



PACE 360

Weekly Report and Outlook on Global Markets

31st March 2023

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

MARKET DEVELOPMENTS

US Crude Inventory Declines by the Most Since Nov. 25

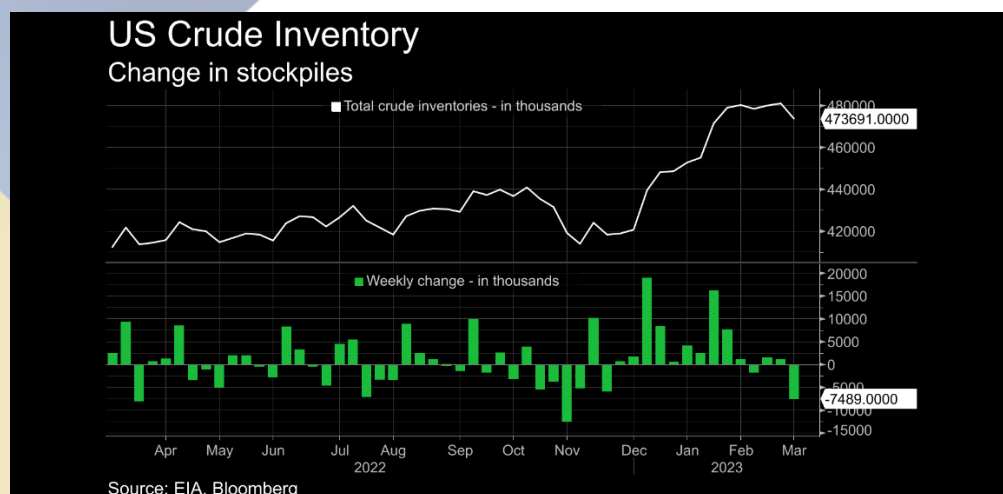


Figure 1: The chart shows the total crude inventories and weekly changes in the crude inventory.

The US Crude Oil Total Inventory (excluding Strategic Petroleum Reserve) fell to 473,691 thousand barrels in the week ending March 24, lowest since Feb. 10, 2023. The weekly loss of 7,489 thousand barrels was the largest drop since Nov. 25, 2022.

EM Local-Debt Fund Gets Biggest Inflows in Over a Year



Figure 2: The chart shows the Weekly Fund Flow in JP-Morgan EM Local Currency Bond ETF

Dollar weakness and high real yields are encouraging investors to increase their exposure to local-currency bonds in emerging markets. The \$3.3 billion VanEck JPMorgan EM Local Currency Bond Exchange Traded Fund received net inflows of \$106 million last week, the largest since January 2022. Historically high interest rates in countries like Brazil and Hungary have sparked a rush to lock in current yields before rate cuts begin.

MAJOR MOVES THIS WEEK

Currencies

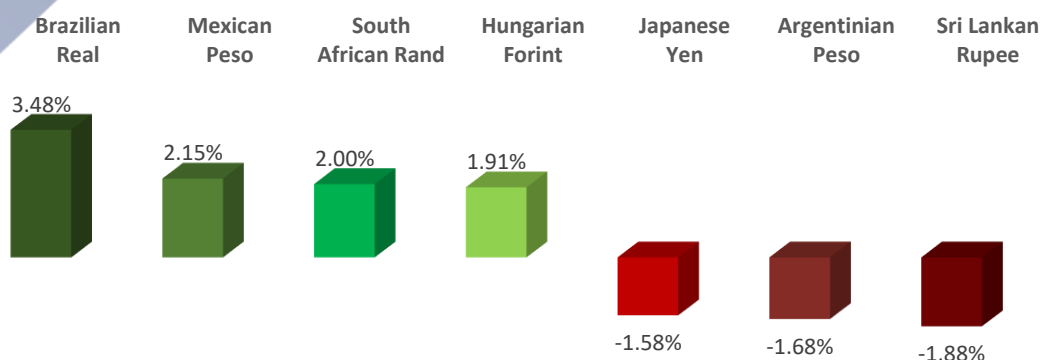


Figure 3: The graph represents Currency returns with respect to US Dollar as the base currency for this week.

