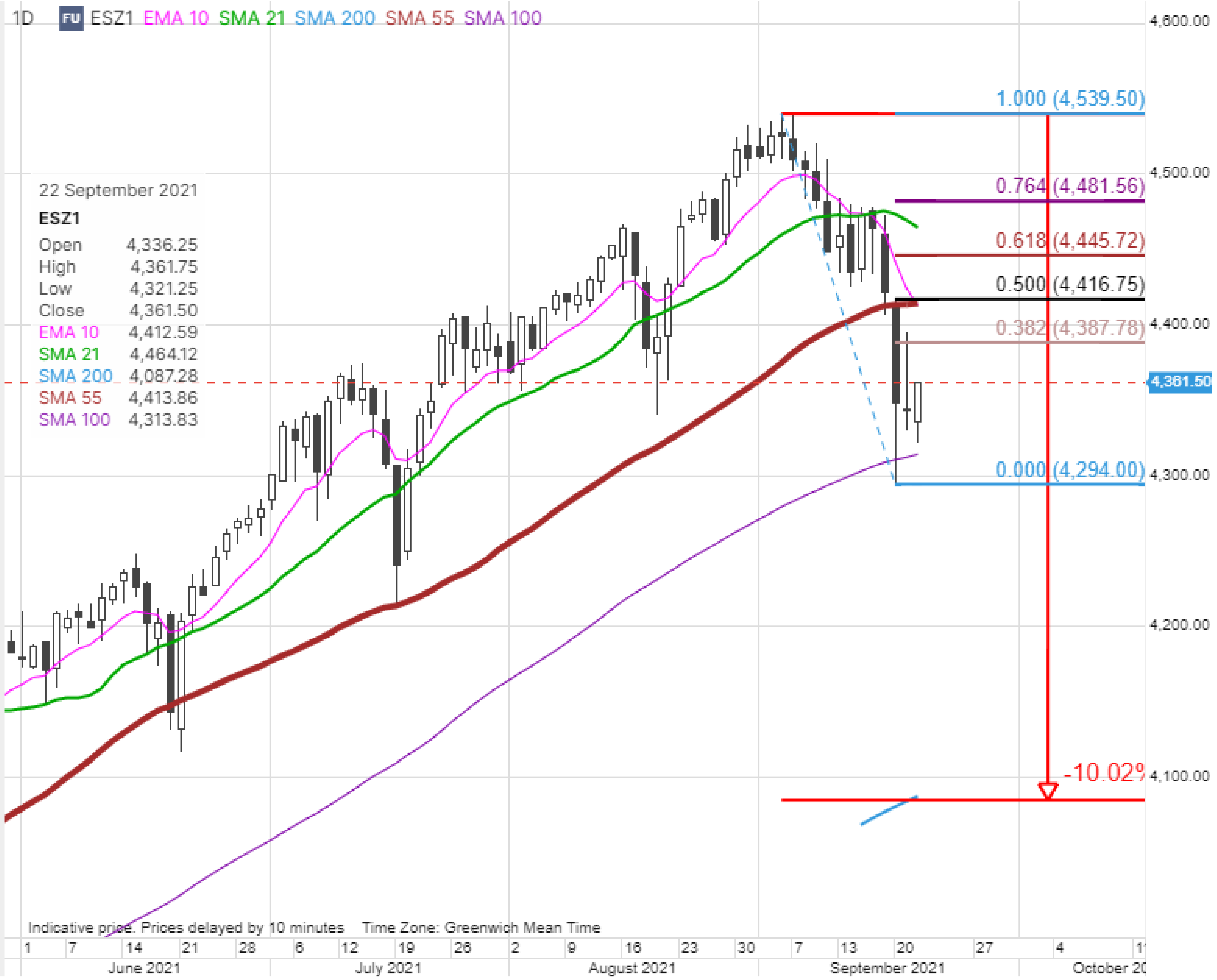
Questions and comments to Marketcall@SaxoBank.com

The Saxo Market Call podcast - Wednesday, September 22, 2021

NOTE: The slides here that accompany the podcast will occasionally mention financial instruments that are not tradable for all retail clients, depending on the relevant appropriateness test. Financial instruments mentioned can range from low to high risk, and our thoughts on the market should not be viewed as investment recommendations, but inspiration and information to gain a better understanding of current market dynamics.

Webinar today at 12:00 CET – Sign up at www.webinars.saxo

S&P 500 – breakdown acceleration – one wave or two-wave correction?



