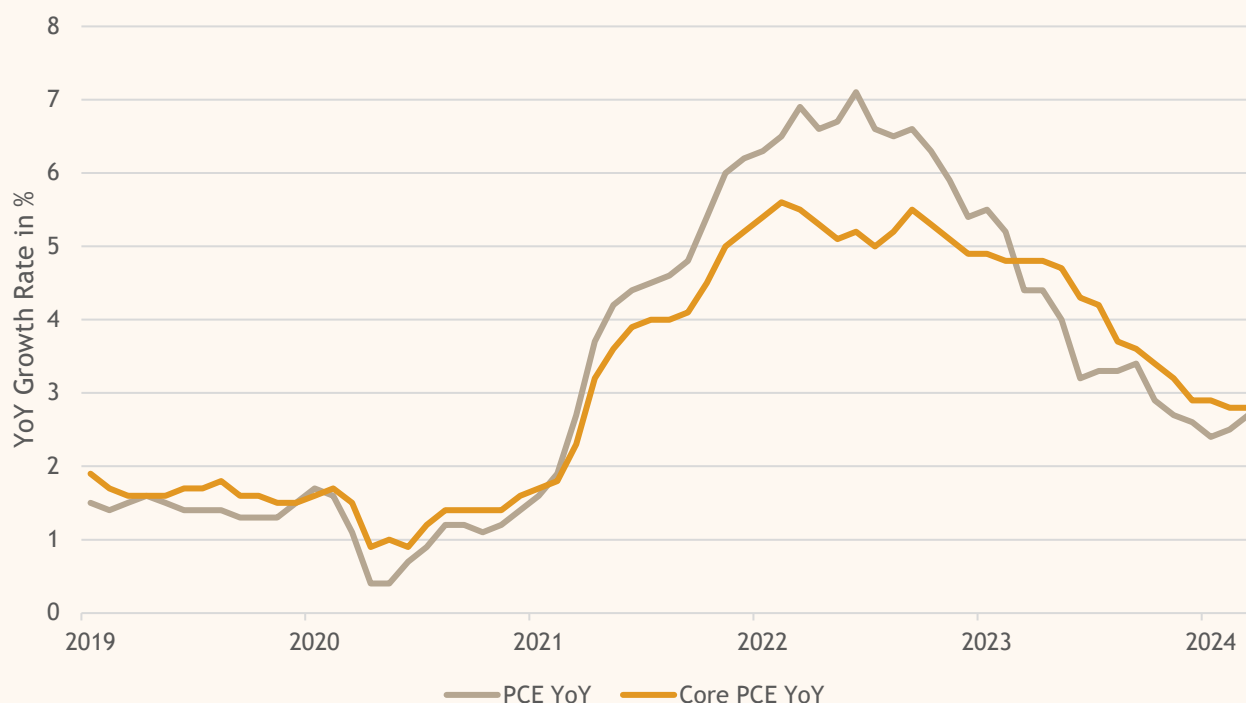


## Key Economic Figures/Events of the Week

- US treasury yields continued to skyrocket this week on the back of worse than expected inflation data. The 10-year treasury yield, commonly used as the risk-free rate, is approaching its previous multi year high of 5%. The difference between the 10-year treasury yield and the 2-year treasury yield has tightened considerably in what is known as a “bearish un-inversion” of the yield curve. Generally speaking, a bearish un-inversion occurs when market participants start expecting persistently high inflation over the longer term.
- Advanced annualized first quarter growth in GDP underperformed expectations, coming in at 1.6%, compared with the expected 2.5%. Annualized growth in the core Personal Consumption Expenditure Index [PCE] for the same period came in at 3.7%, higher than the expected 3.4%, and a significant deterioration when compared with the previous quarter’s print of 2.0%. PCE data for the period of March also came in mostly higher than expected. MoM and YoY growth in PCE for March came in at 0.3% and 2.7%, respectively. The previous number came in as expected, while the latter roughly 10 basis points higher than expected. Growth in core PCE, or PCE excluding food and energy, for March, came in at 0.3% MoM and 2.8% YoY, with again the previous number coming in as expected and the latter number coming in 10 basis points higher than expected. The general trend in PCE continues to suggest a decrease, if not a reversal, in the rate of disinflation.
- Other data released this week came in largely better than expected. The preliminary monthly growth in durable goods orders for the period of March came in at 2.6%, surpassing expectations by roughly 10 basis points. Monthly growth in new home sales for the same period of March also surpassed expectations, coming in at 8.8%, significantly better than the anticipated 0.9%. Preliminary data on the Composite Purchasing Managers Index for the period of April came in at 50.9 index points, compared with expected number of 52 index points.

