	17.51bn	79.74	2.65%	10.40%	0.12%
VOX	4.02bn	128.68	2.64%	10.30%	0.10%
FCOM	0.99bn	48.65	2.72%	10.20%	0.08%
NXTG	0.39bn	75.88	-0.77%	0.40%	0.70%
IXP	0.26bn	81.20	2.14%	9.90%	0.46%

Financials

9.26	0.85%	14.40	15.00
Market Cap (Trillio...	Weekly Change	P/E	EV/EBITDA

Sector Comparison to S&P 500 Performance



• Visa (V) is proposing an exchange offer for its class B-1 common stock, primarily held by financial institutions. The plan involves exchanging it for a combination of class B-2 common stock, class C common stock, and cash for fractional shares. Each accepted share of class B-1 common stock will receive 0.1984 shares of class C common stock.

• HSBC Bank Plc (HSBC) and its U.K. counterpart face a £57.4 million fine from the U.K.'s Prudential Regulation Authority for inaccurately identifying deposits eligible for Financial Services Compensation Scheme protection between 2015 and 2022 (HBEU) and 2018 and 2021 (HBUK). The penalty, the second-highest imposed by the PRA, is due to failure in promptly reporting deposit mislabeling issues to the PRA.

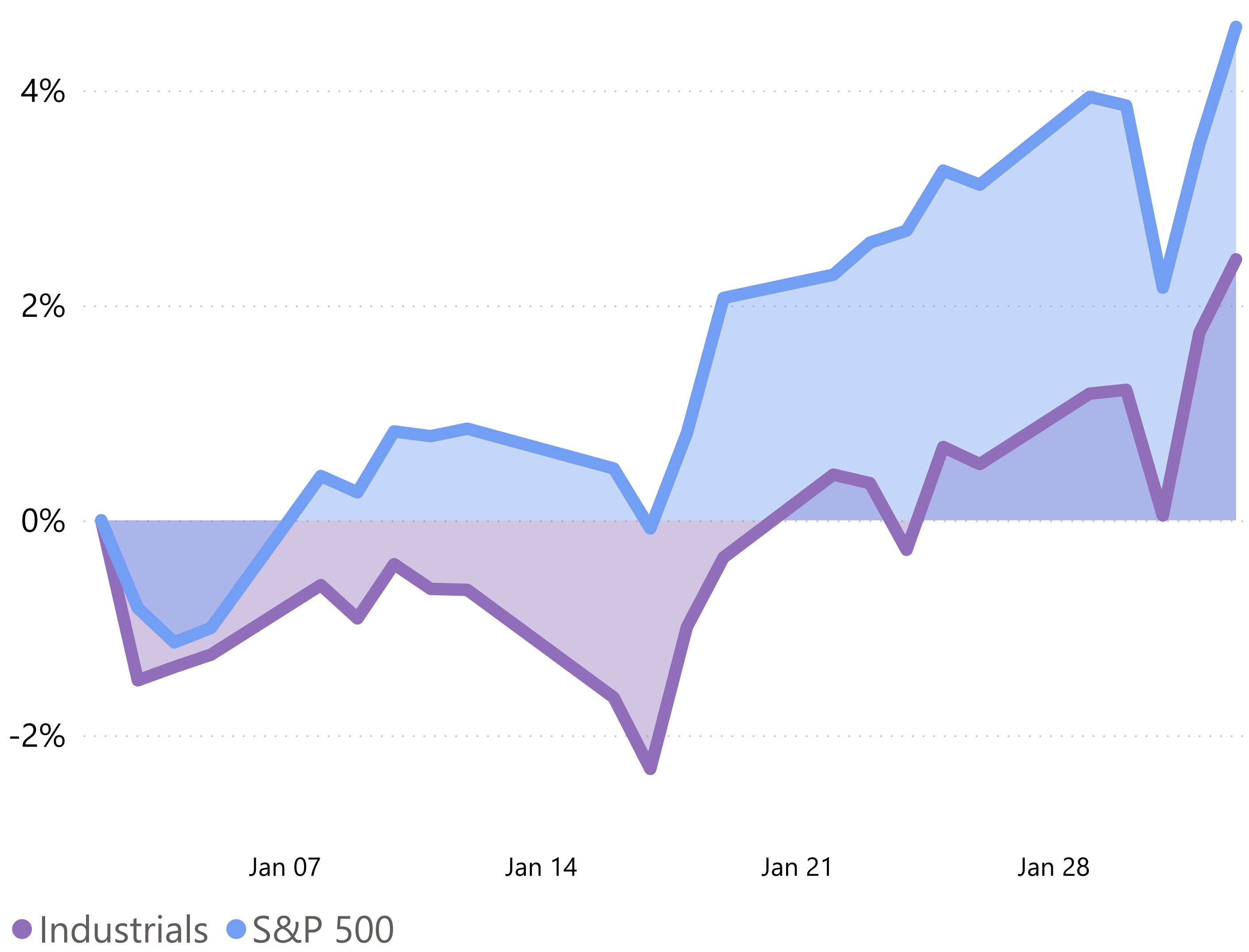
STOCKS	MARKET CAP	CLOSE	CHANGE	P/E	EV/EBITDA
V	571.27bn	277.18	3.45%	24.82	20.02
MA	430.18bn	460.58	5.03%	27.55	21.96
GS	130.97bn	387.86	2.67%	9.82	17.20
APO	58.53bn	103.13	2.81%	13.07	8.39
NU	44.44bn	9.37	-1.37%	23.54	14.48

