

Aquila Dashboard 10 July 2020

07:30 GMT 10Jul20	Level	RSI	Day %	Week %	Month %	YTD %	Performance relative to SP500		
							Weekly %	Monthly %	YTD %
S&P 500	3152.05	52	-0.6%	0.7%	5.0%	-2.4%			
S&P 500 VIX	30.51	50	4.3%	10.2%	-25.2%	121.4%			
US Dollar Index	96.89	45	0.3%	-0.2%	0.2%	0.6%			
Euro Stoxx 50	3251.15	50	-0.3%	-1.3%	3.4%	-13.2%	-2.0%	-1.6%	-10.7%
German Dax	12449.65	53	-0.3%	-0.6%	4.0%	-6.0%	-1.3%	-1.0%	-3.6%
Hong Kong Hang Seng	25642	42	-2.2%	1.0%	4.8%	-9.1%	0.3%	-0.2%	-6.6%
ALL-World EX-US ETF	49.2	59	-0.7%	1.3%	5.6%	-8.5%	0.6%	0.6%	-6.0%
MSCI Emerging Markets	43.52	71	0.0%	5.2%	11.5%	-3.0%	4.5%	6.5%	-0.6%
UK FTSE 100	6024.42	41	-0.4%	-2.1%	-0.8%	-20.1%	-2.8%	-5.8%	-17.7%
Japan Nikkei 225	22290.81	50	-1.1%	-0.1%	-0.8%	-5.8%	-0.8%	-5.8%	-3.3%
Nasdaq 100	10764.64	68	0.9%	4.1%	12.3%	23.3%	3.4%	7.3%	25.7%
China A-50	22969.47	67	-1.8%	5.7%	13.1%	7.5%	5.0%	8.1%	10.0%
HYG US high yield ETF	82.21	50	-0.2%	0.1%	0.7%	-6.5%	-0.6%	-4.3%	-4.1%
TLT US bond 20+Year ETF	167.17	62	1.6%	2.2%	2.0%	23.4%	1.5%	-3.0%	25.8%
Crude Oil	38.91	51	-1.7%	-3.3%	7.2%	-36.2%	-4.0%	2.2%	-33.8%
Copper	2.8407	50	0.1%	5.2%	9.8%	0.9%	4.5%	4.8%	3.4%
Bitcoin	9177	56	-2.7%	1.1%	-1.0%	27.3%	0.4%	-6.0%	29.8%
Silver	18.58	63	-0.7%	2.8%	4.9%	4.2%	2.1%	-0.1%	6.6%
Gold	1799.86	65	-0.2%	1.4%	4.2%	18.6%	0.7%	-0.8%	21.1%
							1m Implied Vol	1m Vol day chg	1m Real-Imp
AUD/USD	0.694	55	-0.4%	0.1%	1.2%	-1.2%	9.70%	0.25	0.03%
EUR/USD	1.1277	52	-0.1%	0.2%	0.3%	0.5%	6.71%	0.02	0.68%
GBP/USD	1.2590	57	-0.1%	0.8%	0.1%	-5.1%	7.92%	0.09	0.77%
NZD/USD	0.6562	62	-0.1%	0.4%	2.0%	-2.6%	10.01%	0.58	-0.83%
USD/CAD	1.361	52	0.2%	0.5%	0.1%	4.8%	5.93%	0.06	0.28%
USD/CHF	0.9422	40	0.3%	0.3%	0.2%	-2.6%	5.87%	0.09	0.81%
USD/CNH	7.0106	35	0.3%	0.8%	0.9%	0.8%	4.72%	0.08	-1.48%
USD/JPY	106.84	41	-0.3%	0.6%	0.0%	-1.7%	5.56%	0.10	-0.01%
USD/MXN	22.757	54	0.7%	1.7%	0.1%	20.3%	16.48%	0.32	-1.13%

Source : Aquila Markets 2020

- Exactly 1month ago we caused for pause/pullback driven strong correlations and stretched technicals
- Critical divergences we have been highlighting this week
- Narrowing breadth
- Copper outperformance relative to Oil
- China / CNH leading
- TLT maintaining bid tone (similar to February)