## Disinflationary Trend Could Be Coming to an End



Source: Bloomberg

## Weekly Investment Insights

- Türkiye Şişe ve Cam Fabrikaları A.Ş. (B2), a major Turkish glass producer, issued two new USD denominated Eurobonds this week, with maturities in 2029 and 2023. The bonds were issued after the company offered a partial tender offer for their previous issues. Both bonds were issued with spreads of roughly 350 to 400 basis points. We found their new issues attractive, given the current environment, and decided to subscribe for some clients with extra cash.

## Strategy

This week, we chose not to take any actions, as we opted against purchasing amidst the current repricing of interest rate risk. We still hold a significant portion of our funds in deposits across most accounts. This, combined with a moderate duration, is intended to shield our portfolios during this period of increasing yields.

## Disclaimer

**Scope of this Disclaimer.** This disclaimer applies to the entire content of this presentation and any supplemental material that has been distributed with it. Furthermore, this disclaimer covers any statement made by all persons and legal entities involved in the presentation.

**Confidentiality.** This presentation is provided on a strictly confidential basis for informational purposes only. The presentation is confidential to the recipient and must not be reproduced or distributed to any other person without the prior written consent of AXIOMA Wealth Management AG.

**Access Subject to Local Restrictions.** This presentation and all information (including in respect of any product or service) contained within it are not directed at or intended for use by any person resident or located in any jurisdiction where (1) the distribution/provision of such information, product or service is contrary to the laws of such jurisdiction or (2) the distribution/provision of such information or product, or service is prohibited without obtaining the necessary licenses or authorizations by AXIOMA Wealth Management AG and such licenses or authorizations have not been obtained.

**No Offer.** The information contained in this presentation is for marketing and informational purposes only and should not form the basis of an investment decision. For the sake of clarity, no information contained in this presentation constitutes a solicitation, an offer, or a recommendation to buy or sell any investment instruments, to effect any transactions, or to conclude any legal act of any kind whatsoever. This presentation does not take into account the financial position or particular needs or investment objectives of any individual or entity, does not intend to provide investment, legal or tax advice through this presentation and does not represent that any products or services discussed are suitable for any existing or potential investor. When making a decision about investing with AXIOMA Wealth Management AG, you should seek the advice of your tax, legal, accounting or other advisors.

**Forward Looking Statements.** This presentation may contain statements that constitute "forward looking statements". While these forward-looking statements may represent AXIOMA Wealth Management AG's judgment and future expectations, a number of risks, uncertainties and other important factors could cause actual developments and results to differ materially from AXIOMA Wealth Management AG expectations. An investment with AXIOMA Wealth Management AG may entail a high degree of risk, including the possible loss of a substantial part, or even the entire amount, of such investment. Investment with AXIOMA Wealth Management AG requires the financial ability and willingness to accept the high risks of the investment.

**No Warranty.** Past Performance is not necessarily indicative of future results. The information and materials contained in this presentation are provided "as is" and "as available AXIOMA Wealth Management AG makes no representations or warranties of any kind, either express or implied, with respect to the accuracy or completeness of this presentation and nothing contained herein shall be relied upon as a promise or representation whether as to past or future performance.

There can be no assurance that AXIOMA Wealth Management AG will achieve comparable result or that AXIOMA Wealth Management AG will be able to implement its investment strategy or achieve its investment objectives.

AXIOMA Wealth Management AG is under no obligation to (and expressly disclaims any such obligation to) update or alter its forward-looking statements whether as a result of new information, future events, or otherwise.

**No Liability.** To the fullest extent permitted by law, in no event shall AXIOMA Wealth Management AG or any of its directors, employees or agents have any liability whatsoever to any person for any direct, indirect or consequential loss, liability, cost, claim, expense or damage of any kind, whether in contract or in tort, including negligence, or otherwise, arising out of or related to the use of all or part of this presentation, even if AXIOMA Wealth Management AG has been advised of the possibility of the same.

**Intellectual Property Rights.** AXIOMA Wealth Management AG or the applicable third-party owner, retains all right, title and interest (including copyrights, trademarks, patents, as well as any other intellectual property or other right) in all information and content (including all text, data, graphics and logos) in this presentation. Individual pages and/or sections in this presentation may be printed for personal or internal use only, and provided that such print outs retain all applicable copyright or other proprietary notices. The material is freely usable for information purposes only and requires express mention of AXIOMA Wealth Management AG in the event the material or any part thereof is reproduced in any form, written or electronic. All recipients/addressees of this presentation are prohibited to, without limitation, modify, copy, transmit, distribute, display, perform, reproduce, publish, license, frame, create derivative works from, transfer or otherwise use for any reason whatsoever in whole or in part any information, text, graphics, images, directories, databases, listings obtained from this presentation without the prior written consent of AXIOMA Wealth Management AG. AXIOMA Wealth Management AG and its corporate symbol are among the registered and unregistered trademarks of AXIOMA Wealth Management AG.

Other marks may be trademarks of their respective owners. Except as noted above, you may not use any trademarks of AXIOMA Wealth Management AG for any purpose without the prior written consent of AXIOMA Wealth Management AG.