



PACE 360

Weekly Report and Outlook on Global Markets

24th March 2023

Market Developments	2
Major Moves This Week	3
Global ETF Fund Flows	4
PACE 360's Future Outlook	5

MARKET DEVELOPMENTS

Euro-Area Consumer Confidence Unexpectedly Declines

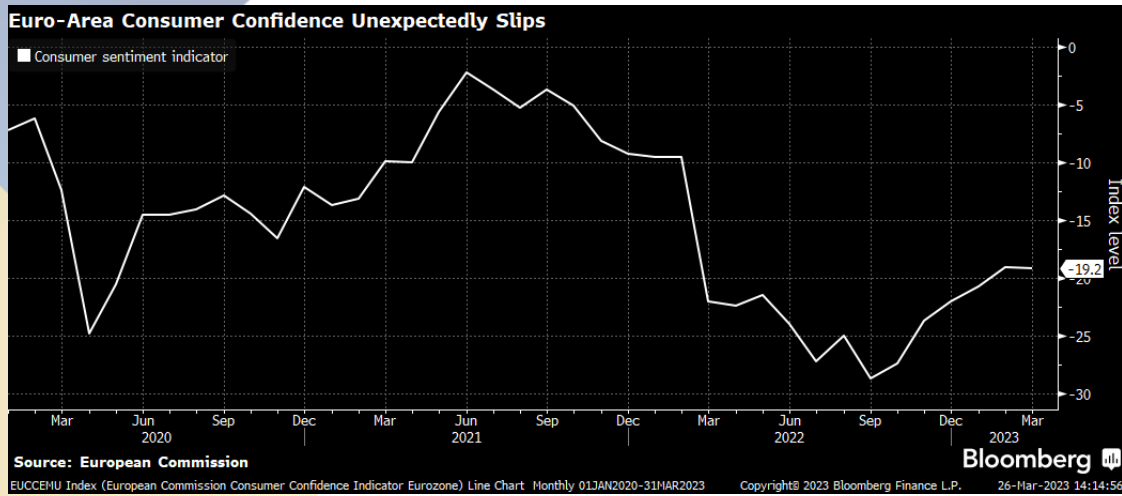


Figure 1: The chart shows the consumer sentiment indicator of the Euro area.

Euro-area consumer confidence fell in March, snapping five months of increases and defying economists' forecast for improvement. The European Commission's gauge declined to -19.2 and remains well below its long-term average, the EU executive said in a statement on Thursday. The index is based on surveys of households around the region, and at least 80% of responses were collected before recent banking turmoil in financial markets.

Hedge Funds Slash Bullish Oil Wagers to Seven-Year Low



Figure 2: The chart shows the money manager's net long positions in WTI crude contract in CFTC

Money managers cut bullish positions in the benchmark US crude to the lowest since January 2016, according to the Commodity Futures Trading Commission. The liquidation came as oil prices plummeted amid the banking turmoil that's shaken confidence in the broader economic outlook.

MAJOR MOVES THIS WEEK

Currencies

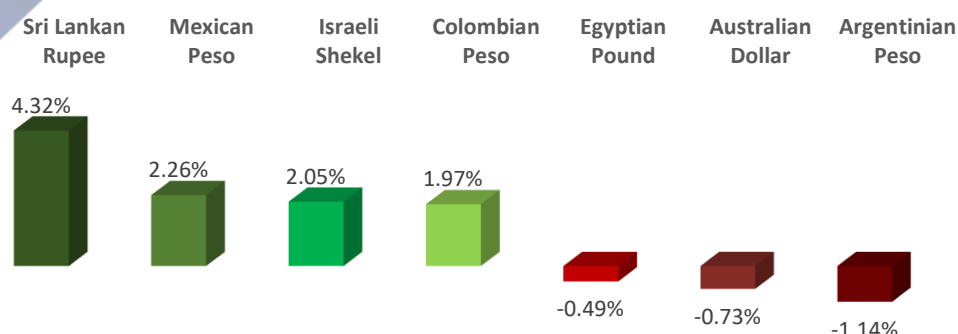


Figure 3: The graph represents Currency returns with respect to US Dollar as the base currency for this week.

This week we have seen gains in the global currencies market. Currencies of all major economies appreciated against the dollar this week continuing their recovery from the selloff in the global financial markets. Asian currencies have performed very strong while other Emerging market currencies gave mixed moves against the greenback during the week.

Equity Indices

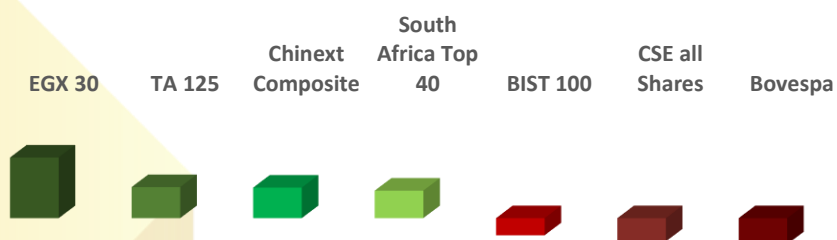


Figure 4: The chart represents the Equity Index returns over this week.