Please view our disclaimers and terms and conditions at www.aquilamarkets.com

Aquila Sector Dashboard 10 July 2020

		07:30 GMT 10Jul20		Performance relative to SP500						
Code		Level	RSI	Day %	Week %	Month %	YTD %	Weekly %	Monthly %	YTD %
SPY	SP500 SPY ETF	314.38	52	-0.6%	0.7%	4.6%	-2.3%			
RSP	SP500 equal-weight	100.38	47	-1.6%	-1.8%	0.3%	-13.3%	-2.5%	-4.3%	-10.9%
SPYG	SP500 Growth	46.73	51	0.2%	2.5%	8.6%	11.5%	1.8%	4.0%	13.8%
SPYV	SP500 Value	28.64	45	-1.5%	-1.7%	-0.8%	-18.0%	-2.4%	-5.3%	-15.6%
QQQ	Nasdaq QQQ ETF	262.18	68	0.8%	4.0%	12.0%	23.3%	3.3%	7.5%	25.6%
QQEW	Nasdaq equal-weight	82.44	53	0.2%	1.9%	8.6%	11.7%	-2.0%	-3.4%	-11.6%
IWM	Russell 2000	139.07	47	-2.0%	-2.3%	3.0%	-16.1%	-3.0%	-1.6%	-13.7%
HYG	HYG US high yield ETF	82.21	50	-0.2%	0.1%	0.7%	-6.5%	-0.6%	-3.9%	-4.2%
LQD	IG Inv Grade Credit ETF	136.12	72	0.6%	0.8%	3.4%	6.4%	0.1%	-1.2%	8.7%
EEM	MSCI Emerging Markets	43.52	71	0.0%	5.2%	11.5%	-3.0%	4.5%	6.9%	-0.7%
VEU	All World Ex-US ETF	49.2	59	-0.7%	1.3%	5.6%	-8.5%	0.6%	1.0%	-6.2%
FXI	MSCI China	45.22	69	-0.7%	9.1%	13.5%	3.6%	8.4%	8.9%	6.0%
EFA	iShares MSCI EAFE	61.67	52	-1.1%	-0.2%	2.3%	-11.2%	-0.9%	-2.2%	-8.9%
EWJ	MSCI Japan	55.07	48	-0.5%	-0.2%	-0.2%	-7.0%	-0.9%	-4.7%	-4.7%
GDX	Gold Miners	38.79	46	-0.4%	7.2%	18.2%	32.5%	6.6%	13.6%	34.8%
IBB	US - Biotechnology	140.57	63	-0.2%	1.5%	10.3%	16.7%	0.8%	5.8%	19.0%
XLK	US - Technology	108.11	66	0.4%	2.7%	10.2%	17.9%	2.0%	5.6%	20.3%
SMH	US - Semiconductors	160.46	66	1.7%	4.8%	11.6%	10.1%	4.1%	7.0%	12.4%
XRT	US - Retail	43.49	56	-1.9%	0.1%	6.5%	-5.5%	-0.6%	1.9%	-3.2%
XHB	US - Homebuilders	43.9	54	-2.6%	1.1%	6.5%	-3.5%	0.4%	1.9%	-1.2%
XLY	US - Consumer Discr	131.74	60	-0.1%	1.7%	6.2%	5.0%	1.0%	1.6%	7.4%
XLV	US - Healthcare	100.95	52	-0.8%	-0.6%	4.1%	-0.9%	-1.3%	-0.5%	1.4%
XLP	US - Consumer Staples	59.2	51	-0.8%	0.4%	1.9%	-6.0%	-0.3%	-2.7%	-3.7%
XLB	US - Materials	57	54	-0.9%	-0.9%	5.6%	-7.2%	-1.6%	1.0%	-4.9%
IYT	US - Transports	162.03	50	-1.9%	-1.0%	3.3%	-17.2%	-1.7%	-1.3%	-14.8%
IYZ	US - Telecommunications	27.55	50	-0.4%	0.4%	0.1%	-7.8%	-0.3%	-4.5%	-5.5%
IYR	US - Real Estate	78.29	47	-0.6%	-2.5%	0.4%	-15.9%	-3.2%	-4.2%	-13.6%
XLI	US - Industrials	67.14	45	-2.2%	-2.7%	-0.6%	-17.6%	-3.4%	-5.1%	-15.3%
XLU	US - Utilities	56.7	44	-1.3%	-2.1%	-3.6%	-12.3%	-2.8%	-8.2%	-9.9%
XLF	US - Financials	22.68	44	-2.1%	-1.3%	-2.0%	-26.3%	-2.0%	-6.5%	-24.0%
XME	US - Metals and Mining	20.55	46	-1.5%	-1.1%	-0.4%	-29.8%	-1.8%	-5.0%	-27.5%
KRE	US - Regional Banks	34.19	38	-4.1%	-6.6%	-10.1%	-41.3%	-7.3%	-14.6%	-39.0%
XLE	US - Energy	34.44	35	-4.9%	-7.8%	-11.3%	-42.6%	-8.5%	-15.9%	-40.3%
XOP	US - Oil and Gas	47.68	38	-5.2%	-8.2%	-14.7%	-49.7%	-8.9%	-19.3%	-47.4%