ETFs	TOTAL ASSETS	CLOSE	CHANGE	YTD	Expense
IXG	0.38bn	79.81	0.45%	1.80%	0.46%
KBE	1.82bn	44.01	-4.66%	-4.70%	0.35%
KIE	0.75bn	47.07	-1.11%	3.40%	0.35%
XLF	36.50bn	38.98	0.85%	3.20%	0.12%
VFH	8.95bn	94.46	0.47%	2.30%	0.10%

Industrials

5.95	1.90%	20.60	12.80
Market Cap (Trillio...	Weekly Change	P/E	EV/EBITDA

Sector Comparison to S&P 500 Performance



• Boeing (BA) reported a resilient Q4, surpassing expectations. Non-GAAP EPS stood at -$0.47, beating estimates by $0.32, while revenue reached $22.02B, exceeding expectations by $940M, marking a 10.2% YoY increase. The company delivered 157 commercial airplanes, secured 611 net orders, and maintained production rates of five 787s and 38 737s per month.

• The Czech Republic made its largest-ever military purchase on Monday, finalizing a deal with the U.S. for 24 F-35 fighter jets, valued at $6.6 billion. Lockheed Martin (LMT) produces the F-35, set to replace the Czech army's 14 JAS-39 Gripen jets from Sweden. Deliveries are expected between 2031 and 2035.

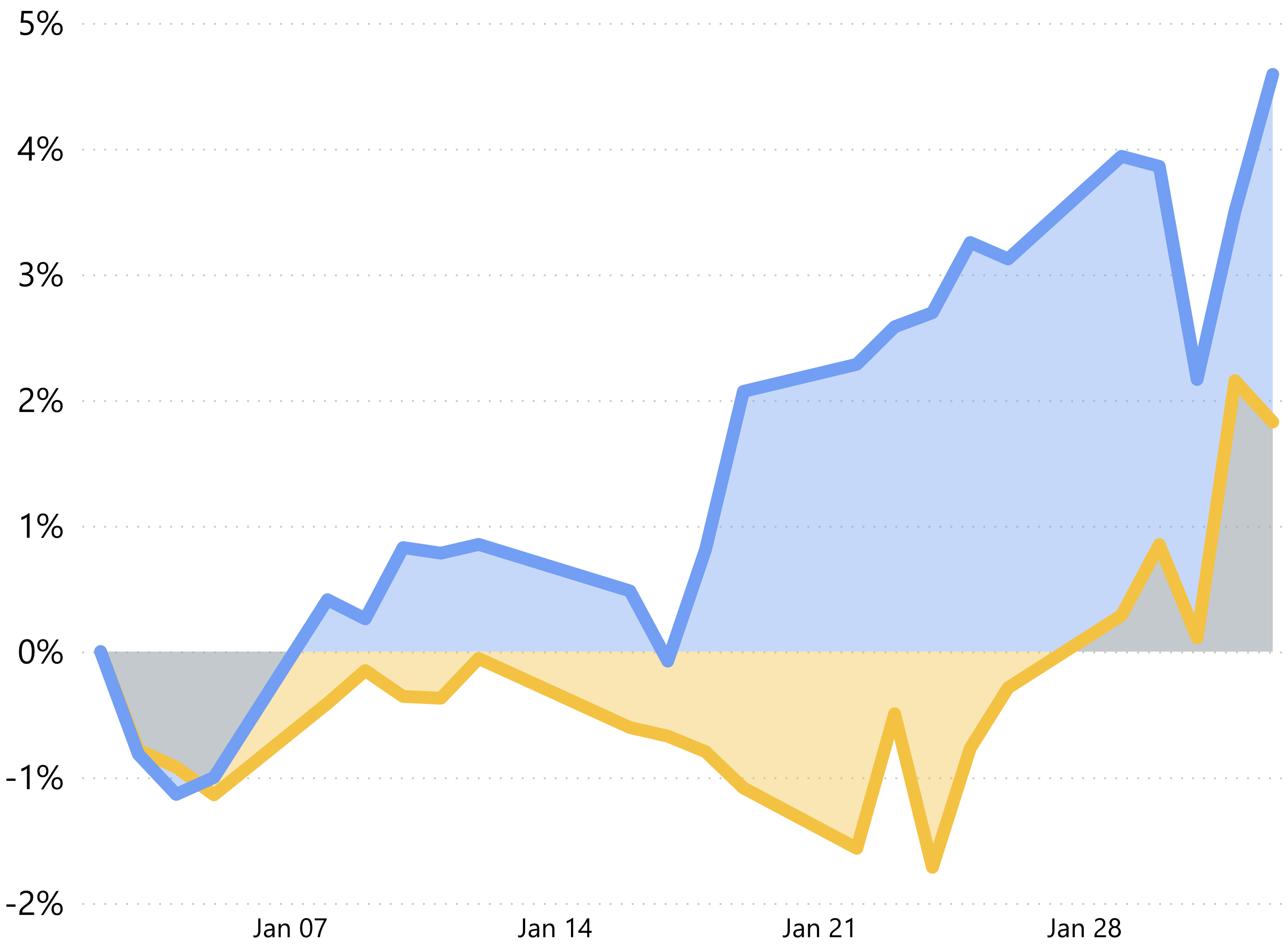
STOCKS	MARKET CAP	CLOSE	CHANGE	P/E	EV/EBITDA
CAT	160.41bn	315.09	5.23%	14.78	10.73
HON	129.29bn	196.11	-2.82%	17.96	13.16
BA	127.75bn	209.38	1.90%	25.79	16.27
ETN	107.85bn	270.10	9.85%	24.12	18.96
LMT	102.93bn	425.97	-0.92%	15.47	12.10