Source: Saxo Group

Saxo equity themes performance overview

Sorted on month-to-date return

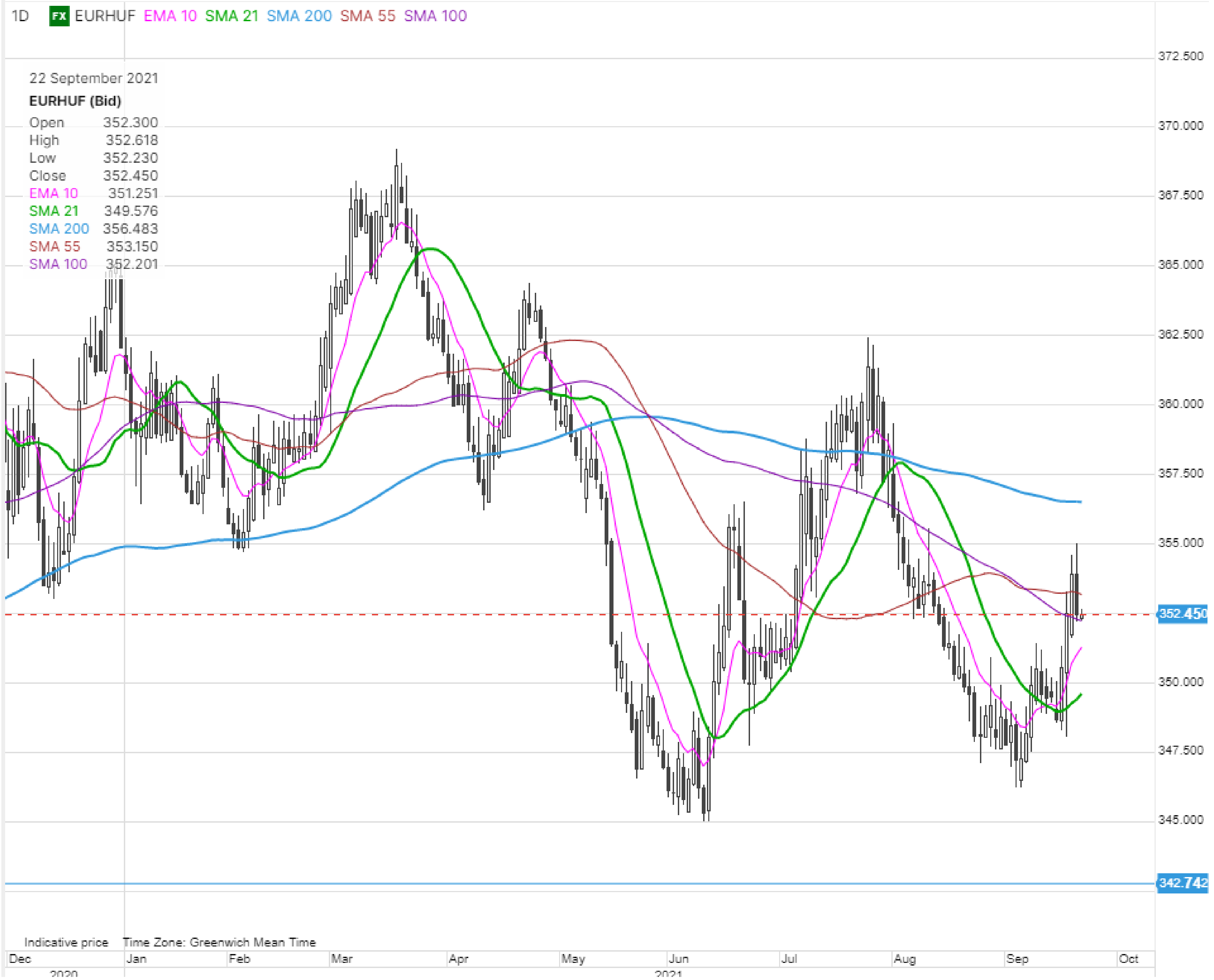
	1D	MTD	YTD	1Y	5Y
Logistics	0.4	1.1	37.9	70.2	186.8
Travel	0.9	0.8	6.6	47.4	56.8
Semiconductors	0.3	0.4	20.5	64.8	455.6
Bubble Stocks	0.4	-1.4	-8.2	38.5	1,497.3
NextGen Medicine	0.8	-1.5	4.6	65.9	978.1
Mega Caps	0.4	-2.5	14.2	35.6	325.1
MSCI World (USD)	0.1	-2.9	14.6	32.8	93.4
MSCI EM (USD)	0.3	-3.5	-0.7	18.0	55.6
Cyber Security	0.1	-3.5	15.9	51.6	324.8
India (GDRs)	1.1	-3.6	31.0	65.8	105.6
Commodity Sector	0.2	-3.6	12.6	43.3	131.1
Defence	0.2	-3.7	8.4	35.0	80.4
Payments	-0.4	-4.0	5.4	44.8	355.4
Financial Trading	0.1	-4.2	23.0	46.7	225.8
China Consumer & Technology	0.2	-4.2	-16.8	13.7	353.3
3D Printing	-0.3	-4.7	11.5	60.5	85.6
E-commerce	0.0	-5.4	-6.9	30.0	552.1
Green Transformation	0.4	-5.4	-1.9	86.7	832.9
Battery	0.5	-5.5	8.8	107.3	491.5
Gaming	-1.0	-5.6	-15.8	0.4	379.7
Cannabis	1.1	-12.4	20.0	99.8	827.2
Crypto & Blockchain	-1.2	-13.1	67.7	670.3	NA

