

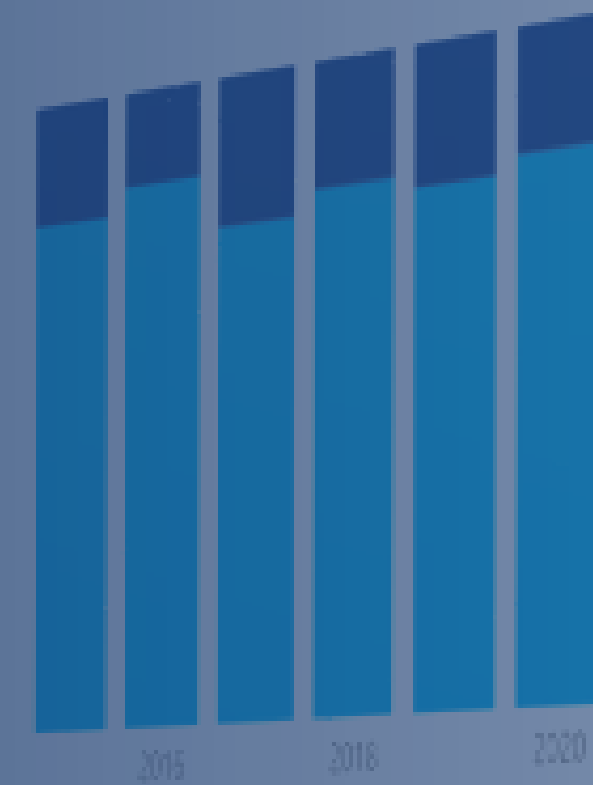


**TBC CAPITAL**

# Weekly Equity Market Outlook

November 22 - 26

TBC Capital Brokerage



Residents Non-Residents



< 1 month 12 > month 1-3 month 3-6 month

Portfolio  
6,028,587.94

Stocks  
3,544,233.33

Bonds  
2,484,354.60

MSFT  
1,649,704.13

AAPL  
1,199,916.83

GOOG  
431,177.46

TSLA  
262,796.19

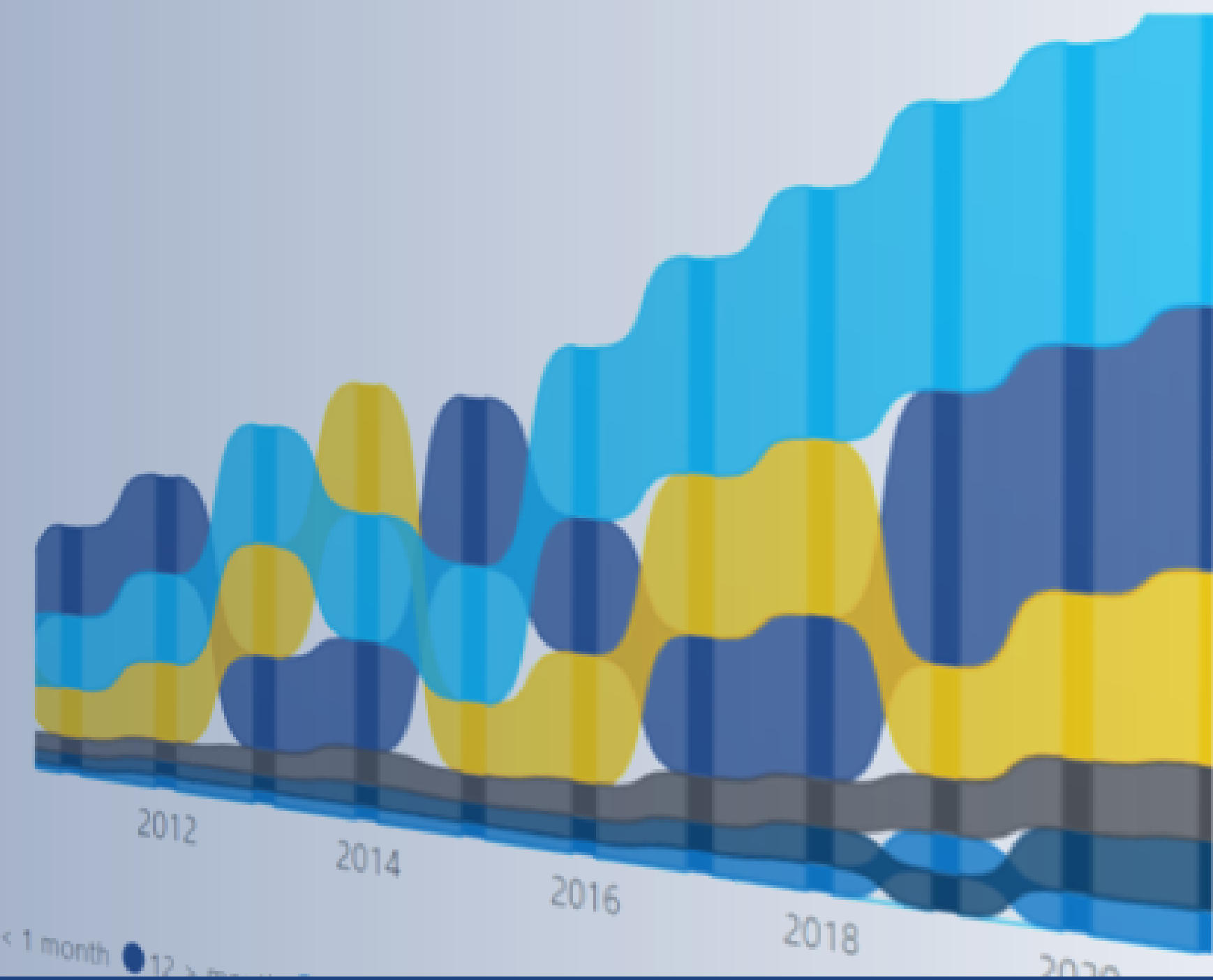
NIO  
638.73



Currency in FX FX As % of GDP



< 1 month 12 > month 1-3 month 3-6 month

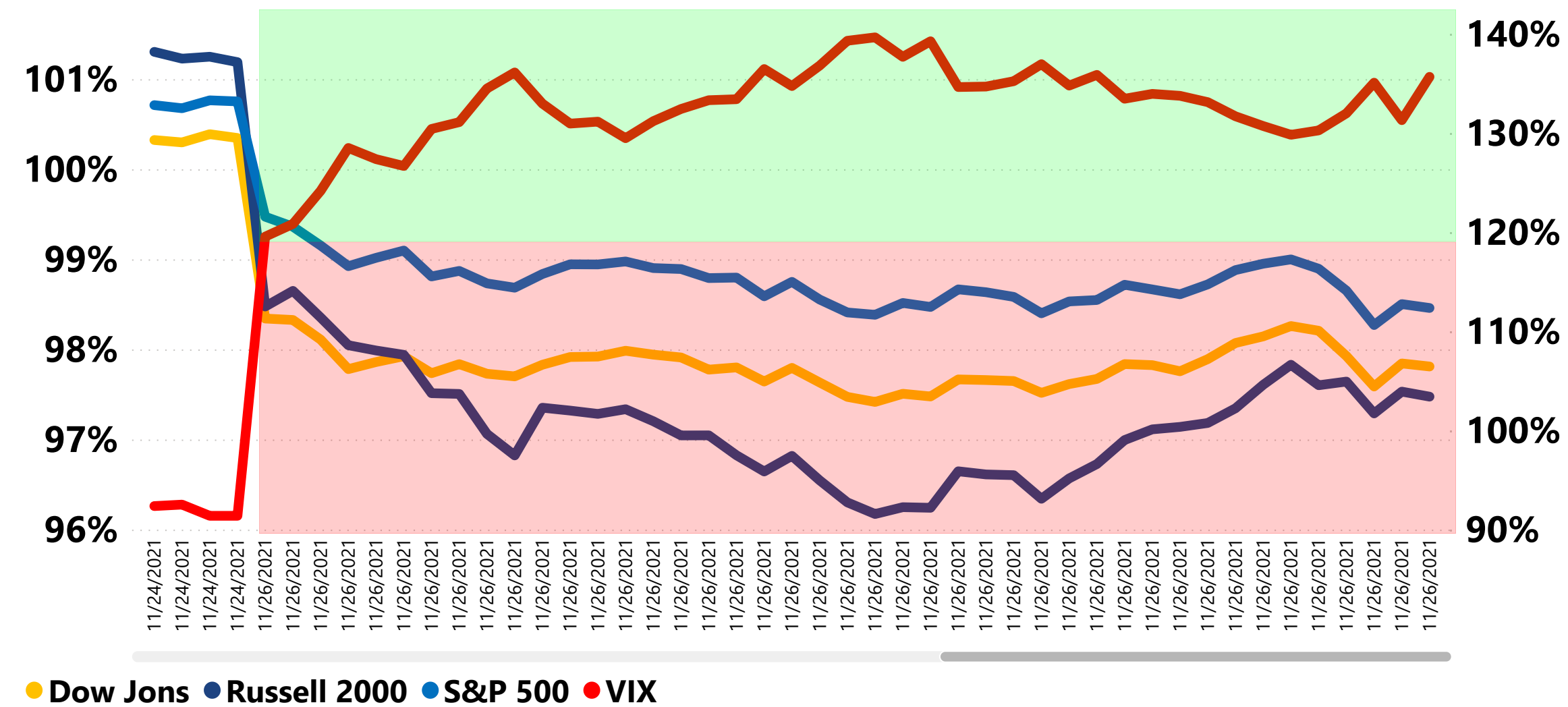


< 1 month 12 > month 1-3 month 3-6 month

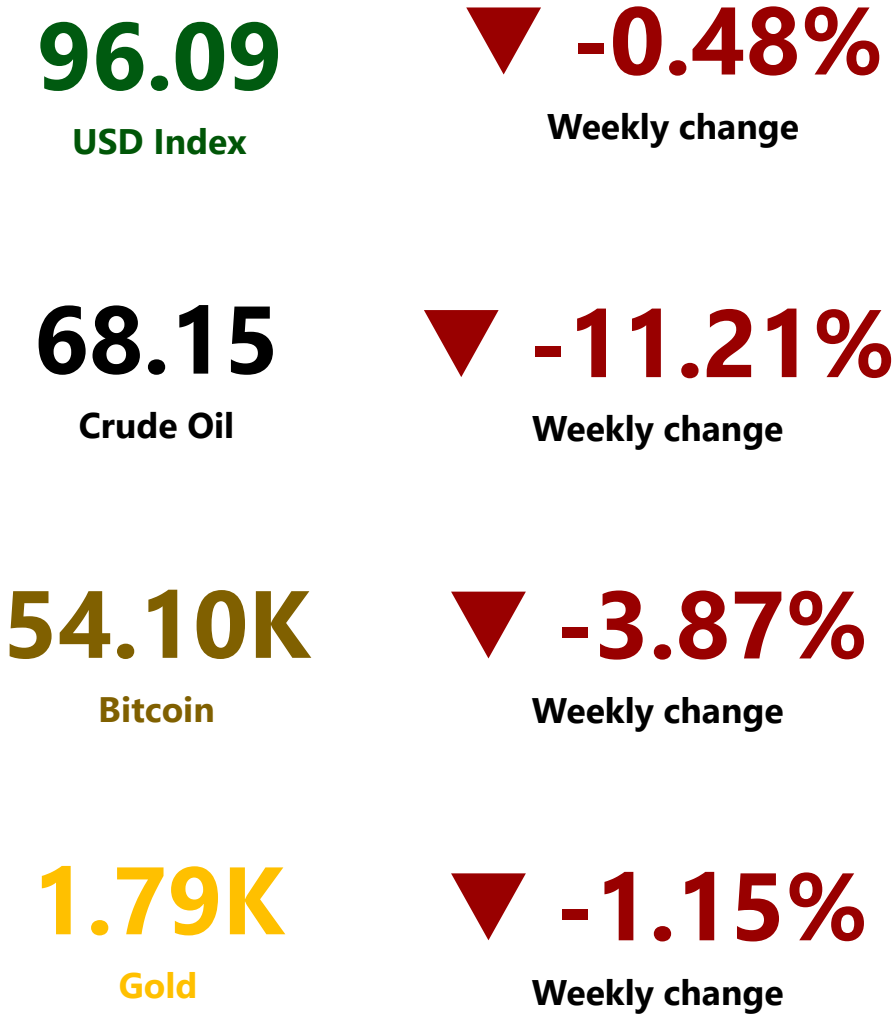
# Executive Summary

## Chart of the Week

OMICRON Effect



## Commodities

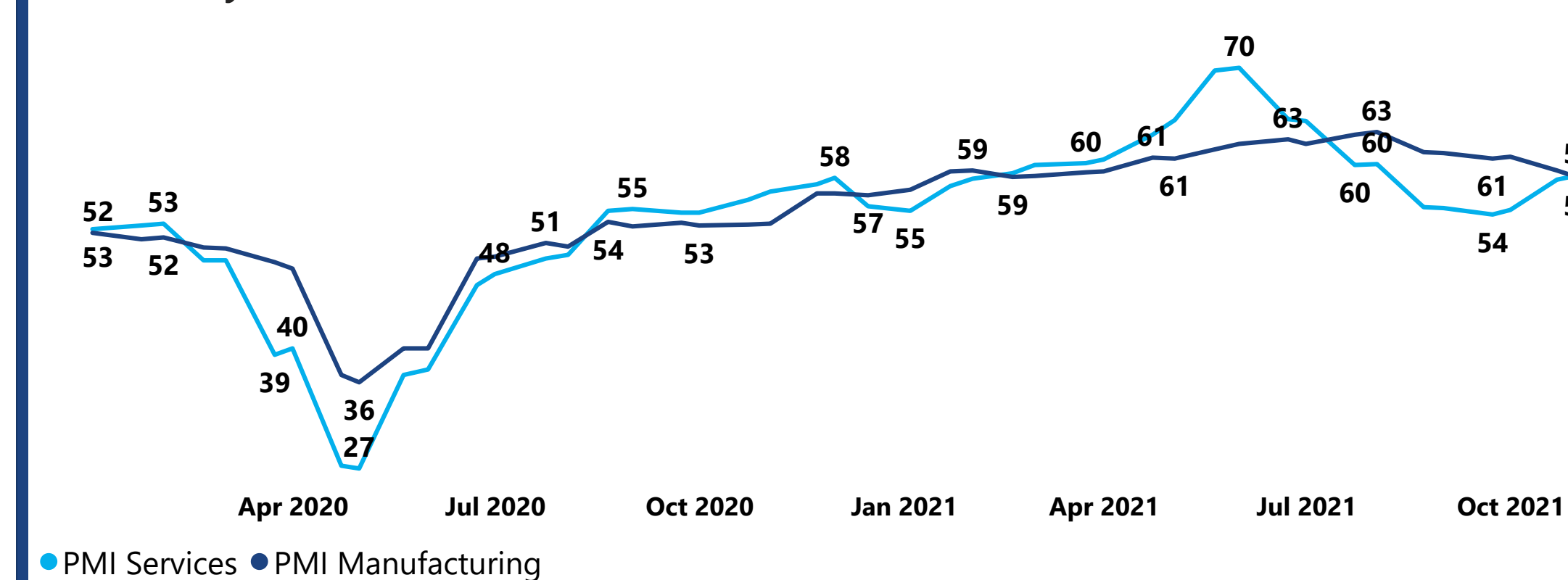


## Investment Themes

- As pandemic and different variants remain one of the biggest risks to markets and cause of high volatility, South African new B.1.1.529 Covid variant already known as Omicron tumbled major averages by 3% on Black Friday.
- The emergence of the Omicron Covid variant has panicked investors and caused a dramatic plunge to the price of bitcoin, the biggest cryptocurrency
- Oil Price increased more than 50% year to date. Combined with supply chain issues energy prices all around the world has been raising sharply. But OMICRON has brought -10% hit for oil price.
- President Biden renominated Jerome Powel as Fed Chair on 22nd of November. Even though, Powel being one of the dovish members of FOMC, market received reappointment as positive news

