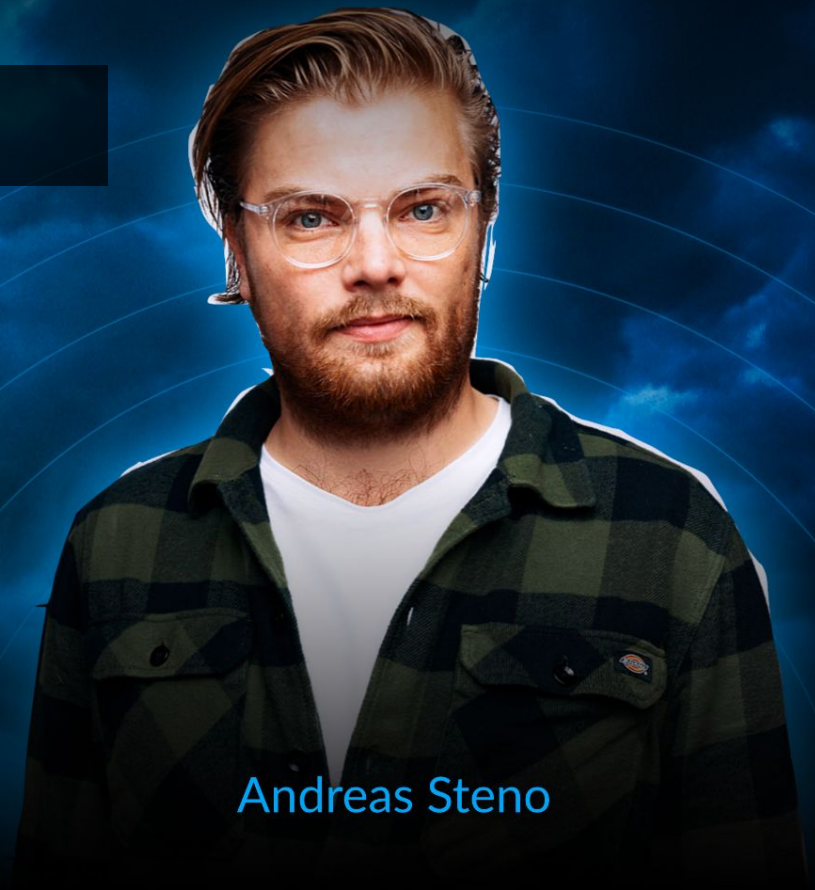
Steno Research

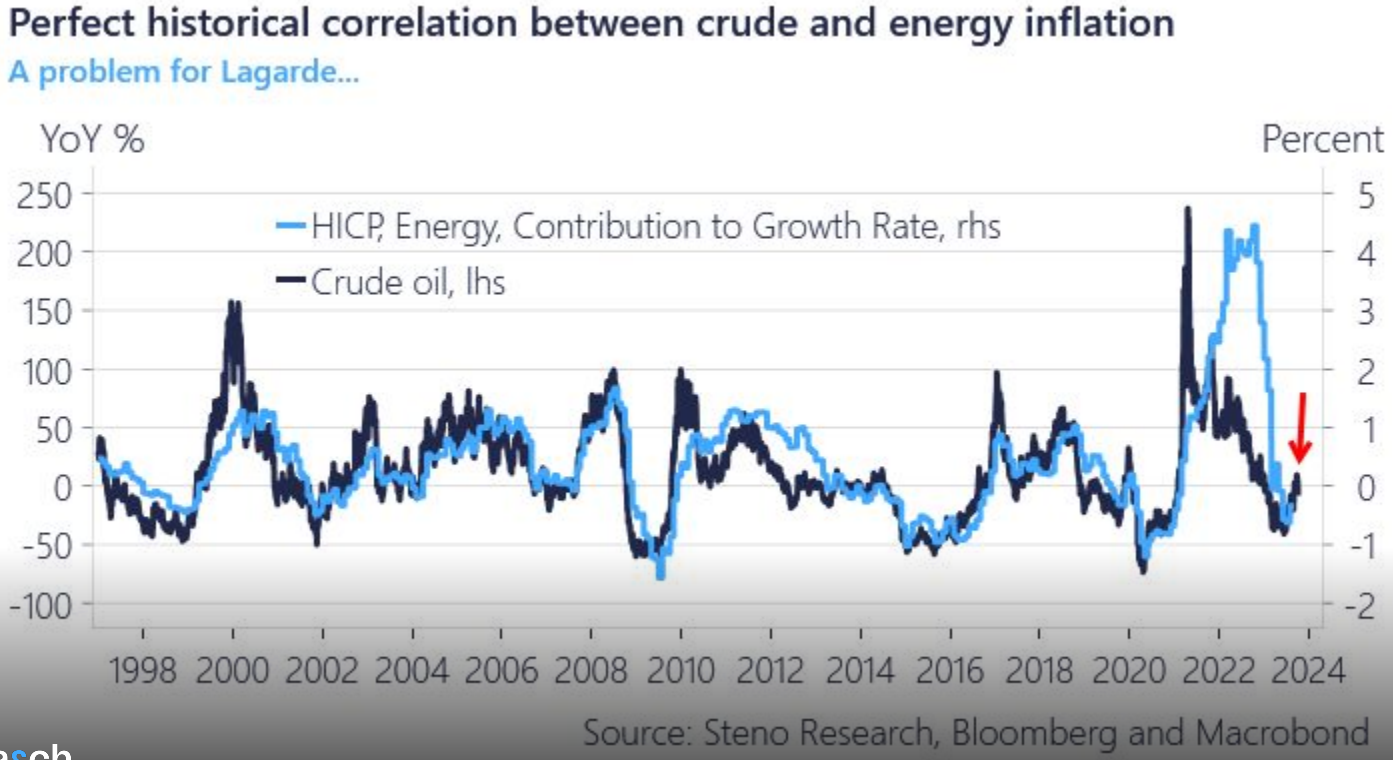
What is going on in the yield curve? And why is oil down?