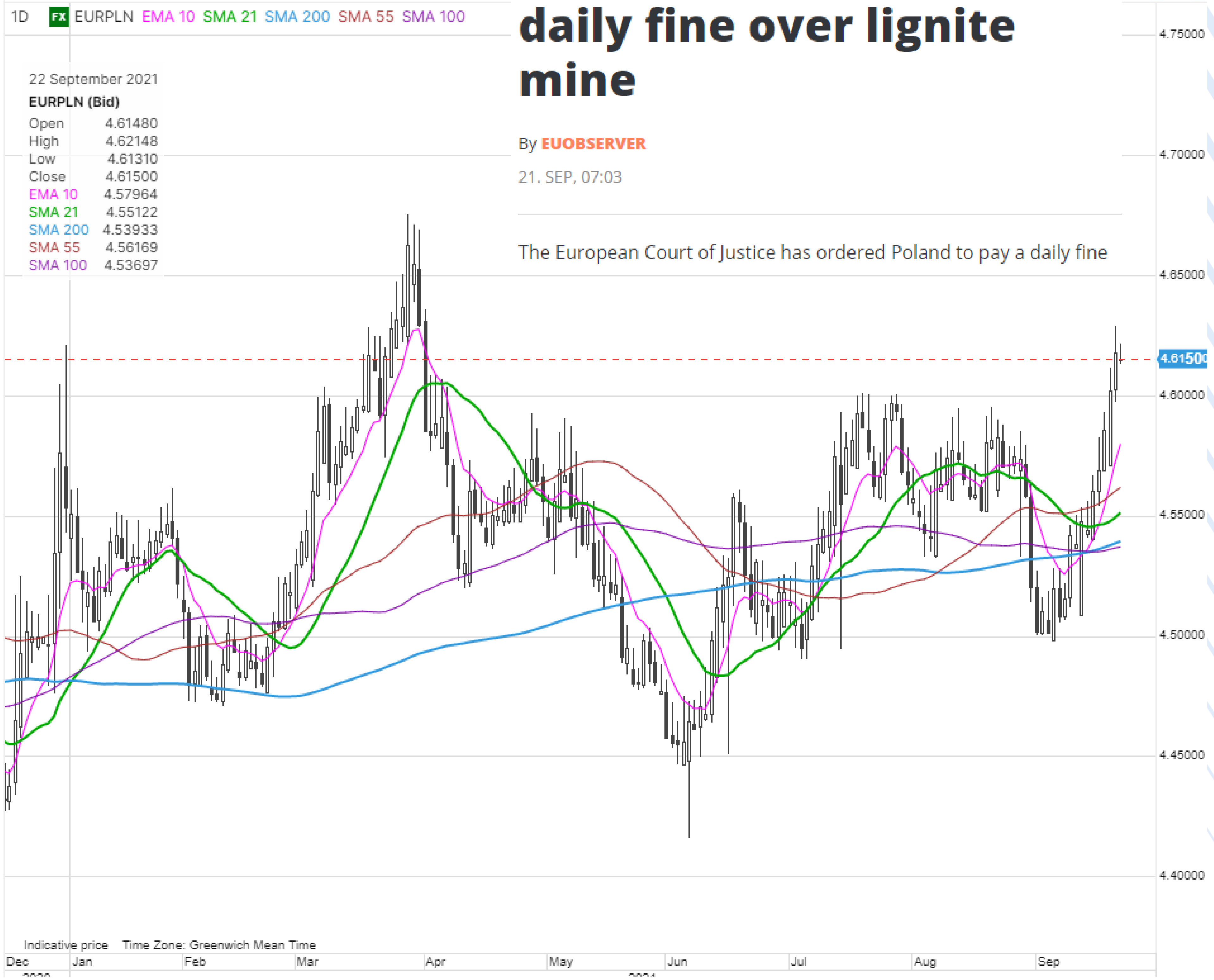
Source: Bloomberg and Saxo Group

Hang Seng is bouncing back on PBOC action and Evergrande payment

Source: Saxo Group

CEE currency focus – “rule of law” and climate focus intensifies





TICKER

Poland issued €500,000 daily fine over lignite mine

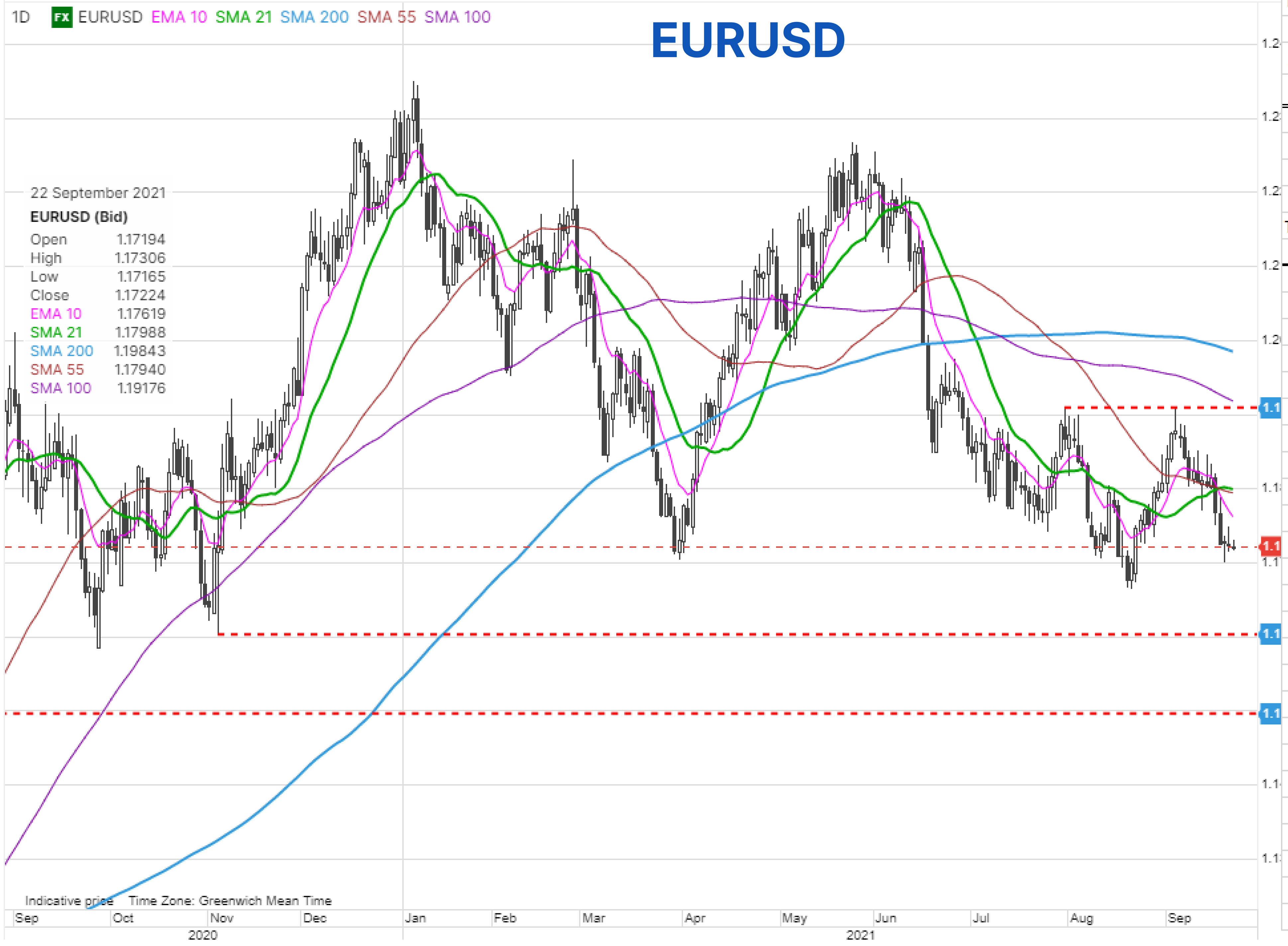
By EUOBSERVER

21. SEP, 07:03

The European Court of Justice has ordered Poland to pay a daily fine

Source: Saxo Group

FX: Clear risk-on/risk-off pattern – watching treasury yields for any shift



FX Board - Trend Evolution for G10 FX + CNH — Wednesday, September 22, 2021 — SAXO BANK

