

# Anlage- und Produktmeeting

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18. April 2023



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# Michael Jordan's Sneakers Sell For Record \$2.2 million

Air Jordan XIII Breds (shorthand for "black and red")

A pair of Michael Jordan's sneakers from his famous "Last Dance" season set a world record, selling for \$2.2 million at Sotheby's. This particular pair were the final Air Jordan XIII Breds (shorthand for "black and red") that Jordan would ever wear in a pro basketball matchup — Game 2 of the 1998 NBA Finals.



Source: Bloomberg, Sotheby's

# Swiss AT1's Seen in Doldrums Unless Regulations Change

Swiss AT1 bond yields are much higher than European peers



Source: Bloomberg

# Japan's Bonds Offer Higher Yields Than Hedged Foreign

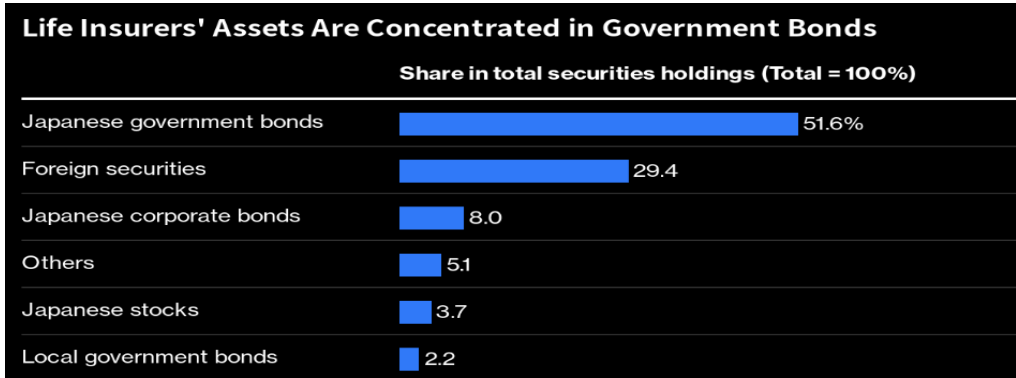
Yields on Japanese debt and hedged foreign bonds



Source: Bloomberg

# Bond Markets Brace for Billion \$ Question From Japan

Many strategists expect switch from foreign to local bonds



Japan's life insurers, with combined assets of \$2.9 trillion, will lay out their investment strategies for the fiscal year which began this month. For months now, investors have bet that the central bank will start to normalize its ultra-easy monetary policy and change its yield-curve control program as inflation accelerates.