Source : Aquila Markets 2020

Note : Nasdaq equal-weight shows relative performance to Nasdaq QQQ

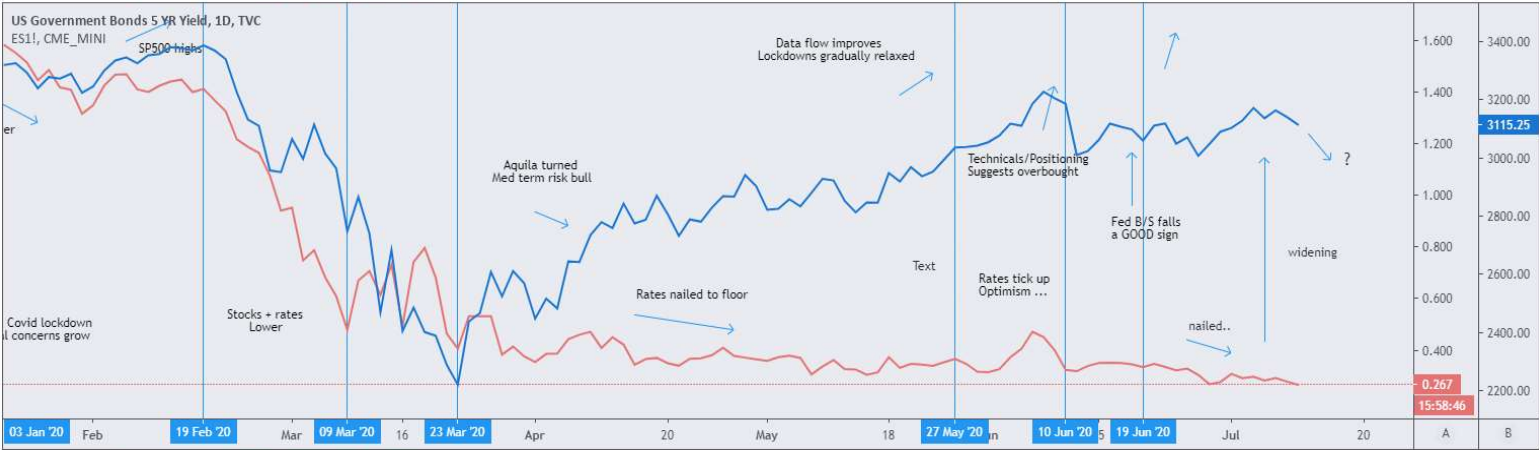
- Broad up day with big tech driving the rallies and pockets of RSI's reaching extended levels.
- Sectors sorted on a monthly basis show the strength in Gold miners along with the usual tech subjects.
- XLF banking ETF is a key radar screen barometer of ours – interesting that it outperformed its peers at the bottom of the monthly performance table today. The contracting triangle is due to break in this and we view this as an important overall signal.