Aggregate	EUR	USD	CNH	JPY	GBP	CHF	AUD	CAD	NZD	SEK	NOK	XAU	XAG
Trends ->	-0.8	1.9	1.1	3.1	-2.1	-0.9	-2.5	-2.6	0.2	-0.3	3.0	-1.0	-4.7
2D Change	-0.2	0.0	0.0	0.3	-1.2	2.1	-0.3	0.2	-1.0	-0.4	0.7	1.7	1.6
5D Change	0.2	3.0	-0.2	2.6	-2.1	1.7	-0.8	-0.2	-2.2	-1.2	-1.0	-0.1	-2.9
↑ Momentum													

Trend readings for last five weeks

Date	EUR	USD	CNH	JPY	GBP	CHF	AUD	CAD	NZD	SEK	NOK	XAU	XAG
22-Sep	-0.8	1.9	1.1	3.1	-2.1	-0.9	-2.5	-2.6	0.2	-0.3	3.0	-1.0	-4.7
21-Sep	-0.6	2.1	0.8	3.6	-1.5	-1.4	-2.7	-2.9	0.4	-0.2	2.5	-1.7	-6.0
20-Sep	-0.6	1.9	1.1	2.9	-0.8	-3.1	-2.2	-2.7	1.3	0.1	2.3	-2.7	-6.4
17-Sep	-0.9	1.1	1.3	1.4	0.3	-4.1	-2.0	-2.0	1.6	0.3	3.1	-3.2	-5.4
16-Sep	-1.1	-0.3	1.1	0.9	0.2	-3.6	-2.3	-1.9	2.0	0.9	4.0	-2.7	-3.7
15-Sep	-1.0	-1.1	1.2	0.5	0.0	-2.6	-1.8	-2.4	2.4	0.9	4.0	-0.8	-1.8
14-Sep	-0.7	-0.7	1.2	-0.2	0.2	-2.6	-1.0	-2.9	3.0	0.6	3.2	-0.5	-1.9
13-Sep	-0.6	-0.8	0.8	-0.8	0.4	-2.8	0.1	-2.8	3.5	0.2	2.8	-1.3	-2.0
10-Sep	-0.2	-0.8	0.6	-0.7	0.3	-2.0	0.3	-3.2	3.6	-0.1	2.4	-1.4	-1.5
9-Sep	0.1	-0.9	0.1	-0.9	-0.4	-2.3	0.9	-3.1	3.7	0.6	2.2	-1.1	-0.7
8-Sep	0.7	-0.8	0.0	-1.8	-1.1	-3.0	1.6	-2.8	4.0	1.0	2.2	-0.8	-0.2
7-Sep	0.7	-1.7	-0.8	-2.2	-1.4	-2.8	2.3	-2.0	4.0	1.6	2.4	0.0	0.8
6-Sep	0.4	-2.7	-1.1	-2.3	-1.5	-2.7	2.9	-1.2	4.3	1.5	2.3	1.4	1.1
3-Sep	0.4	-2.8	-0.8	-2.3	-1.5	-2.5	2.4	-1.5	4.2	1.7	2.6	1.2	0.2
2-Sep	0.8	-2.0	-0.4	-2.1	-1.8	-2.0	1.0	-1.8	3.4	1.4	3.5	0.9	-1.4
1-Sep	0.6	-1.2	0.2	-1.5	-2.1	-1.4	0.0	-2.0	2.7	1.1	3.5	1.6	-0.9
31-Aug	0.2	-0.9	0.4	-1.0	-1.9	-0.9	-1.4	-1.6	2.0	1.2	4.0	1.8	-1.4
30-Aug	0.1	-0.4	0.4	-0.5	-1.7	-0.5	-1.8	-1.4	1.0	1.0	4.0	1.8	-1.3
27-Aug	0.1	0.1	0.7	-0.1	-1.6	0.7	-2.1	-1.5	0.9	0.3	2.6	1.8	-1.9
26-Aug	0.4	1.0	1.2	0.6	-1.4	0.8	-3.1	-1.0	0.2	-0.1	1.4	1.2	-2.6
25-Aug	0.0	0.8	1.3	0.9	-1.3	1.7	-3.4	-0.4	-0.3	-0.3	1.0	1.4	-2.4
24-Aug	0.2	1.6	1.9	2.3	-1.4	2.6	-4.4	-0.8	-1.3	-0.5	0.0	2.3	-2.9
23-Aug	0.8	3.0	2.7	3.5	-0.8	3.4	-5.7	-1.9	-2.5	-0.9	-1.3	2.5	-4.0
20-Aug	1.0	4.3	3.3	4.7	-0.7	3.6	-6.2	-3.1	-2.7	-1.7	-1.9	1.9	-5.0
19-Aug	0.1	3.7	2.8	4.3	-0.2	2.9	-5.4	-2.3	-2.5	-1.5	-1.5	1.6	-4.7