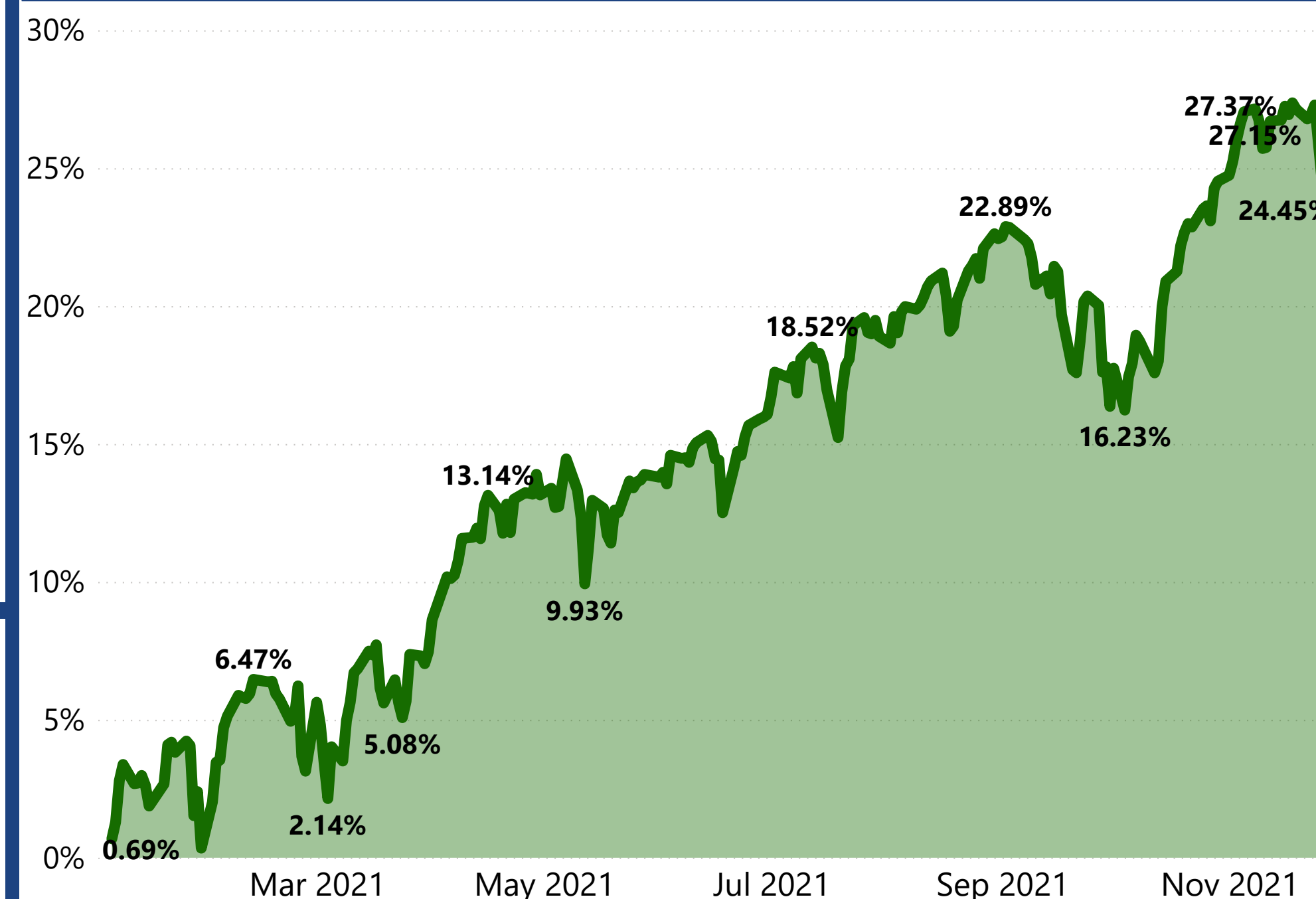
## Macro Update

Variability in the U.S. PMI



The housing market has had numerous ups and downs since the start of the pandemic as the low interest rates made the mortgage sector more appealing to investors, but the lack of options limited customer engagement.

## S&P 500 Performance YTD

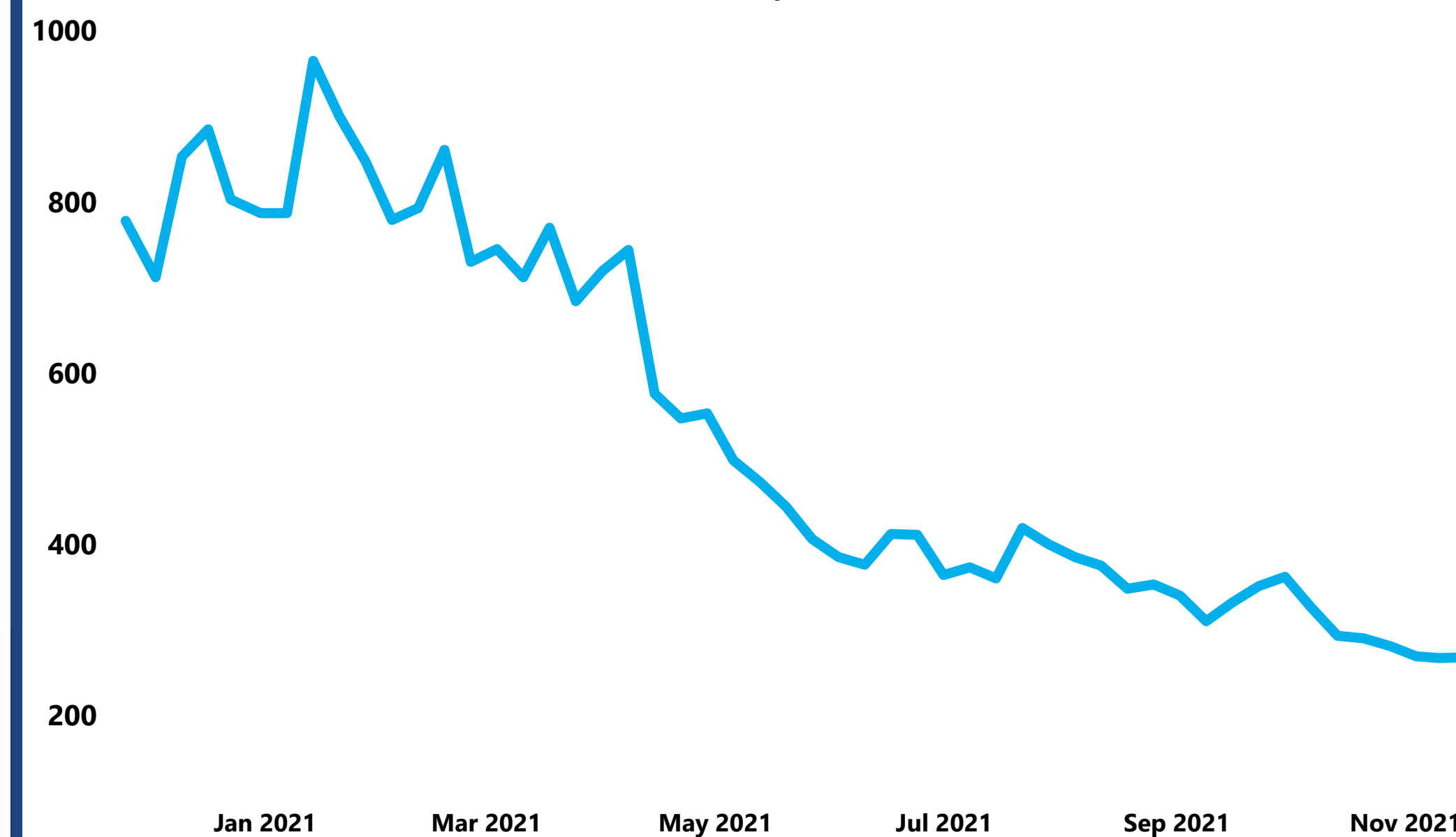


## Weekly Sector Performance

Sector	Change
Energy	▲ 1.66%
Consumer Staples	▼ -0.12%
Financials	▼ -0.64%
Health Care	▼ -0.75%
Utilities	▼ -0.80%
Real Estate	▼ -0.85%
Materials	▼ -2.16%
Communication Services	▼ -2.18%
Industrials	▼ -2.38%
Information Technology	▼ -3.11%
Consumer Discretionary	▼ -3.48%

## GDP was Revised Up, while Jobless Claims Dropped

### Initial Jobless Claims Show a Healthy Downwards Trend

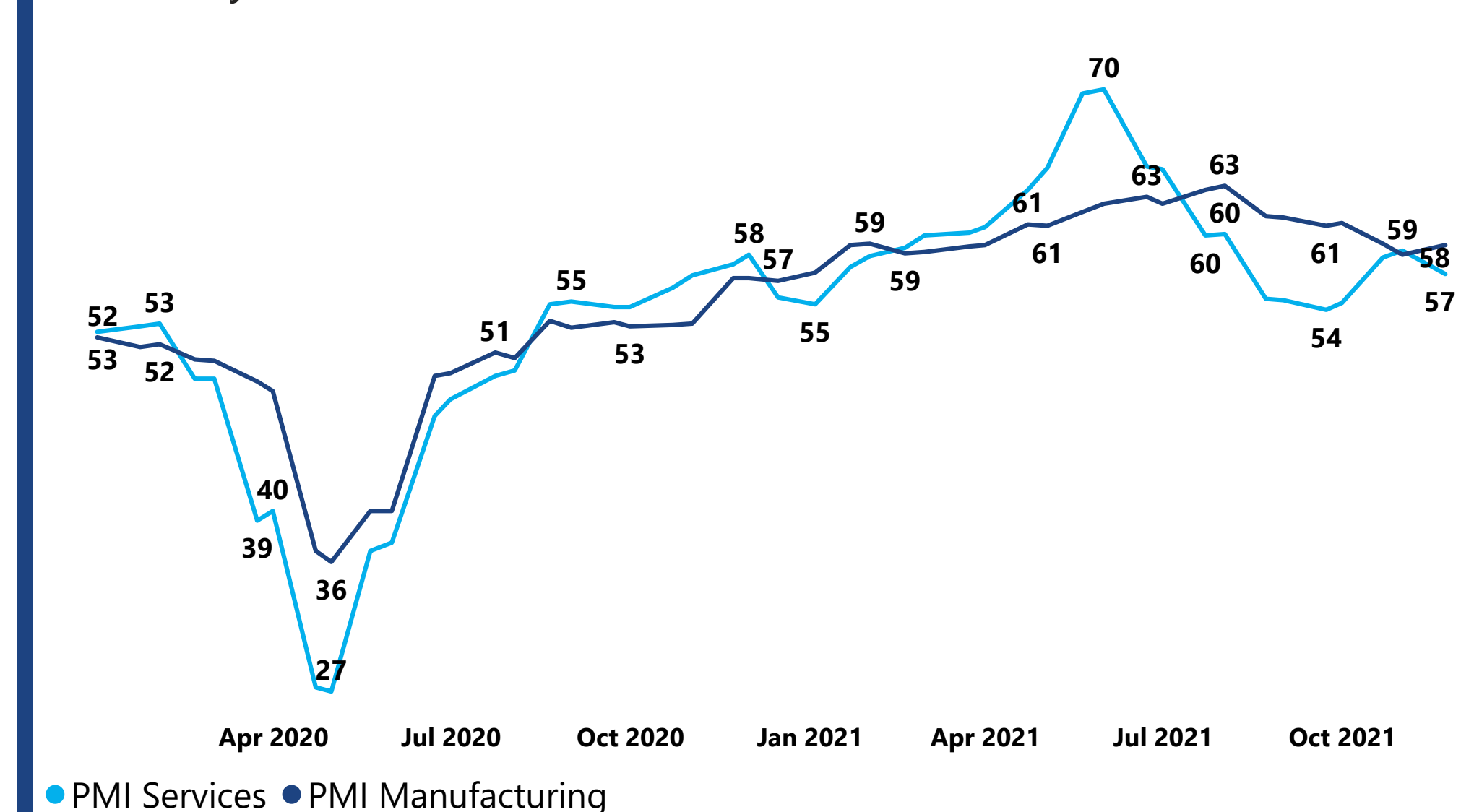


- Due to the limited data available during the Thanksgiving week, macroeconomic factors did not significantly impact the markets. Some of the main components were initial jobless claims report and Q-o-Q GDP.
- The initial jobless claims posted a significantly positive result last Thursday, with the number dropping to 199,000 – a pandemic low. Such a tendency towards a healthier labor market remains crucial for Fed's decision to hike interest rates.
- On the other hand, the Q-o-Q GDP growth rate of 2.1% fell below the estimates of 2.2% and points to the fears of slowed down economic growth. The result is still higher than prior month's reported 2.0%. Such a trend is observed in most countries, with even China (one of the only economies that expanded in 2020) experiencing slower growth.

## PMI Shows Disparity among Countries

- The Eurozone PMI indicated towards a resilience in the economy, with the manufacturing PMI increasing to 56.5 and Services PMI rising to 58.6. Such an improvement, despite a recent rise in COVID cases, should help the central banks in their decision to plan interest rate hikes. Cost and price pressures for manufacturers were also evident from the report as the European countries are battling the pandemic and supply chain constraints.
- In the U.K. and U.S., the Services PMI dropped moderately while Manufacturing PMIs rose. Therefore, the Bank of England is expected to finally announce rate hikes at its next meeting in mid-December.
- China announced more negative results as both of the PMIs dropped – consistent with the recent downwards revisions in the expected GDP growth rate for Q4 2021.
- However, the introduction of the omicron variant might significantly affect these readings next month as many of the European countries are introducing restrictions. If the variant turns out to be highly transmissible, some of the central banks might even revert their contractionary policies.

### Variability in the U.S. PMI





## USD Index

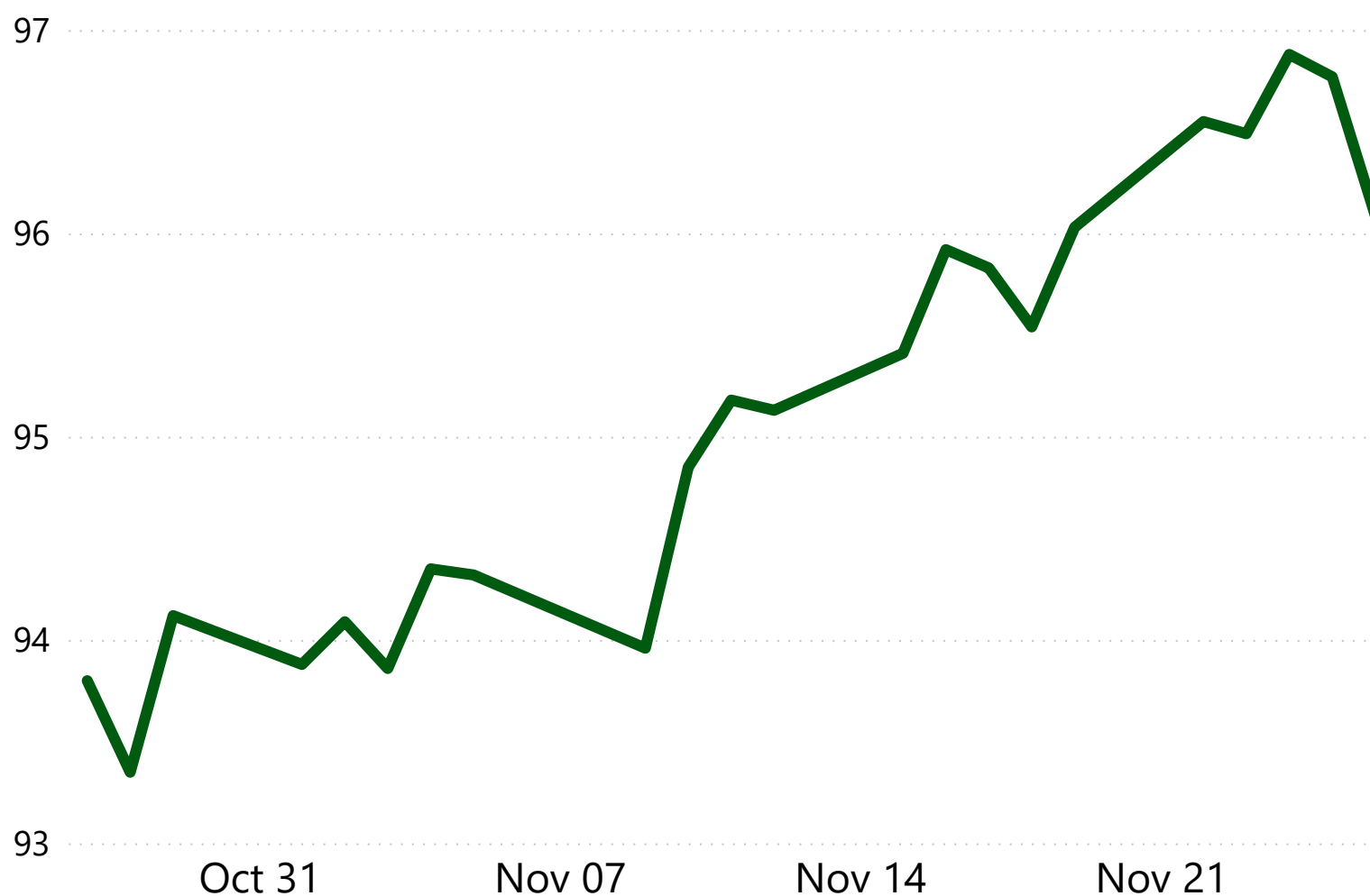
▼ **-0.48%**

USD Index Weekly change

**96.09**

Last Price

- The USD Index started off at a high value of 96.55 on Monday, but despite a rise in the first half of the week, dropped to 96.09 by Friday.
- The rise could be associated with the low initial jobless claims data that indicated that the labor market has been consistently rebounding.
- Nevertheless, as with most other commodities, the drop on Friday was caused by the fears regarding omicron variant.