This week we have seen gains in the global currencies market. Currencies of all major economies appreciated against the dollar, while Japanese Yen depreciated sharply this week. Emerging market currencies have performed very strong while Asian currencies gave mixed moves against the greenback during the week.

Equity Indices

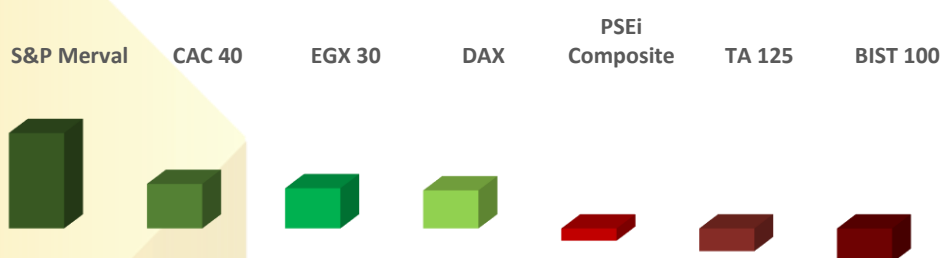


Figure 4: The chart represents the Equity Index returns over this week.

This week we have seen strength in the global equities markets. European equities rallied strongly after the banking turmoil led selloff; Euro Stoxx 600 and Euro Stoxx 50 appreciated sharply during the week. Asian Equities have shown strength. US indices were gainers this week, continuing the steep recovery after the sell-off led by the banking turmoil.