ETFs	TOTAL ASSETS	CLOSE	CHANGE	YTD	Expense
XLI	15.95bn	115.58	1.90%	2.40%	0.12%
VIS	4.66bn	223.01	1.98%	2.30%	0.10%
JETS	1.37bn	19.15	0.16%	2.20%	0.60%
IYT	0.95bn	264.88	0.57%	2.50%	0.42%
FIDU	0.91bn	62.02	2.09%	2.40%	0.08%

Consumer Staples

4.42	2.12%	23.40	16.50
Market Cap (Trillio...	Weekly Change	P/E	EV/EBITDA

Sector Comparison to S&P 500 Performance



• Walmart (WMT) has announced a 3:1 stock split, part of its ongoing assessment of trading levels. The split, set to increase the outstanding common shares from around 2.7 billion to approximately 8.1 billion, aims to facilitate associates in leveraging longstanding stock purchase benefits. The shares will be issued after market close on February 23, 2024.

• The Philippines Competition Commission has approved Coca-Cola Europacific Partners and Aboitiz Equity Ventures' joint acquisition of 100% of Coca-Cola Beverages Philippines from The Coca-Cola Company (KO). Valued at $1.8 billion on a debt-free, cash-free basis, the transaction is set to close by the end of February 2024.

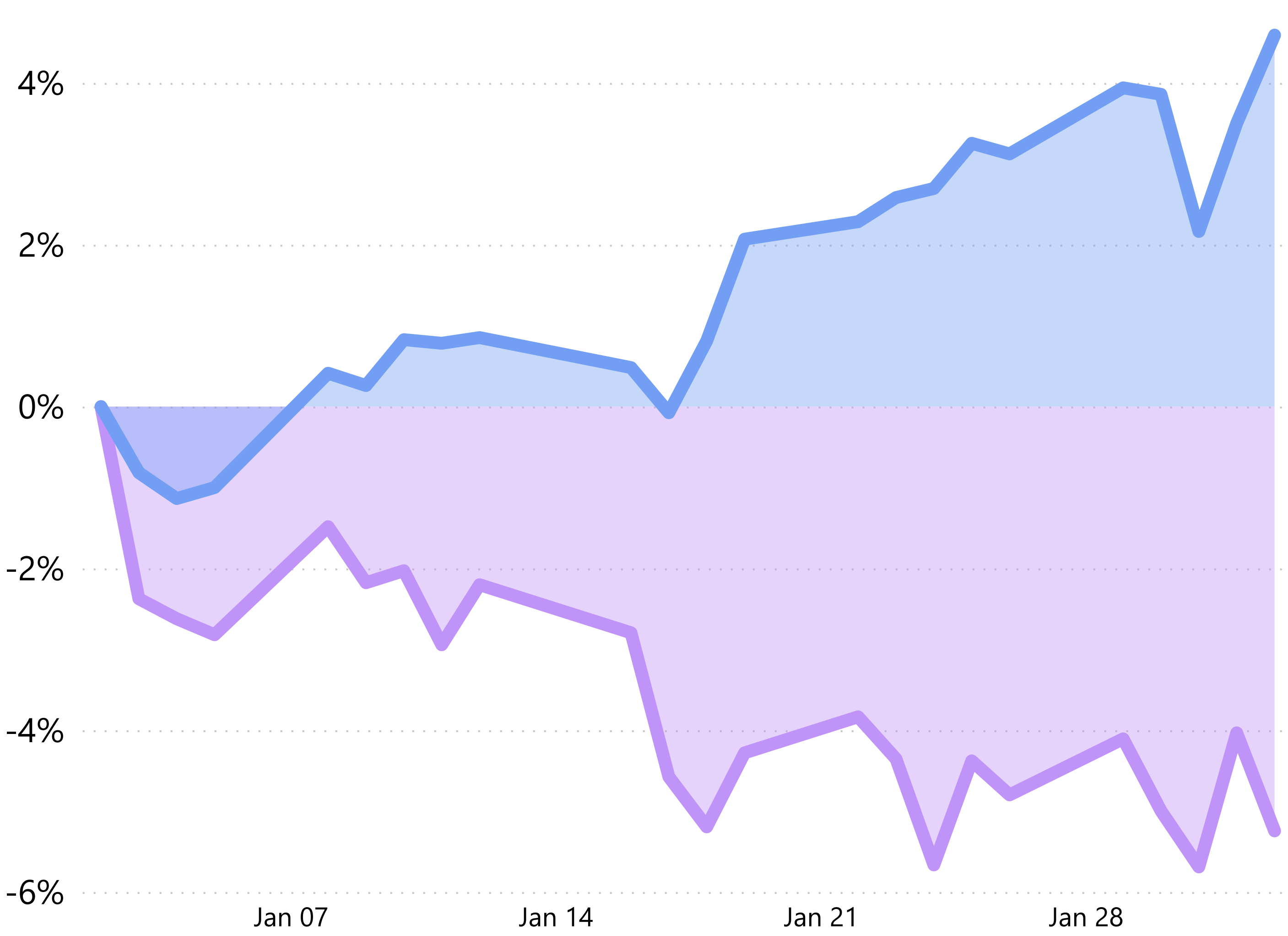
STOCKS	MARKET CAP	CLOSE	CHANGE	P/E	EV/EBITDA
WMT	456.52bn	169.57	3.23%	23.92	12.69
COST	314.82bn	709.48	3.29%	41.29	24.74
KO	261.74bn	60.54	1.97%	21.61	18.84
BUD	125.42bn	62.11	0.03%	17.87	9.86
UL	122.68bn	49.09	1.49%	16.49	11.54