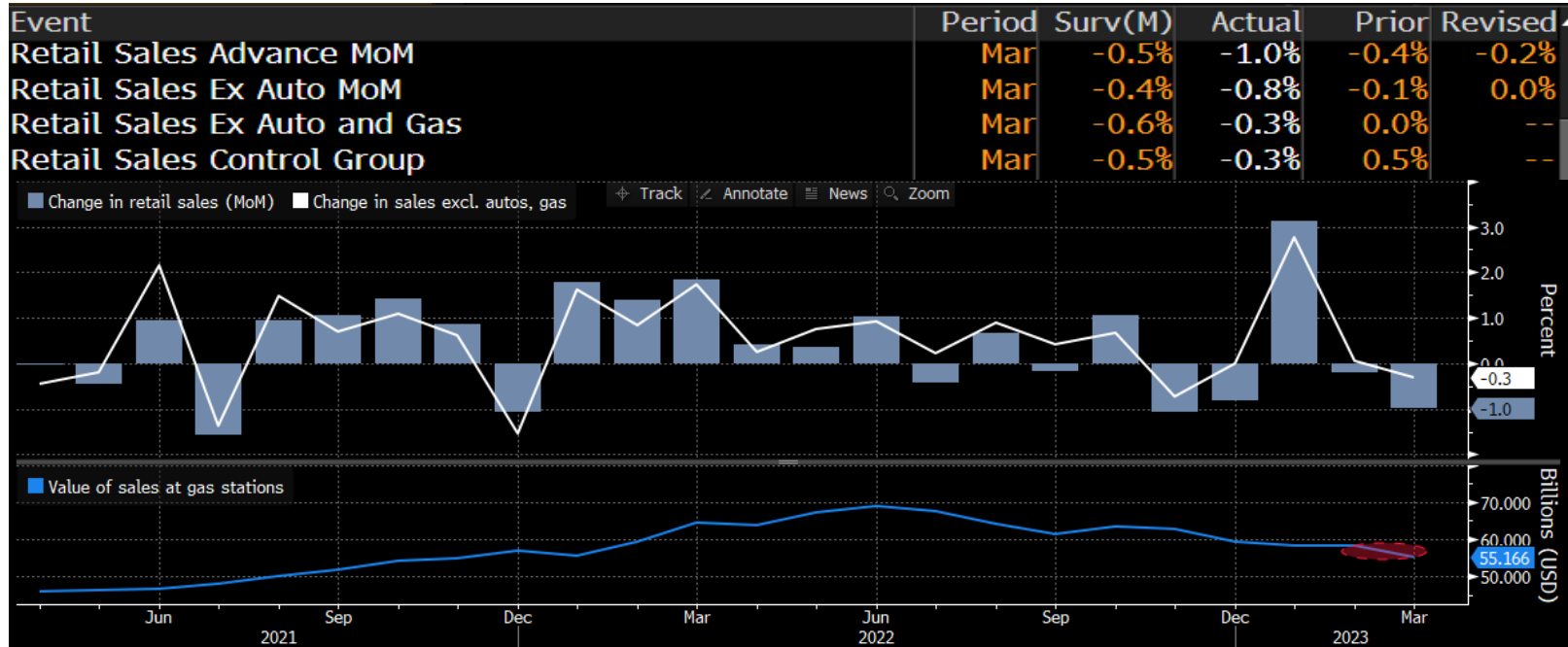
That's led to higher Japanese bond yields, making them more attractive to insurers who face expensive hedging costs and losses on foreign securities. Insurers sold a record ¥14.2 trillion (\$107 billion) of foreign bonds in the previous fiscal year while buying ¥4.99 trillion of local equivalents in the first 11 months, according to the latest data. That made up a big part of Japan's record foreign bond outflows in 2022, which sent a chill through holders of everything from US government bonds to Brazilian debt, where the country's funds are big investors.

While Ueda has said he doesn't plan any immediate changes to policy, global credit investors should be particularly nervous, according to Citigroup Inc. Strategists Daniel Sorid and James Keefe see Japanese outflows spreading from Treasuries and agency bond markets, if the BOJ adjusts its curve control policy and local yields rise.

