

## Macro Roundup Article

**Headline:** [S&P500; and Fed QE Highly Correlated](#)

**Article Link:** <https://apolloacademy.com/sp500-and-fed-qe-highly-correlated/>

Author(s)	Torsten Sløk
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**Tweet:** Torsten Sløk @apolloglobal notes a high correlation between Fed net QE and the S&P500.; He suggests that Fed liquidity provided through the Bank Term Funding Programs has been a crucial driver of the stock market.

**Summary:** Since SVB collapsed, the Fed has been adding liquidity, and the S&P500 is up more than 10%. The high correlation between Fed net QE and the S&P500 seen in the chart below suggests that Fed liquidity is a crucial driver of the stock market. With the Fed turning more hawkish and continuing QT, the downside risks to equities are growing.

**Primary Topic:** Financial Markets

**Topics:** Financial Markets, GDP, Monetary Policy, Op-Ed/Blog Post, Weekly

**Permalink:** <https://www.edwardconard.com/macro-roundup/torsten-slok-apolloglobal-notes-a-high-correlation-between-fed-net-qe-and-the-sp500-he-suggests-that-fed-liquidity-provided-through-the-bank-term-funding-programs-has-been-a-crucial-driver-of-the-s?view=detail>

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