## Bitcoin (BTC)

▼ **-3.87%**

Bitcoin Weekly change

**54.10K**

Last Price

- Bitcoin experienced a drastic drop of 9% on Friday and closed at \$54,101 after the news of omicron variant was announced by the WHO.
- As the healthcare workers learn more about the variant, the entire market will experience increased volatility, especially in terms of risky cryptocurrencies.
- According to analysts, there is a limited upside potential for cryptocurrencies in the currently uncertain market.



## Crude Oil WTI

▼ **-11.21%**

Crude Oil Weekly change

**68.15**

Last Price

- Oil tumbled significantly last week, going from \$76.75 on Monday to \$68.15 on Friday.
- The drop in price for oil started over a month ago and was kindled by political tensions between the U.S. and OPEC countries to increase production. The price drop was further exacerbated by China's decision to open up its reserves.
- However, the main cause of the decrease last week was the omicron variant that increased pessimistic outlooks on the overall economy.



## Gold

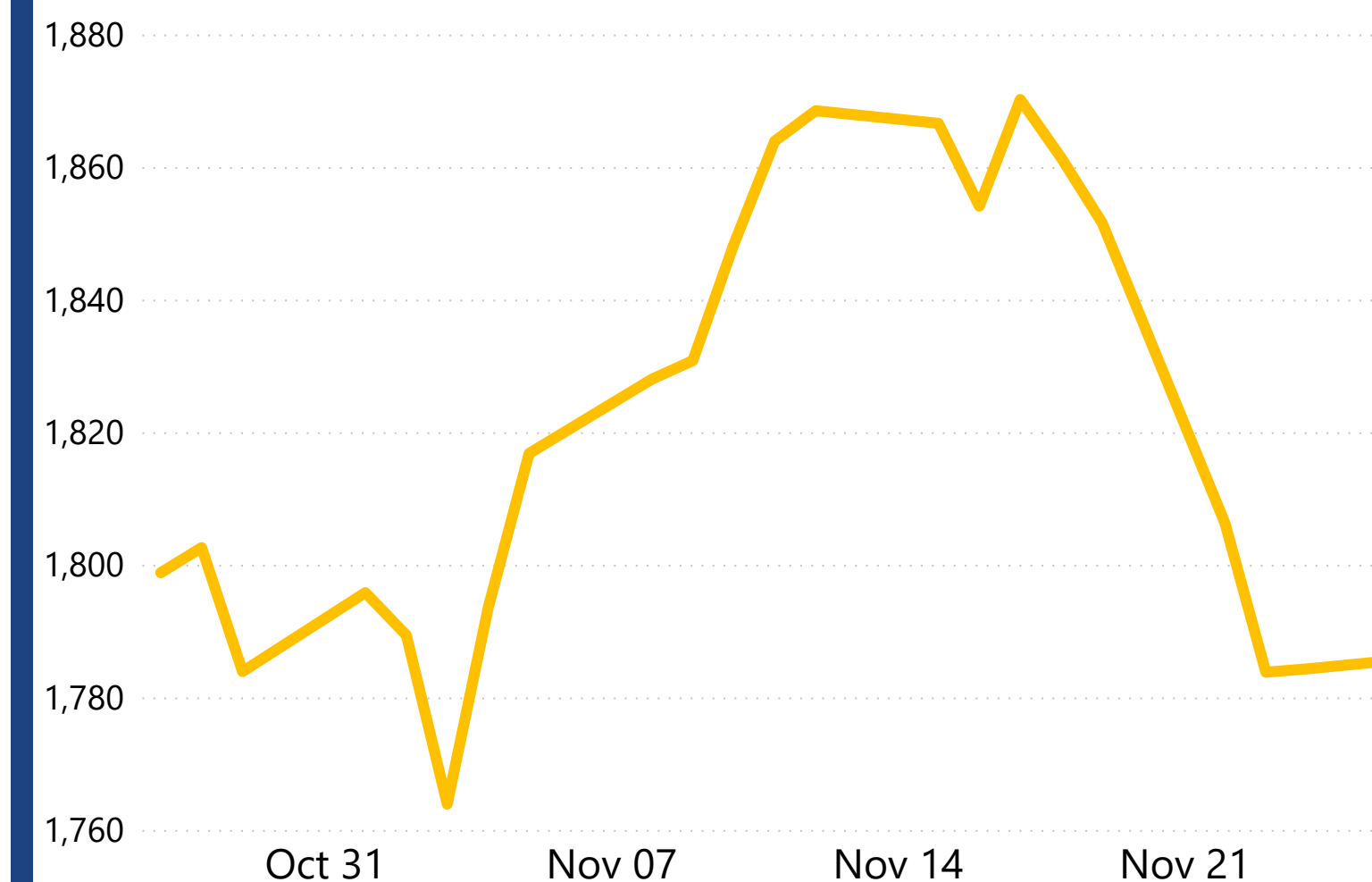
▼ **-1.15%**

Gold Weekly change

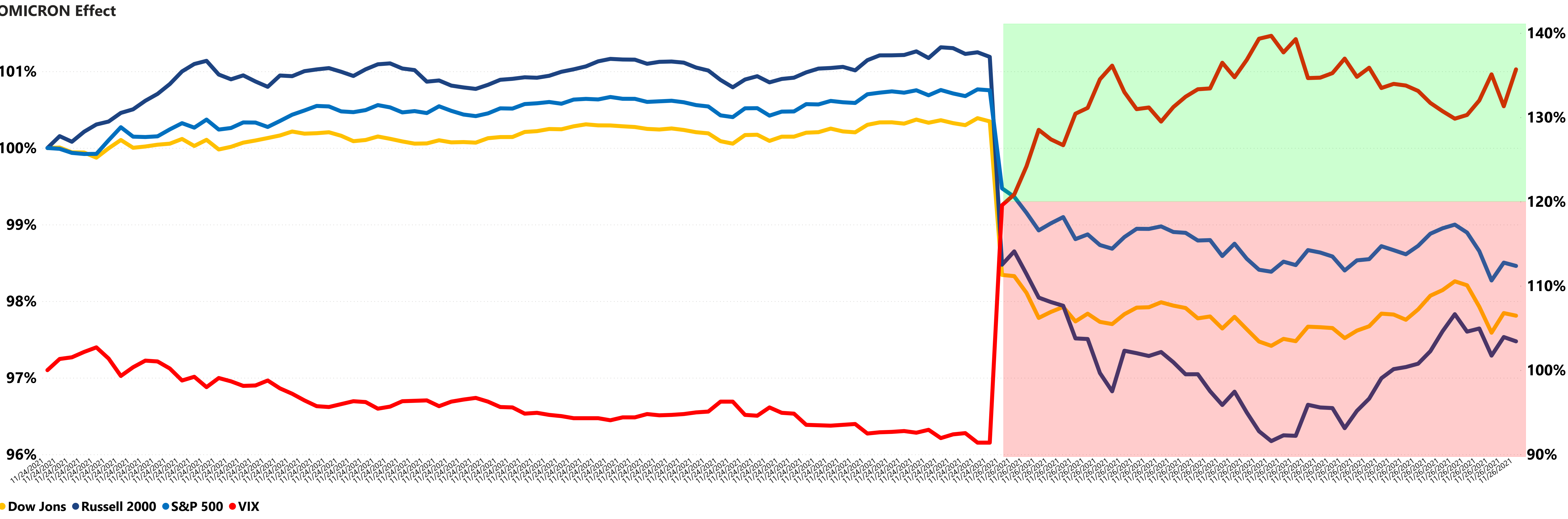
**1.79K**

Last Price

- Gold has proved to be most resilient among the commodities as it managed to store its value near \$1,780s per ounce.
- The main driver for gold's price fluctuations were Fed's policy expectations that created a downward risk during a contractionary environment.
- However, the possible dire effects of the omicron variant, create a chance for a pullback on the tapering and a higher uncertainty – which would make the precious metal more appealing to investors.



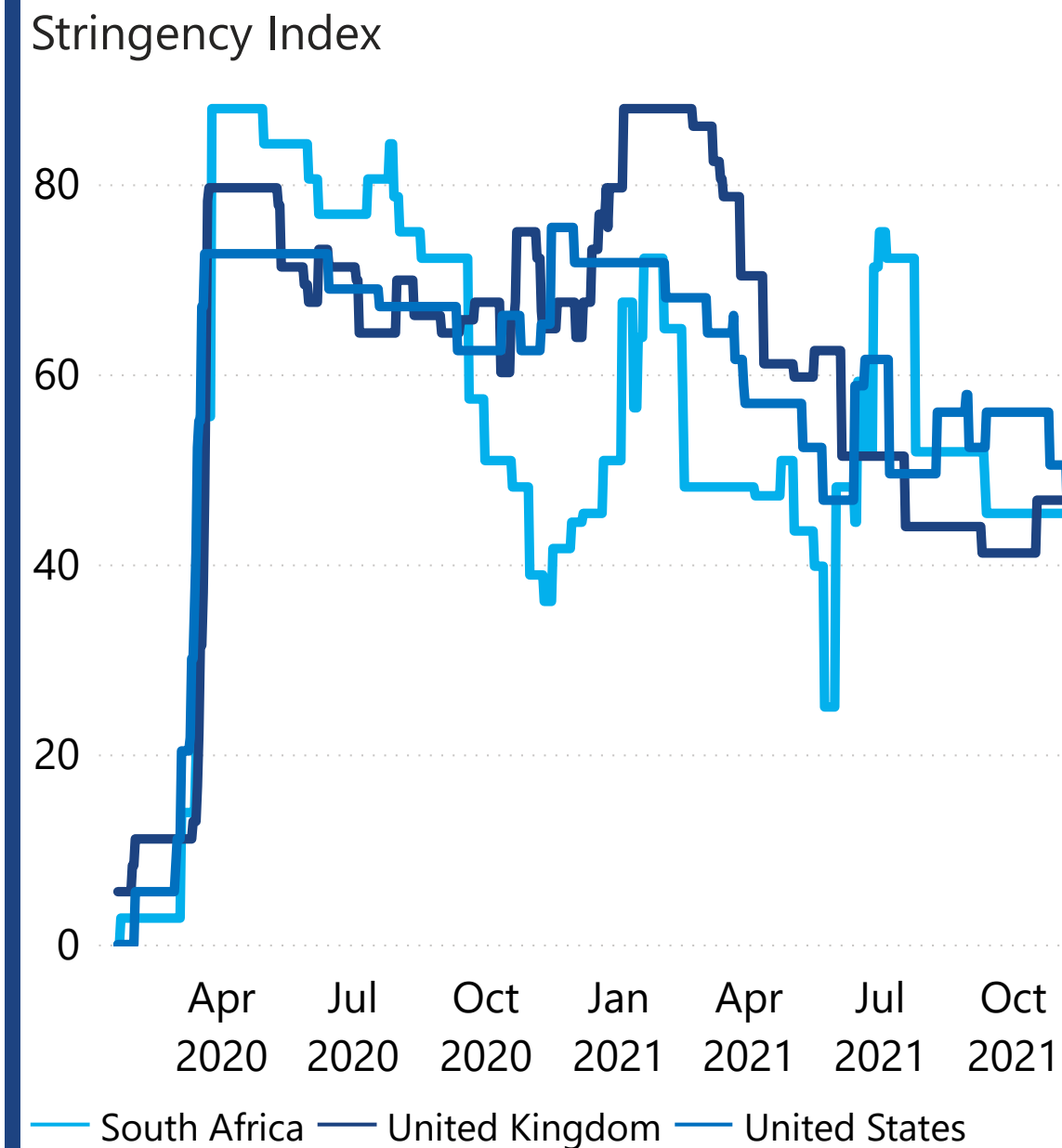
Black Friday Turns Into Red Friday For Markets



On Friday 26th of November, when majority of western world where preparing for shopping on Black Friday, news broke regarding new COVID variant, Omicron, which was supposed to have higher transmission rate than other previous variants. Even though there is no sufficient information about Omicron to make conclusion about it fatality and transmission rate, market went into fully panic mode. Major US Indices, S&P500 and Dow, had their worst “Black Friday” selloff in 70 years, decreasing by 2.27% and 2.53% respectively in one day. Additionally, major tech index, NASDAQ 100 lost 2.09% and Russell 2000 index lost 3.77%. CNN’s Fear and Greed index went from extreme greed to fear, whereas major Volatility index, VIX, increased by 54% on Friday. Nevertheless, oil took biggest hit, on amid lockdown fears, it lost 12.6%. Black Friday turned into Red Friday for market and it went into fully panic mode. What comes from here depends on the WHO and governments decision about Omicron treatment and how market will digest it.