Source: Saxo Group

Industrial metals bounce on Evergrande news

Source: Saxo Group

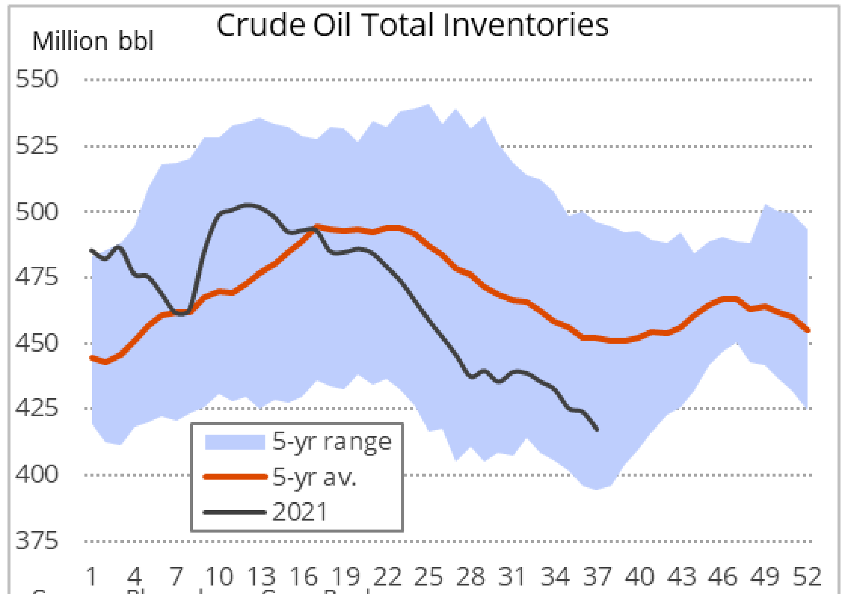
Source: Saxo Group

Oil supported by increased market tightness

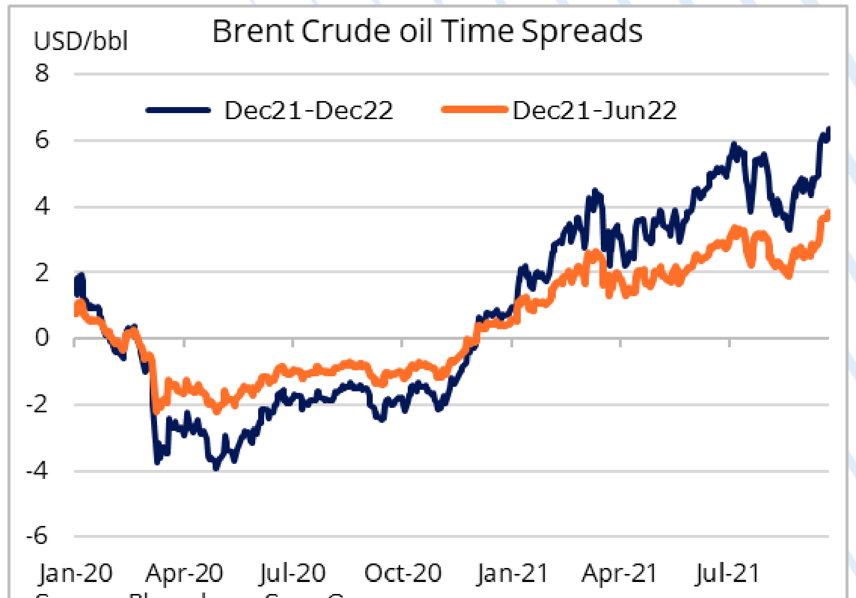
Source: Saxo Group

EIA Petroleum Status Report	Period	API	EIA survey	Unit
Crude Oil stocks	17-Sep	-6,110	-2,450	1000 bbl
Gasoline stocks	17-Sep	-432	-1,472	1000 bbl
Distillate stocks	17-Sep	-2,720	-1,100	1000 bbl
Cushing stocks	17-Sep	-1,750		1000 bbl

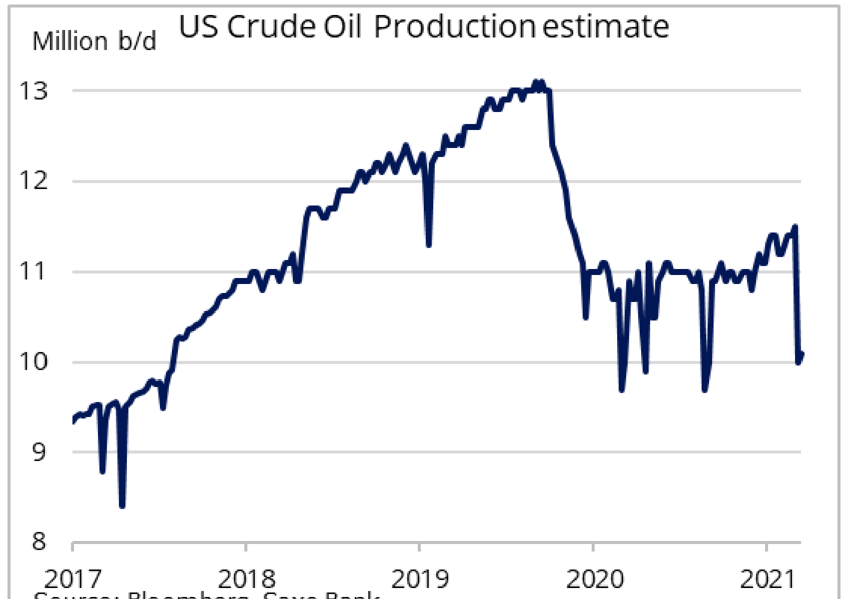
Source: EIA, API, Bloomberg and Saxo Bank



