

Index marked green: within 2% of all-time closing high

Index marked red: recovered less than 25% from all-time-low

The less-industrialised world is arguably not a beneficiary of the currency wars in the industrialised world

The weak AUD was a prologue to the stock market

The EUR is not falling

Energy in the process of turning

- Risk is still on in equities and off in bonds: 29 of 40 50-day moving averages in equities are rising, which compares to 28 the week before. In bonds, 11 of 30 50-day moving averages are rising, which compares to 23 the week before.
- The relationship between green and red dots in equities was 2:5, i.e., slightly negative. In bonds it was 0:16, clearly negative.

IR&M momentum monitor 1/2	Medium-term					Long-term					50D MAV	
	Week:	19	20	21	22	Chg.	19	20	21	22	Chg.	22
Equities by region												
MSCI World	24	25	26	27		39	40	41	42		↑	
Europe (STOXX 600)	3	4	5	6		40	41	42	43		↑	
Eurozone (Euro STX 50)	2	3	4	5		36	37	38	39		↑	
MSCI Emerging Markets	1	2	-1	-2		29	30	31	32		↓	
MSCI Asia Pacific ex Japan	3	4	-1	-2		34	35	36	37		↓	
Equities by country												
USA (S&P 500)	19	20	21	22		68	69	70	71		↑	
USA (Nasdaq)	19	20	21	22		18	19	20	21		↑	
USA (Dow Industrial)	19	20	21	22		19	20	21	22		↑	
USA (Dow Transport)	24	25	26	27		20	21	22	23		↑	
Canada (SPTSX 60)	-6	1	2	3		34	35	36	37		↓	
Brazil (Bovespa)	-14	-15	1	-1		-7	-8	-9	-10		↓	
Austria (ATX)	1	2	3	4		35	36	37	38		↓	
Belgium (Bel 20)	25	26	27	28		41	42	43	44		↑	
Denmark (OMX Copen 20)	2	3	4	5		67	68	69	70		↓	
Finland (OMX Helsinki)	1	2	3	4		28	29	30	31		↑	
France (CAC 40)	3	4	5	6		39	40	41	42		↑	
Germany (DAX 30)	2	3	4	5		41	42	43	44		↑	
Greece (ASE Athens SE)	3	4	5	6		32	33	34	35		↑	
Ireland (ISEQ)	24	25	26	27		70	71	72	73		↑	
Italy (FTSE MIB)	3	4	5	6		33	34	35	36		↑	
Netherlands (AEX)	3	4	5	6		40	41	42	43		↑	
Norway (OBX)	3	4	5	6		41	42	43	44		↑	
Portugal (PSI 20)	3	4	5	-1		31	32	33	34		↓	
Spain (IBEX 35)	2	3	4	5		32	33	34	35		↓	
Sweden (OMX 30)	3	4	5	6		40	41	42	43		↑	
Switzerland (SMI)	46	47	48	49		43	44	45	46		↑	
Turkey (BIST National 100)	11	12	13	14		62	63	64	65		↑	
UK (FTSE100)	3	4	5	6		39	40	41	42		↑	
Australia (S&P/ASX)	3	4	5	-1		37	38	39	40		↓	
China (Shanghai SE)	-7	1	2	3		15	16	17	18		↑	
Hong Kong (Hang Seng)	2	3	4	-1		33	34	35	36		↓	
India (Nifty)	3	4	5	6		42	43	44	45		↑	
Japan (Nikkei 225)	26	27	28	29		22	23	24	25		↑	
Russia (RTS \$)	-11	-12	-13	-14		-3	-4	-5	-6		↓	
South Korea (Kospi)	-8	1	2	3		-1	-2	-3	-4		↑	
Taiwan (TWSE)	24	25	26	27		20	21	22	23		↑	
Equities by style												
USA (Large Growth)	19	20	21	22		68	69	70	71		↑	
USA (Large Value)	23	24	25	26		67	68	69	70		↑	
USA (Small Growth)	23	24	25	26		21	22	23	24		↑	
USA (Small Value)	23	24	25	26		42	43	44	45		↑	
FX												
USD (trade-weighted, DXY)	13	14	15	16		8	9	10	11		↑	
EURUSD	-1	-2	-3	-4		29	-1	-2	-3		↑	
EURGBP	-3	-4	1	2		23	24	25	26		↑	
EURCAD	2	-3	1	2		24	25	26	27		↑	
JPYUSD	-30	-31	-32	-33		-24	-25	-26	-27		↓	
JPYAUD	-29	-30	1	2		-24	-25	-26	-27		↑	
CHFUSD	-3	-4	-5	-6		-3	-4	-5	-6		↓	