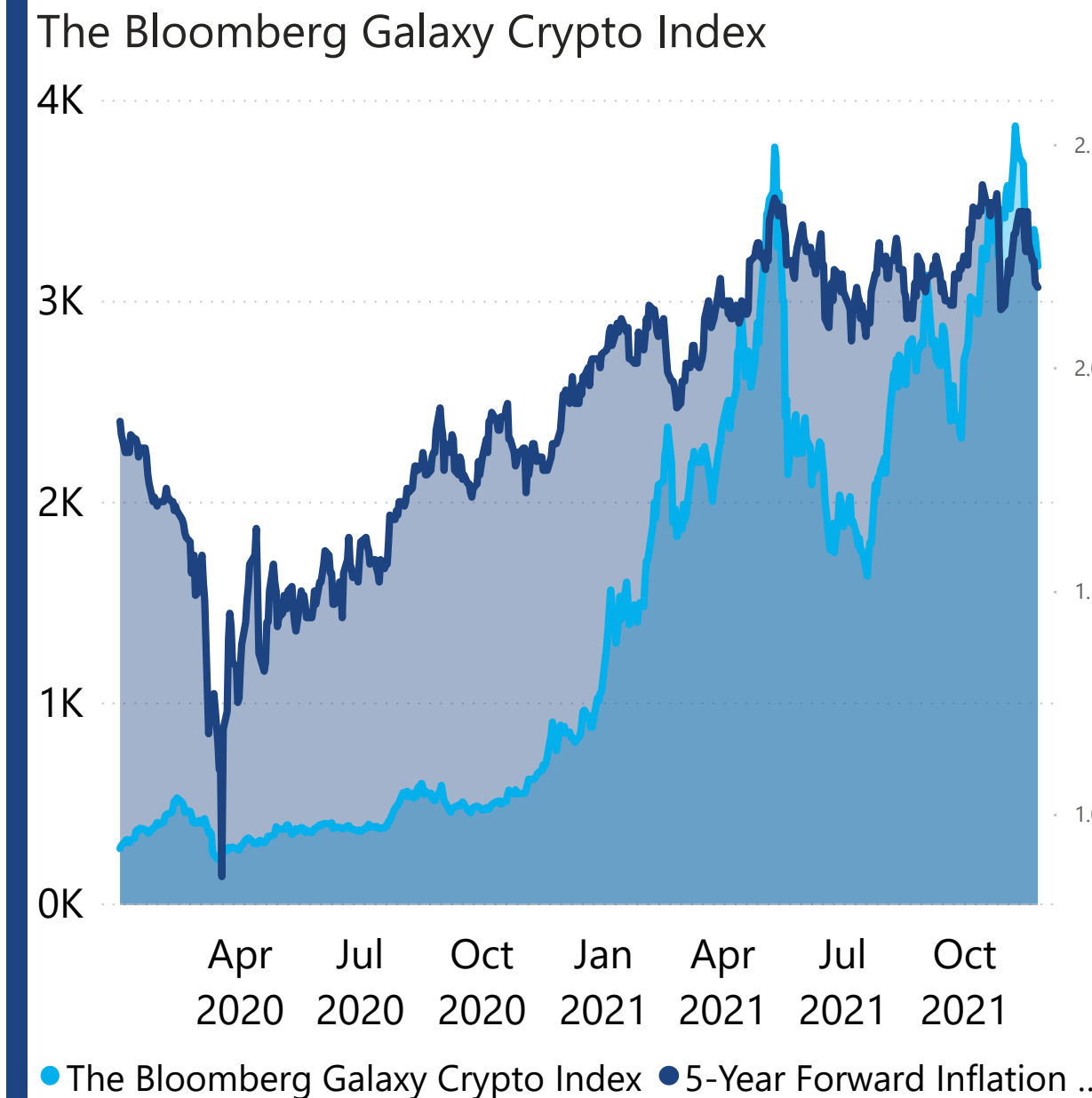


## Omicron Panic: Black Friday



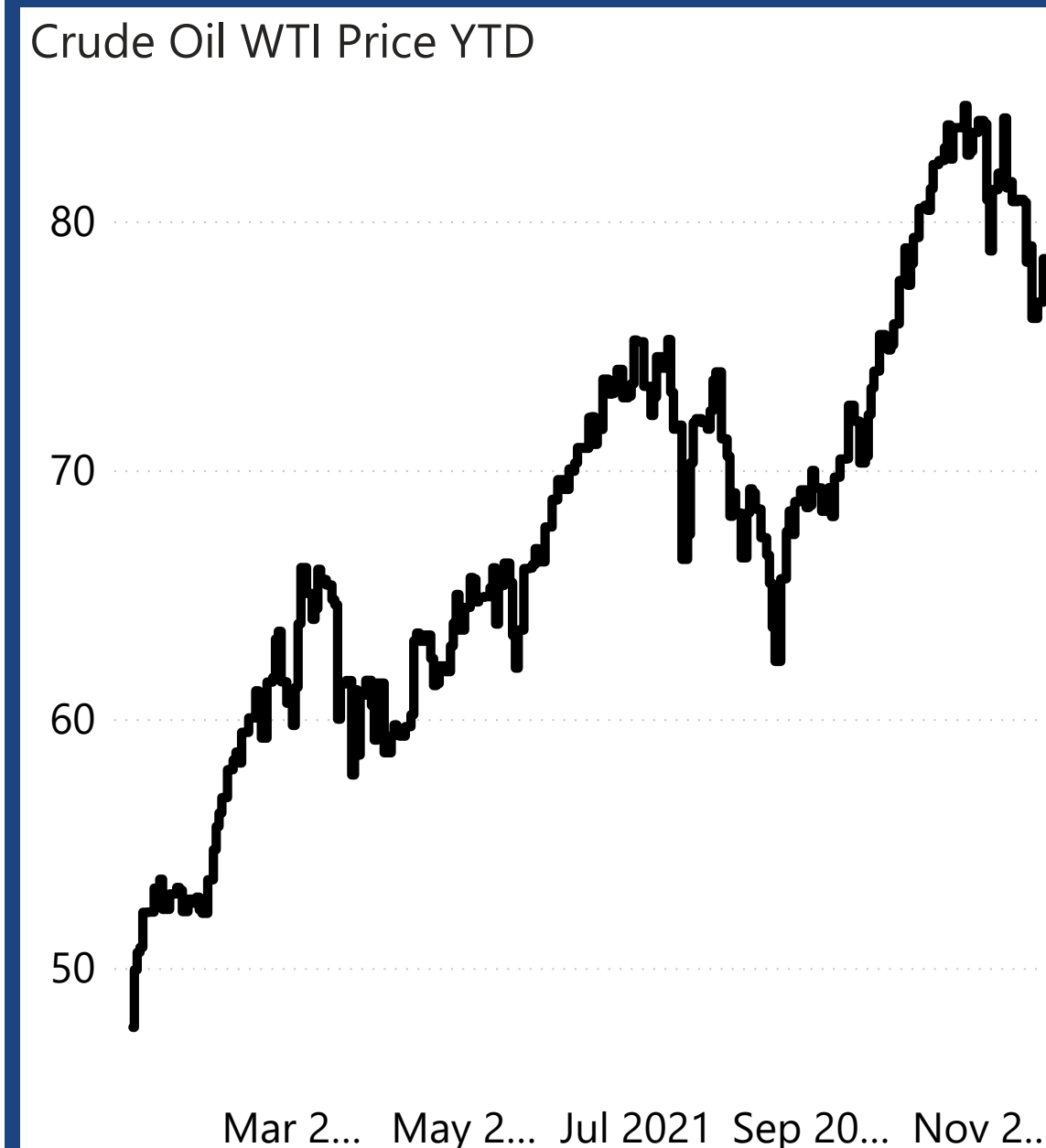
- As pandemic and different variants remain one of the biggest risks to markets and cause of high volatility, South African new B.1.1.529 Covid variant already known as Omicron tumbled major averages by 3% on Black Friday.
- While we do not have sufficient information about the new variant countries already banned flying in South Africa and governments are willing to go back to lockdowns.
- The emergence of a new COVID variant forcing some Fed watchers to question if the Federal Reserve will change course on its plans to slow its monetary support to the U.S. economy.
- Americans need to be prepared to do “anything and everything” to fight the omicron Covid variant. Still, it’s “too early to say” whether lockdowns or new mandates will be appropriate, Fauci said on ABC.

## Bitcoin Price Plunges Amid Omicron Fears



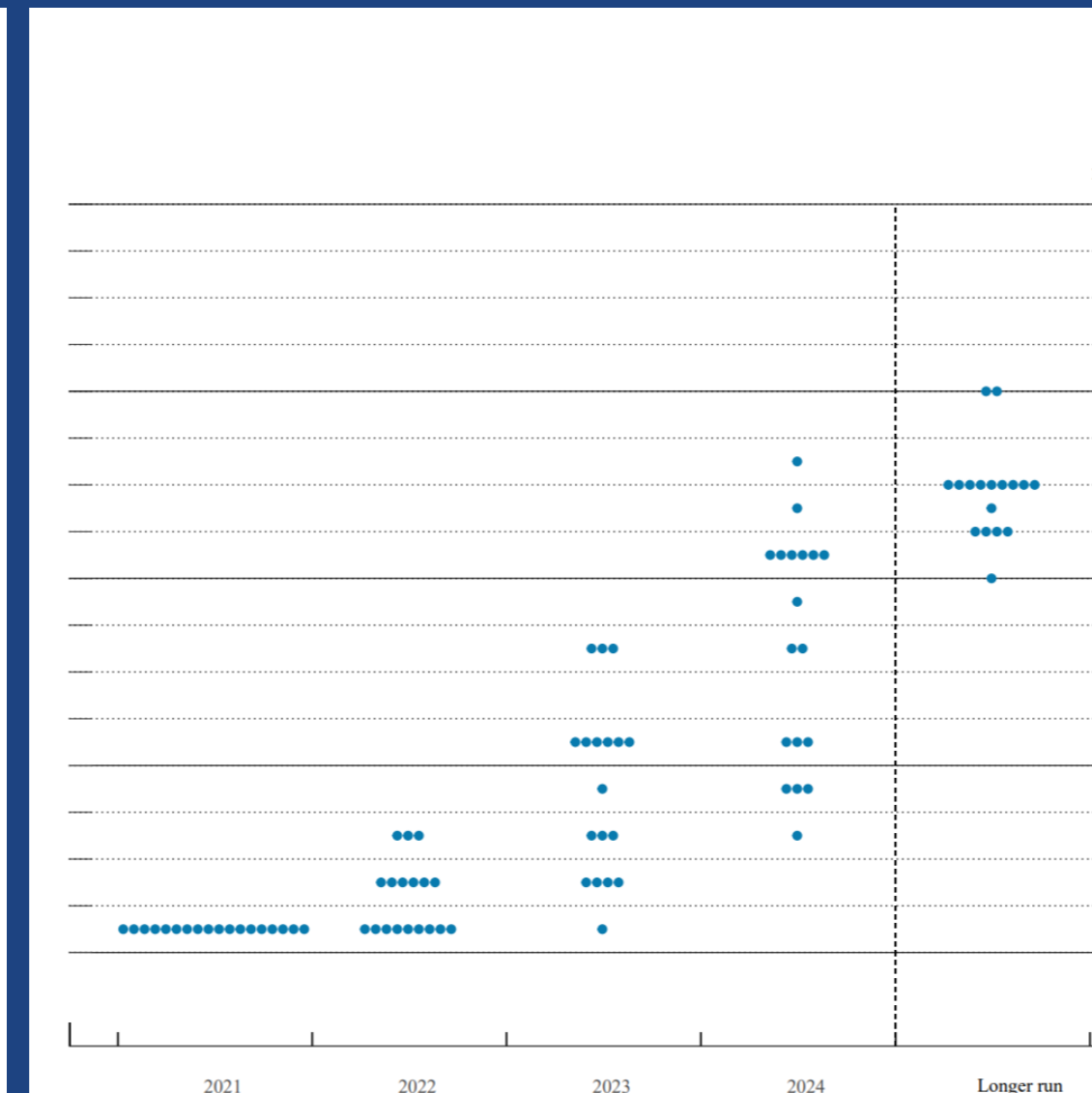
- The emergence of the Omicron covid variant has panicked investors and caused a dramatic plunge to the price of bitcoin, the biggest cryptocurrency. For many investors Crypto was the great diversification tool for their portfolios, however as inflation become a link between asset classes Covid new variant hit hard crypto investors also.
- Some analysts have been making the case that high inflation, resulting from increased demand and supply-chain bottlenecks, formed in the recovery phase of the COVID-19 pandemic, have supported higher crypto values. Additionally, JPMorgan's analysts wrote that the recent rally of Bitcoin was driven mainly by the perception that it was a better inflation hedge than gold. UBS notes, BTC, ETH and a range of more established tokens screen statistically on par with traditional instruments that are considered classic inflation winners or losers.

## What's Next For Oil Price From Here?



- Oil Price increased more than 50% year to date. Combined with supply chain issues energy prices all around the world has been raising sharply, contributing largest share in surging inflation. Because of high energy prices, President Biden urged OPEC to increase Oil supply and opened US oil Special reserves to provide additional supply to market. However, instead of decreasing, Oil price increased on that news.
- According to JP Morgan, compared to other asset classes oil seems to be cheap and has very rarely been cheaper before. Addition to that, according to Rabobank, flows in oil related funds are increasing, which might cause possible increase in oil price in 2022.
- Nevertheless, it is hard to forecast possible upward movement in Oil Price, since fears about additional restrictions and lockdown related to COVID Omicron, definitely, will have negative impact on oil price.

## Wage Inflation Is Driven Mostly By Employee Resignation



- President Biden renominated Jerome Powell as Fed Chair on 22nd of November. Even though, Powell being one of the dovish members of FOMC, market received reappointment as positive news for rate hike believing that Powell will follow the path of announced and already expected tapering.
- Market sentiment regarding rate hike was bolstered by FOMC minutes, which was released on Wednesday 24th of November. According to minutes, Fed members start to realize that inflation is not transitory and it is not dissipating soon enough even though labor markets heal at rapid rate. Therefore, FED might consider increasing the speed of tapering to combat inflation. After the announcement, market fully priced in one rate hike by 6.2022 and started to consider possibility of three rate hikes
- However, COVID Omicron and probable new restrictions related to it, might pause FED's tapering plans, since new restriction might cause reduction in economic growth and increase in unemployment, giving FED the reason not to hike.



# Sector Snapshot

## Information Technology

### Sector Comparison to S&P 500 Performance



13.34

Market Cap (Trillions)

-3.11%

Weekly Change

35.80

P/E

27.20

EV/EBITDA

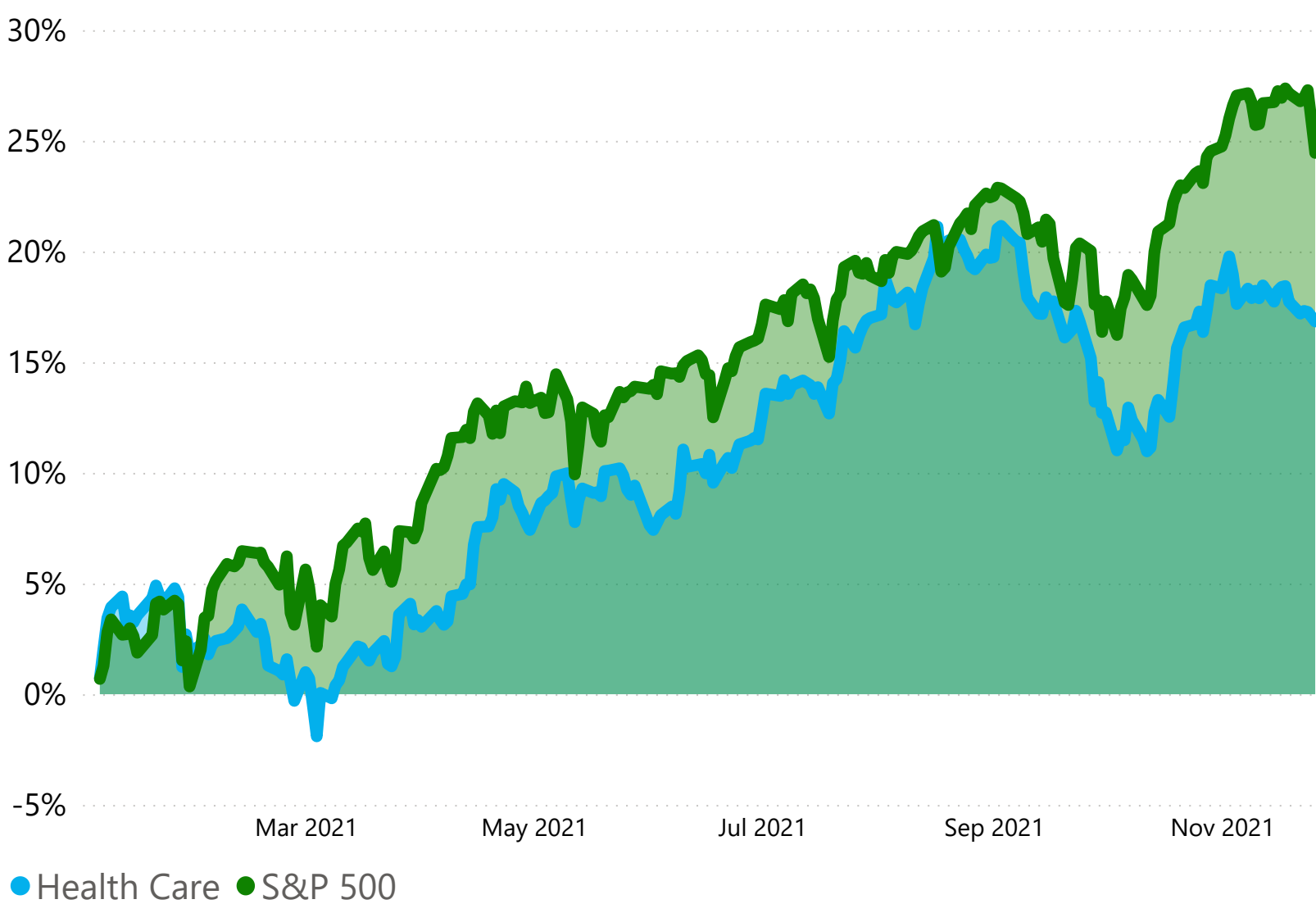
- Apple (AAPL) announced launch of standalone Augmented Reality headset. The device will be released in Q4 2022 and will be powered by a processor similar to the M1 chip Apple introduced for its notebooks in 2020
- Pinduoduo (PDD) shares dropped sharply after miss on quarterly revenue estimates. hurt by stiff competition from rivals Alibaba and JD.com.
- Strong quarterly results helped Dell Technologies (DELL) and HP (HPQ), one of the biggest PC makers to gain momentum. Exceptional results driven by strong demand for personal computers.
- Autodesk (ADSK) modestly beat revenue and EPS forecasts, however missed guidance expectations. The company shares are down by 24%.
- VMware (VMW) beat revenue and EPS line estimates. Company also boosts full year guidance as license revenue driving overall upside and offsetting a slight miss from subscription and software-as-a-service again.