Source: Bloomberg

# US Retail Sales Decline For A Second Month

Value of purchases dropped 1% but details were more mixed

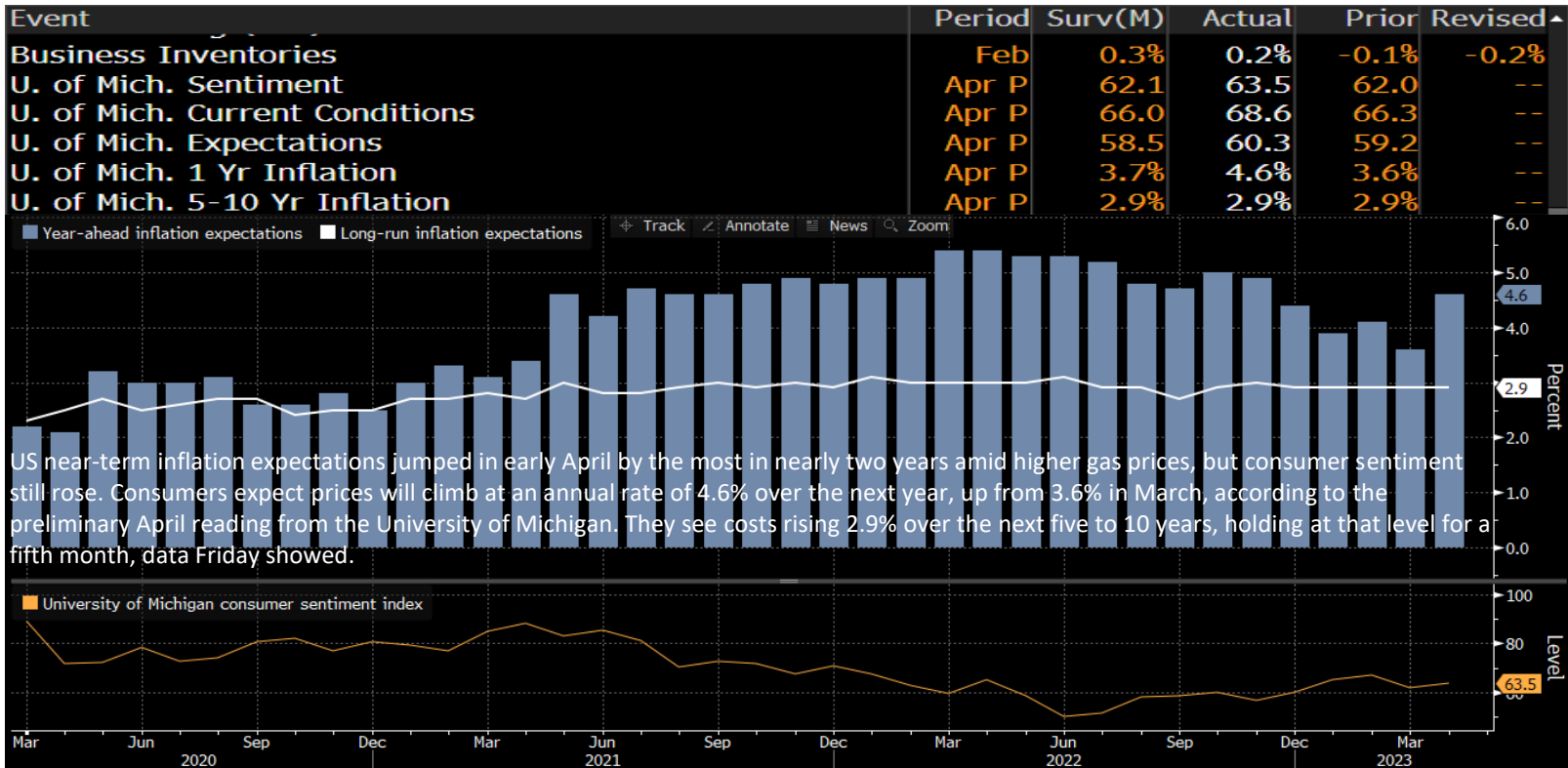


The data add to evidence that momentum is slowing in household spending and the broader economy as financial conditions tighten and inflation persists. The data add to evidence that momentum is slowing in household spending and the broader economy as financial conditions tighten and inflation persists.