IR&M momentum monitor 2/2	Medium-term					Long-term					50D MAV	
	Week:	19	20	21	22	Chg.	19	20	21	22	Chg.	22
Bond futures												
US: Ultra Long Treasury	6	-1	-2	-3		-19	-20	-21	-22		↓	
US: Long Treasury	6	-1	-2	-3		-16	-17	-18	-19		↓	
US: 10Y Treasury	6	-1	-2	-3		-19	-20	-21	-22		↓	
US: 5Y Note	-1	-2	-3	-4		-16	-17	-18	-19		↓	
US: 2Y Note	7	8	-1	-2		6	7	8	9		↓	
Canada: 10Y	-1	-2	-3	-4		-18	-19	-20	-21		↓	
Germany: Buxl (30Y)	8	-1	-2	-3		6	7	8	9		↓	
Germany: Bund (10Y)	12	13	-1	-2		24	25	26	27		↓	
Germany: Bobl (5Y)	-1	1	-1	-2		5	6	7	8		↓	
Germany: Schatz (2Y)	11	12	13	-1		3	4	5	6		↓	
UK: Long Gilt	8	-1	-2	-3		-19	1	2	3		↓	
France: OAT	11	12	13	-1		17	18	19	20		↑	
Italy: BTP	5	6	7	8		62	63	64	65		↑	
Spain: 10Y	39	40	41	42		11	12	13	14		↑	
Switzerland: Long Bond (8-13Y)	10	11	12	13		3	4	5	6		↑	
Japan: JGB 10Y	-1	-2	-3	-4		11	12	-1	-2		↓	
South Korea: 10Y	14	15	-1	-2		50	51	52	53		↓	
Australia: 10Y	6	7	8	-1		-19	-20	-21	-22		↑	
Bond total return indices (USD unhedged)												
Barclays Global Aggregate	-1	-2	-3	-4		-11	-12	-13	-14		↓	
Barclays Global Treasury	-1	-2	-3	-4		-15	-16	-17	-18		↓	
Barclays Global HY	47	48	49	50		67	68	69	70		↑	
Barclays World Inflation Linked	7	-1	-2	-3		143	144	145	146		↓	
Barclays US Aggregate	8	-1	-2	-3		6	7	8	9		↓	
Barclays Pan-European Aggregate	9	10	11	12		99	100	101	102		↑	
Barclays Euro Aggregate	74	75	76	77		99	100	101	102		↑	
Barclays Asia Pacific Aggregate	49	50	-1	-2		108	109	110	111		↓	
Barclays Global Emerging Markets	6	7	8	-1		75	76	77	78		↓	
Barclays US Corporate	8	9	-1	-2		147	148	149	150		↓	
Barclays US Corporate HY	47	48	49	50		72	73	74	75		↑	
Barclays US MBS	9	-1	-2	-3		4	5	6	7		↓	
Commodities												
Thomson Reuters/Jefferies CRB	-12	-13	-14	-15		-10	-11	-12	-13		↓	
Gold	-23	-24	-25	-26		-13	-14	-15	-16		↓	
Copper	-12	-13	-14	-15		-6	-7	-8	-9		↓	
Oil (WTI)	2	3	4	-1		16	17	18	19		↑	
Oil (Brent)	-11	-12	-13	-14		-5	-6	-7	-8		↓	
Miscellaneous												
Fed balance sheet	30	31	32	33		22	23	24	25		↑	
ECB balance sheet	-32	-33	-34	-35		-21	-22	-23	-24		↓	
BoJ balance sheet	53	54	55	56		143	144	145	146		↑	
BoE balance sheet	-18	-19	-20	-21		-1	-2	-3	-4		↑	
Nikkei 225 / SPX	29	30	31	32		21	22	23	24		↑	
TLT (Long Treasury ETF)	6	-1	-2	-3		-18	-19	-20	-21		↓	
HYG (US Corp HY ETF)	12	13	14	-1		67	68	69	70		↓	
Ultra-long / 5Y Treasury	6	-1	-2	-3		-19	-20	-21	-22		↓	
Chile (IGPA)	-8	-9	-10	-11		17	18	19	-1		↓	
Energy / Cons. Staples (SPX)	-12	-13	-14	1		-6	-7	-8	-9		↓	
Energy / Telecom (SPX)	-10	-11	1	2		-3	-4	-5	-6		↑	
Energy / Utilities (SPX)	-11	1	2	3		-4	-5	-6	-7		↑	

Applicable wisdom

“Don’t fight the Fed.”
—Martin E. Zweig

In a bull market you should be either flat, long or very long but not short. (In a bear market you should be either flat, short or very short but not long.)
—Dennis Gartman