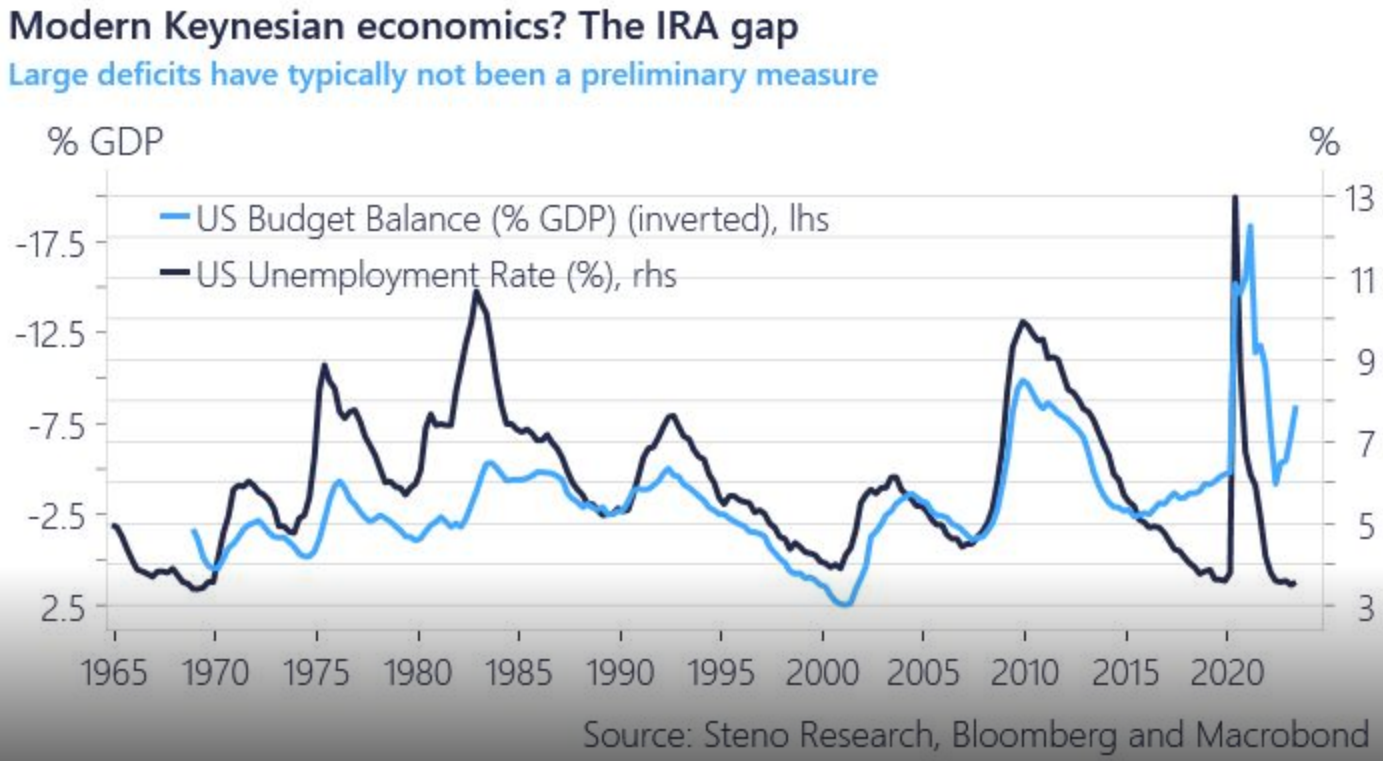
5 reasons for the duration sell-off

Energy	Issuance	Foreign demand	FX intervention	Positioning

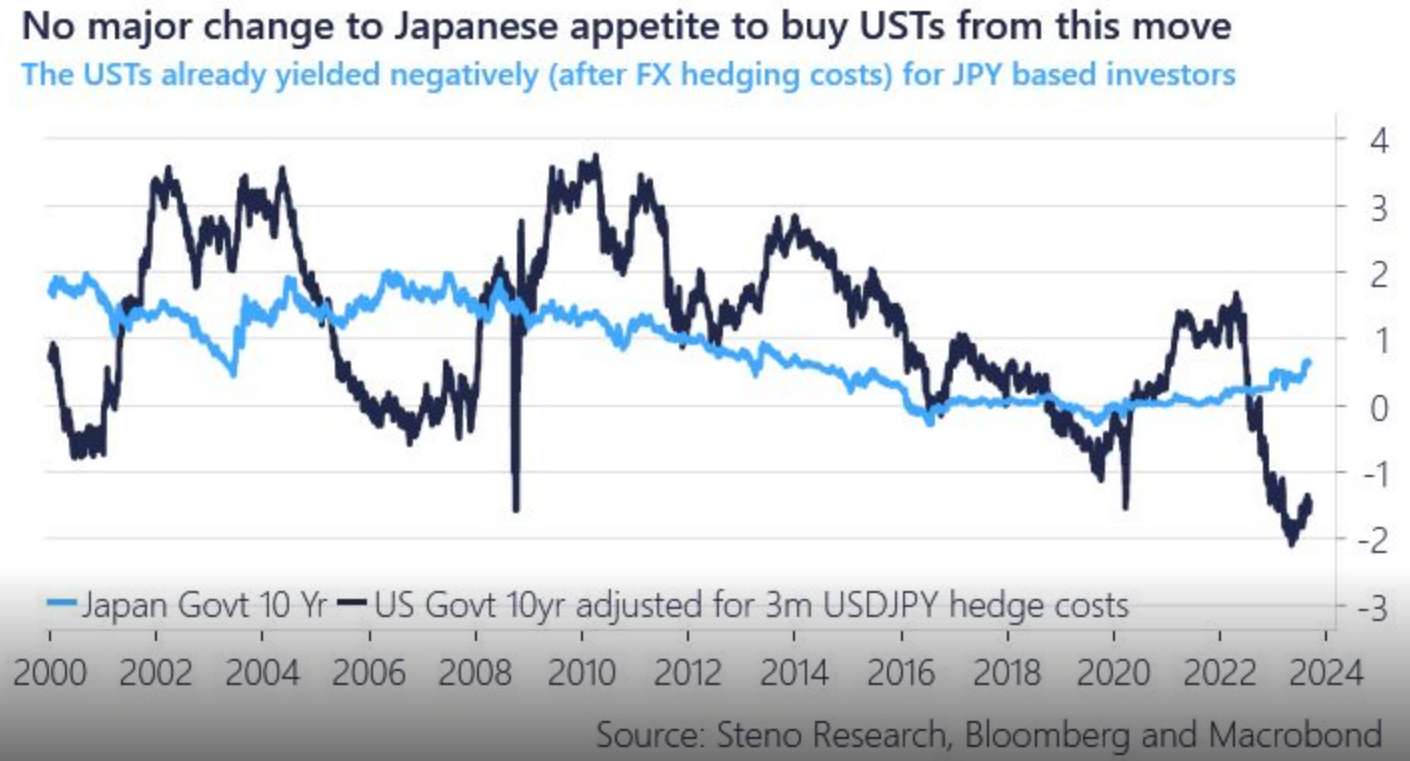
Energy prices



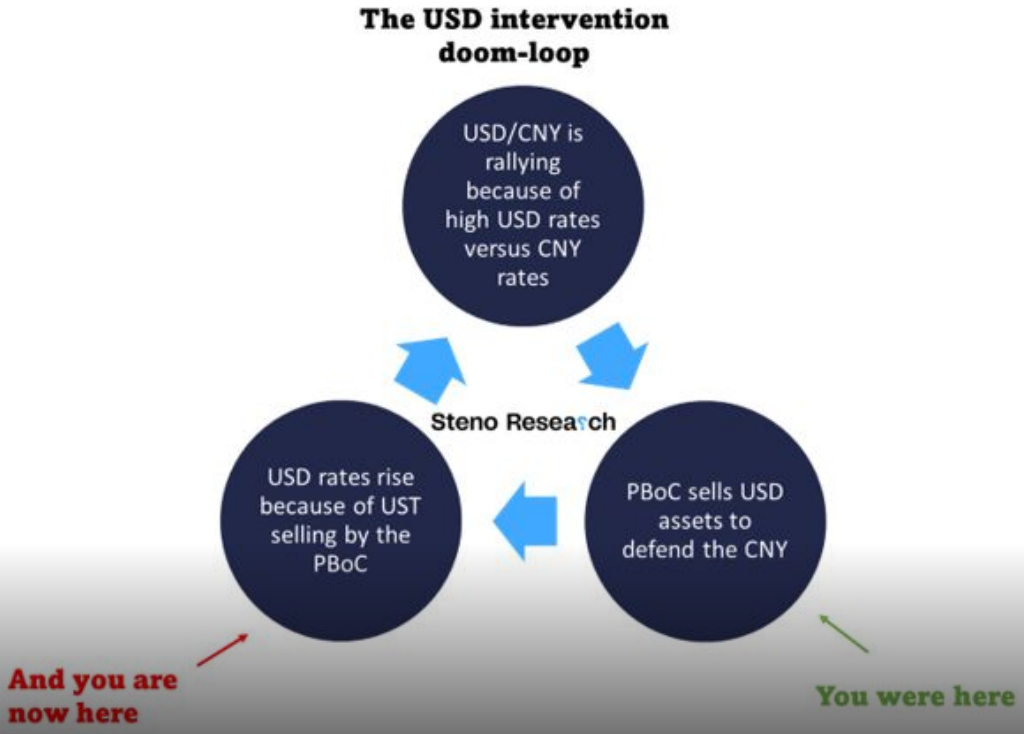
Issuance


Modern Keynesian economics? The IRA gap
Large deficits have typically not been a preliminary measure
% GDP
%
US Budget Balance (% GDP) (inverted), lhs
US Unemployment Rate (%), rhs
-17.5
-12.5
-7.5
-2.5
2.5
13
11
9
7
5
3
1965
1970
1975
1980
1985
1990
1995
2000
2005
2010
2015
2020
Source: Steno Research, Bloomberg and Macrobond