Source: Bloomberg

# US Year-Ahead Inflation Views

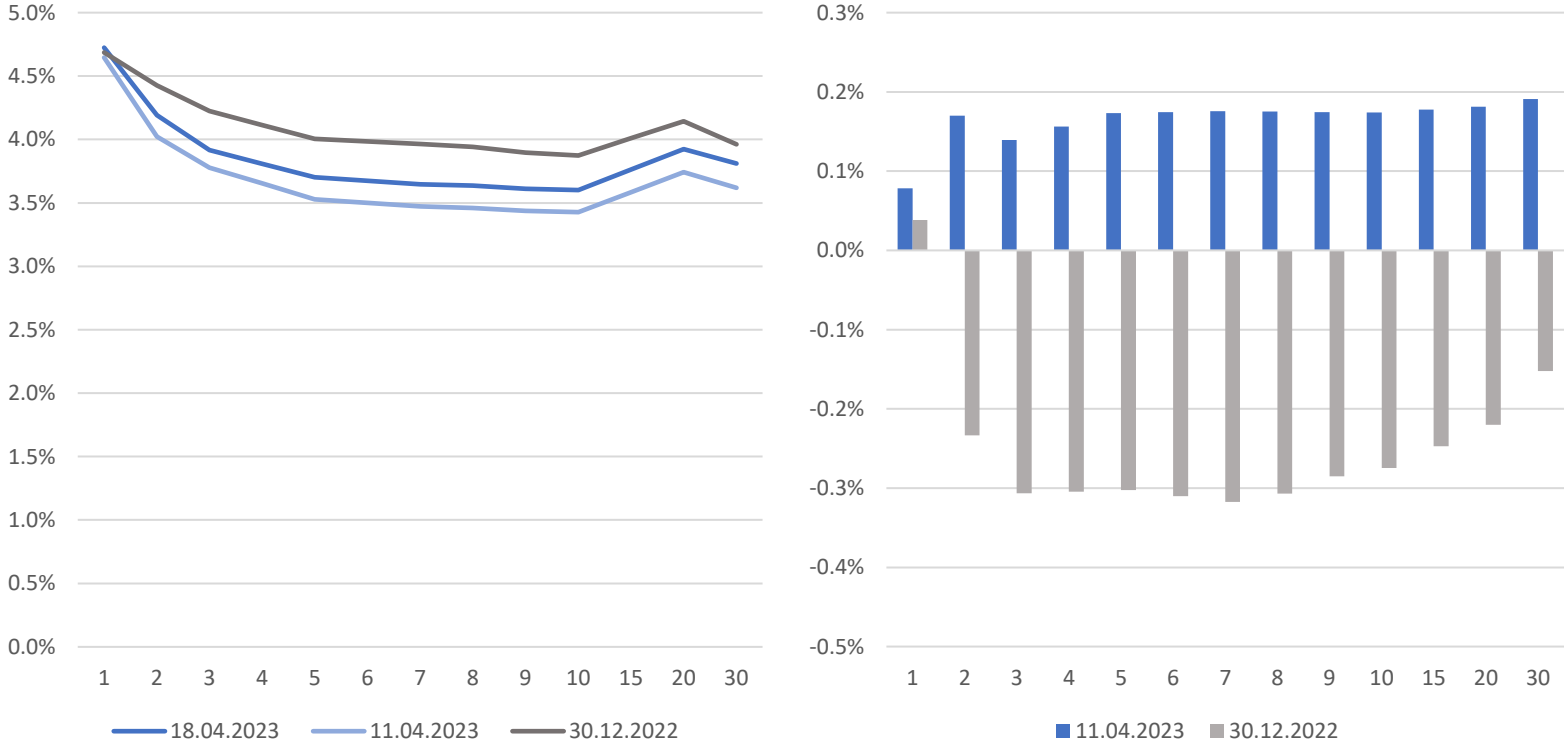
Expectations rose to 4.6% in early April from 3.6% in March