This week we have seen strength in the global equities markets. European equities continued their depreciation amid the banking turmoil; Euro Stoxx 600 and Euro Stoxx 50 depreciated sharply during the week. Asian Equities have shown strength. US indices were gainers this week, recovering from the sell-off led by the banking turmoil.

Commodity Futures

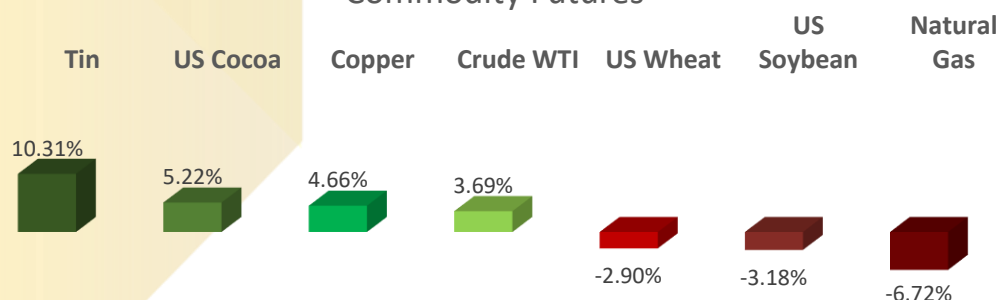
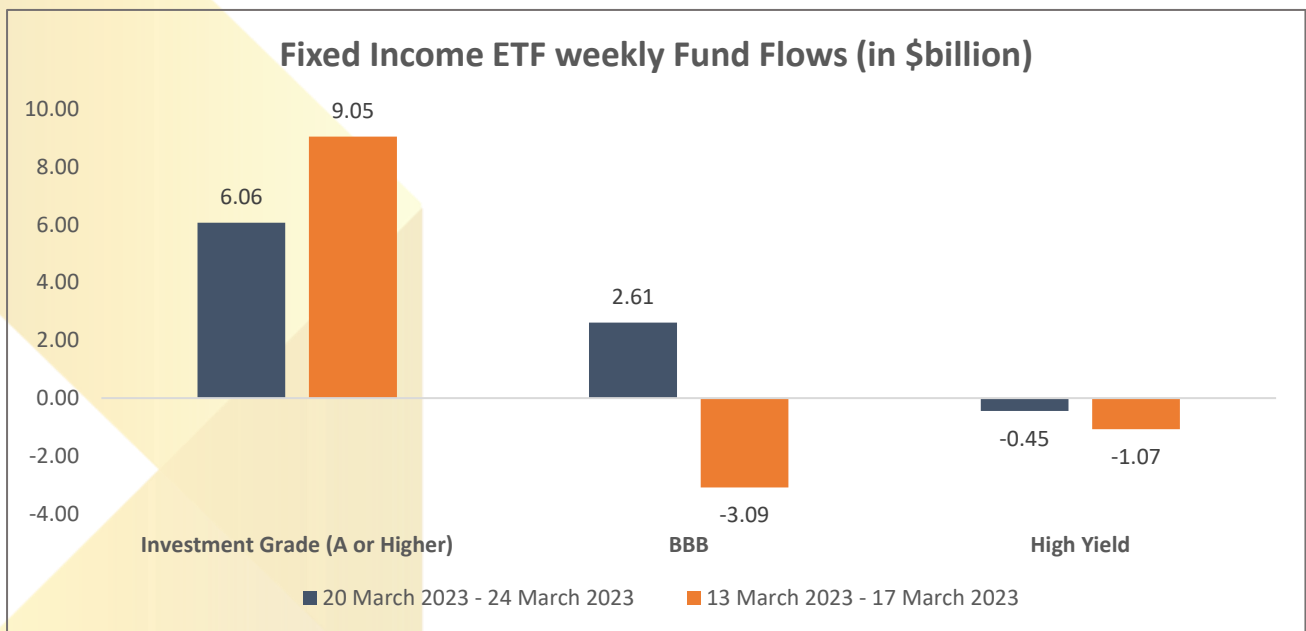
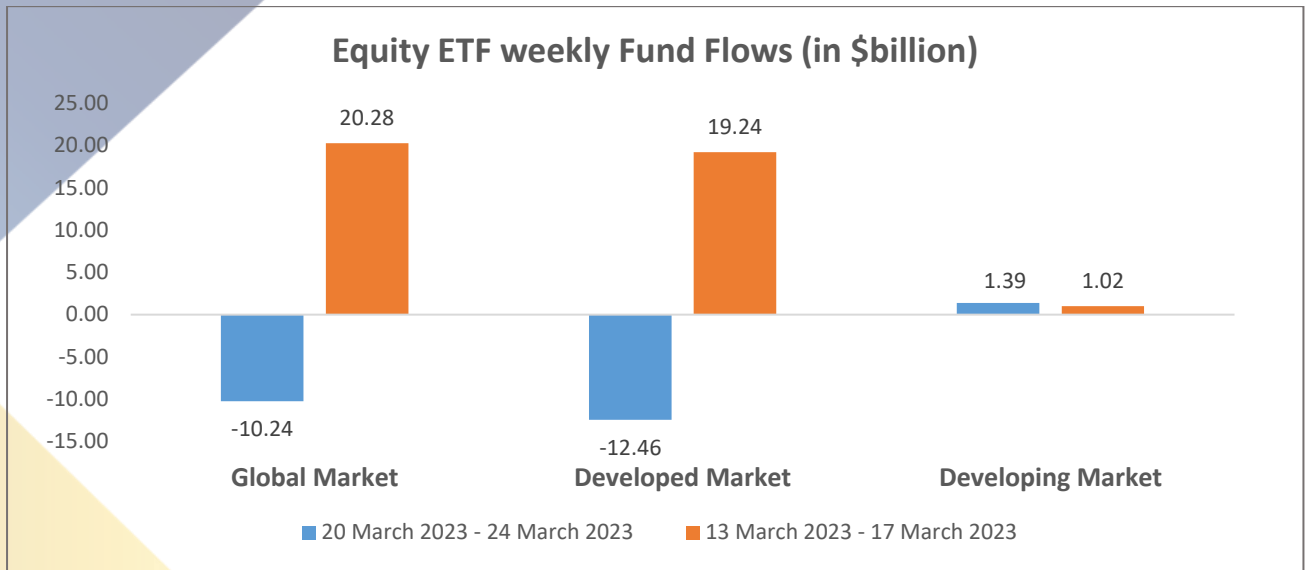