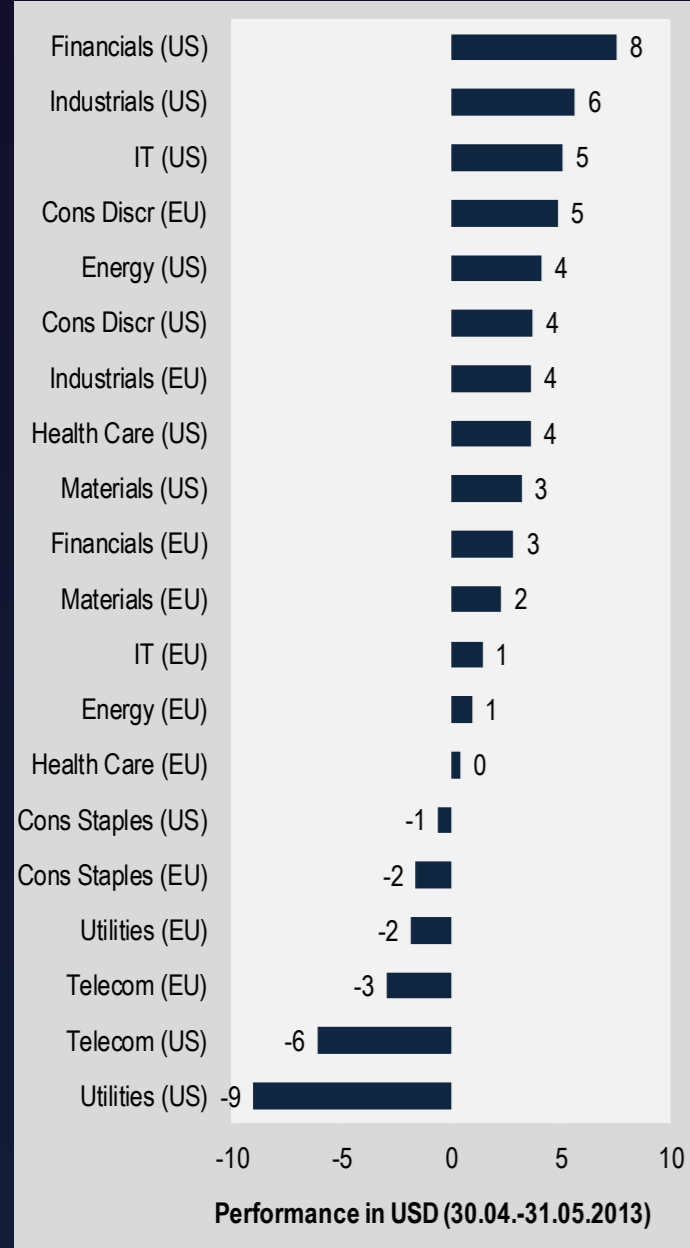
“Real knowledge is to know the extent of one’s ignorance.”
—Confucius

Bonds are turning. Whether this is the “Great Reversal,” we don’t know; it could be. One ought to be flat (hedged) or short or nervous

The Nikkei/SPX pair is just 24% off its all-time-low (since 1970). By comparison, the longest long-term trend according the metric used here was 94 weeks ending in October 1973.

The bear steepener in the US is “alive and well”

Source: IR&M, Bloomberg. Notes: Medium-term based on exponentially weighted average over 3 and 10 weeks. Long-term based on simply weighted average over 10 and 40 weeks. 50D MAV: 50-day simply weighted moving average. Chg.: highlights change from Friday to Friday. Equity indices are price indices (except DAX). Bond indices are total return indices.



- Equities momentum is still positive (a lot of green hue (positive trend) and dark green hue (enduring positive trend)). 85 from 113 50-day moving average were rising, 28 were falling which compares to 89 and 24 the week before. Note that the relationship between positive and negative has been shifting towards the latter.
- The relationship between green and red dots was 2:16 which compares to 5:18 the week before. This means the first derivative, change, was negative last week as well as the week before.
- Strongest momentum is in Consumer Staples, weakest is Energy.