ETFs	TOTAL ASSETS	CLOSE	CHANGE	YTD	Expense
XLP	15.90bn	74.17	2.12%	1.80%	0.12%
VDC	6.67bn	196.19	2.05%	1.60%	0.10%
FSTA	1.09bn	45.82	2.00%	1.50%	0.08%
KXI	0.86bn	60.18	1.55%	1.20%	0.46%
FXG	0.43bn	63.40	2.32%	-1.10%	0.63%

Real Estate

1.82	-0.47%	47.20	20.80
Market Cap (Trillio...	Weekly Change	P/E	EV/EBITDA

Sector Comparison to S&P 500 Performance



• Alexandria Real Estate Equities (ARE) has priced a public offering of $400 million 5.250% senior notes due 2036 and $600 million 5.625% senior notes due 2054. The notes were priced at 99.787% and 99.943% of the principal amount, yielding 5.271% and 5.627%, respectively. The $1 billion proceeds will be used for general working capital and other corporate purposes.

• Real estate investment trusts (REITs) experienced a 13.5% increase in capital raised, reaching $58.27 billion in 2023 compared to $51.36 billion in 2022. The majority of the funds were generated through debt offerings, totaling $44.87 billion, while equity offerings contributed $12.66 billion.

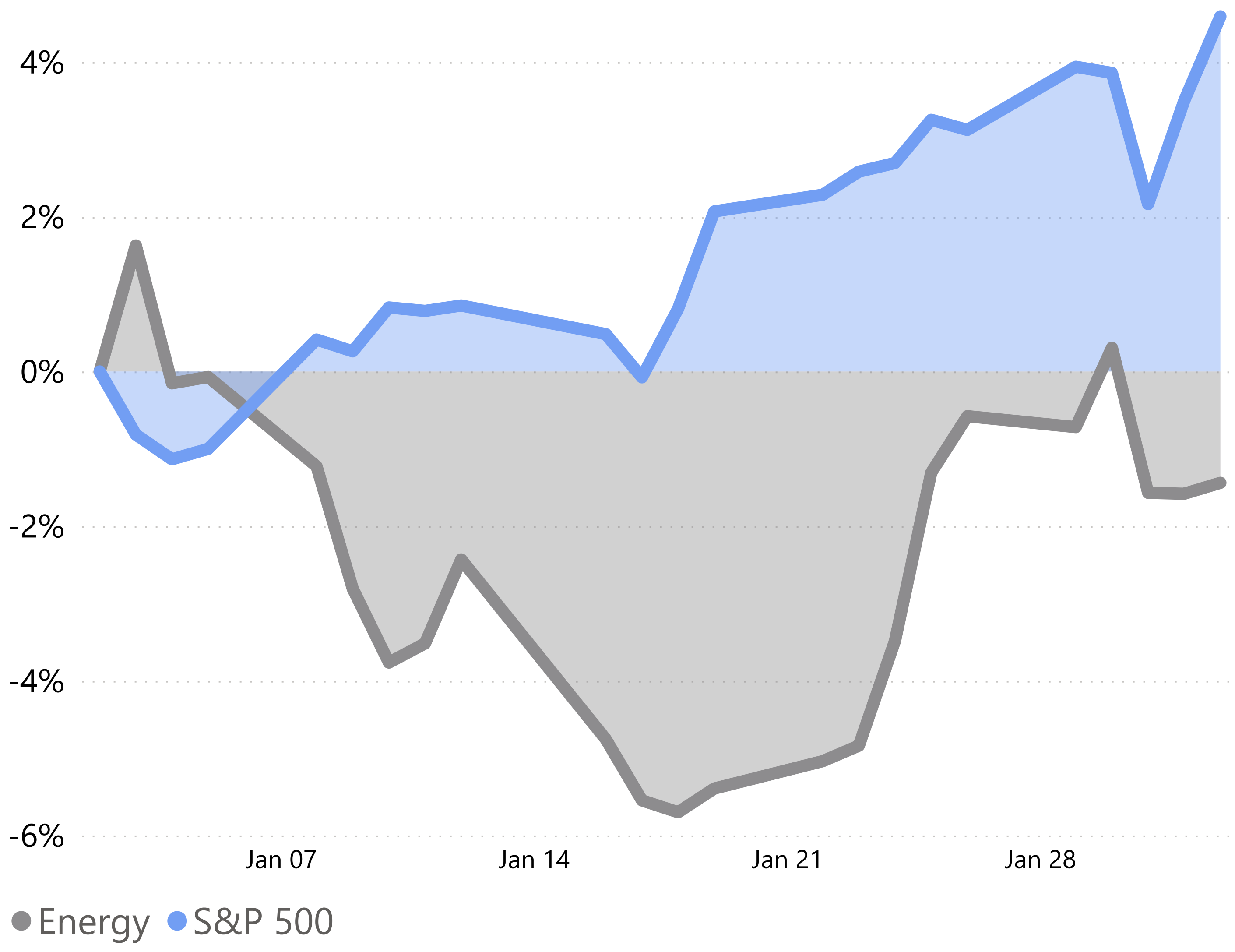
STOCKS	MARKET CAP	CLOSE	CHANGE	P/E	EV/EBITDA
PLD	119.42bn	129.25	1.88%	33.51	22.17