STOCKS TO WATCH	TICKER	MARKET CAP	CLOSE	CHANGE	P/E	EV/EBITDA
Apple Inc	AAPL	2,573bn	156.81	-2.33%	25.58	19.90
Microsoft Corp	MSFT	2,475bn	329.68	-3.91%	31.58	21.40
Nvidia Corp	NVDA	788bn	315.03	-4.49%	60.95	50.50
Applied Materials Inc	AMAT	129bn	143.29	-4.49%	16.15	13.01
Micron Technology Inc	MU	93bn	83.42	0.47%	7.61	4.51
Pinduoduo Inc-Adr	PDD	86bn	68.46	-16.38%	59.74	53.28
Vmware Inc-Class A	VMW	51bn	121.90	1.12%	16.82	10.04
Activision Blizzard Inc	ATVI	47bn	60.62	-2.82%	15.86	10.60
Dell Technologies -C	DELL	43bn	56.18	2.11%	8.07	7.46
Hp Inc	HPQ	40bn	34.58	9.95%	7.97	7.18
Akamai Technologies Inc	AKAM	18bn	111.94	0.87%	18.83	11.22

ETFs TO WATCH	TICKER	TOTAL ASSETS	CLOSE	CHANGE	YTD	Expense
Invesco QQQ Trust	QQQ	204bn	391.20	-3.17%	26.48%	0.20%
Vanguard IT ETF	VGT	54bn	442.12	-3.36%	27.08%	0.10%
Technology Select SPDR	XLK	49bn	165.99	-3.11%	29.78%	0.12%
Fidelity IT	FTEC	7bn	130.61	-3.34%	27.00%	0.08%
SPDR Semiconductor	XSD	1bn	234.80	-4.19%	38.30%	0.35%

## Health Care

### Sector Comparison to S&P 500 Performance



6.46

Market Cap (Trillions)

-0.75%

Weekly Change

25.40

P/E

20.10

EV/EBITDA

- Vaccine makers including Moderna (MRNA) +20.57%, Pfizer (PFE) +6.11%, BioNTech (BNTX) +14.19%, and Novavax (NVAX)+8.95%, rallied amid new Covid-19 variant Omnicorn (B.1.1.529) discovery in South Africa with a large number of mutations, some of which are concerning. The B.1.1.529 variant was first reported to WHO from South Africa on 24 November 2021
- Qiagen (QGEN) and Quidel (QDEL) gained more than 9% as their PCR tests remain accurate and effective in detecting new COVID-19 variant, B.1.1.529
- Merck (MRK) lost almost 4% after providing an updated data from the MOVE-OUT study of its experimental Covid-19 drug Molnupiravir, showing lower efficacy in reducing the risk of hospitalization and death than an earlier interim analysis
- Telehealth names such as Teladoc (TDOC) also jumped, gaining more than 3% on the renewed lockdown and restriction fears
- Ocugen (OCGN) plunged more than 9% after announcing the FDA issued a clinical hold on its Investigational New Drug application (IND) for its Covid-19 vaccine candidate BBV152, also known as Covaxin

STOCKS TO WATCH	TICKER	MARKET CAP	CLOSE	CHANGE	P/E	EV/EBITDA
Pfizer Inc	PFE	303bn	54.00	6.30%	11.85	8.24
Abbott Laboratories	ABT	223bn	125.88	-0.76%	26.87	20.22
Merck & Co. Inc.	MRK	200bn	79.16	-1.91%	10.88	9.21
Moderna Inc	MRNA	134bn	329.63	24.96%	12.16	8.83
Biontech Se-Adr	BNTX	84bn	348.00	20.10%	9.55	5.60
Teladoc Health Inc	TDOC	18bn	109.61	-6.31%		49.02
Novavax Inc	NVAX	16bn	217.97	13.33%	7.96	9.34
Goodrx Holdings Inc-Class A	GDRX	15bn	36.82	-7.93%	71.50	42.79
Quidel Corp	QDEL	6bn	144.81	-5.04%	20.88	13.32
Vir Biotechnology Inc	VIR	5bn	36.00	9.92%		
Ocugen Inc	OCGN	1bn	6.45	-16.45%	14.90	

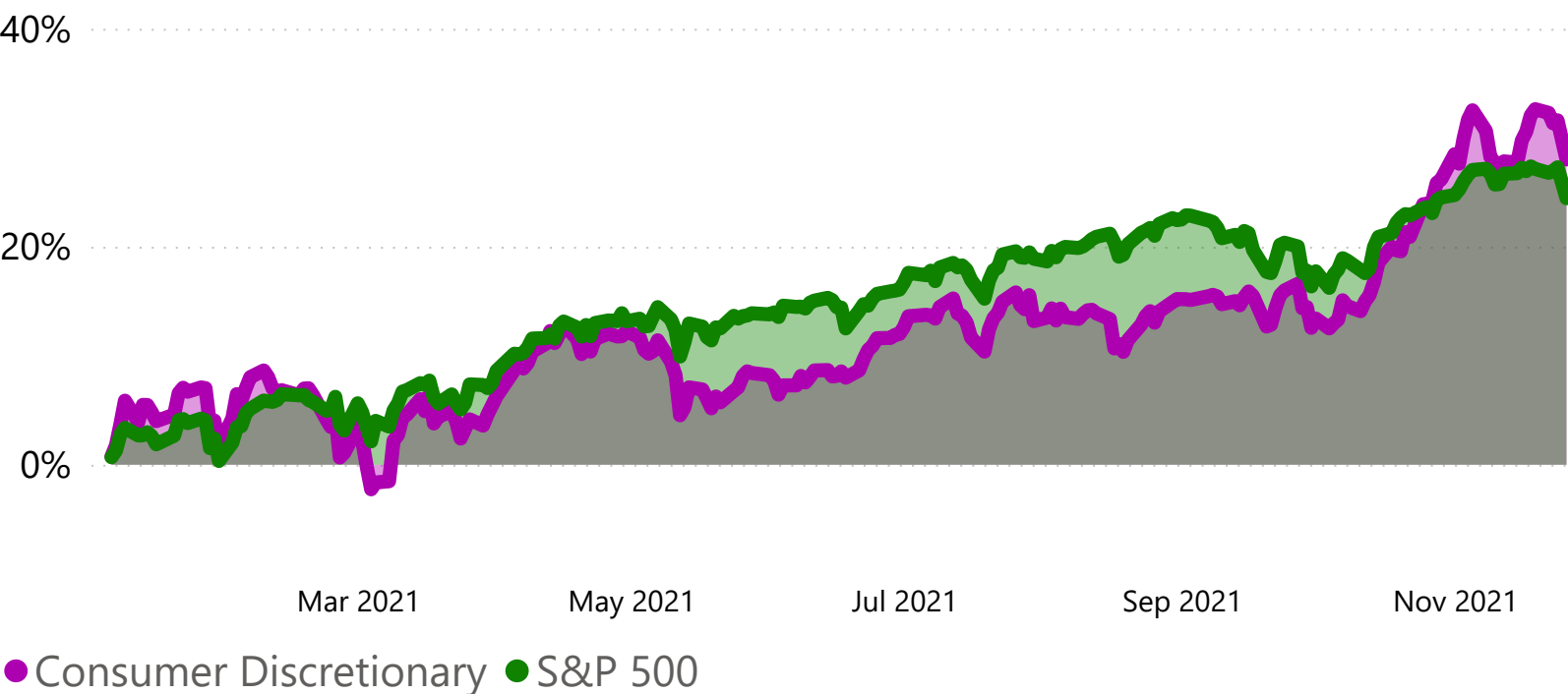
ETFs TO WATCH	TICKER	TOTAL ASSETS	CLOSE	CHANGE	YTD	Expense
Health Care Select SPDR	XLV	33bn	131.97	-0.75%	16.84%	0.12%
Vanguard Healthcare	VHT	17bn	252.66	-1.21%	13.51%	0.10%
iShares Biotechnology	IBB	10bn	154.90	0.22%	2.93%	0.47%
SPDR S&P Biotech	XBI	7bn	116.78	-4.22%	-17.15%	0.35%
ARK Genomic Revolution	ARKG	6bn	64.61	-5.72%	-30.63%	0.75%



# Sector Snapshot

## Consumer Discretionary

### Sector Comparison to S&P 500 Performance

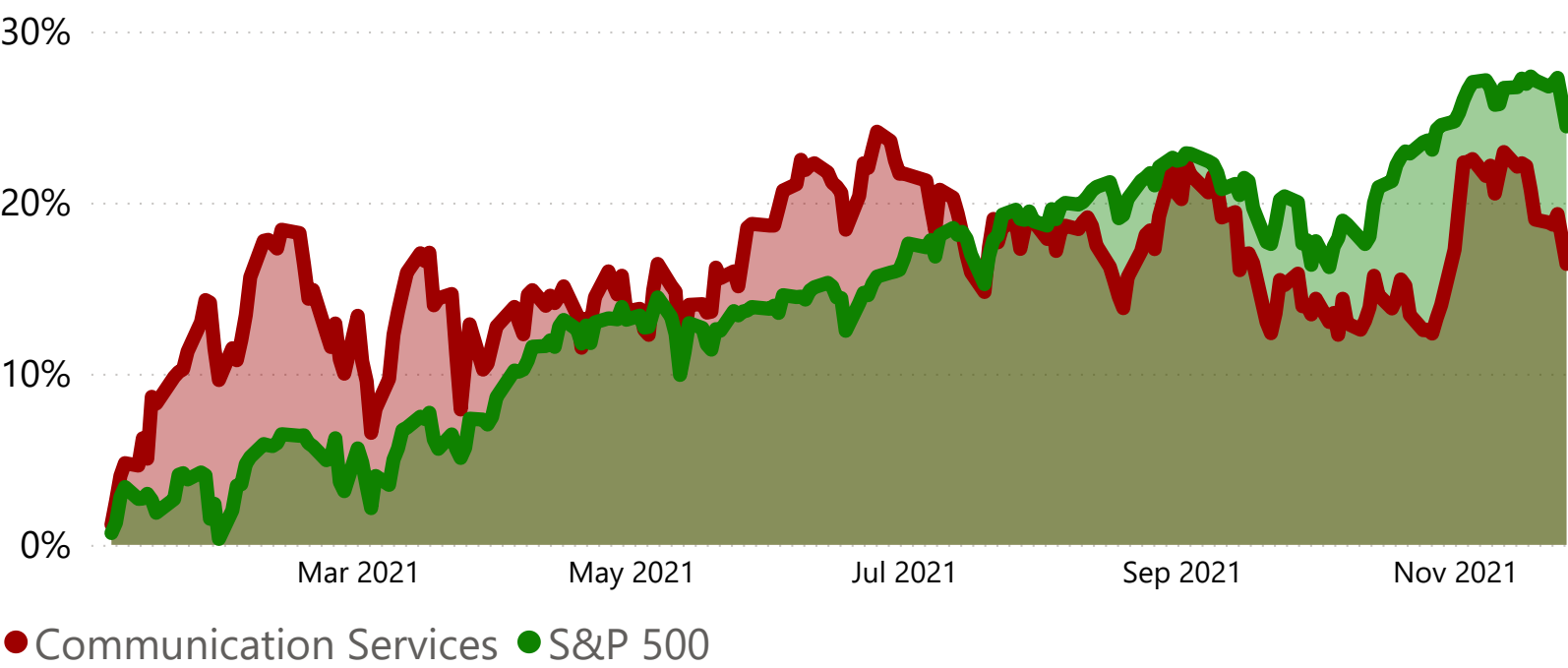


**6.34** **-3.48%** **42.00** **24.60**  
Market Cap (Trillions) Weekly Change P/E EV/EBITDA

- Shopping numbers over the weekend suggest that more Americans stretched out their holiday shopping this year given concerns about COVID-19 this could affect retailers like AMZN, TGT, WMT etc.
- EV industry suffered significantly on Fridays selloff. Investors now tend to remove as much risk from their portfolios and despite recent sentiments towards EV companies they still remain risky according to many leading analysts. RIVN, SEV, NIO and LCID fell by 5% average.
- Tesla (TSLA) was reportedly forced to turn down more than EU1.1b in European subsidies for its planned battery factory outside Berlin after delays to the project violated a condition of the funding.

## Communication Services

### Sector Comparison to S&P 500 Performance

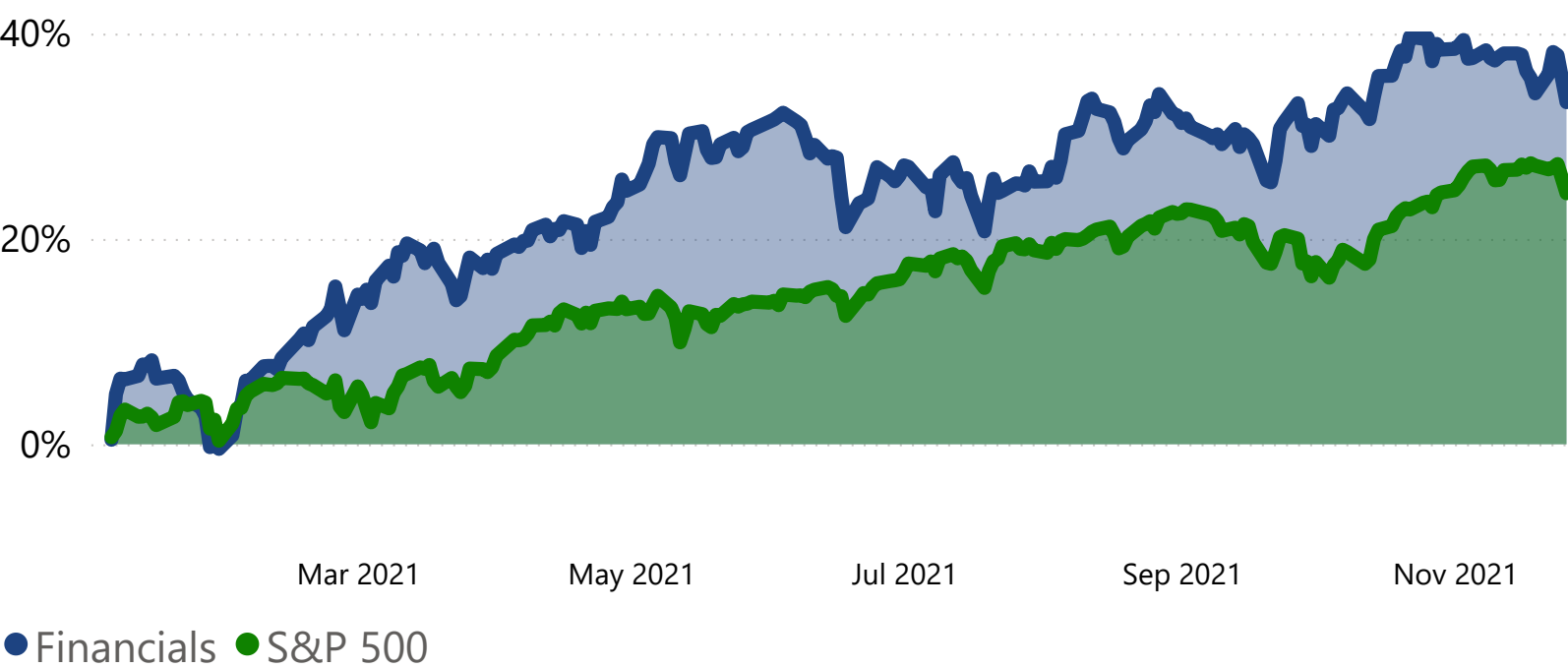


**5.71** **-2.18%** **27.80** **20.40**  
Market Cap (Trillions) Weekly Change P/E EV/EBITDA

- Analysts at Wells Fargo decreased The Walt Disney Company (DIS) target price from \$203 to \$196 as recent Disney+ subscriber slowdown become huge concern
- Zoom Video Communications released quarterly financial statements, beating both top and bottom lines, increasing guidance. Shares plunge despite strong quarter due to decelerating growth as workers return to the office.
- Vonage (VG), the cloud-based telecom company to be acquired by Ericsson for \$21 a share in cash

## Financials

### Sector Comparison to S&P 500 Performance



**5.73** **-0.64%** **17.10** **6.20**  
Market Cap (Trillions) Weekly Change P/E EV/EBITDA

- JPMorgan Chase (NYSE:JPM) CEO Jamie Dimon says he regrets remarks he made on Tuesday that the bank was likely to outlast China's Communist Party according to Bloomberg.
- Payment stocks are taking a hit from renewed COVID fears and due to possible regulatory changes after Jerome Powell is nominated for a second term, Mizuho analyst Dan Dolev said. "It's kind of like a perfect storm for some of these names," he told Bloomberg News in an interview.
- A week before cyber-Monday, PayPal Holdings (PYPL) stock touches a 52-week low of \$184.26, as many other fin-tech and payment processing names also slump.