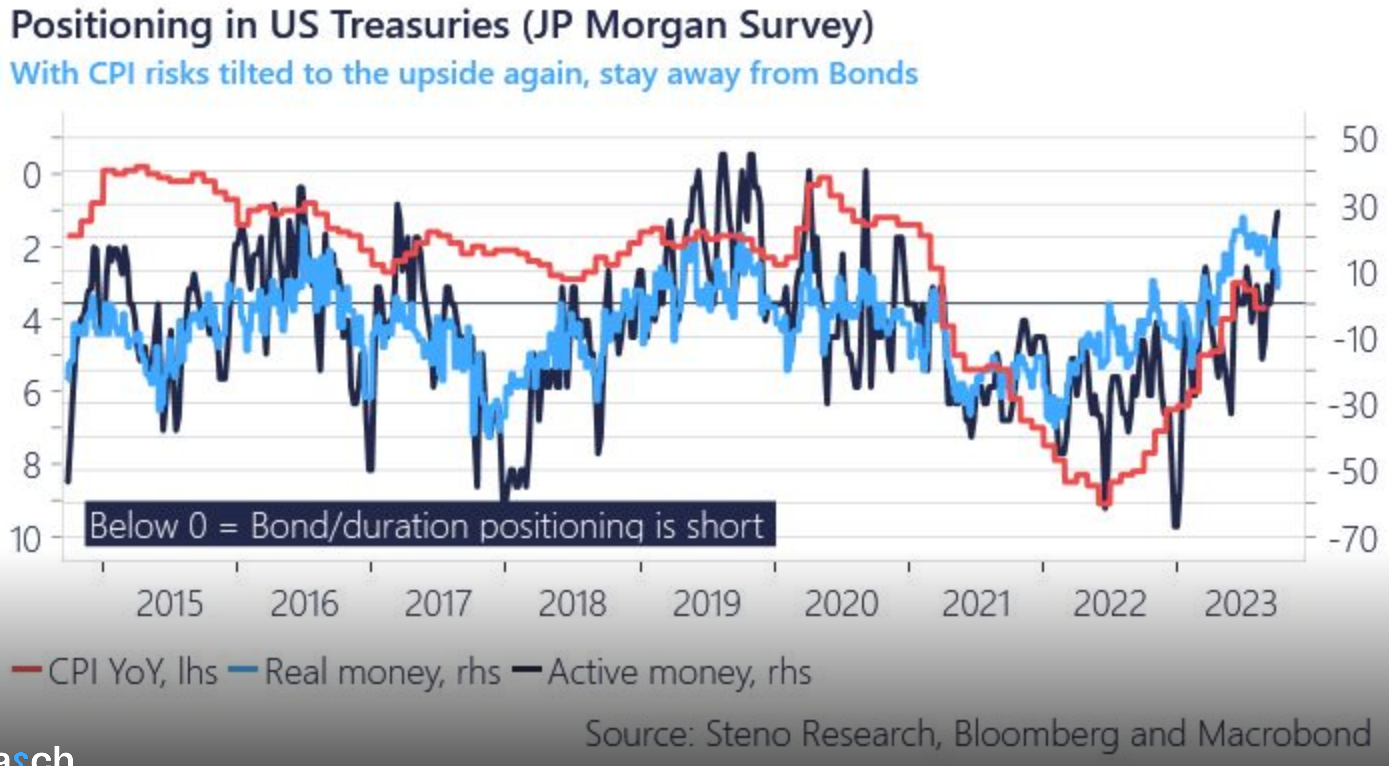
Foreign demand



FX intervention

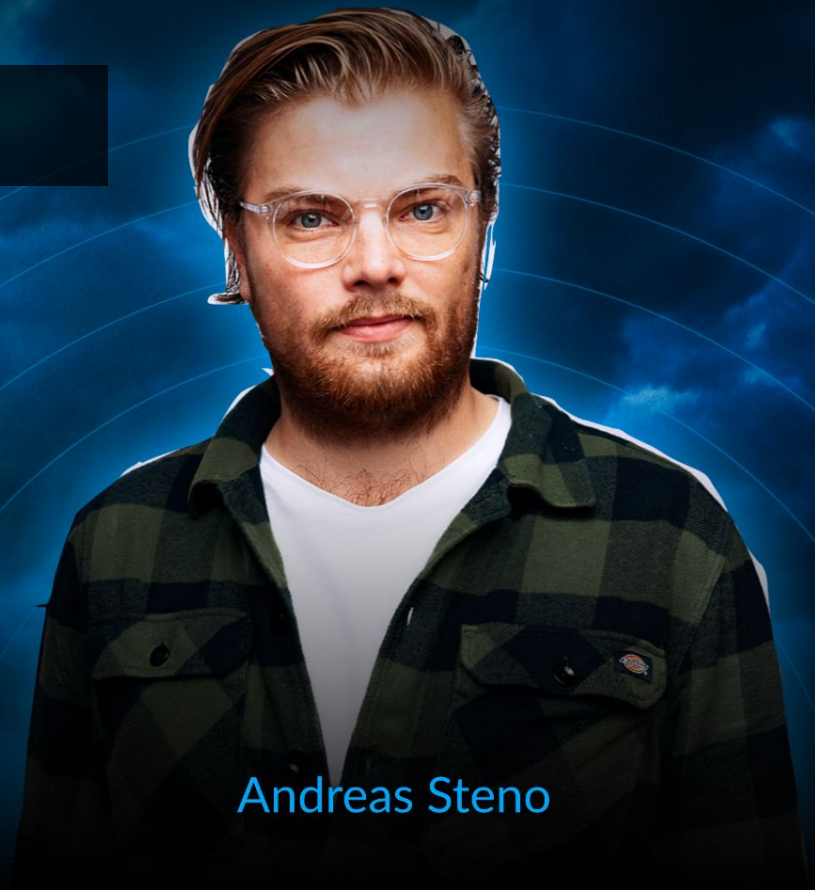


Positioning