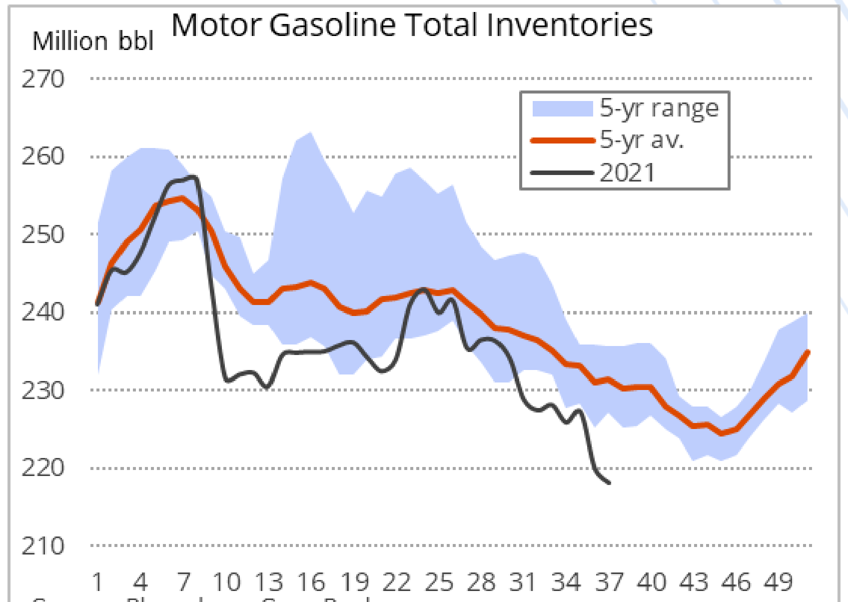
Source: Bloomberg, Saxo Bank



Source: Bloomberg, Saxo Group



Source: Bloomberg, Saxo Bank



Source: Bloomberg, Saxo Bank

FedEx cuts fiscal outlook on rising wage costs; shares down 5%

COMPANIES | EARNINGS REPORT

FedEx Stock Falls After Labor Costs Bite Into Earnings

By Al Root Sept. 21, 2021 4:41 pm ET

In Millions of USD	2022 Q3 Est	2022 Q2 Est	2022 Q1	2021 Q4	2021 Q3	2021 Q2	2021 Q1
3 Months Ending	02/28/2022	11/30/2021	08/31/2021	05/31/2021	02/28/2021	11/30/2020	08/31/2020
Market Capitalization			70,580.6	84,163.9	67,529.6	75,963.9	57,728.2
- Cash & Equivalents			6,853.0	7,087.0	8,856.0	8,339.0	6,954.0
+ Preferred & Other			0.0	0.0	0.0	0.0	0.0
+ Total Debt			36,324.0	36,462.0	38,566.0	38,450.0	38,029.0
Enterprise Value			100,051.6	113,538.9	97,239.6	106,074.9	88,803.2
Revenue, Adj	22,958.0	22,465.1	22,003.0	22,565.0	21,510.0	20,563.0	19,321.0
Growth %, YoY	6.7	9.3	13.9	30.0	23.0	18.7	13.3
Gross Profit, Adj	5,779.2	5,794.2	4,586.0	5,189.0	4,175.0	4,331.0	4,259.0
Margin %	25.2	25.8	20.8	23.0	19.4	21.1	22.0
EBITDA, Adj	2,602.0	2,682.6	2,465.0	1,757.2	2,020.0	2,449.0	2,565.0
Margin %	11.3	11.9	11.2	7.8	9.4	11.9	13.3
Net Income, Adj	1,186.7	1,308.2	1,187.0	1,360.0	939.0	1,303.0	1,283.0
Margin %	5.2	5.8	5.4	6.0	4.4	6.3	6.6
EPS, Adj	4.43	4.75	4.37	5.01	3.47	4.84	4.86
Growth %, YoY	27.6	-1.7	-10.2	97.1	145.7	92.6	59.5
Cash from Operations			2,084.0	2,743.0	2,162.0	2,579.0	2,651.0
Capital Expenditures	-1,852.9	-1,820.9	-1,570.0	-1,682.0	-1,376.0	-1,402.0	-1,424.0
Free Cash Flow	613.7	696.3	514.0	1,061.0	786.0	1,177.0	1,227.0