STOCKS TO WATCH	TICKER	MARKET CAP	CLOSE	CHANGE	P/E	EV/EBITDA
Amazon.Com Inc	AMZN	1,777bn	3,504.56	-4.68%	50.53	21.44
Tesla Inc	TSLA	1,087bn	1,081.92	-4.85%	127.40	70.93
Rivian Automotive Inc-A	RIVN	100bn	112.13	-12.81%		
General Motors Co	GM	87bn	60.17	-2.64%	8.88	5.26
Nio Inc - Adr	NIO	69bn	39.99	3.44%		626.00

ETFs TO WATCH	TICKER	TOTAL ASSETS	CLOSE	CHANGE	YTD	Expense
Consumer Disc. Select SPDR	XLY	24bn	204.07	-3.48%	28.01%	0.12%
Vanguard Consumer Disc.	VCR	7bn	343.18	-3.50%	26.33%	0.10%
First Trust Consumer Disc.	FXD	2bn	62.33	-2.91%	24.76%	0.63%
Fidelity Consumer Disc.	FDIS	2bn	88.92	-3.48%	25.86%	0.08%
SDPR S&P Retail	XRT	1bn	97.18	-3.83%	52.94%	0.35%

STOCKS TO WATCH	TICKER	MARKET CAP	CLOSE	CHANGE	P/E	EV/EBITDA
Alphabet Inc-Cl A	GOOGL	1,892bn	2,843.66	-4.53%	22.73	14.91
Meta Platforms Inc-Class A	FB	927bn	333.12	-3.53%	21.48	13.31
Netflix Inc	NFLX	295bn	665.64	-1.94%	50.65	36.36
Zoom Video Communications-A	ZM	66bn	220.21	-12.37%	50.20	33.94

ETFs TO WATCH	TICKER	TOTAL ASSETS	CLOSE	CHANGE	YTD	Expense
Com.Services Select SPDR	XLC	14bn	77.18	-3.15%	16.10%	0.12%
Vanguard Com.Services	VOX	4bn	135.97	-3.02%	14.88%	0.10%
First Trust Indxx ETF	NXTG	1bn	79.12	-2.68%	14.29%	0.70%
Fidelity Com.Services	FCOM	1bn	51.57	-2.99%	14.98%	0.08%
Ishares Global Com.Services	IXP	0bn	83.53	-2.84%	13.46%	0.46%

STOCKS TO WATCH	TICKER	MARKET CAP	CLOSE	CHANGE	P/E	EV/EBITDA
Jpmorgan Chase & Co	JPM	479bn	161.93	0.63%	13.56	
Visa Inc-Class A Shares	V	431bn	197.65	-1.60%	23.42	19.07
Mastercard Inc - A	MA	319bn	324.17	-4.58%	30.76	23.84
Paypal Holdings Inc	PYPL	221bn	187.79	-3.01%	35.74	25.86
Goldman Sachs Group Inc	GS	136bn	389.39	0.52%	9.90	11.01

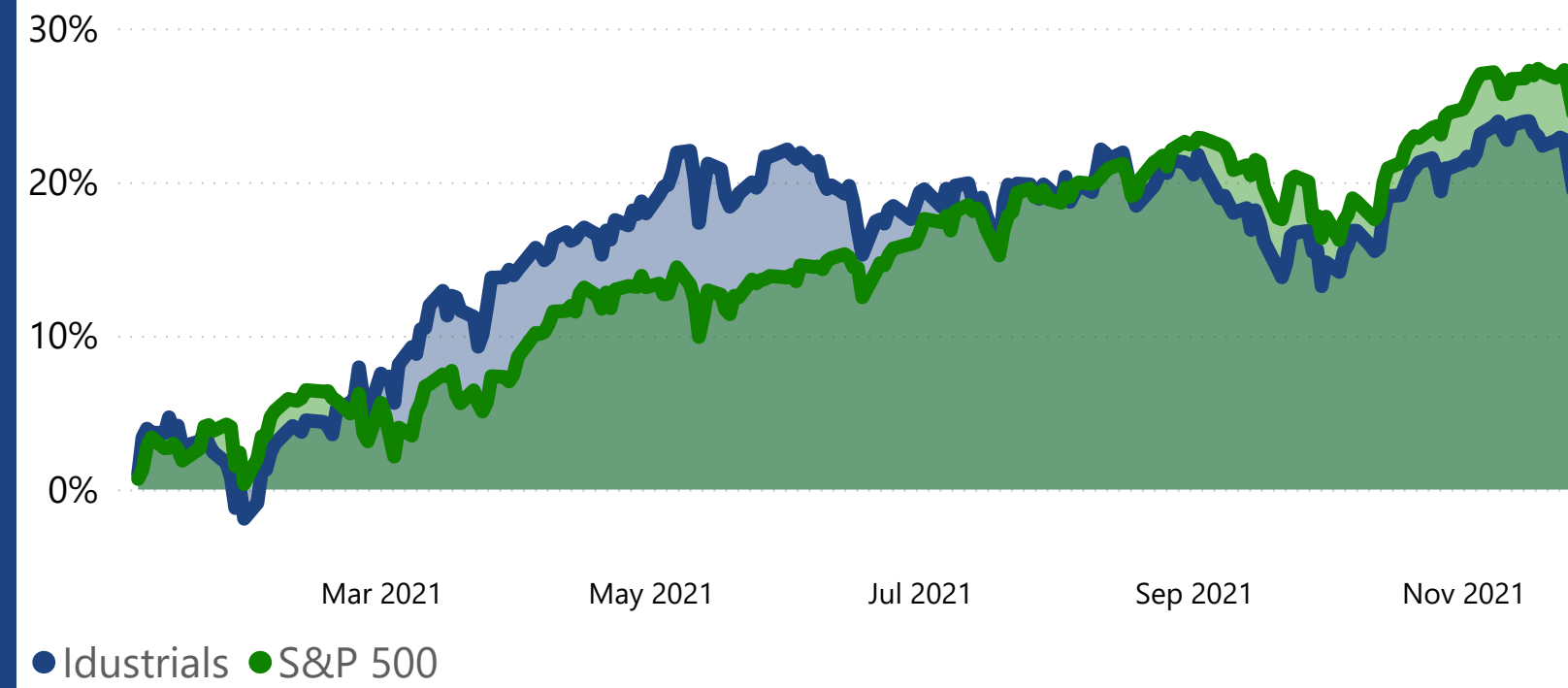
ETFs TO WATCH	TICKER	TOTAL ASSETS	CLOSE	CHANGE	YTD	Expense
Financial Select SPDR	XLF	43bn	38.77	-0.64%	33.32%	0.12%
Vanguard Financials	VFH	12bn	96.51	-0.95%	34.40%	0.10%
SPDR S&P Bank	KBE	3bn	55.06	-2.29%	32.96%	0.35%
iShares Global Financials	IXG	3bn	79.02	-1.81%	22.49%	0.46%
SPDR S&P Insurance	KIE	0bn	39.40	-1.40%	20.49%	0.35%



# Sector Snapshot

## Industrials

### Sector Comparison to S&P 500 Performance

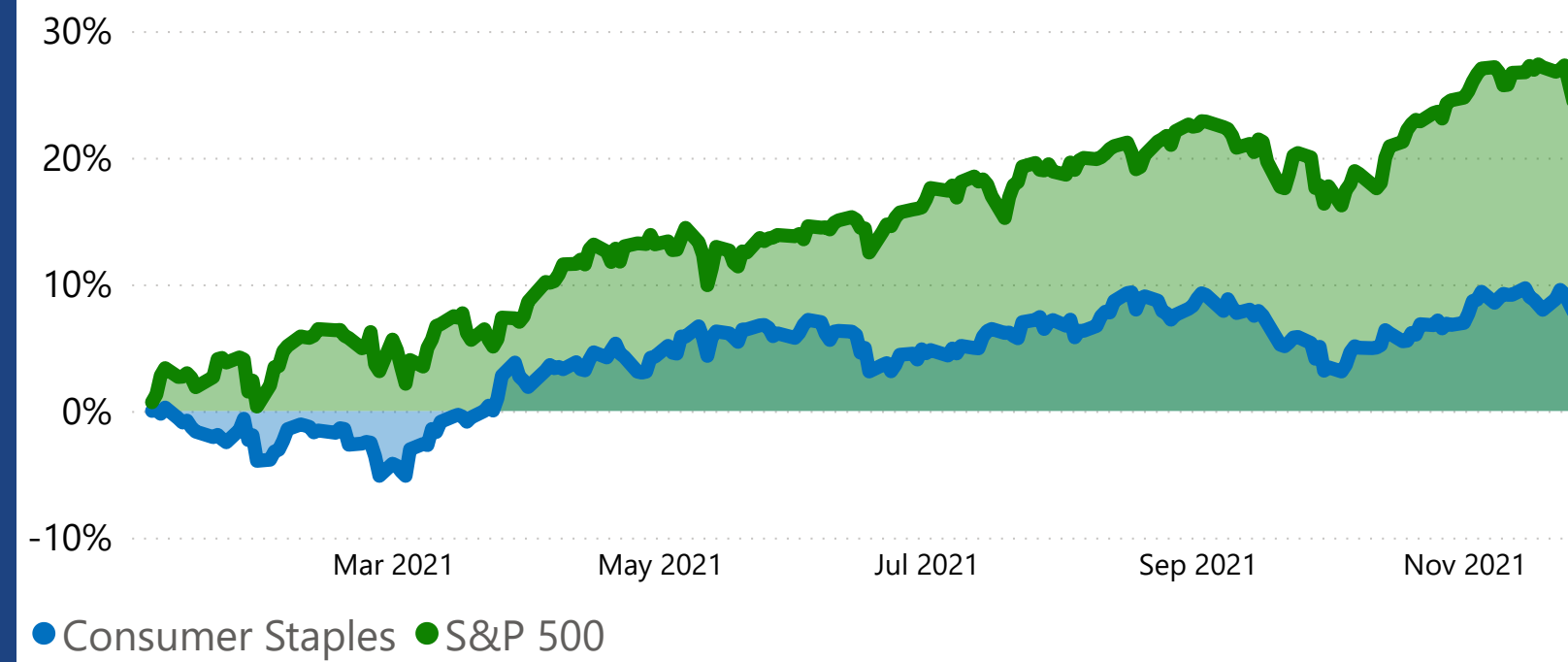


**7.56** **-2.38%** **26.10** **15.80**  
Market Cap (Trillions) Weekly Change P/E EV/EBITDA

- U.S. Global Jets ETF (JETS) which is currently the market's only exclusive airline ETF, plunged more than 7% as investors are fleeing the aviation and travel sectors of the market amid the growing fears of possible restrictions due to the new Covid-19 variant Omnicorn
- Airlines were particularly hard hit. United Airlines (UAL) plunged more than 9%, while American Airlines (AAL), Spirit Airlines (SAVE) and Delta (DAL) all declined more than 8%
- Boeing (BA) -5.41% and other aerospace supplier stocks including Spirit AeroSystems (SPR) -8.36% and TransDigm (TDG) -9.18% nosedived amid fears of new Covid-19 B.1.1.529 variant

## Consumer Staples

### Sector Comparison to S&P 500 Performance

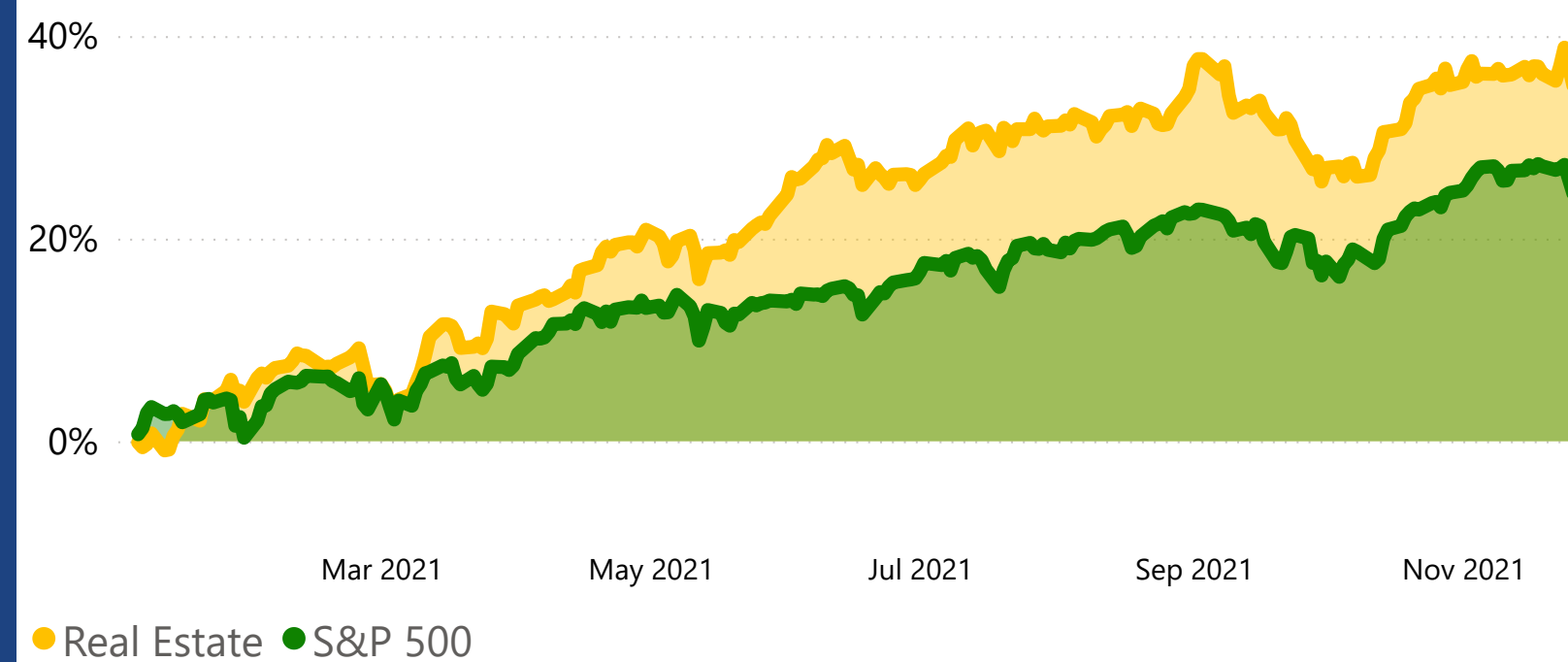


**2.86** **-0.12%** **23.70** **16.50**  
Market Cap (Trillions) Weekly Change P/E EV/EBITDA

- Total card spending grew at a 27% 2-year growth rate for the 7 days ending Nov. 20, according to Bank of America credit and debit card data. Meanwhile, holiday spending at the start of the season is ahead of 2019 spending but behind the pace of 2020.
- PepsiCo (PEP) declares \$1.075/share quarterly dividend, in line with previous. Forward yield 2.63% totaling

## Real Estate

### Sector Comparison to S&P 500 Performance



**1.66** **-0.85%** **10.90** **24.20**  
Market Cap (Trillions) Weekly Change P/E EV/EBITDA

- Bundesbank vice president Claudia Buch said that almost 90% of German Housholds expect housing price to increase.
- Kaisa, another Chinese real estate developer in risk plans for paying offshore debt obligations, temporarily easing concerns about property sector.
- Chairman of China Evergrande Group sold his shares worth of \$344 million, pressures company shares by 4.8% on Monday morning.