AMT	90.21bn	193.51	-1.92%	39.25	19.76
WELL	48.90bn	87.93	0.62%	70.18	22.03
DLR	44.69bn	144.49	0.90%	126.08	22.42
ARE	21.25bn	121.46	-2.32%	30.60	16.96

ETFs	TOTAL ASSETS	CLOSE	CHANGE	YTD	Expense
VNQ	32.47bn	84.35	-0.69%	-5.40%	0.12%
SCHH	6.26bn	19.76	-0.65%	-5.60%	0.07%
XLRE	5.71bn	38.31	-0.47%	-5.20%	0.12%
IYR	3.78bn	87.11	-0.80%	-5.50%	0.42%
REZ	0.63bn	69.33	-1.10%	-6.90%	0.48%

Energy

3.04	-0.87%	15.20	8.40
Market Cap (Trillio...	Weekly Change	P/E	EV/EBITDA

Sector Comparison to S&P 500 Performance



• On Friday, Exxon Mobil (XOM) reported a profit for 2023 that surpassed expectations, reaching $36 billion, driven by gains in fuels trading and increased oil and gas production. Profits across major oil companies saw a decline of approximately one-third in 2023 compared to the record levels in 2022, influenced by the retreat in oil and gas prices after a surge following Russia's invasion of Ukraine.
• Chevron Corp. (CVX) exceeded earnings estimates and increased dividends after achieving record oil and natural gas production, contributing to CEO Mike Wirth's efforts to recover from a year of performance target setbacks.