Source: Bloomberg

Source: Saxo Group

Adobe shares down 4% despite upbeat outlook

Source: Saxo Group

Earnings this week

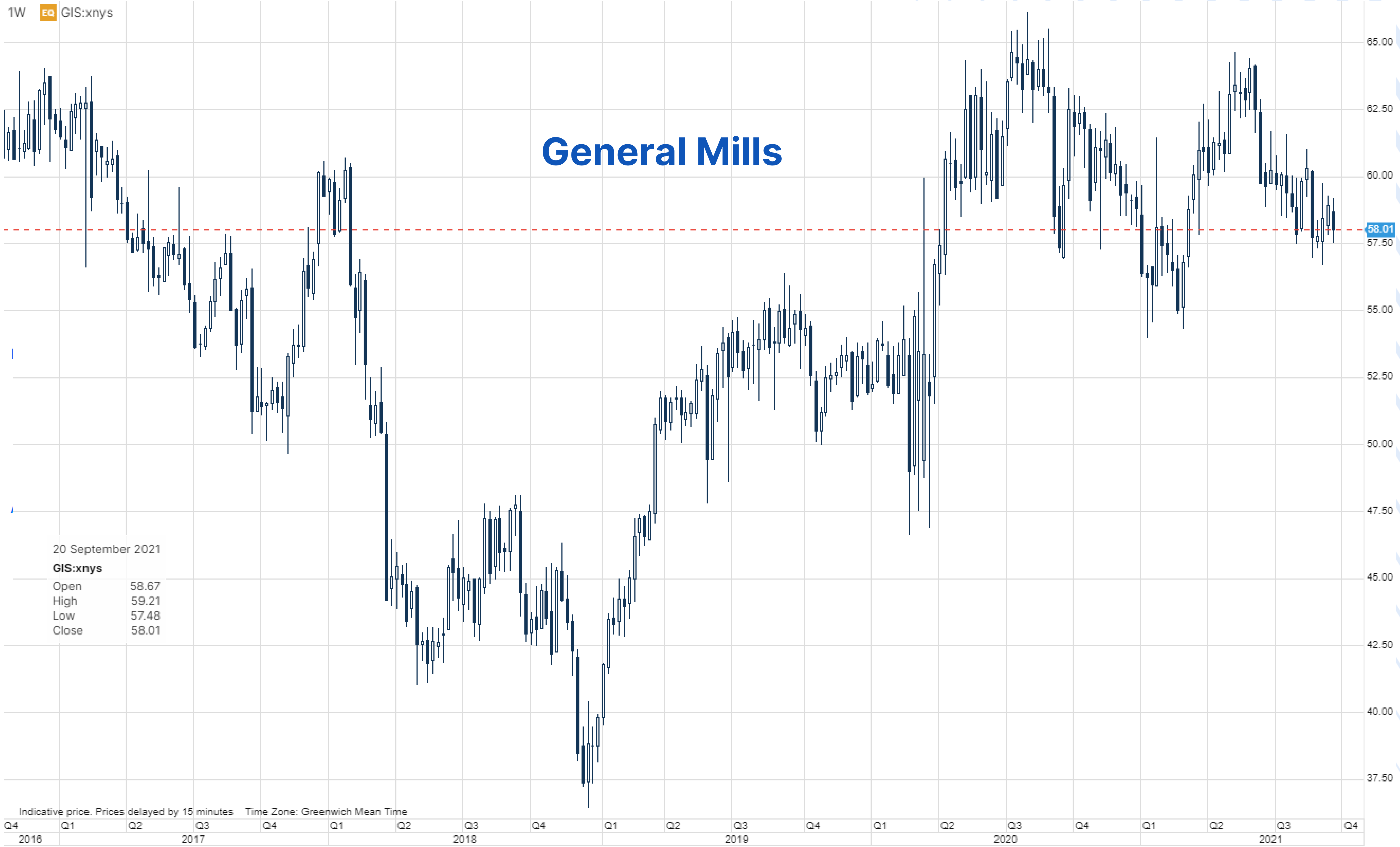
Today: General Mills

Thursday: **Nike**, Costco, Trip.com, Accenture

1. Higher Costs Weigh on General Mills Margins, Profit: 1Q Preview

General Mills' fiscal 1Q organic sales may fall 2.2%, according to Bloomberg consensus, on challenging comparisons to 10% growth a year ago. The company forecast a double-digit decline in adjusted operating profit in 1Q vs. the prior year, which may be exacerbated by elevated input costs, wages and supply-chain expense. Adjusted gross margin may also contract in 1Q, driven by unfavorable manufacturing leverage. General Mills is expecting input-cost inflation of 7% for fiscal 2022, to be partially offset by cost-savings initiatives and some announced price increases, though additional hikes may be needed amid the dynamic cost environment.

Source: Bloomberg



Source: Saxo Group

Macro – Calendar Highlights

Today's Calendar Highlights (all times GMT)

1400 – US Aug. Existing Home Sales

1430 – US DoE Weekly Crude Oil and Product Inventories

1600 – UK Bank of England's Woods to speak at Mansion House

1800 – US FOMC Meeting

1830 – US Fed Chair Powell Press Conference

2100 – Brazil Selic Rate Announcement

Upcoming Economic Calendar Highlights

THU: Euro Zone Sep. Flash PMI, Switzerland SNB Meeting, **Norway Norges Bank**, **UK Bank of England Meeting**, Turkey Central Bank Meeting

FRI: Germany Sep. IFO Business Climate Survey, South Africa Central Bank Meeting, US Aug. New Home Sales, US Fed's Mester to Speak, US Fed Chair Powell/Clarida to speak

September 26 – German federal election

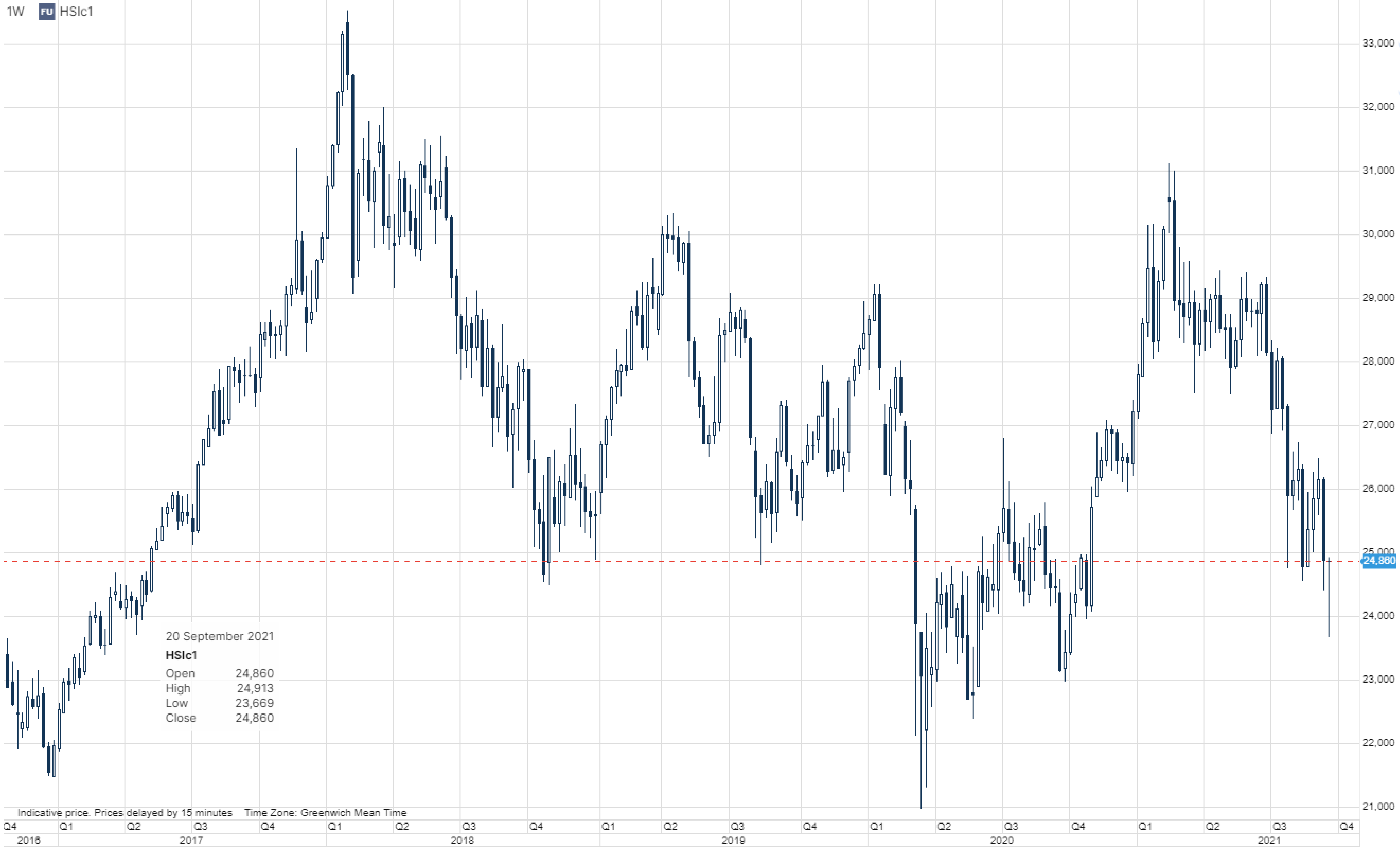
October – OECD tax negotiations update (ahead of G20)