STOCKS TO WATCH	TICKER	MARKET CAP	CLOSE	CHANGE	P/E	EV/EBITDA
Boeing Co/The	BA	117bn	199.21	-6.97%	40.20	17.56
Transdigm Group Inc	TDG	31bn	561.29	-11.17%	26.32	16.33
United Airlines Holdings Inc	UAL	14bn	42.26	-8.35%	19.90	6.95
American Airlines Group Inc	AAL	11bn	17.75	-7.94%		13.24
Spx Flow Inc	FLOW	4bn	85.28	4.32%	23.47	13.77

ETFs TO WATCH	TICKER	TOTAL ASSETS	CLOSE	CHANGE	YTD	Expense
The Industrial Select SPDR	XLI	17bn	103.21	-2.38%	19.44%	0.12%
Vanguard Industrials	VIS	5bn	199.16	-2.80%	19.87%	0.10%
U.S. Global Jets	JETS	3bn	20.53	-7.02%	-4.91%	0.60%
ishares Transportation	IYT	2bn	266.48	-2.49%	23.35%	0.42%
Fidelity Industrials	FIDU	1bn	55.31	-2.57%	20.58%	0.08%

STOCKS TO WATCH	TICKER	MARKET CAP	CLOSE	CHANGE	P/E	EV/EBITDA
Walmart Inc	WMT	404bn	144.90	1.76%	21.45	11.86
Coca-Cola Co/The	KO	232bn	53.73	-2.54%	22.06	19.15
Pepsico Inc	PEP	223bn	161.14	-1.63%	23.96	16.64
Target Corp	TGT	118bn	246.57	-1.65%	18.46	11.29
Altria Group Inc	MO	80bn	43.74	0.78%	9.09	8.53

ETFs TO WATCH	TICKER	TOTAL ASSETS	CLOSE	CHANGE	YTD	Expense
Consumer Staples SPDR	XLP	12bn	71.96	-0.12%	7.85%	0.12%
Vanguard Consumer Stap.	VDC	6bn	187.26	-0.34%	8.76%	0.10%
Fidelity Consumer Stap.	FSTA	1bn	43.78	-0.30%	8.80%	0.08%
Ishares Consumer Stap.	KXI	1bn	61.61	-1.04%	6.10%	0.46%
First Trust Consumer Stap.	FXG	0bn	58.98	0.10%	14.65%	0.63%

STOCKS TO WATCH	TICKER	MARKET CAP	CLOSE	CHANGE	P/E	EV/EBITDA
American Tower Corp	AMT	120bn	262.87	0.72%	48.03	25.69
Prologis Inc	PLD	111bn	149.88	-0.23%	50.16	35.69
Crown Castle Intl Corp	CCI	79bn	183.50	-0.13%	55.74	26.28
Simon Property Group Inc	SPG	53bn	160.48	-3.75%	26.81	18.77
Cyrusone Inc	CONE	11bn	89.24	-0.15%	594.93	23.10

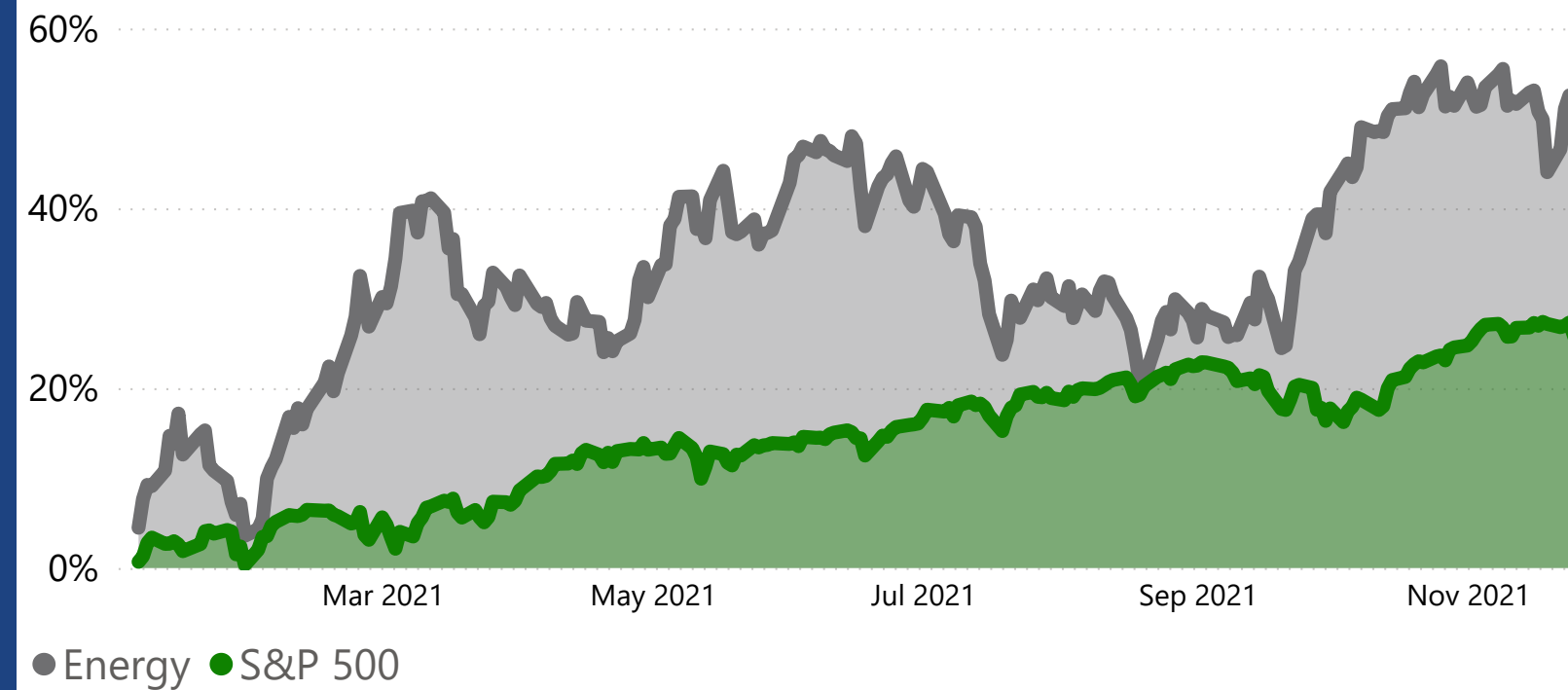
ETFs TO WATCH	TICKER	TOTAL ASSETS	CLOSE	CHANGE	YTD	Expense
Vanguard Real Estate	VNQ	46bn	108.00	-1.30%	31.43%	0.12%
iShares U.S. Real Estate	IYR	7bn	108.27	-1.47%	30.86%	0.42%
Schwab US REIT	SCHH	7bn	48.99	-1.17%	33.45%	0.07%
Real Estate Select SPDR	XLRE	5bn	47.80	-0.85%	35.10%	0.12%
iShares REIT ETF	REZ	1bn	91.23	-1.27%	39.62%	0.48%



# Sector Snapshot

## Energy

### Sector Comparison to S&P 500 Performance



**1.43** Market Cap (Trillions) **1.66%** Weekly Change **14.70** P/E **7.60** EV/EBITDA

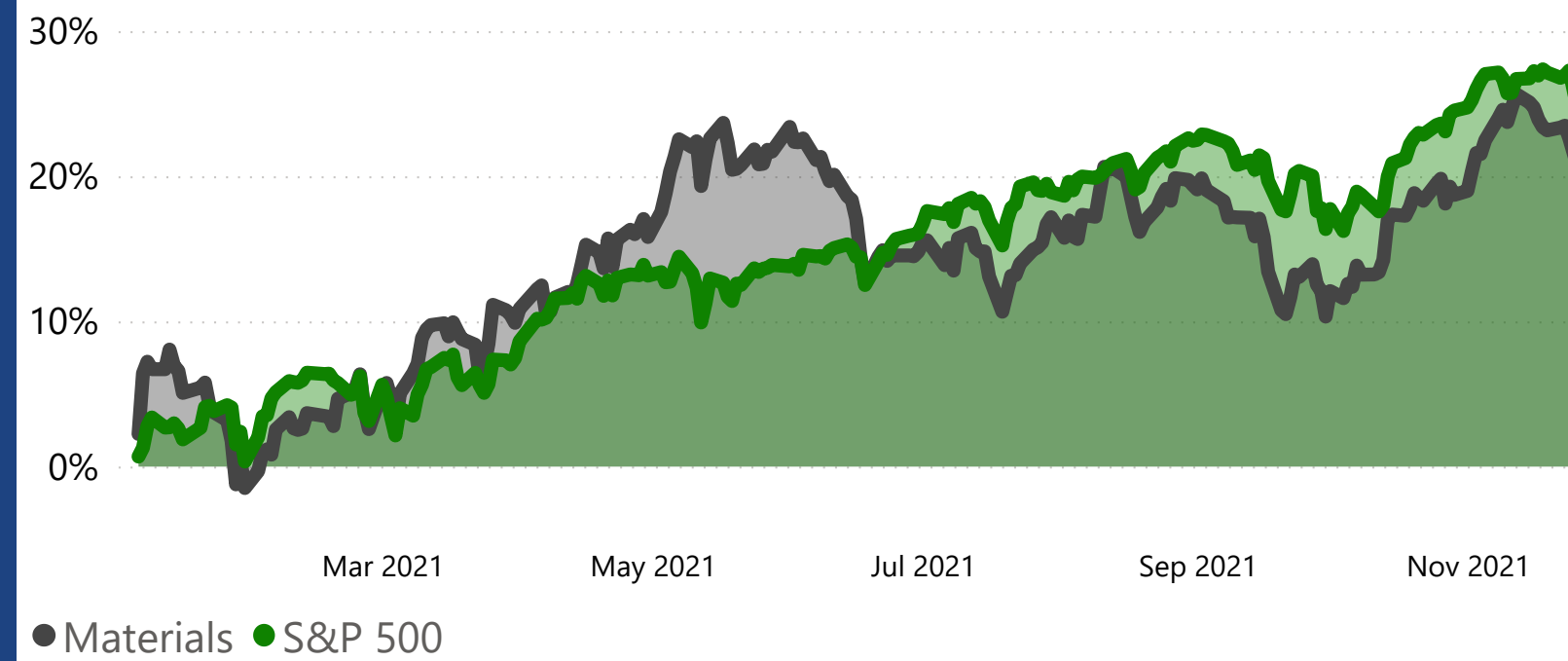
- Concerns about Covid-19 variant Omicron, which was discovered on Friday, caused absolute bloodbath in energy sector especially in oil related industries. Oil related ETF USO lost 11.18% on Friday
- RBC Capital upgraded price target of Chevron Corporation (CVX) from 130\$ to 145\$. RBC supposes that company is better positioned to benefit from commodity cycle
- Target price of Fluence Energy Inc (FLNC), which provides energy storage technology solutions, was upgraded buy UBS, RBC, Credit Suisse, JP Morgan, Barclays and Citi with average target price of 46.4 USD, which provides 35% potential upside from current price of 34.37\$

STOCKS TO WATCH	TICKER	MARKET CAP	CLOSE	CHANGE	P/E	EV/EBITDA
Chevron Corp	CVX	221bn	114.51	2.32%	11.96	5.53
Devon Energy Corp	DVN	29bn	42.70	5.17%	7.89	4.58
Occidental Petroleum Corp	OXY	28bn	29.70	1.99%	10.94	4.71
Fluence Energy Inc	FLNC	6bn	34.37	-3.99%		227.37
United States Oil Fund Lp	USO	2bn	49.63	-7.72%		

ETFs TO WATCH	TICKER	TOTAL ASSETS	CLOSE	CHANGE	YTD	Expense
Energy Select SPDR	XLE	26bn	55.58	1.66%	46.42%	0.12%
Vanguard Energy	VDE	6bn	78.00	1.30%	49.63%	0.10%
SPDR Oil & Gas Exploration	XOP	3bn	98.80	0.03%	67.37%	0.35%
iShares U.S. Energy	IYE	2bn	30.53	1.03%	50.47%	0.42%
iShares Global Energy	IXC	2bn	27.58	0.29%	35.26%	0.46%

## Materials

### Sector Comparison to S&P 500 Performance



**1.14** Market Cap (Trillions) **-2.16%** Weekly Change **19.70** P/E **12.20** EV/EBITDA

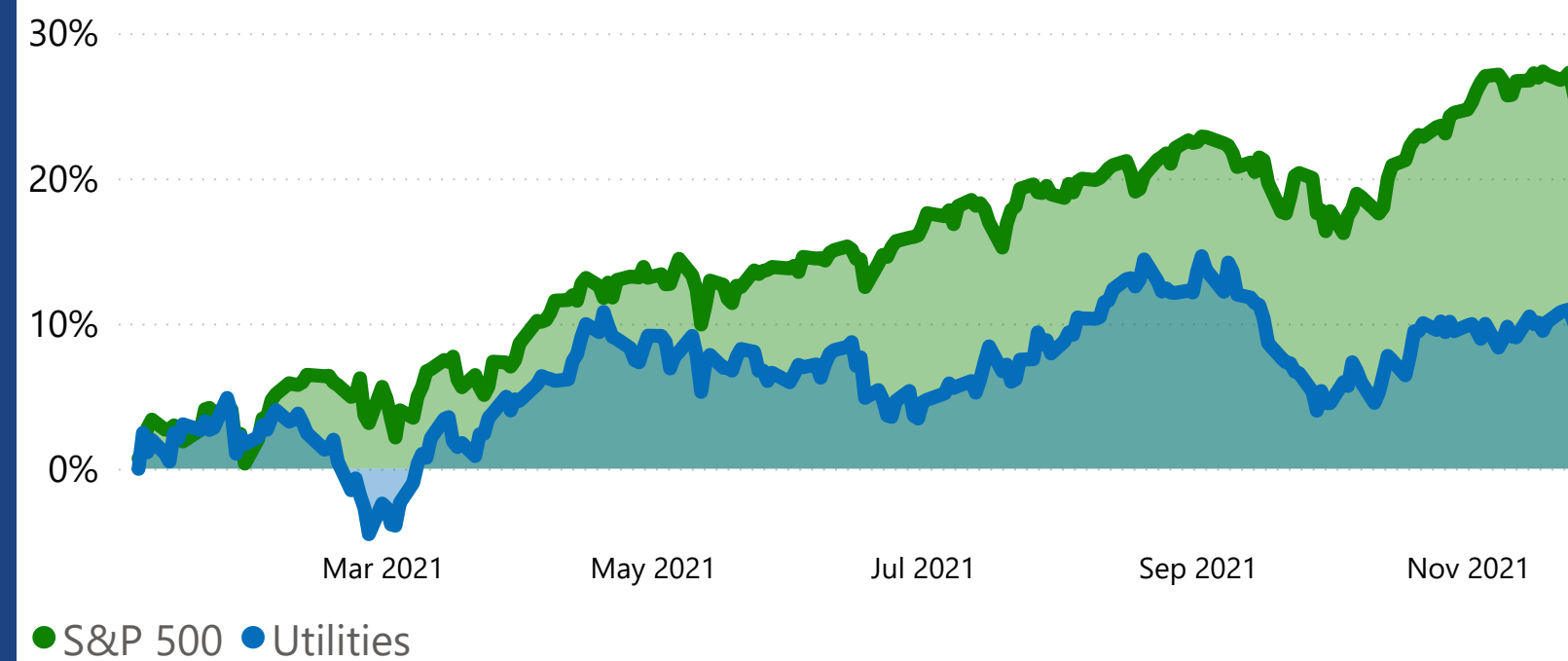
- China announced to ease its measures against iron ore and steel, which caused US steel and Iron Ore names, United States Steel (X) and Nucor Corp (NUE), to increase.
- Bank of America upgraded price target of Royal Gold Incorporation (RGLD) from 108.75\$ to 125\$
- After Covid-19 Omicron news broke, gold miners performed well on Friday as investors invested more in safe heaven assets