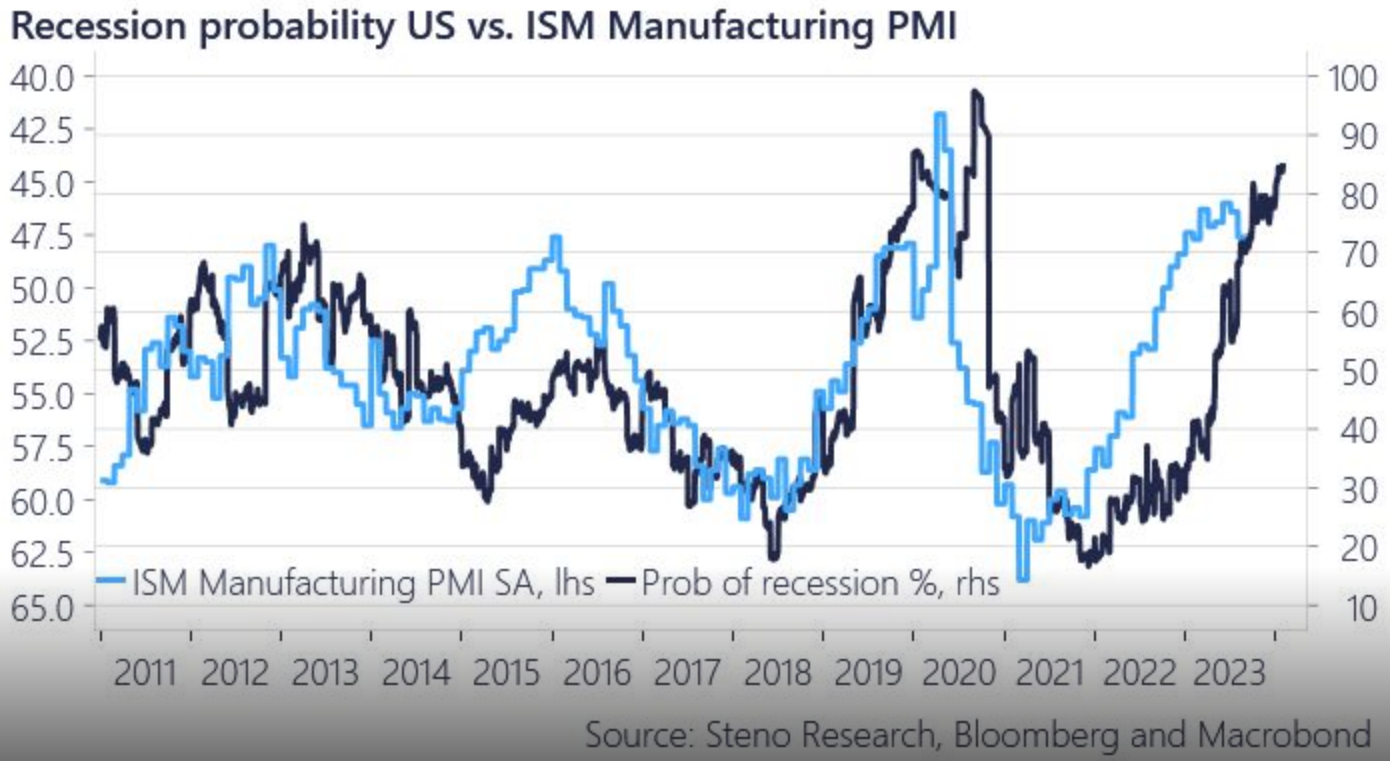


Steno Research

The recession story



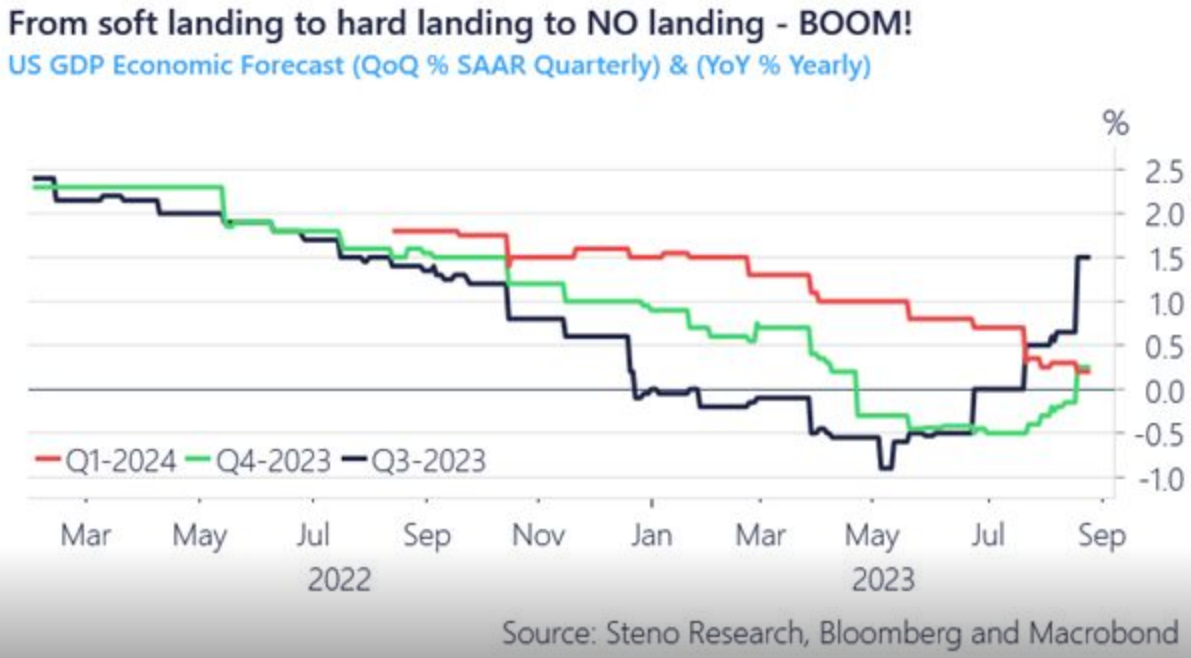
All models are based on Manufacturing