Figure 5: The chart represents the Commodity returns over the week.

Commodities market have shown strong performance during this week. We have seen strong appreciation in industrial metals. Crude appreciated while natural gas depreciated during the week. Gold depreciated during the week after appreciating sharply during last three weeks. We have seen mixed performance in the agricultural commodities.

GLOBAL ETF FUND FLOWS



Please note that the Global ETF fund flows under Equity ETF weekly flows category will not be equal to the sum of their respective sub-categories which are mentioned on their right side since there are other sub-categories as well

PACE 360'S FUTURE OUTLOOK

Global equities have had a bullish week even as the banking crisis continued to unfold right until Friday. We believe global equities along with industrial commodities will continue to do well over the next 5-6 weeks as the markets have already discounted the worst outcome from the current financial crisis. We believe the long-term US Treasuries have topped out for now and will consolidate in the near term. Similarly, gold is also looking toppish for the near term. We are also turning near term positive on US regional banks which have had one of the worst months since the GFC. EM assets also seem to be turning the corner and may enjoy a rally over the next 1-2 months. We continue to be bearish on crypto assets.

DISCLAIMER

The report and information contained herein is strictly confidential and meant solely for the selected recipient and may not be altered in any way, transmitted to, copied or distributed, in part or in whole, to any other person or to the media or reproduced in any form, without prior written consent. This report and information herein is solely for informational purpose and may not be used or considered as an offer document or solicitation of offer to buy or sell or subscribe for securities or other financial instruments. Nothing in this report constitutes investment, legal, accounting and tax advice or a representation that any investment or strategy is suitable or appropriate to your specific circumstances. The securities discussed and opinions expressed in this report may not be suitable for all investors, who must make their own investment decisions, based on their own investment objectives, financial positions and needs of specific recipient. This may not be taken in substitution for the exercise of independent judgment by any recipient. Each recipient of this document should make such investigations as it deems necessary to arrive at an independent evaluation of an investment in the securities of companies referred to in this document (including the merits and risks involved), and should consult its own advisors to determine the merits and risks of such an investment. The investment discussed or views expressed may not be suitable for all investors. Certain transactions –including those involving futures, options, another derivative product as well as non-investment grade securities - involve substantial risk and are not suitable for all investors. No representation or warranty, express or implied, is made as to the accuracy, completeness or fairness of the information and opinions contained in this document. The Disclosures of Interest Statement incorporated in this document is provided solely to enhance the transparency and should not be treated as endorsement of the views expressed in the report. This information is subject to change without any prior notice. The Company reserves the right to make modifications and alternations to this statement as may be required from time to time without any prior approval. This document is being supplied to you solely for your information and may not be reproduced, redistributed or passed on, directly or indirectly, to any other person or published, copied, in whole or in part, for any purpose. Neither the Firm, not its directors, employees, agents or representatives shall be liable for any damages whether direct or indirect, incidental, special or consequential including lost revenue or lost profits that may arise from or in connection with the use of the information. The person accessing this information specifically agrees to exempt PACE or any of its affiliates or employees from, any and all responsibility/liability arising from such misuse and agrees not to hold PACE or any of its affiliates or employees responsible for any such misuse and further agrees to hold PACE or any of its affiliates or employees free and harmless from all losses, costs, damages, expenses that may be suffered by the person accessing this information due to any errors and delays.

CONTACT US



+91-11-4742 1001



info@pace360.in



A-1/291, Safdarjung Enclave, New Delhi – 110029

FOLLOW US ON SOCIAL MEDIA



Facebook.com/PaceThreeSixty



Twitter.com/PaceThreeSixty



Linkedin.com/company/50145027