October 30-31 – G20 Summit

Appendix: 5-year chart of S&P 500 index

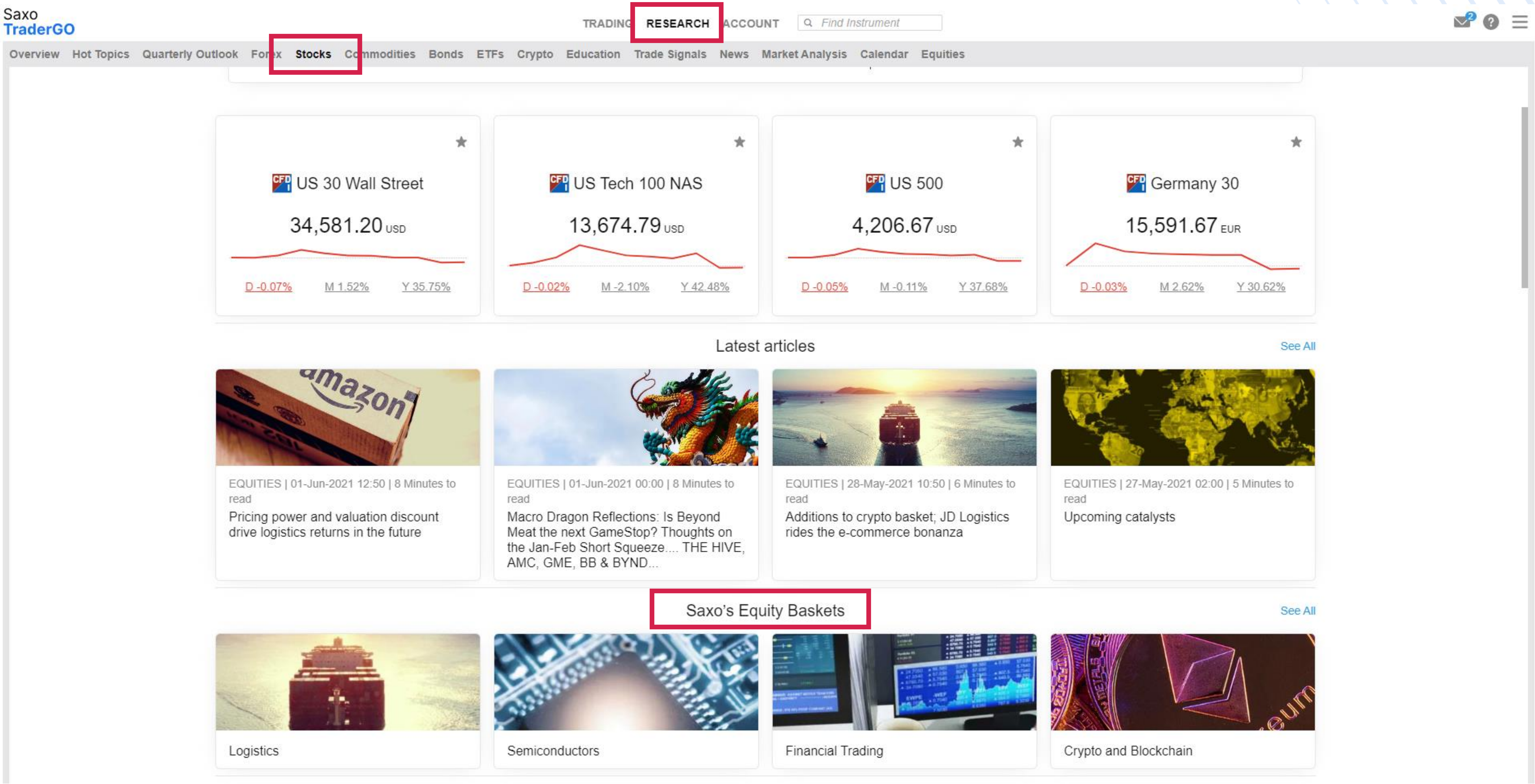
Source: Saxo Group

Appendix: 5-year chart of Hang Seng futures



Source: Saxo Group

Appendix: Where do you find the equity theme baskets?



Disclaimer

The Saxo Bank Group entities each provide execution-only service and access to Analysis permitting a person to view and/or use content available on or via the website. This content is not intended to and does not change or expand on the execution-only service. Such access and use are at all times subject to (i) The Terms of Use; (ii) Full Disclaimer; (iii) The Risk Warning; (iv) the Rules of Engagement and (v) Notices applying to Saxo News & Research and/or its content in addition (where relevant) to the terms governing the use of hyperlinks on the website of a member of the Saxo Bank Group by which access to Saxo News & Research is gained. Such content is therefore provided as no more than information. In particular no advice is intended to be provided or to be relied on as provided nor endorsed by any Saxo Bank Group entity; nor is it to be construed as solicitation or an incentive provided to subscribe for or sell or purchase any financial instrument. All trading or investments you make must be pursuant to your own unprompted and informed self-directed decision. As such no Saxo Bank Group entity will have or be liable for any losses that you may sustain as a result of any investment decision made in reliance on information which is available on Saxo News & Research or as a result of the use of the Saxo News & Research. Orders given and trades effected are deemed intended to be given or effected for the account of the customer with the Saxo Bank Group entity operating in the jurisdiction in which the customer resides and/or with whom the customer opened and maintains his/her trading account. Saxo News & Research does not contain (and should not be construed as containing) financial, investment, tax or trading advice or advice of any sort offered, recommended or endorsed by Saxo Bank Group and should not be construed as a record of our trading prices, or as an offer, incentive or solicitation for the subscription, sale or purchase in any financial instrument. To the extent that any content is construed as investment research, you must note and accept that the content was not intended to and has not been prepared in accordance with legal requirements designed to promote the independence of investment research and as such, would be considered as a marketing communication under relevant laws.

Please read our disclaimers:
Notification on Non-Independent Investment Research (https://www.home.saxo/legal/niird/notification)
Full disclaimer (https://www.home.saxo/legal/disclaimer/saxo-disclaimer)
Full disclaimer (https://www.home.saxo/legal/saxoselect-disclaimer/disclaimer)