STOCKS TO WATCH	TICKER	MARKET CAP	CLOSE	CHANGE	P/E	EV/EBITDA
Nucor Corp	NUE	33bn	113.98	1.00%	6.79	4.61
Royal Gold Inc	RGLD	7bn	102.32	-2.95%	26.58	12.89
United States Steel Corp	X	7bn	24.27	-1.02%	2.34	1.86
Yamana Gold Inc	AUY	4bn	4.07	-5.79%	14.43	4.93
Tronox Holdings Plc- A	TROX	4bn	23.57	1.42%	8.78	5.86

ETFs TO WATCH	TICKER	TOTAL ASSETS	CLOSE	CHANGE	YTD	Expense
VanEck Vectors Gold Miners	GDX	14bn	32.12	-4.60%	-16.59%	0.52%
Materials Select Sector	XLB	9bn	86.40	-2.16%	20.50%	0.12%
Vanguard Materials	VAW	4bn	188.87	-2.10%	21.23%	0.10%
SPDR S&P Metals & Mining	XME	2bn	42.90	-2.32%	27.49%	0.35%
Global X Silver Miners	SIL	1bn	37.84	-5.54%	-23.09%	0.65%

## Utilities

### Sector Comparison to S&P 500 Performance



**1.13** Market Cap (Trillions) **-0.80%** Weekly Change **20.70** P/E **13.10** EV/EBITDA

- Wells Fargo upgraded target price of SolarEdge technologies (SEDG) to 441\$ due to long potential long term benefits in coming from tailwinds in solar market
- Shares of Array Technologies (ARRY), which produces solar tracking systems, lost 8% after CEO announced that he plans to leave company at the end of 2022
- Ballard Power Systems (BLD) announced that company along with Caterpillar and Microsoft plans to create a hydrogen fuel based power system which provides reliable and sustainable backup power for data centers

STOCKS TO WATCH	TICKER	MARKET CAP	CLOSE	CHANGE	P/E	EV/EBITDA
Enphase Energy Inc	ENPH	33bn	247.42	-7.59%	79.99	68.56
Solaredge Technologies Inc	SEDG	18bn	341.44	-6.49%	50.39	35.85
First Solar Inc	FSLR	11bn	105.92	-2.26%	55.14	17.78
Ballard Power Systems Inc	BLDP	5bn	15.33	-5.78%		
Array Technologies Inc	ARRY	3bn	22.72	-8.13%	33.27	16.10

ETFs TO WATCH	TICKER	TOTAL ASSETS	CLOSE	CHANGE	YTD	Expense
Utilities Select Sector	XLU	12bn	66.76	-0.80%	9.23%	0.12%
Global X US Infrastructure Dev	PAVE	5bn	28.11	-2.06%	34.43%	0.47%
Vanguard Utilities	VPU	5bn	146.18	-0.90%	9.13%	0.10%
iShares Global Infrastructure	IGF	3bn	45.82	-1.65%	5.60%	0.46%



Week Ahead



Monday

Tuesday

Wednesday

Thursday

Friday

Economic Calendar

November 29, 2021	Monday
1:00pm - 2:00pm	IT:PPI
1:30pm - 2:30pm	UK:M4 Money Supply
2:00pm - 3:00pm	EZ:EC Economic Sentiment
5:00pm - 6:00pm	DE:CPI
5:30pm - 6:30pm	CA:Industrial Product Price Index
7:00pm - 8:00pm	US:Pending Home Sales Index
7:30pm - 8:30pm	US:Dallas Fed Manufacturing Survey
8:30pm - 9:30pm	US:3-Month Bill Auction
8:30pm - 9:30pm	US:6-Month Bill Auction

November 30, 2021	Tuesday
3:00am - 4:00am	KR:Industrial Production
3:00am - 4:00am	KR:Retail Sales
3:30am - 4:30am	JP:Unemployment Rate
3:50am - 4:50am	JP:Industrial Production
5:00am - 6:00am	CN:CFLP Manufacturing PMI
11:45am - 12:45pm	FR:Consumer Mfgd Goods Consumption
11:45am - 12:45pm	FR:CPI
11:45am - 12:45pm	FR:GDP
11:45am - 12:45pm	FR:PPI
12:00pm - 1:00pm	CH:KOF Swiss Leading Indicator
12:55pm - 1:55pm	DE:Unemployment Rate
1:00pm - 2:00pm	IT:GDP
2:00pm - 3:00pm	EZ:HICP Flash
2:00pm - 3:00pm	IT:CPI

December 1, 2021	Wednesday
12:00am - 1:00am	US:Farm Prices
4:00am - 5:00am	KR:External Trade
4:30am - 5:30am	AU:GDP
4:30am - 5:30am	JP:PMI Manufacturing Final
4:30am - 5:30am	KR:PMI Manufacturing
5:45am - 6:45am	CN:PMI Manufacturing
9:00am - 10:00am	IN:PMI Manufacturing
11:00am - 12:00pm	DE:Retail Sales
11:30am - 12:30pm	CH:CPI
12:30pm - 1:30pm	CH:SVME PMI
12:50pm - 1:50pm	FR:PMI Manufacturing Final
12:55pm - 1:55pm	DE:PMI Manufacturing Final
1:00pm - 2:00pm	EZ:PMI Manufacturing Final
1:30pm - 2:30pm	UK:PMI Manufacturing Final

December 2, 2021	Thursday
3:00am - 4:00am	KR:CPI
3:00am - 4:00am	KR:GDP
4:30am - 5:30am	AU:Goods and Services Trade
11:30am - 12:30pm	CH:Retail Sales
2:00pm - 3:00pm	EZ:PPI
4:30pm - 5:30pm	US:Challenger Job-Cut Report
5:30pm - 6:30pm	US:Jobless Claims
7:30pm - 8:30pm	US:EIA Natural Gas Report
8:00pm - 9:00pm	US:10-Yr Note Announcement
8:00pm - 9:00pm	US:3-Month Bill Announcement
8:00pm - 9:00pm	US:3-Yr Note Announcement
8:00pm - 9:00pm	US:30-Yr Bond Announcement
8:00pm - 9:00pm	US:6-Month Bill Announcement
8:30pm - 9:30pm	US:4-Week Bill Auction

December 3, 2021	Friday
1:30am - 2:30am	US:Fed Balance Sheet
4:30am - 5:30am	HK:PMI
4:30am - 5:30am	JP:PMI Composite Final
4:30am - 5:30am	SG:PMI
5:45am - 6:45am	CN:PMI Composite
9:00am - 10:00am	IN:PMI Composite
11:45am - 12:45pm	FR:Industrial Production
12:50pm - 1:50pm	FR:PMI Composite Final
12:55pm - 1:55pm	DE:PMI Composite Final
1:00pm - 2:00pm	EZ:PMI Composite Final
1:30pm - 2:30pm	UK:PMI Composite Final
2:00pm - 3:00pm	EZ:Retail Sales
5:30pm - 6:30pm	US:Employment Situation

Corporate Actions Calendar

Ticker	Type	Time	Maket Cap
LI	Earnings	Pre Market	34bn
KT	Earnings	Not Supplied	6bn
ANAT	Earnings	Not Supplied	5bn
KFY	Earnings	Not Supplied	4bn
GBDC	Earnings	After Hours	3bn
LWLG	Earnings	Not Supplied	1bn
FRO	Earnings	Pre Market	1bn
SNEX	Earnings	After Hours	1bn
GGAL	Earnings	Not Supplied	1bn
PTNR	Earnings	Pre Market	1bn
ARCE	Earnings	After Hours	1bn
BMA	Earnings	Not Supplied	1bn
NVGS	Earnings	After Hours	1bn

Ticker	Type	Time	Maket Cap
CRM	Earnings	After Hours	283bn
BHP	Earnings	Not Supplied	140bn
BNS	Earnings	Pre Market	80bn
ZS	Earnings	After Hours	48bn
GFS	Earnings	After Hours	37bn
NTAP	Earnings	After Hours	20bn
HPE	Earnings	After Hours	19bn
ACH	Earnings	Not Supplied	9bn
INFA	Earnings	Pre Market	9bn
AMBA	Earnings	After Hours	7bn
EDU	Earnings	Not Supplied	4bn
BOX	Earnings	After Hours	4bn

Ticker	Type	Time	Maket Cap
RY	Earnings	Pre Market	149bn
SNOW	Earnings	After Hours	107bn
STLA	Earnings	Not Supplied	59bn
SNPS	Earnings	After Hours	53bn
CRWD	Earnings	After Hours	53bn
VEEV	Earnings	After Hours	45bn
OKTA	Earnings	After Hours	34bn
TLK	Earnings	Not Supplied	26bn
SPLK	Earnings	After Hours	20bn
ESTC	Earnings	After Hours	14bn
FIVE	Earnings	After Hours	12bn
PVH	Earnings	After Hours	8bn
NCNO	Earnings	After Hours	6bn
AI	Earnings	After Hours	4bn

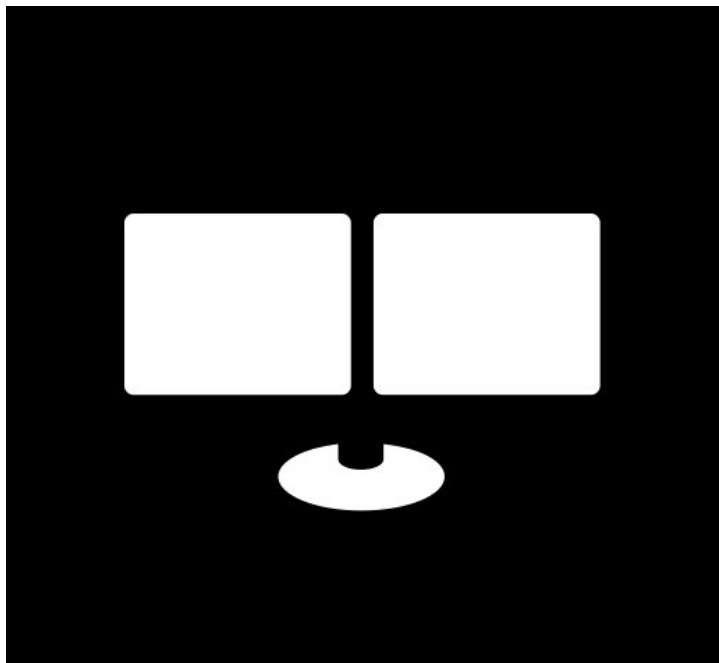
Ticker	Type	Time	Maket Cap
TD	Earnings	Pre Market	138bn
MRVL	Earnings	After Hours	61bn
CM	Earnings	Not Supplied	53bn
DG	Earnings	Pre Market	52bn
DOCU	Earnings	After Hours	48bn
KR	Earnings	Pre Market	32bn
ULTA	Earnings	After Hours	22bn
ASAN	Earnings	After Hours	20bn
COO	Earnings	After Hours	19bn
EBR	Earnings	Not Supplied	9bn
EVO	Earnings	Not Supplied	8bn
SMAR	Earnings	After Hours	8bn
BEPC	Earnings	Not Supplied	6bn
SID	Earnings	Not Supplied	6bn

Ticker	Type	Time	Maket Cap
BMO	Earnings	Pre Market	72bn
BIG	Earnings	Pre Market	1bn
HIBB	Earnings	Pre Market	1bn
DOLE	Earnings	Pre Market	1bn
GCO	Earnings	Pre Market	1bn

- This publication (the “Publication”) has been prepared and distributed by TBC Capital LLC (“TBC Capital”) member of TBC Bank Group PLC (“Group”) for informational purposes only and independently of the respective companies mentioned herein.
- TBC Capital is operating and performing its professional services on the territory of Georgia and is duly authorized to prepare and distribute this Publication on the territory of Georgia.
- Nothing in this Publication shall constitute an offer or invitation to treat to solicit buying or selling or subscribing any assets and/or securities and nothing herein shall form the basis of any contract or commitment whatsoever or shall be considered as a recommendation to take any such actions.
- Since distribution of this Publication may be restricted by law in certain jurisdictions, persons into whose possession this Publication comes are required by TBC Capital to inform themselves about and to observe any and all restrictions applicable to them.
- As this Publication is not directed to or intended for distribution, directly or indirectly, to or use by any person or entity in any jurisdiction where such distribution, publication, availability or use would be contrary to the applicable law or which would require any registration or licensing within such jurisdiction, neither TBC Capital nor any member of the Group nor any of their respective director(s), partner(s), employee(s), affiliates, adviser(s) or agent(s) (“Representatives”) accept any direct or indirect liability to any person in relation to the publication, distribution or possession of this Publication in or from any jurisdiction.
- This Publication is not intended to provide any investment, business, tax and/or legal advice, and credit or any other evaluation. Recipients of this Publication are strongly required to make their own independent investigation and detailed appraisal of the matters discussed herein. Any investment decision should be made at the investor's sole discretion and consideration. Any and all information contained in this Publication is subject to change without notice, and neither TBC Capital nor any member of the Group nor any of their Representatives are under any obligation to update or keep information contained in this Publication.
- Distribution of this Publication, at any time, does not imply that information herein is correct, accurate and/or complete as of any time after its preparation date or that there has been no change in business, financial condition, prospects, credit worthiness, status or affairs of the respective companies or anyone else since that date. Accordingly, this Publication should not be considered as a complete description of the markets, industries and/or companies referred to herein and no reliance should be placed on it. TBC Capital does not undertake to update this Publication or to correct any inaccuracies therein which may become apparent.
- The Publication may include forward-looking statements, but not limited to, statements as to future operating results. Any “forward-looking statements”, which include all statements other than statements of historical facts, involve known and unknown risks, uncertainties and other important factors beyond TBC Capital’s control that could cause the actual results, performance or achievements to be materially different from future results, performance or achievements expressed or implied by such forward-looking statements. Such forward-looking statements are based on numerous assumptions regarding present and future business strategies and the environment operating in the future. By their nature, forward-looking statements involve risks and uncertainties because they relate to events and depend on circumstances that may or may not occur in the future. No assurances can be given that the forward-looking statements in this document will be realized. TBC Capital does not intend to update such forward-looking statements.
- Opinions, forecasts, estimates and/or statements relating to expectations regarding future events or the possible future performance of investments represent TBC Capital’s own assessment and interpretation of information available to it currently from third party sources. Information obtained from the third party sources believed to be reliable, but that there is no guarantee of the accuracy and/or completeness of such information.
- TBC Capital does and seeks to do and any member of the Group may or seek to do business with companies covered in this Publication. Thus, investors should be aware that TBC Capital may have a potential conflict of interest that could affect the objectivity of the information contained in this Publication.
- This Publication may not be reproduced, redistributed or published, in whole or in part, in any form for any purpose, without the written permission of TBC Capital, and neither TBC Capital nor any member of the Group nor any of their Representatives accept any liability whatsoever for the actions of third parties in this respect.
- TBC Capital makes no expressed or implied representation or warranty of usefulness in predicting the future performance or in estimating the current or future value of any security or asset, and expressly disclaims all warranties of merchantability or fitness for a particular purpose or use with respect to any data included in this Publication.
- Without limiting any of the foregoing and to the extent permitted by law, TBC Capital or any member of the Group or any of their Representatives expressly disclaim all liability whatsoever (in negligence or otherwise) for any loss or damages however arising, directly or indirectly, from any use of this Publication or its contents (including without limitation to the accuracy and/or completeness of information therein) or otherwise arising in connection with this Publication or for any act or failure to act by any party on the basis of this Publication.



Source Name	Web Address
Bloomberg, Bloomberg Terminal	<a href="https://www.bloomberg.com/">https://www.bloomberg.com/</a>
CNBC	<a href="https://www.cnbc.com/world/?region=world">https://www.cnbc.com/world/?region=world</a>
Fidelity	<a href="https://www.fidelity.com/">https://www.fidelity.com/</a>
Real Investment Advisors	<a href="https://realinvestmentadvice.com/">https://realinvestmentadvice.com/</a>
Reuters	<a href="https://www.reuters.com/">https://www.reuters.com/</a>
Seeking Alpha	<a href="https://seekingalpha.com/">https://seekingalpha.com/</a>
Zero Hedge	<a href="https://www.zerohedge.com/">https://www.zerohedge.com/</a>





# TBC CAPITAL

## Brokerage Team

Mary Chachanidze, CFA

Tornike Mchedlishvili, CFA

Nina Sandler

Tatia Dzaptashvili

Rati Kalandarishvili

Sandro Tchanturidze