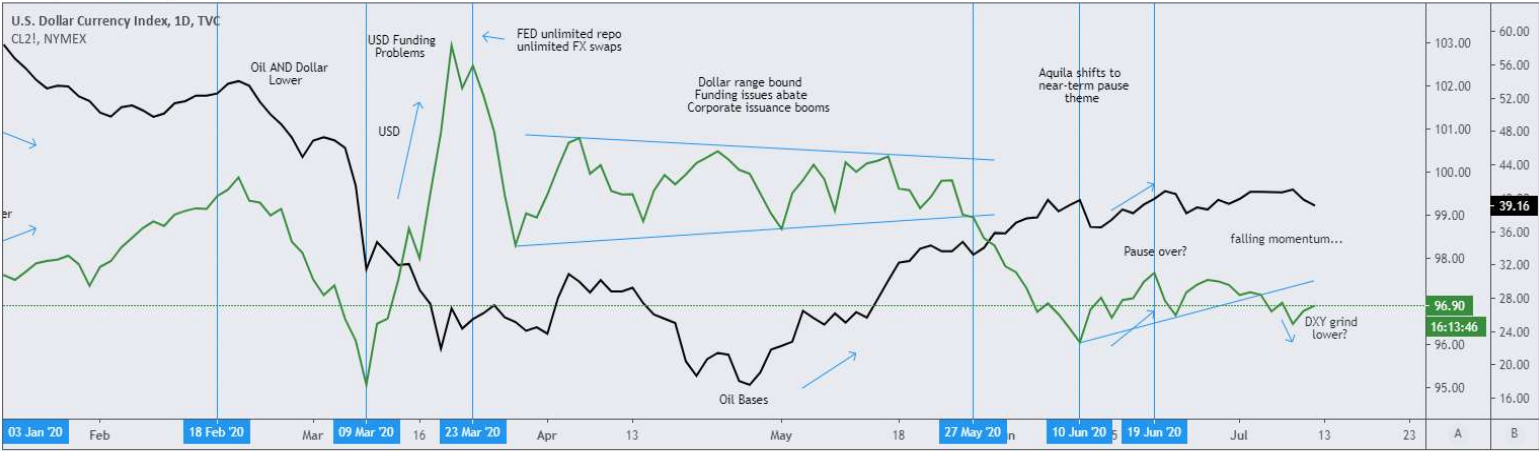
Please view our disclaimers and terms and conditions at www.aquilamarkets.com

Market Map review

AquilaMarkets published on TradingView.com, July 10, 2020 07:46:14 BST
 TVC:US05Y, 1D 0.267 ▼ -0.012 (-4.37%) O:0.278 H:0.283 L:0.263 C:0.267



TVC:DX1, 1D 96.90 ▲ +0.12 (+0.12%) O:96.75 H:96.96 L:96.75 C:96.90



TradingView

- Oil turning lower and DXY not extending to downside are key signals, as is the divergence between Copper and Oil which we highlighted earlier this week
- The gap between US rates and Equities was also flagged at time when lockdowns are increasing AND signs of spending falling.
- The personal choice to lockdown and amend ones own behaviours is clearly prevalent.
- We are on alert for a resumption of the corrective period and reduce / protect / raise S/L to entry for ALL risk-on radar screen opportunities.

Please view our disclaimers and terms and conditions at www.aquilamarkets.com



SP500 – will we make wave “C” ?

AquilaMarkets published on TradingView.com, July 10, 2020 07:38:28 BST
 CME_MINI_DL:ES1!, 1D 3116.25 ▼ -24.75 (-0.79%) O:3142.25 H:3154.25 L:3112.50 C:3116.25