Commodity Futures

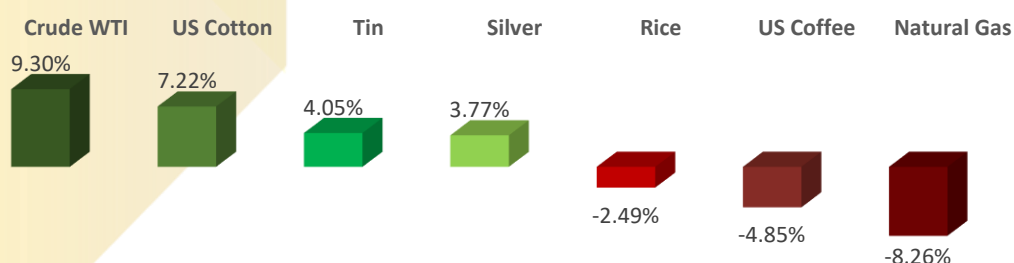
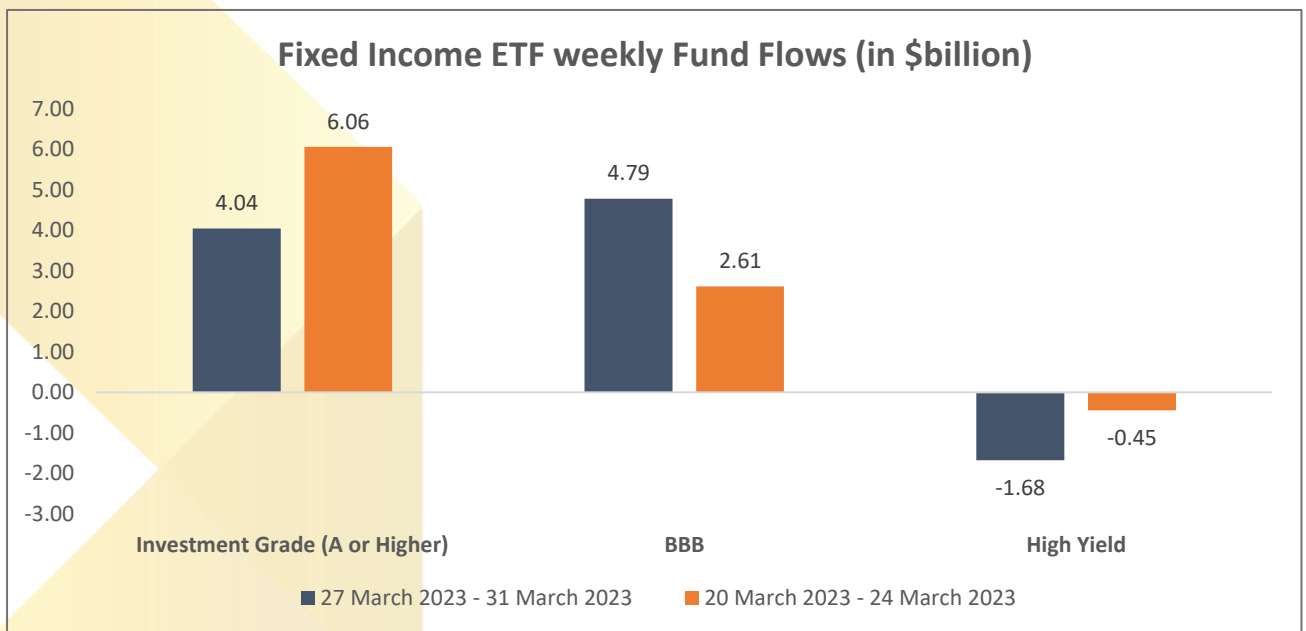
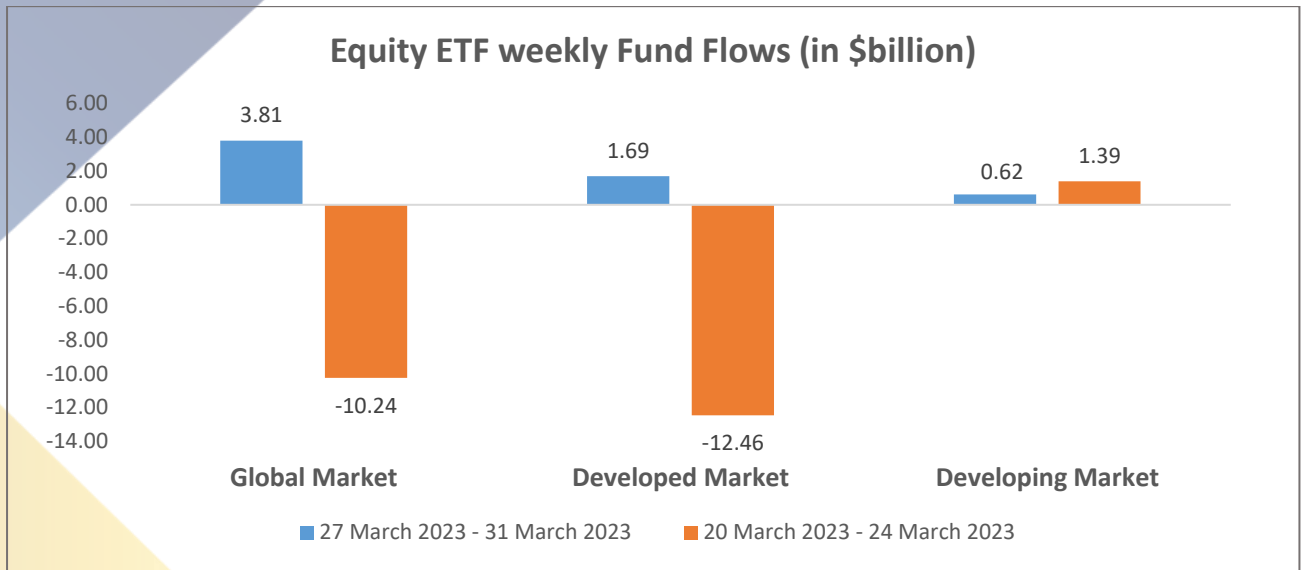


Figure 5: The chart represents the Commodity returns over the week.

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 while silver appreciated. 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

Globally there was massive risk on rally last week across assets like equities, crude oil, industrial metals, EM currencies and credit spreads. In fact, global equities have had one of the best weeks of CY 2023. Gold, JPY, and long-term Treasury bonds took a back seat as money flew out of safe havens. We believe the US and European equities may become sideways for some time as the EM equities, US value and small caps catch up to make the rally more broad based.

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