Source: Bloomberg

# US Treasury Yield Curve

Yield curve changes YTD & MTD

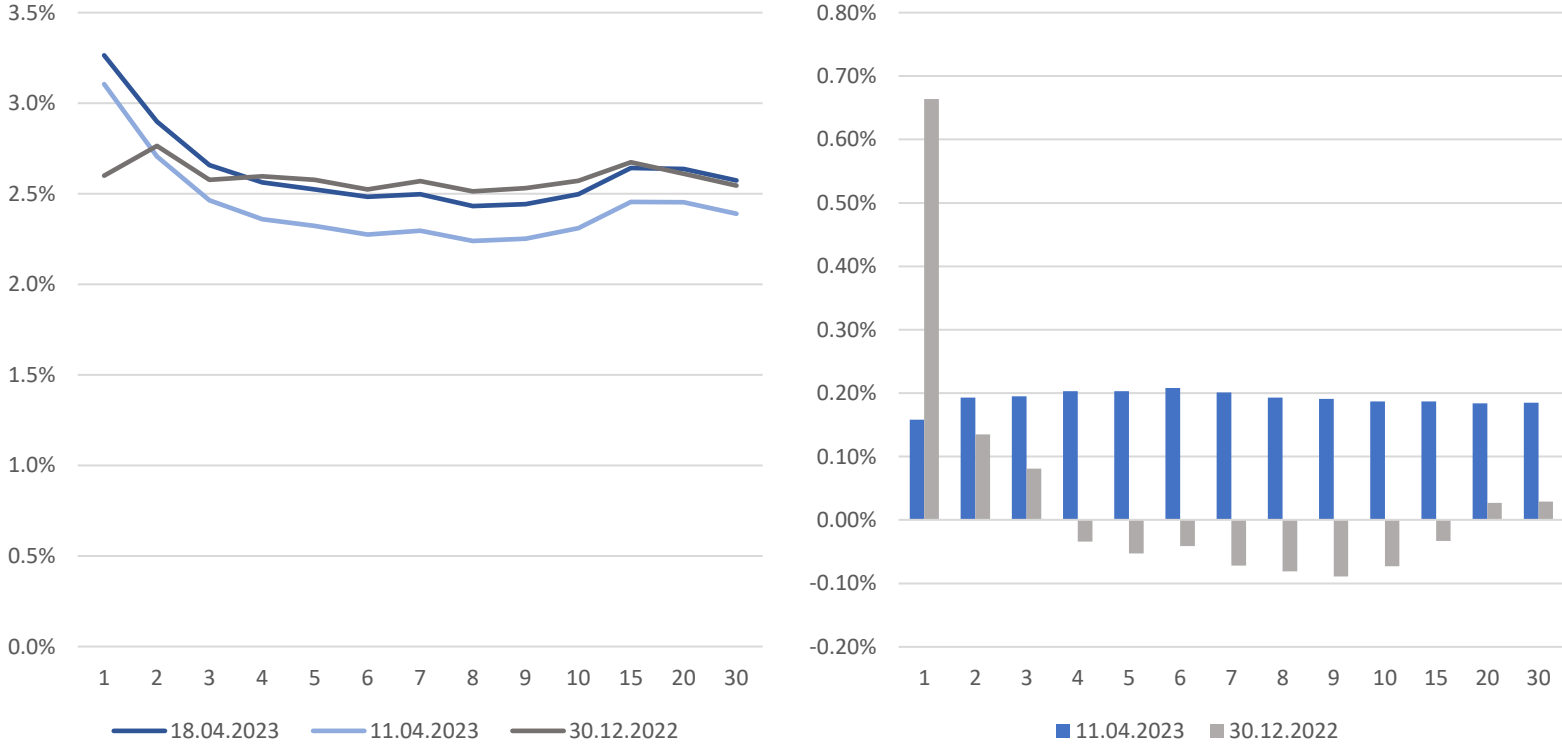


Source: Bloomberg, RPAG Asset Management



# German Sovereign Yield Curve

Yield curve changes YTD & MTD



Source: Bloomberg, RPAG Asset Management