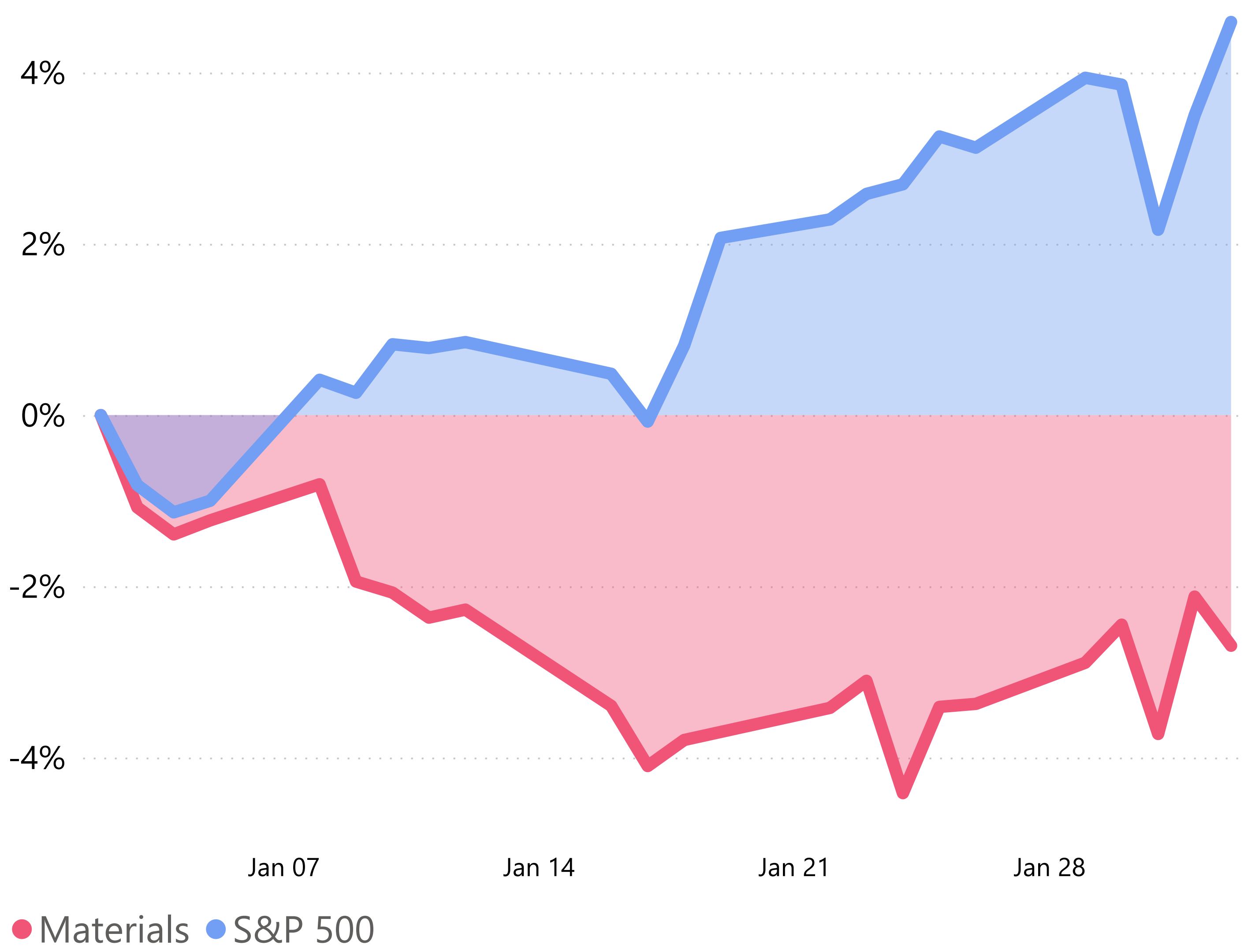
STOCKS	MARKET CAP	CLOSE	CHANGE	P/E	EV/EBITDA
XOM	404.92bn	101.97	-1.00%	10.68	5.24
CVX	287.39bn	152.24	2.08%	10.42	5.18
SHEL	205.48bn	63.30	0.21%	7.64	3.98
TTE	155.28bn	64.37	-1.79%	7.02	4.19
COP	131.36bn	110.63	-1.43%	12.53	5.54

ETFs	TOTAL ASSETS	CLOSE	CHANGE	YTD	Expense
XLE	35.44bn	83.52	-0.87%	-1.40%	0.12%
VDE	7.95bn	116.03	-1.39%	-2.00%	0.10%
XOP	3.13bn	130.74	-2.48%	-5.20%	0.35%
IXC	2.95bn	38.65	-1.07%	-1.90%	0.46%
IYE	1.21bn	43.59	-1.18%	-2.20%	0.42%

Materials

2.63	0.70%	17.30	9.40
Market Cap (Trillio...	Weekly Change	P/E	EV/EBITDA

Sector Comparison to S&P 500 Performance



• Russian aluminum producer Rusal has been unsuccessful in a lawsuit against global miner Rio Tinto (RIO), aiming to regain access to its 20% share of the alumina produced at a jointly owned refiner in Queensland. An Australian Federal Court filing on Friday revealed the outcome.
• On February 2, 2024, Southern Copper Corp (SCCO) released its 8-K filing, disclosing the financial results for the fourth quarter and full year of 2023. The year presented significant challenges for SCCO, with net sales impacted by lower metal prices and an increase in copper anode inventory. Despite these obstacles, the company successfully reduced operating cash costs and progressed with essential capital projects.