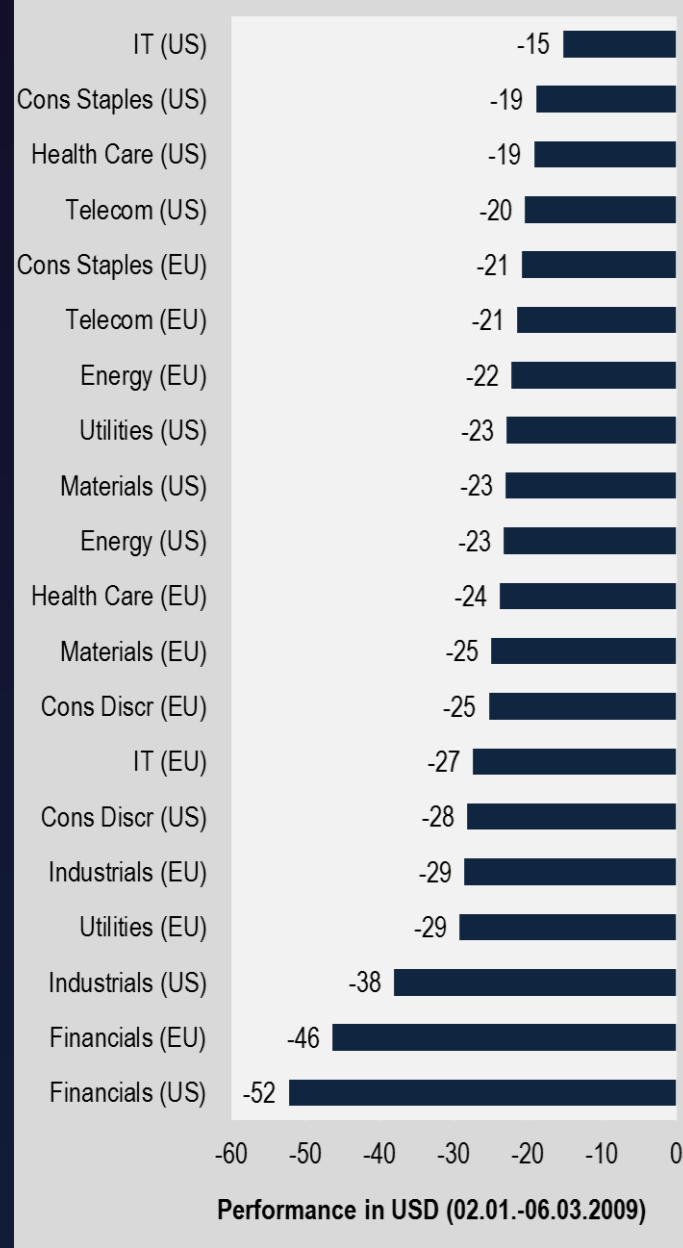
The most important thing here is that since we have been working on this page, starting a couple of weeks ago, it has become redder and redder. Sometimes one is too close to spot these slow but steady "reversals of fortune" on a day-to-day basis which is why we suggest one looks at these tables on a week-to-week basis. One should feel most bullish when all is really red and turning green. Now it's the opposite, all green but turning red. This means one probably ought to be a bit more careful or conservative. See next page.

Cyclical	Consumer Discretionary			Materials			Industrials			Financials			Information Technology											
	Med.-term	Long-term	50D	Med.-term	Long-term	50D	Med.-term	Long-term	50D	Med.-term	Long-term	50D	Med.-term	Long-term	50D									
Week:	21	22	22 Chg	21	22	22 Chg	21	22	22 Chg	21	22	22 Chg	21	22	22 Chg									
Median	14	15		42	43		3	4		-4	-5		4	5		37	38		4	5		40	41	
World	27	28	↑	42	43	↑	-14	-15	↓	-5	-6	↓	5	6	↑	27	28	↑	4	5	↑	4	5	↑
Europe	4	5	↑	44	45	↑	-1	-2	↓	-5	-6	↓	4	5	↑	4	5	↑	4	5	↑	4	5	↑
USA	27	28	↑	77	78	↑	4	5	↑	37	38	↑	5	6	↑	26	27	↑	26	27	↑	67	68	↑
Canada	25	26	↑	63	64	↑	-28	-29	↓	-17	-18	↓	3	4	↑	4	5	↑	4	5	↑	36	37	↑
Japan	28	29	↑	23	24	↑	30	31	↑	22	23	↑	28	29	↑	38	-1	↑	38	-1	↑	41	42	↑
UK	27	28	↑	69	70	↑	-13	-14	↓	-6	-7	↓	26	27	↑	72	73	↑	4	5	↑	42	43	↑
Germany	4	5	↑	39	40	↑	4	5	↑	37	38	↓	3	4	↑	4	5	↑	4	5	↑	36	37	↑
France	4	5	↑	41	42	↑	3	4	↑	-6	-7	↓	5	6	↑	4	5	↑	4	5	↑	38	39	↑
Italy	23	24	↑	19	20	↑							3	4	↑	40	41	↑	5	6	↑	2	3	↑
Spain	-1	-2	↓	85	-1	↓							41	42	↑	33	34	↑	-1	-2	↓	-5	-6	↓
Switzerland	4	5	↑	42	43	↑	4	5	↑	69	70	↓	4	5	↑	4	5	↑	5	6	↑	33	34	↑
Sweden	4	5	↑	4	5	↑							2	3	↓	30	31	↓	26	27	↑	67	68	↑
Netherlands	47	48	↑	42	43	↑	3	4	↓	42	43	↓	1	2	↓	66	67	↓	4	5	↑	-7	-8	↑
China	3	4	↓	-3	-4	↓	-13	-14	↓	-4	-5	↓	3	4	↓	-2	-3	↓	4	-1	↓	29	30	↑