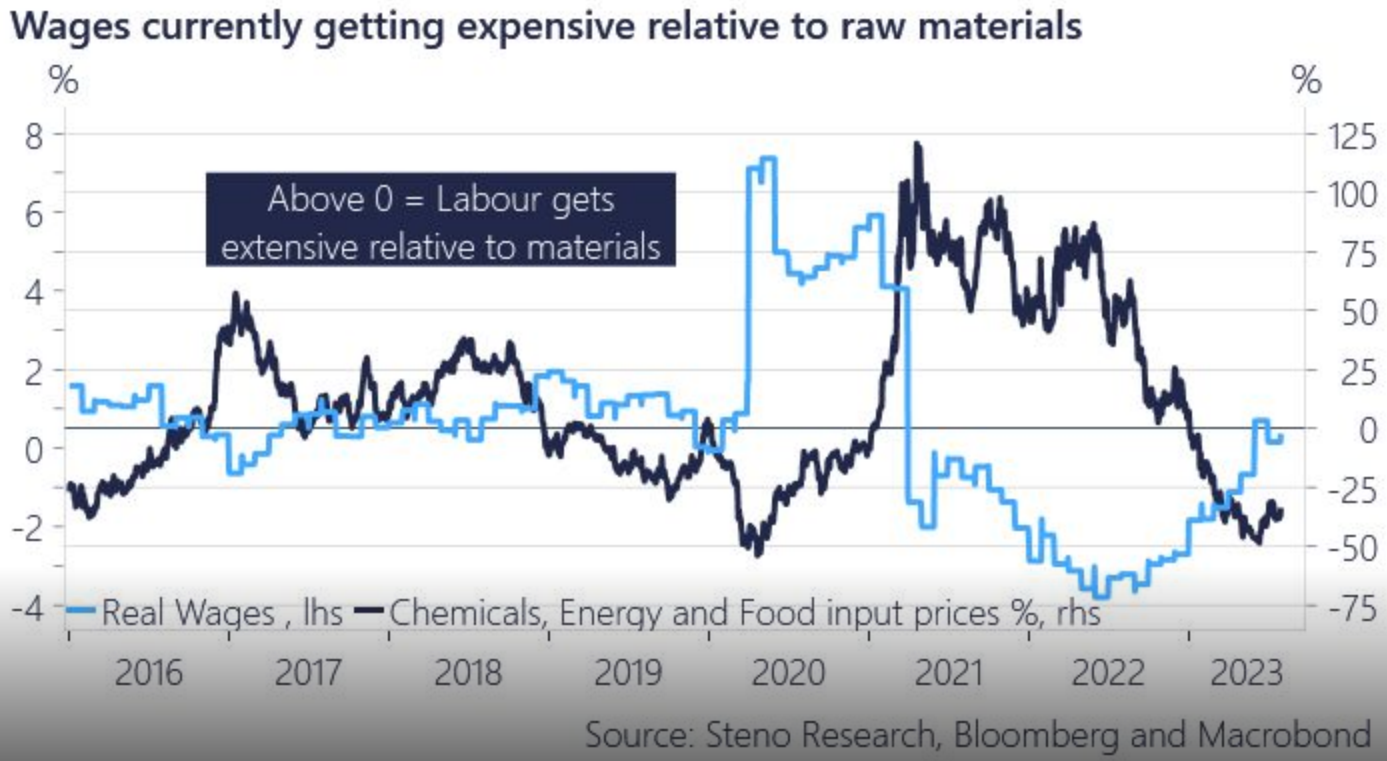
From Tech to Manufacturing to Services



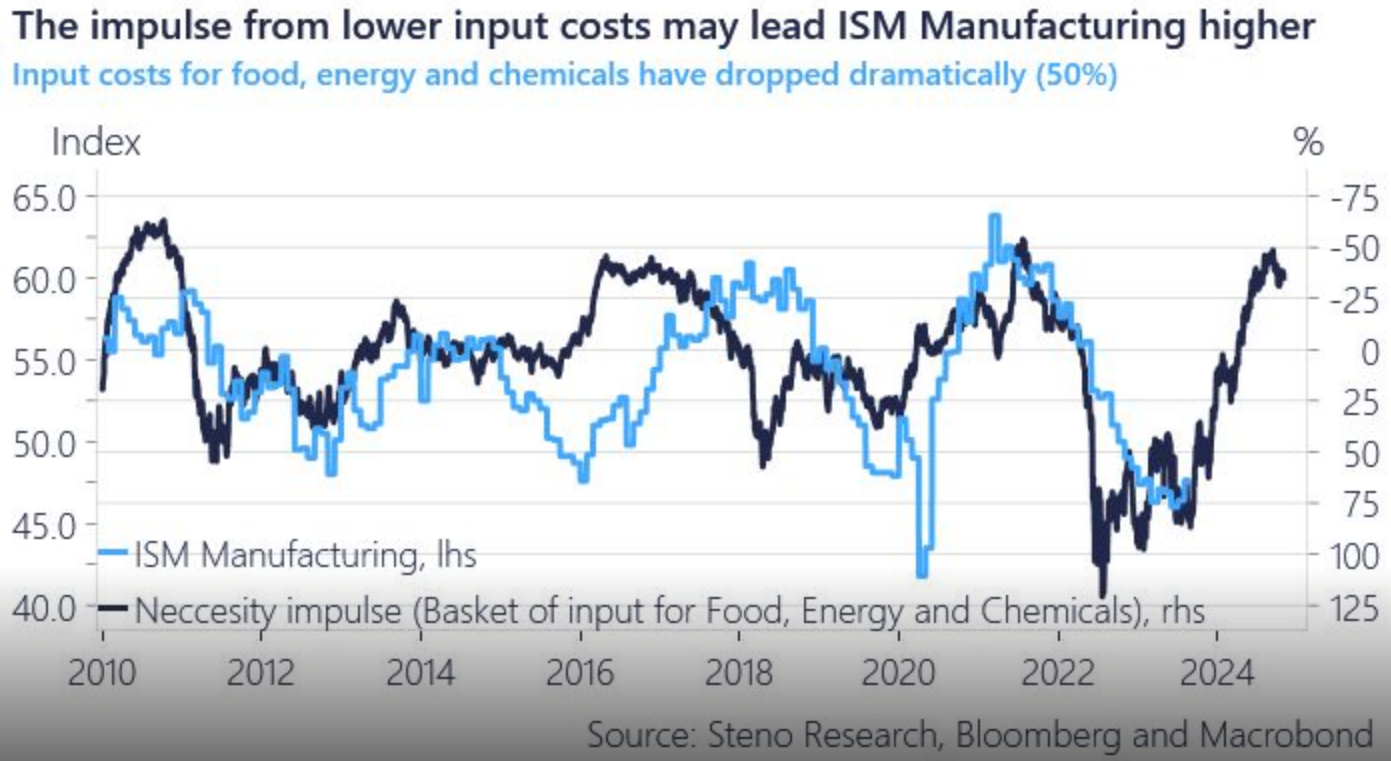
The base case is (ta da) no longer a recession