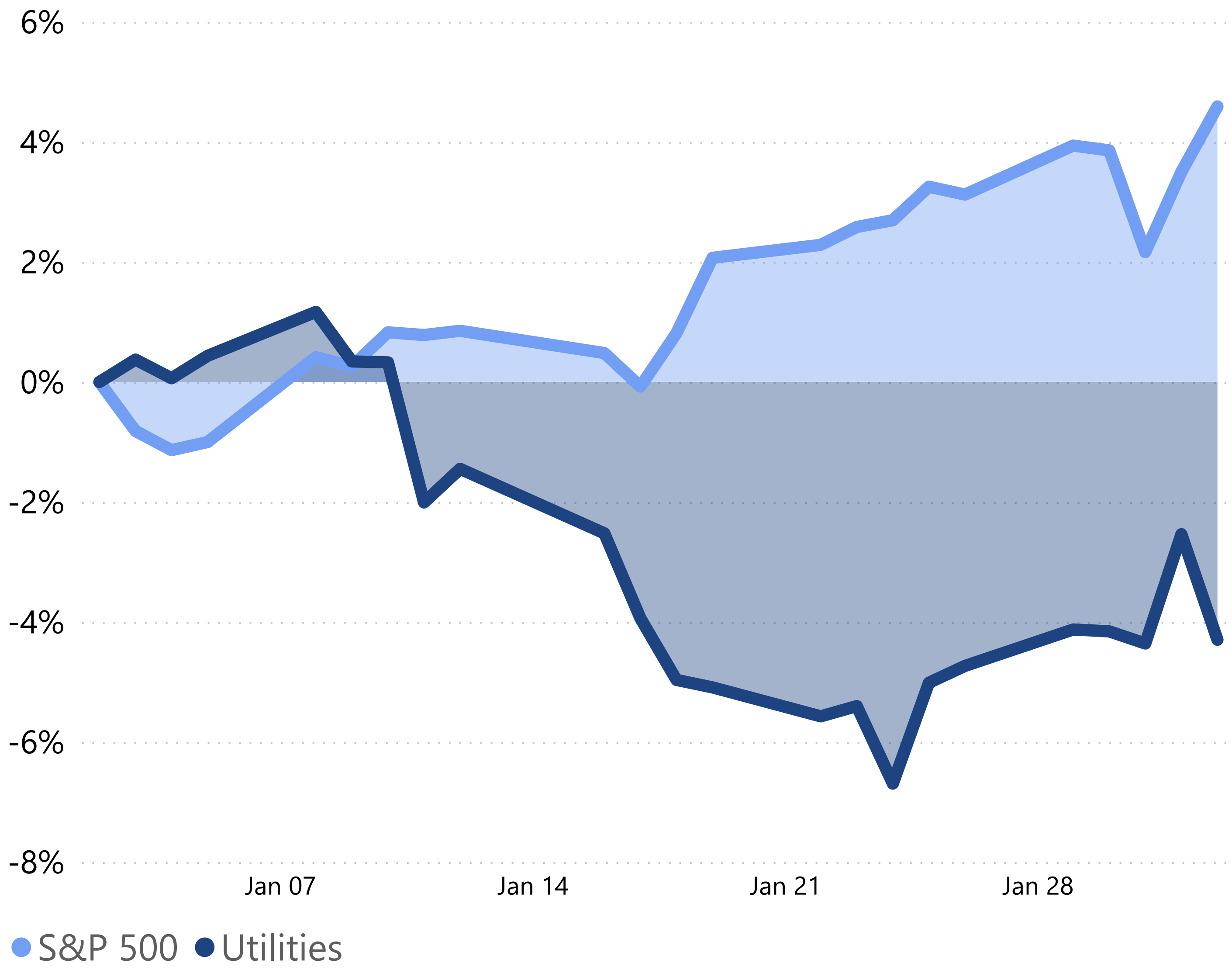
STOCKS	MARKET CAP	CLOSE	CHANGE	P/E	EV/EBITDA
LIN	197.39bn	407.09	0.75%	26.45	16.56
BHP	154.82bn	61.09	-1.40%	11.40	5.75
RIO	116.79bn	68.48	-3.24%	8.46	4.59
SHW	79.35bn	309.99	2.70%	24.36	18.59
SCCO	63.19bn	81.73	-1.77%	18.40	10.72

ETFs	TOTAL ASSETS	CLOSE	CHANGE	YTD	Expense
GDX	11.61bn	28.02	-0.18%	-8.30%	0.52%
XLB	5.27bn	83.09	0.70%	-2.70%	0.12%
VAW	2.75bn	183.95	0.54%	-2.90%	0.10%
XME	1.68bn	57.33	0.47%	-3.40%	0.35%
SIL	0.82bn	25.59	0.31%	-7.70%	0.65%

Utilities

1.69	0.46%	23.20	13.00
Market Cap (Trillio...	Weekly Change	P/E	EV/EBITDA

Sector Comparison to S&P 500 Performance



• Dominion Energy (D) has received the last two federal approvals needed to kick off construction for the Coastal Virginia Offshore Wind project. The project will feature 176 turbines and three offshore substations in a lease area off the coast of Virginia Beach spanning nearly 113,000 acres.

• WEC Energy (WEC) saw a 1.5% decline in Friday's trading as J.P. Morgan downgraded the stock from Neutral to Underweight. The new price target is $84, reduced from $90. The downgrade is linked to last year's disappointing outcomes in the Illinois rate case, creating uncertainty for WEC's growth trajectory, particularly in 2024.