Less cyclical	Energy			Telecom			Utilities			Consumer Staples			Health Care																	
	Med.-term	Long-term	50D	Med.-term	Long-term	50D	Med.-term	Long-term	50D	Med.-term	Long-term	50D	Med.-term	Long-term	50D															
Week:	21	22	22 Chg	21	22	22 Chg	21	22	22 Chg	21	22	22 Chg	21	22	22 Chg															
Median	4	5		-6	-7		12	-1		12	13		10	6		15	16		27	28		76	77		21	19		70	71	
World	4	5	↑	37	38	↑	12	-1	↓	18	19	↑	23	-1	↓	17	18	↑	26	27	↑	26	27	↑	26	27	↑	69	70	↑
Europe	4	5	↑	-27	-28	↑	12	13	↑	4	5	↑	10	11	↑	3	4	↑	27	28	↑	78	79	↑	25	26	↑	77	78	↑
USA	4	5	↑	39	40	↑	17	-1	↓	12	13	↑	-1	-2	↓	12	13	↓	21	22	↑	78	79	↑	21	22	↑	72	73	↑
Canada	2	3	↓	-4	-5	↓	48	-1	↓	149	150	↓	34	35	↑	80	81	↑	34	35	↑	80	81	↑						
Japan							27	28	↑	44	45	↑	14	15	↑	20	21	↑	26	27	↑	85	86	↑	27	-1	↓	45	46	↑
UK	4	5	↑	1	2	↑	20	21	↑	12	13	↑	26	27	↑	65	66	↑	27	28	↑	85	86	↑	21	22	↑	17	18	↑
Germany													-6	-7	↓	-26	-27	↓	27	28	↑	67	68	↑	14	15	↑	70	71	↑
France	4	5	↑	-10	-11	↑	-1	-2	↓	-29	-30	↓	10	11	↑	1	2	↑	27	28	↑	66	67	↑	14	15	↑	73	74	↑
Italy	4	-1	↓	-12	-13	↓							5	6	↑	3	4	↑												
Spain	7	8	↑	28	29	↑	5	-1	↓	19	20	↓	5	6	↑	31	32	↑												
Switzerland																			-1	-2	↓	74	75	↓	26	27	↑	81	82	↑
Sweden							4	5	↑	-55	-56	↑							25	26	↑	19	20	↑	5	6	↑	38	39	↑
Netherlands	10	11	↑	-51	-52	↑							48	49	↑	81	82	↑	48	49	↑	81	82	↑						
China	-16	-17	↓	-7	-8	↓							51	-1	↓	72	73	↑	5	6	↑	32	33	↑	-6	1	↑	-1	-2	↓

Telecom: It looks as if investors are swapping high dividends for something else. Six from 16 red dots (change for the worse) are in telecoms. Utilities, the second largest dividend paying sector, has a further three.

Source: IR&M, Bloomberg. Notes: Momentum measures akin to previous exhibit. All sector indices based on GICS (Global Industry Classification Standard). All indices from MSCI, except USA: S&P. Sectors with no representation, a very small weight, or just one stock have been omitted. The sequence has been determined by US cyclicity, i.e., the correlation between US sectors and the ISM PMI between January 1990 and April 2013. Consumer Discretionary is the most cyclical; Health Care the least cyclical.



- Equities momentum is still negative (a lot of red hue (negative trend) and crimson-maroon hue (enduring negative trend)). 5 from 112 50-day moving average were rising, 107 were falling which compares to 10 and 102 the week before.
- The relationship between green and red dots was 4:14 which compares to 0:34 the week before.

This is how the sector page would have looked like on Friday 6 March 2009, the Friday-to-Friday low of the S&P 500 index. Essentially the opposite from today.

