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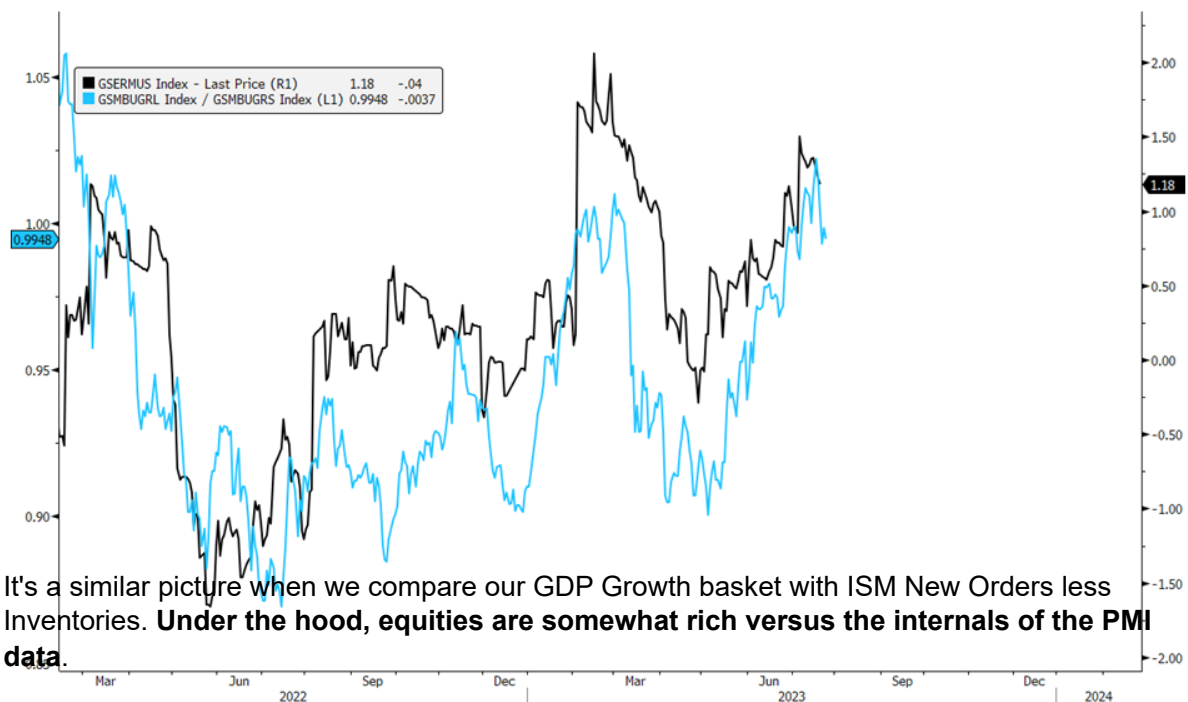
Capitulation!

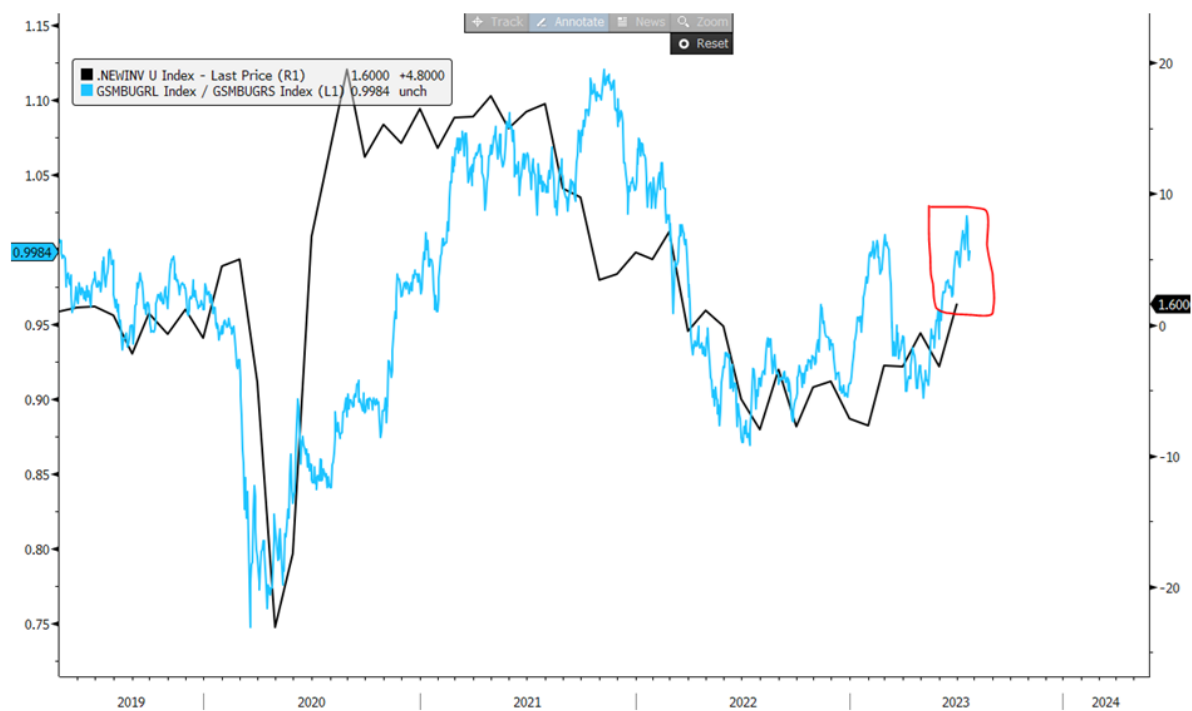
Several Wall Street analysts have revised their forecasts for US equities higher in the last week. Some have completely pivoted to become belated bulls; most are still bearish, but have lifted their year-end projections reflecting present levels.

This tallies with economic data surprise indices moving up towards extremes where the mean reversion process kicks in - economists revise their forecasts for high frequency data releases higher, opening up scope for actual prints to disappointment.

Sometimes it is at this stage - when sentiment and positioning has capitulated - that markets experience a **tactical reversal**.

The chart below shows the Goldman Sachs Economic Data Surprise index overlaid with the Qi's GDP Growth basket. A net zero Long/Short basket of liquid US stocks tracking Now-Casting's tracking GDP number for the US.





For now, investors will remain preoccupied by earnings season and company fundamentals. But the macro backdrop is always critical. And now equity managers have a way to track and trade GDP growth via liquid single stocks.

The Qi basket gives investors a **new way to track to what degree equity markets are running ahead or lagging current levels of economic growth.**

On Bloomberg:

Qi GDP growth long leg ticker - GSMBUGRL Index

Qi GDP growth short leg ticker - GSMBUGRS Index

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Quant Insight Limited, 42-46 Princes Street, London, UK EC1 5LP

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