STOCKS	MARKET CAP	CLOSE	CHANGE	P/E	EV/EBITDA
NEE	117.68bn	58.15	-0.56%	15.86	12.14
SO	74.93bn	68.65	-0.67%	17.13	12.63
CEG	41.43bn	129.71	6.96%	20.39	11.63
D	38.19bn	45.64	0.18%	14.87	11.07
WEC	25.19bn	79.86	-0.01%	15.24	11.71

ETFs	TOTAL ASSETS	CLOSE	CHANGE	YTD	Expense
XLU	11.96bn	61.49	0.46%	-4.30%	0.12%
PAVE	5.93bn	35.36	3.39%	3.70%	0.47%
VPU	4.82bn	132.91	0.55%	-4.30%	0.10%
IGF	3.52bn	45.40	-0.50%	-3.40%	0.46%
IDU	0.81bn	78.22	0.64%	-3.20%	0.10%

WEEK AHEAD

Monday

February 5, 2024	Monday
9:45am - 10:15am	S&P Global Composite PMI (Jan)
9:45am - 10:15am	S&P Global Services PMI (Jan)
10:00am - 10:30am	ISM Non-Manufacturing Employment (Jan)
10:00am - 10:30am	ISM Non-Manufacturing PMI (Jan)
10:00am - 10:30am	ISM Non-Manufacturing Prices (Jan)
7:01pm - 7:31pm	BRC Retail Sales Monitor (YoY) (Jan)

Ticker	Type	Time	Maket Cap
MCD	Earnings	Pre Market	216.21bn
CAT	Earnings	Pre Market	156.64bn
VRTX	Earnings	After Hours	111.80bn
SMFG	Earnings	Not Supplied	71.60bn
ITUB	Earnings	After Hours	65.00bn
APD	Earnings	Pre Market	57.68bn
NXPI	Earnings	After Hours	54.91bn
EL	Earnings	Pre Market	48.20bn

Tuesday

February 6, 2024	Tuesday
4:30am - 5:00am	S&P Global / CIPS UK Construction PMI (Jan)
12:00pm - 12:30pm	EIA Short-Term Energy Outlook
4:30pm - 5:00pm	API Weekly Crude Oil Stock

Ticker	Type	Time	Maket Cap
LLY	Earnings	Pre Market	626.95bn
TM	Earnings	After Hours	278.57bn
LIN	Earnings	Pre Market	198.15bn
AMGN	Earnings	After Hours	173.70bn
UBS	Earnings	Not Supplied	102.10bn
BP	Earnings	Pre Market	99.67bn
GILD	Earnings	After Hours	97.39bn
FI	Earnings	Pre Market	86.39bn

Wednesday

February 7, 2024	Wednesday
2:00am - 2:30am	Halifax House Price Index (MoM) (Jan)
5:00am - 5:30am	Mortgage Rate (GBP)
8:30am - 9:00am	Exports
8:30am - 9:00am	Imports
8:30am - 9:00am	Trade Balance (Dec)
10:30am - 11:00am	Crude Oil Inventories

Ticker	Type	Time	Maket Cap
BABA	Earnings	Pre Market	185.91bn
DIS	Earnings	After Hours	177.65bn
UBER	Earnings	Pre Market	137.32bn
CVS	Earnings	Pre Market	95.13bn
ARM	Earnings	After Hours	72.30bn
PYPL	Earnings	After Hours	66.87bn
MCK	Earnings	After Hours	66.78bn
ORLY	Earnings	After Hours	61.63bn

Thursday

February 8, 2024	Thursday
4:00am - 4:30am	ECB Economic Bulletin
8:30am - 9:00am	Continuing Jobless Claims
8:30am - 9:00am	Initial Jobless Claims
1:00pm - 1:30pm	30-Year Bond Auction
4:30pm - 5:00pm	Fed's Balance Sheet

Ticker	Type	Time	Maket Cap
SPGI	Earnings	Pre Market	144.85bn
PM	Earnings	Pre Market	144.82bn
COP	Earnings	Pre Market	132.25bn
UL	Earnings	Not Supplied	124.52bn
AZN	Earnings	Pre Market	103.55bn
DUK	Earnings	Pre Market	75.37bn
ICE	Earnings	Pre Market	74.25bn
TRI	Earnings	Pre Market	71.74bn

Friday

February 9, 2024	Friday
3:30pm - 4:00pm	CFTC Crude Oil speculative net positions
3:30pm - 4:00pm	CFTC GBP speculative net positions
3:30pm - 4:00pm	CFTC Gold speculative net positions
3:30pm - 4:00pm	CFTC Nasdaq 100 speculative net positions
3:30pm - 4:00pm	CFTC S&P 500 speculative net positions

Ticker	Type	Time	Maket Cap
PEP	Earnings	Pre Market	236.06bn
ENB	Earnings	Pre Market	76.24bn
HMC	Earnings	Not Supplied	61.17bn
OWL	Earnings	Pre Market	21.94bn
FTS	Earnings	Pre Market	19.76bn
MGA	Earnings	Pre Market	16.48bn
WPC	Earnings	Pre Market	13.71bn
PAA	Earnings	Pre Market	10.86bn

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