Cyclical	Consumer Discretionary			Materials			Industrials			Financials			Information Technology			
	Med.-term	Long-term	50D	Med.-term	Long-term	50D	Med.-term	Long-term	50D	Med.-term	Long-term	50D	Med.-term	Long-term	50D	
	9 10	9 10	10 Chg	9 10	9 10	10 Chg	9 10	9 10	10 Chg	9 10	9 10	10 Chg	9 10	9 10	10 Chg	
Week:																
Median	-8 -9	-78 -79		-2 -3	-31 -32		-3 -4	-71 -72		-23 -24	-82 -83		-2 -3	-59 -60		
World	-7 -8	-79 -80	↓	-7 -8	-30 -31	↓	-7 -8	-60 -61	↓	-41 -42	-82 -83	↓	-27 -28	-58 -59	↓	
Europe	-23 -24	-77 -78	↓	-2 -3	-32 -33	↓	-2 -3	-76 -77	↓	-41 -42	-83 -84	↓	-26 -27	-65 -66	↓	
USA	-7 -8	-82 -83	↓	-36 -37	-30 -31	↓	-27 -28	-61 -62	↓	-22 -23	-83 -84	↓	-2 -3	-58 -59	↓	
Canada	-23 -24	-66 -67	↓	11 -1	-25 -26	↑	-7 -8	-21 -22	↓	-22 -23	-83 -84	↓				
Japan	-36 -37	-81 -82	↓	-37 -38	-75 -76	↓	-36 -37	-66 -67	↓	-36 -37	-33 -34	↓	-35 -36	-69 -70	↓	
UK	-2 -3	-82 -83	↓	-2 -3	-30 -31	↓	-3 -4	-79 -80	↓	-23 -24	-88 -89	↓				
Germany	-16 -17	-59 -60	↓	-7 -8	-31 -32	↓	-7 -8	-57 -58	↓	-41 -42	-79 -80	↓	-2 -3	-19 -20	↑	●
France	-7 -8	-78 -79	↓	-35 -36	-29 -30	↓	-2 -3	-76 -77	↓	-21 -22	-82 -83	↓	-25 -26	-82 -83	↓	
Italy	-23 -24	-77 -78	↓				-2 -3	-77 -78	↓	-41 -42	-85 -86	↓				
Spain	-2 -3	3 -1	↓				-7 -8	-81 -82	↓	-21 -22	-60 -61	↓				
Switzerland	-25 -26	-62 -63	↓	-2 -3	-60 -61	↓	-2 -3	-31 -32	↓	-21 -22	-82 -83	↓				
Sweden	12 -1	-78 -79	↓				-2 -3	-75 -76	↓	-23 -24	-83 -84	↓	13 14	2 3	↑	●
Netherlands	-6 -7	-78 -79	↓	-2 -3	-35 -36	↓	-2 -3	-80 -81	↓	-39 -40	-77 -78	↓	-1 -2	-60 -61	↓	
China	-8 -9	-52 -53	↓	-1 -2	-56 -57	↓	-2 -3	-53 -54	↓	-8 -9	-56 -57	↓	-1 1	-59 -60	↓	●

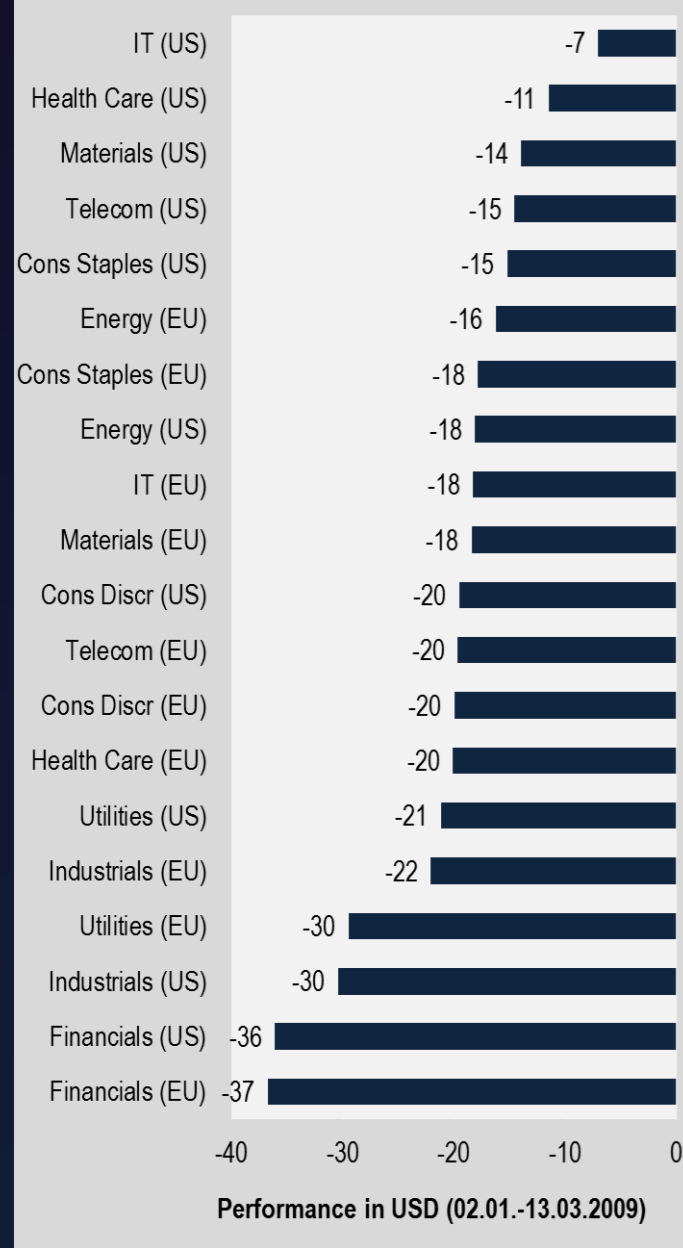
Less cyclical	Energy			Telecom			Utilities			Consumer Staples			Health Care			
	Med.-term	Long-term	50D	Med.-term	Long-term	50D	Med.-term	Long-term	50D	Med.-term	Long-term	50D	Med.-term	Long-term	50D	
	9 10	9 10	10 Chg	9 10	9 10	10 Chg	9 10	9 10	10 Chg	9 10	9 10	10 Chg	9 10	9 10	10 Chg	
Week:																
Median	-3 -4	-31 -32		-7 -8	-54 -55		-6 -7	-52 -53		-8 -9	-44 -45		-5 -6	-22 -23		
World	-34 -35	-28 -29	↓	-7 -8	-55 -56	↓	-7 -8	-51 -52	↓	-8 -9	-38 -39	↓	-6 -7	-22 -23	↓	
Europe	-2 -3	-32 -33	↓	-7 -8	-54 -55	↓	-37 -38	-53 -54	↓	-21 -22	-58 -59	↓	-5 -6	-17 -18	↓	
USA	-3 -4	-28 -29	↓	-7 -8	-65 -66	↓	-3 -4	-33 -34	↓	-22 -23	-20 -21	↓	-2 -3	-22 -23	↓	
Canada	-34 -35	-25 -26	↓	-26 -27	-65 -66	↓				-2 -3	-20 -21	↓				
Japan				-7 -8	-85 -86	↓	-8 -9	-2 -3	↓	-24 -25	-21 -22	↓	-25 -26	-21 -22	↓	
UK	-2 -3	-30 -31	↓	-2 -3	-53 -54	↓	-2 -3	-52 -53	↓	-2 -3	2 -1	↓	-3 -4	30 31	↓	
Germany				-7 -8	-51 -52	↓	-7 -8	-51 -52	↓	-7 -8	-60 -61	↓	-2 -3	-80 -81	↓	
France	-2 -3	-32 -33	↓	-7 -8	-3 -4	↓	-7 -8	-52 -53	↓	-8 -9	-56 -57	↓	-5 -6	-57 -58	↓	
Italy	-2 -3	-31 -32	↓				-3 -4	-55 -56	↓							
Spain	-7 -8	-30 -31	↓	-7 -8	-51 -52	↓	-5 -6	-56 -57	↓							
Switzerland										-22 -23	-55 -56	↓	-23 -24	-17 -18	↓	
Sweden				-1 -2	-54 -55	↓				2 3	-49 -50	↑	5 -1	-53 -54	↓	●
Netherlands	-37 -38	-32 -33	↑							-6 -7	-55 -56	↓				
China	-2 -3	-52 -53	↓				5 -1	-58 -59	↓	-1 -2	-34 -35	↓				●