Prices on labour up, prices on physical input down



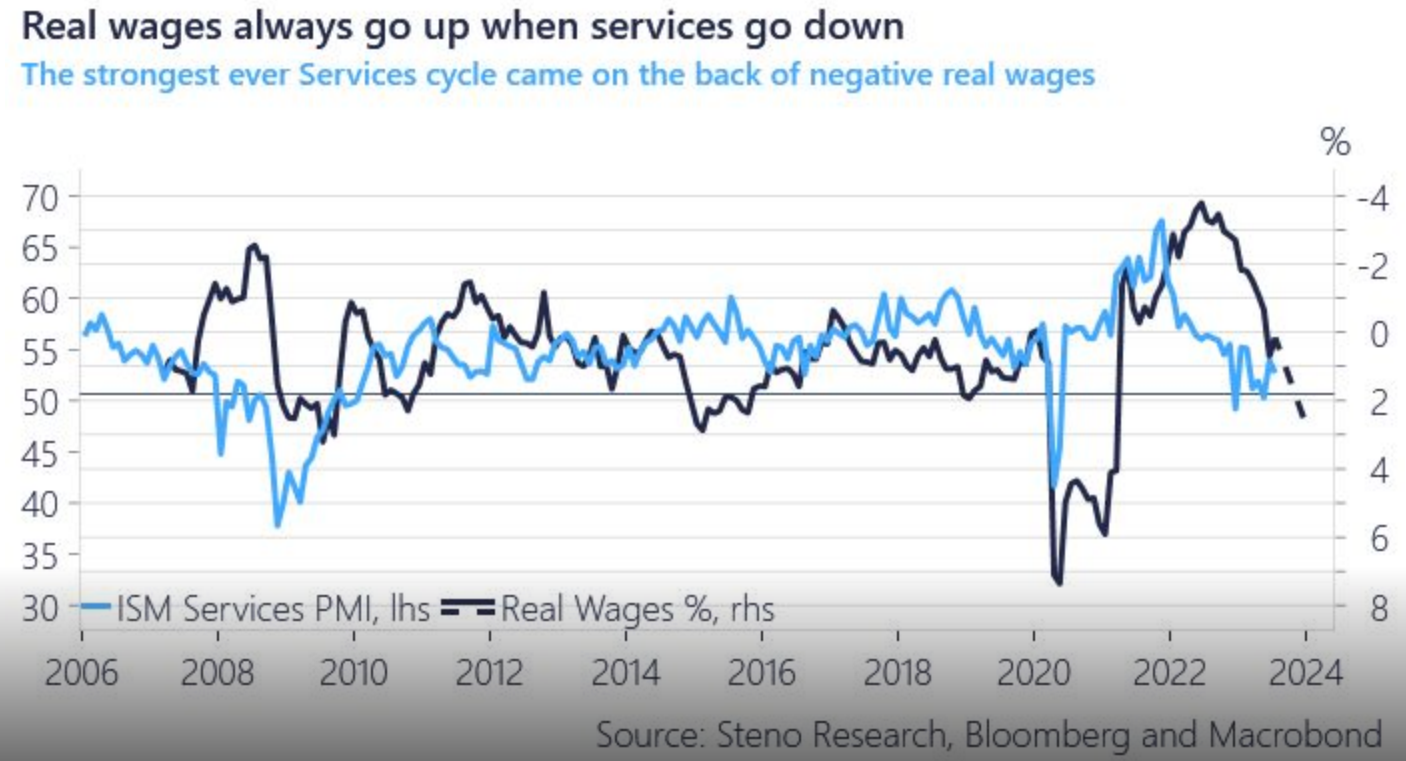
Good news for production companies..