# Central Banks Rate Analysis

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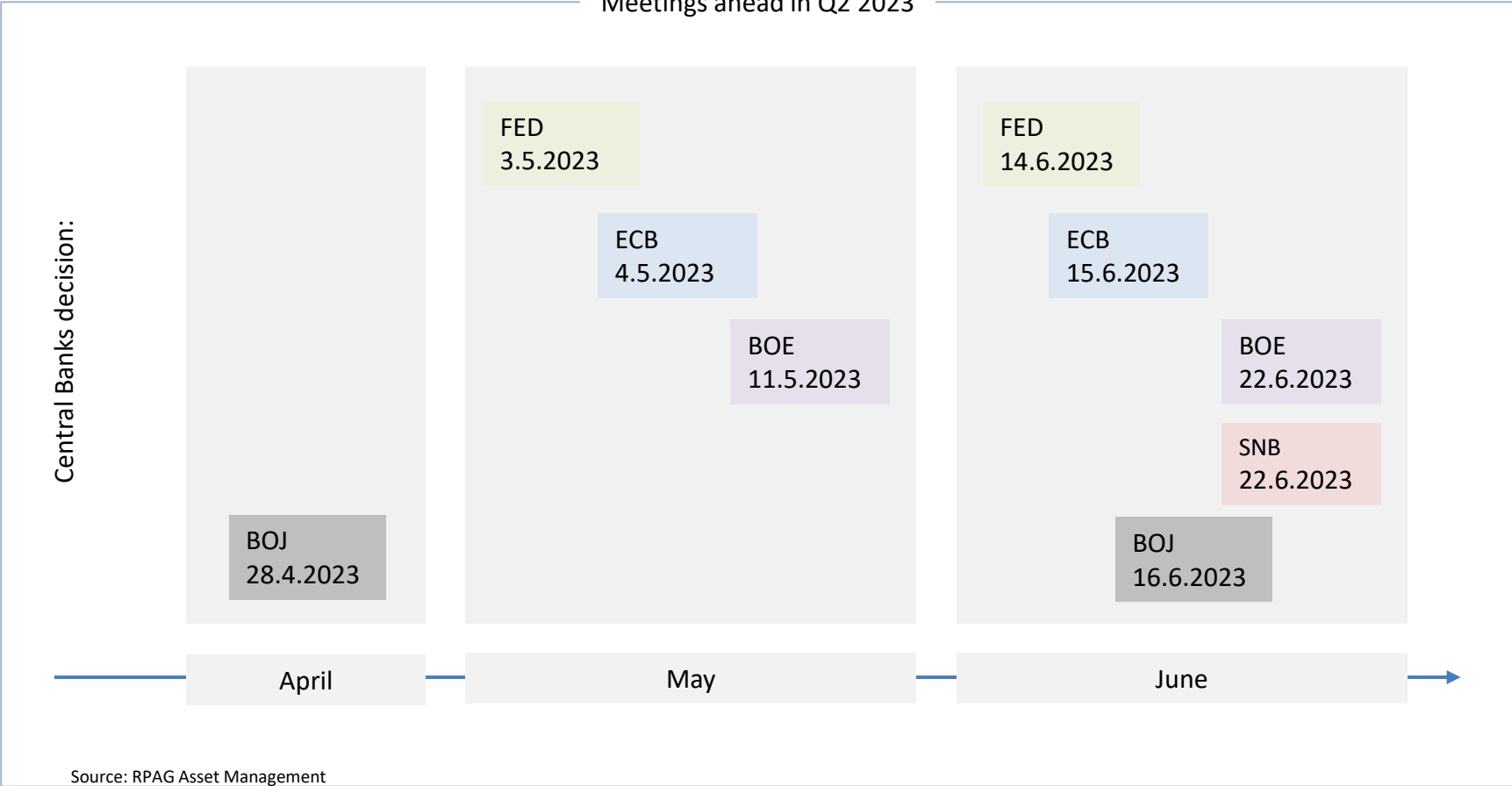
ECB / FED



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# Central banks meetings overview in Q2 2023