This is what we might had written, had we simply stated the facts

Source: IR&M, Bloomberg. Notes: Momentum measures akin to previous exhibit. All sector indices based on GICS (Global Industry Classification Standard). All indices from MSCI, except USA: S&P. Sectors with no representation, a very small weight, or just one stock have been omitted. The sequence has been determined by US cyclicity, i.e., the correlation between US sectors and the ISM PMI between January 1990 and April 2013. Consumer Discretionary is the most cyclical; Health Care the least cyclical.

- Equities momentum is still negative (a lot of red hue (negative trend) and crimson-maroon hue (enduring negative trend)). 7 from 112 50-day moving average were rising, 105 were falling which compares to 5 and 107 the week before.
- The relationship between green and red dots was 7:2 which compares to 4:14 the week before.

This is how the sector page would have looked like one week later, on Friday 13 March 2009.



Cyclical	Consumer Discretionary			Materials			Industrials			Financials			Information Technology		
	Med.-term	Long-term	50D	Med.-term	Long-term	50D	Med.-term	Long-term	50D	Med.-term	Long-term	50D	Med.-term	Long-term	50D
	Week: 10 11	10 11	11 Chg	10 11	10 11	11 Chg	10 11	10 11	11 Chg	10 11	10 11	11 Chg	10 11	10 11	11 Chg
Median	-9 -9	-79 -80		-3 -4	-32 -33		-4 -5	-72 -73		-24 -25	-83 -84		-3 -4	-60 -61	
World	-8 -9	-80 -81	↓	-8 -9	-31 -32	↓	-8 -9	-61 -62	↓	-42 -43	-83 -84	↓	-28 -29	-59 -60	↓
Europe	-24 -25	-78 -79	↓	-3 -4	-33 -34	↓	-3 -4	-77 -78	↓	-42 -43	-84 -85	↓	-27 -28	-66 -67	↓
USA	-8 -9	-83 -84	↓	-37 -38	-31 -32	↓	-28 -29	-62 -63	↓	-23 -24	-84 -85	↓	-3 -4	-59 -60	↓
Canada	-24 -25	-67 -68	↓	-1 -2	-26 -27	↓	-8 -9	-22 -23	↓	-23 -24	-84 -85	↓			
Japan	-37 -38	-82 -83	↓	-38 -39	-76 -77	↓	-37 -38	-67 -68	↓	-37 -38	-34 -35	↓	-36 -37	-70 -71	↓
UK	-3 -4	-83 -84	↓	-3 -4	-31 -32	↓	-4 -5	-80 -81	↓	-24 -25	-89 -90	↓			
Germany	-17 -18	-60 -61	↓	-8 -9	-32 -33	↓	-8 -9	-58 -59	↓	-42 -43	-80 -81	↓	-3 -4	-20 -21	↑
France	-8 -9	-79 -80	↓	-36 -37	-30 -31	↓	-3 -4	-77 -78	↓	-22 -23	-83 -84	↓	-26 -27	-83 -84	↓
Italy	-24 -25	-78 -79	↓				-3 -4	-78 -79	↓	-42 -43	-86 -87	↓			
Spain	-3 -4	-1 -2	↓				-8 -9	-82 -83	↓	-22 -23	-61 -62	↓			
Switzerland	-26 -27	-63 -64	↓	-3 -4	-61 -62	↓	-3 -4	-32 -33	↓	-22 -23	-83 -84	↓			
Sweden	-1 -2	-79 -80	↓				-3 1	-76 -77	↓	-24 -25	-84 -85	↓	14 15	3 4	↑
Netherlands	-7 -8	-79 -80	↓	-3 -4	-36 -37	↓	-3 -4	-81 -82	↓	-40 -41	-78 -79	↓	-2 -3	-61 -62	↓
China	-9 1	-53 -54	↓	-2 1	-57 -58	↓	-3 -4	-54 -55	↓	-9 1	-57 -58	↓	1 2	-60 -61	↑