A restocking cycle has commenced

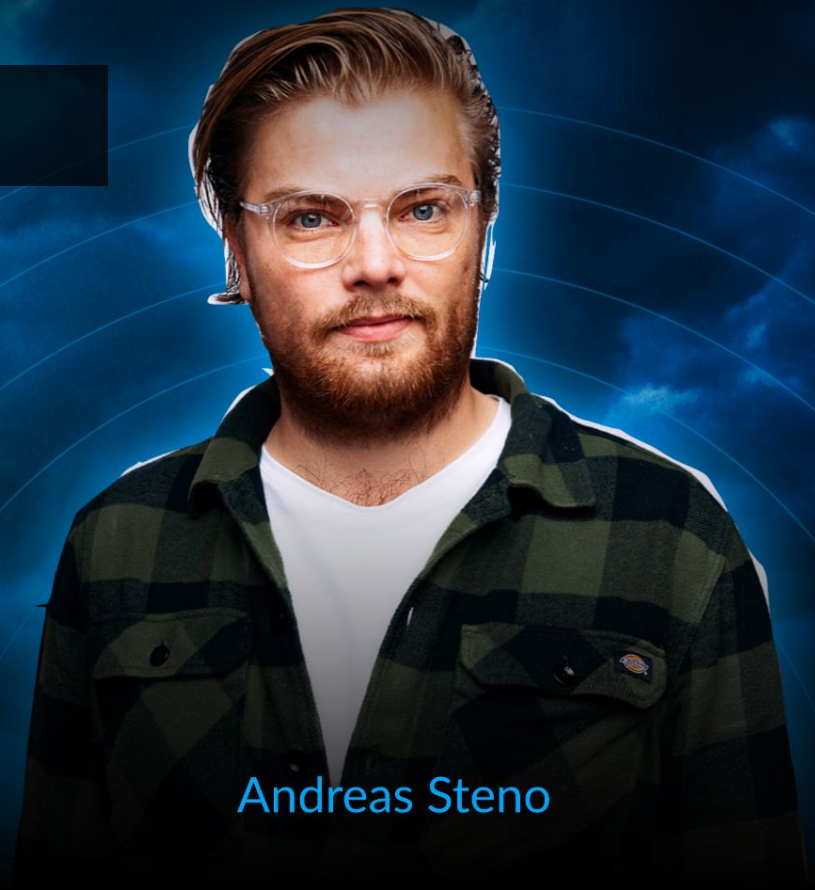


Bad news for Services companies..