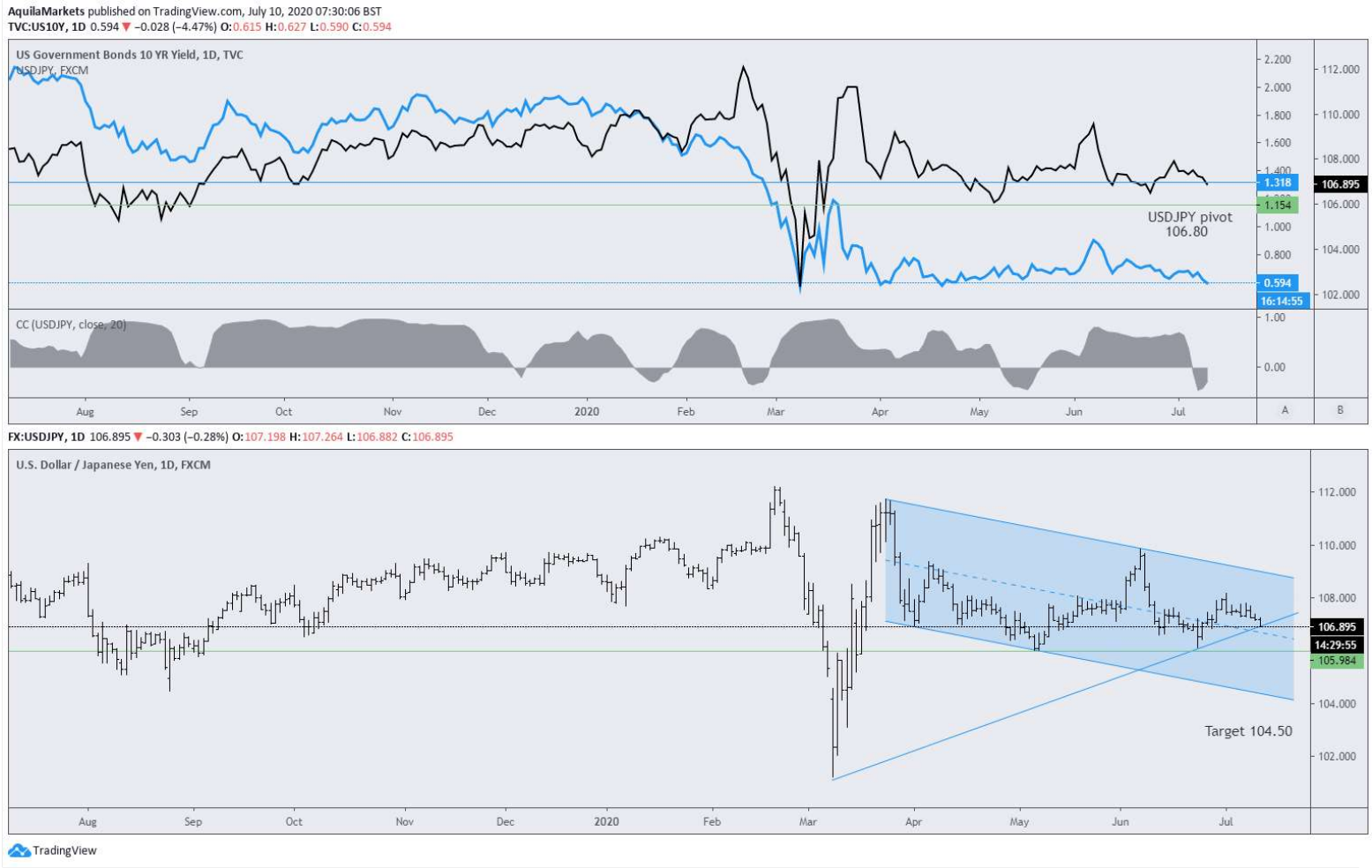


- SP500 futures based at 2920 in the June pause before grinding sideways / higher into quarter end.
- Trendline top held at 3185 07July
- Initially back in June we had wondered whether an A-B-C correction would be formed, but 50DMA held at monthend.
- Internals and correations raise risk of a retest of 3000 50/200 DMA, assault on June low targeting 38.20% retracement at 2830.
- We view the risk of a selloff happening with “high vol” as short term opportunity



Please view our disclaimers and terms and conditions at www.aquilamarkets.com

USDJPY – negative corr with US rates unsustainable



- The long term correlation between USDJPY and US rates is well known but is currently negative – this is historically unsustainable.
- 1mth USDJPY vol at 5.75% represents severely underpriced optionality for a selloff in risk and a renewed move lower in yields towards the zero bound.
- Clean break of 106.80 targets test of 106.00 double bottom
- Break below targets channel base 104.00/50



Please view our disclaimers and terms and conditions at www.aquilamarkets.com