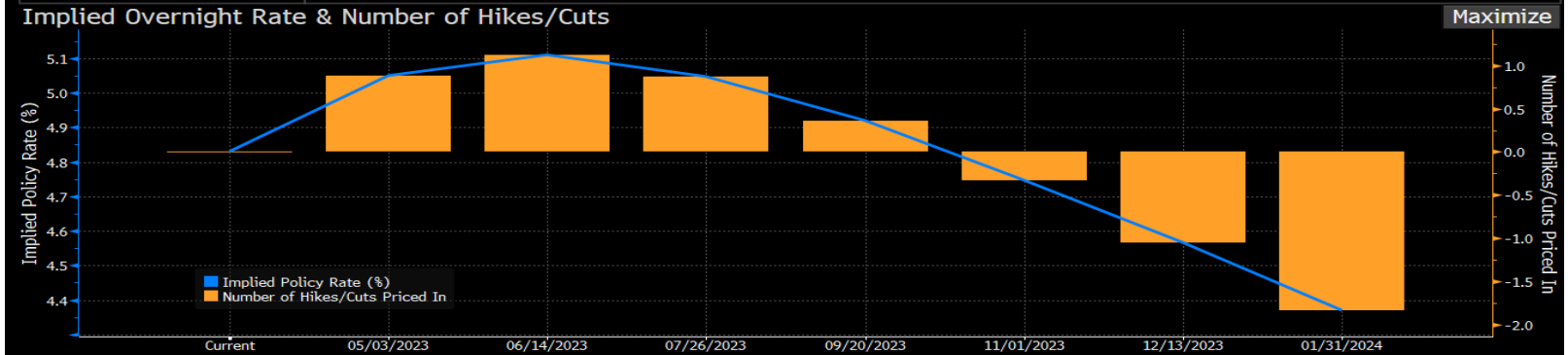
Meetings ahead in Q2 2023



# Fed Funds Target Rate Interest Rate Probability

Implied Overnight Rate & Number of Hikes/Cuts

Meeting	#Hikes/Cuts	%Hike/Cut	Imp. Rate Δ	Implied Rate	A.R.M.
05/03/2023	+0.880	+88.0%	+0.220	5.049	0.250
06/14/2023	+1.123	+24.3%	+0.281	5.110	0.250
07/26/2023	+0.875	-24.8%	+0.219	5.048	0.250
09/20/2023	+0.365	-51.0%	+0.091	4.920	0.250
11/01/2023	-0.328	-69.3%	-0.082	4.747	0.250
12/13/2023	-1.056	-72.7%	-0.264	4.565	0.250
01/31/2024	-1.835	-77.9%	-0.459	4.370	0.250