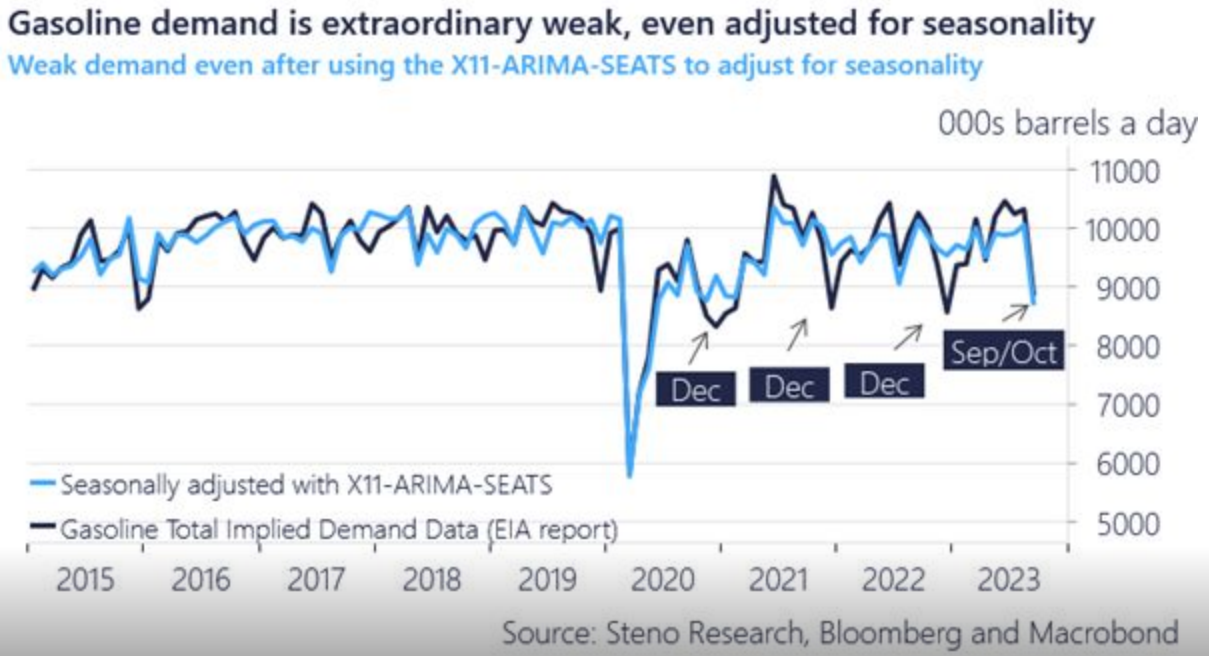


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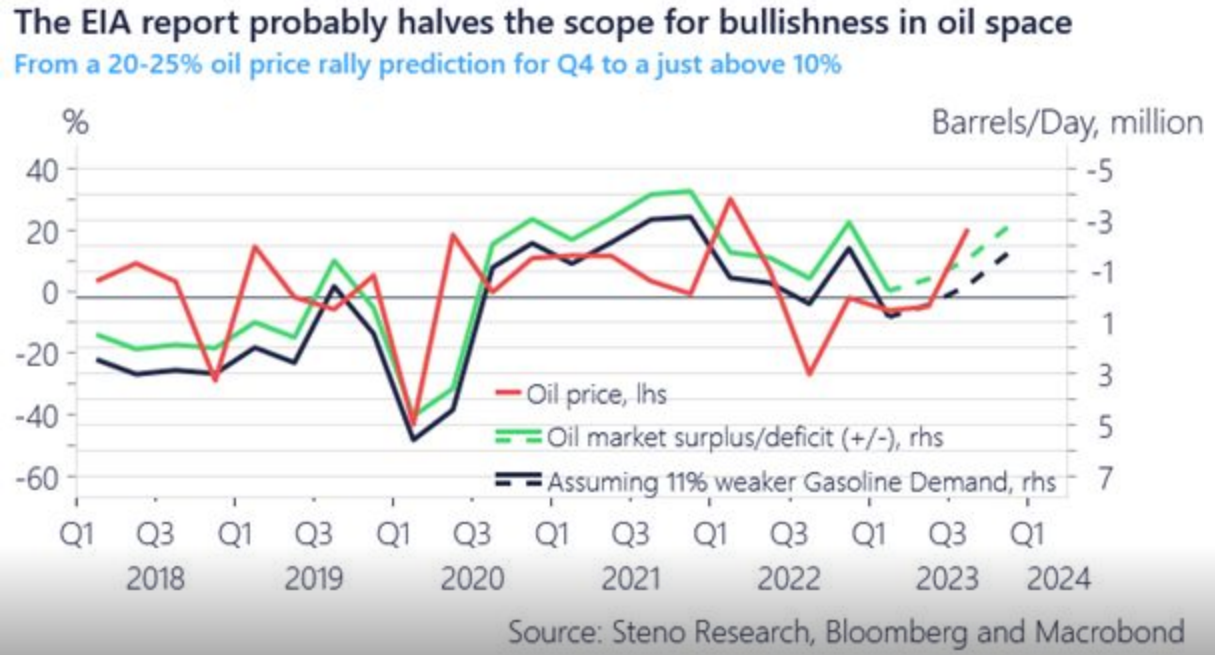
Energy



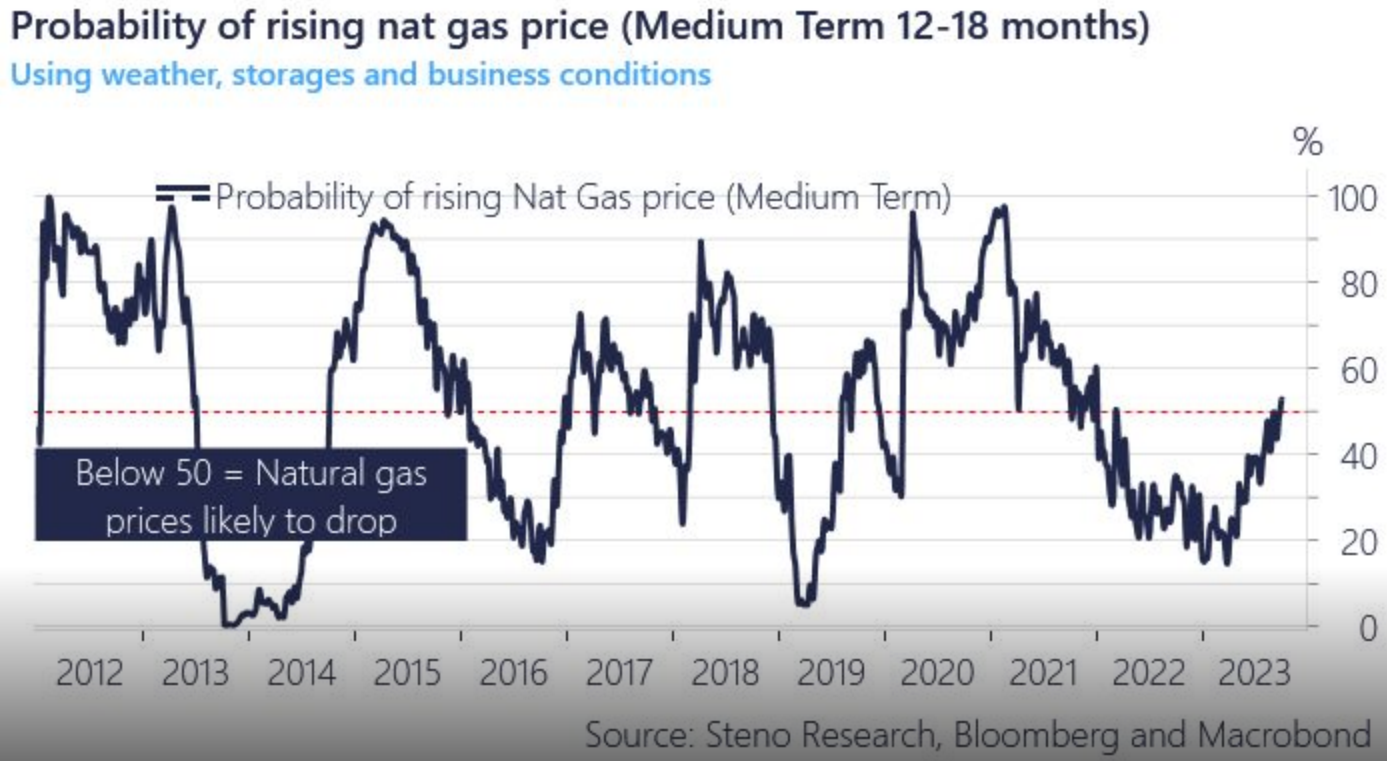
EIA report was a shocker



EIA report was a shocker



Our Nat Gas models are turning positive



Gas flows still down markedly on aggregate