Less cyclical	Energy			Telecom			Utilities			Consumer Staples			Health Care		
	Med.-term	Long-term	50D	Med.-term	Long-term	50D	Med.-term	Long-term	50D	Med.-term	Long-term	50D	Med.-term	Long-term	50D
	Week: 10 11	10 11	11 Chg	10 11	10 11	11 Chg	10 11	10 11	11 Chg	10 11	10 11	11 Chg	10 11	10 11	11 Chg
Median	-4 -5	-32 -33		-8 -9	-55 -56		-7 -8	-53 -54		-9 -10	-45 -46		-6 -7	-23 -24	
World	-35 -36	-29 -30	↓	-8 -9	-56 -57	↓	-8 -9	-52 -53	↓	-9 -10	-39 -40	↓	-7 -8	-23 -24	↓
Europe	-3 -4	-33 -34	↓	-8 -9	-55 -56	↓	-38 -39	-54 -55	↓	-22 -23	-59 -60	↓	-6 -7	-18 -19	↓
USA	-4 -5	-29 -30	↓	-8 -9	-66 -67	↓	-4 -5	-34 -35	↓	-23 -24	-21 -22	↓	-3 -4	-23 -24	↓
Canada	-35 -36	-26 -27	↓	-27 -28	-66 -67	↓				-3 -4	-21 -22	↓			
Japan				-8 -9	-86 -87	↓	-9 -10	-3 -4	↓	-25 -26	-22 -23	↓	-26 -27	-22 -23	↓
UK	-3 -4	-31 -32	↓	-3 -4	-54 -55	↓	-3 -4	-53 -54	↓	-3 -4	-1 -2	↓	-4 -5	31 -1	↓
Germany				-8 -9	-4 -5	↓	-8 -9	-52 -53	↓	-8 -9	-61 -62	↓	-3 -4	-81 -82	↓
France	-3 -4	-33 -34	↓	-8 -9	-4 -5	↓	-8 -9	-53 -54	↓	-9 -10	-57 -58	↓	-6 -7	-58 -59	↓
Italy	-3 -4	-32 -33	↓				-4 -5	-56 -57	↓						
Spain	-8 -9	-31 -32	↓	-8 -9	-52 -53	↓	-6 -7	-57 -58	↓						
Switzerland										-23 -24	-56 -57	↓	-24 -25	-18 -19	↓
Sweden				-2 -3	-55 -56	↓				3 4	-50 -51	↑	-1 -2	-54 -55	↑
Netherlands	-38 -39	-33 -34	↑							-7 -8	-56 -57	↓			
China	-3 -4	-53 -54	↓				-1 -2	-59 -60	↓	-2 -3	-35 -36	↑			

Note the scale difference between this graph and the one on the previous page.

This is what we might had written, had we simply stated the facts. Whether we would have pointed out that the tables are becoming a bit greener and that there were suddenly more green dots than red dots, we don't know; and never will. What we do know, though, is that today there are many red dots in bonds and that we really need to make sure that our inventory in magenta cartridges is fully stocked, should we ever decide to print the first page.

Source: IR&M, Bloomberg. Notes: Momentum measures akin to previous exhibit. All sector indices based on GICS (Global Industry Classification Standard). All indices from MSCI, except USA: S&P. Sectors with no representation, a very small weight, or just one stock have been omitted. The sequence has been determined by US cyclicity, i.e., the correlation between US sectors and the ISM PMI between January 1990 and April 2013. Consumer Discretionary is the most cyclical; Health Care the least cyclical.

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