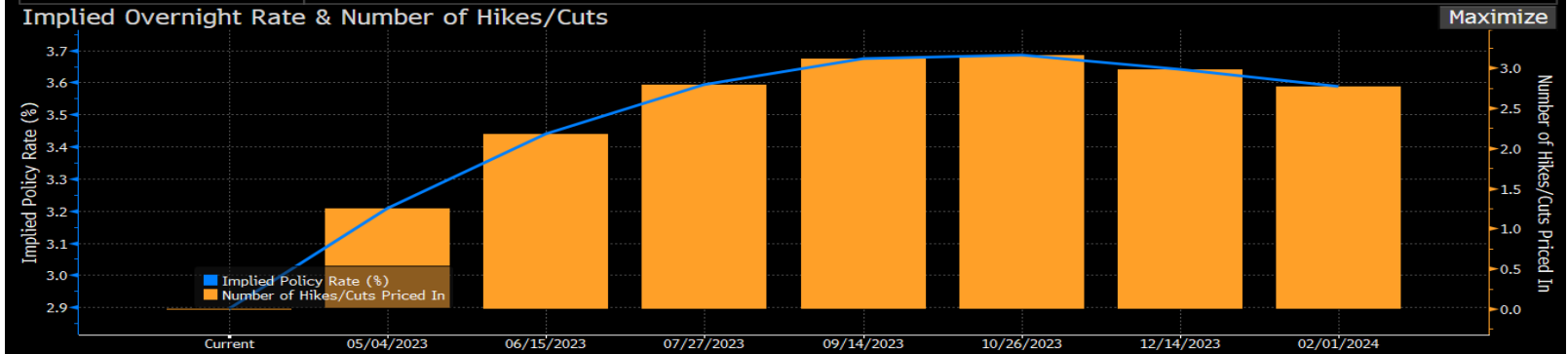


Source: Bloomberg

# ECB Target Rate Interest Rate Probability

Implied Overnight Rate & Number of Hikes/Cuts

Meeting	#Hikes/Cuts	%Hike/Cut	Imp. Rate Δ	Implied Rate	A.R.M.
05/04/2023	+1.256	+125.6%	+0.314	3.209	0.250
06/15/2023	+2.173	+91.7%	+0.543	3.439	0.250
07/27/2023	+2.793	+62.0%	+0.698	3.594	0.250
09/14/2023	+3.115	+32.2%	+0.779	3.674	0.250
10/26/2023	+3.160	+4.5%	+0.790	3.685	0.250
12/14/2023	+2.979	-18.1%	+0.745	3.640	0.250
02/01/2024	+2.768	-21.0%	+0.692	3.587	0.250

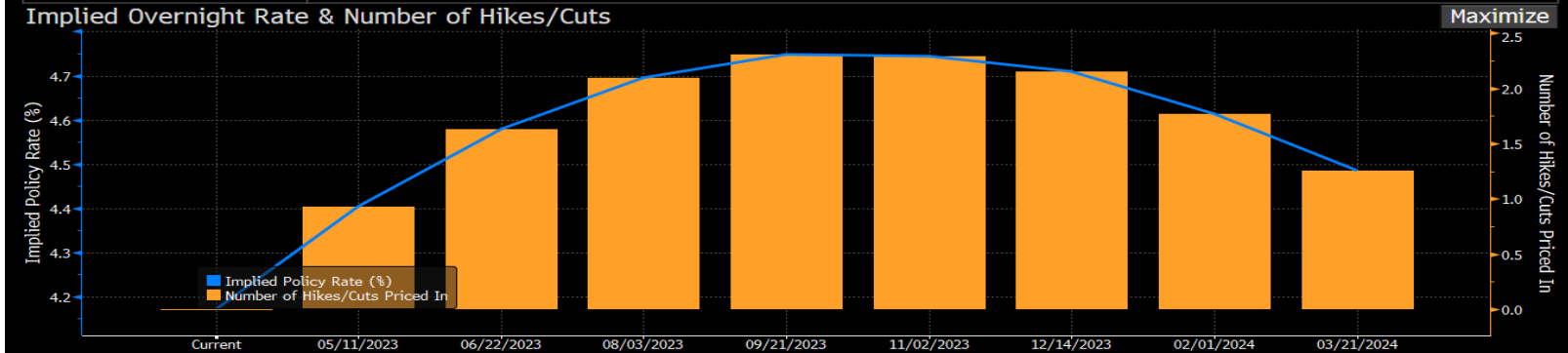


Source: Bloomberg

# BOE Target Rate Interest Rate Probability

Implied Overnight Rate & Number of Hikes/Cuts

Meeting	#Hikes/Cuts	%Hike/Cut	Imp. Rate Δ	Implied Rate	A.R.M.
05/11/2023	+0.929	+92.9%	+0.232	4.404	0.250
06/22/2023	+1.633	+70.4%	+0.408	4.579	0.250
08/03/2023	+2.091	+45.7%	+0.523	4.694	0.250
09/21/2023	+2.307	+21.6%	+0.577	4.748	0.250
11/02/2023	+2.290	-1.7%	+0.572	4.744	0.250
12/14/2023	+2.152	-13.7%	+0.538	4.709	0.250
02/01/2024	+1.766	-38.7%	+0.441	4.613	0.250
03/21/2024	+1.259	-50.7%	+0.315	4.486	0.250



Source: Bloomberg

# Credit Spreads

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iTraxx Crossover / CDX HY / CDX EM



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# Credit Spreads: iTraxx Europe Crossover

ITRX XOVER CDSI GEN 5Y



Source: Bloomberg



# Credit Spreads: CDX North America High Yield Index

CDX HY CDSI GEN 5Y SPRD



Source: Bloomberg

# Credit Spreads: CDX Emerging Markets Index

CDX EM CDSI GEN 5Y SPRD



Source: Bloomberg

# Haftungsausschluss

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