



UBS Investment Bank

Sales and Trading Commentary

Not a product of the UBS
Research department

Market Internal Dynamics Update

March 9, 2020

For Broker/Dealer and Qualified Institutional Buyer (QIB) Use Only.

Presentation Not Approved for Retail Investors.

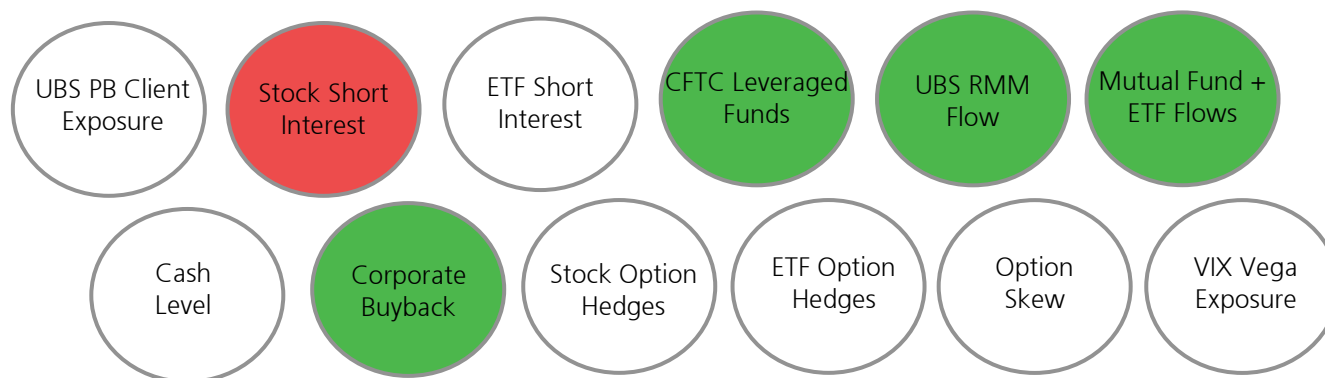
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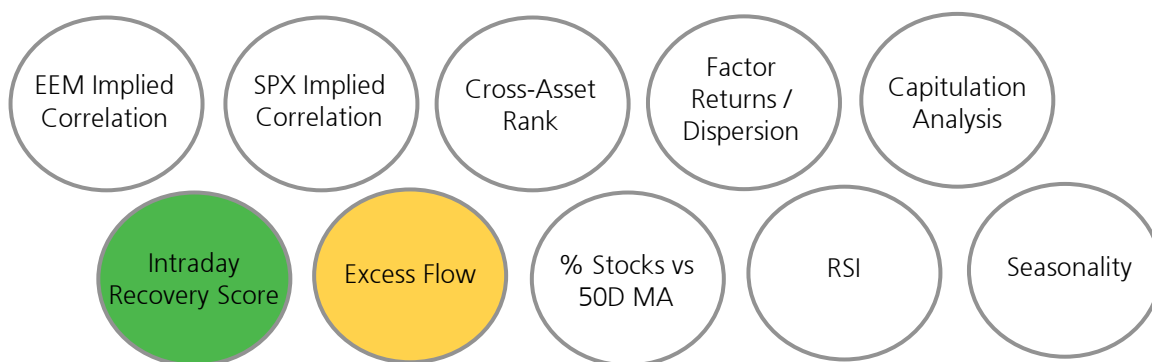


Key Players to watch: Multi-Asset, Retail Investors & Systematic Strategies

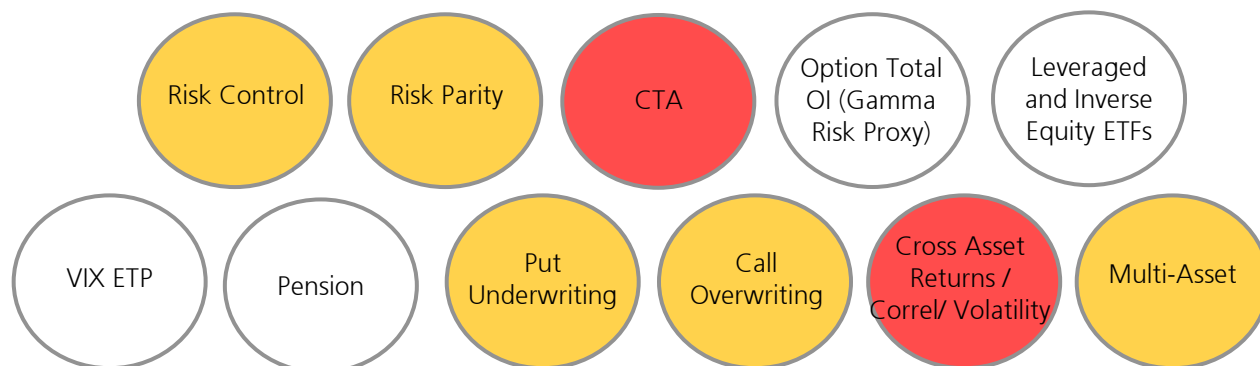
Positioning & Flow



Market Signals



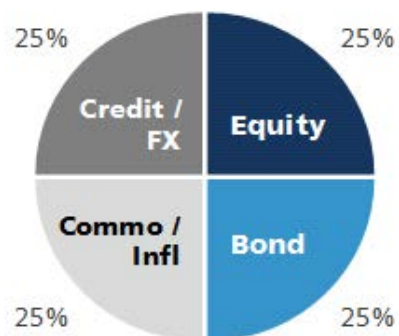
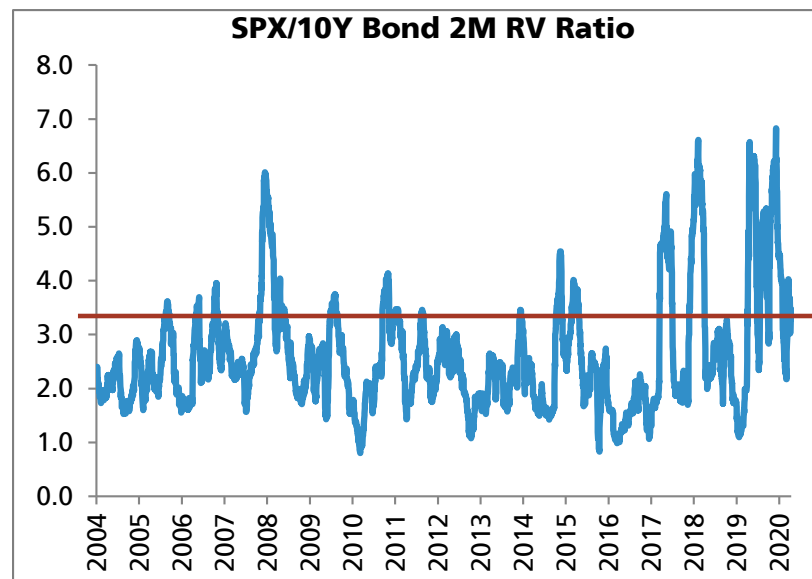
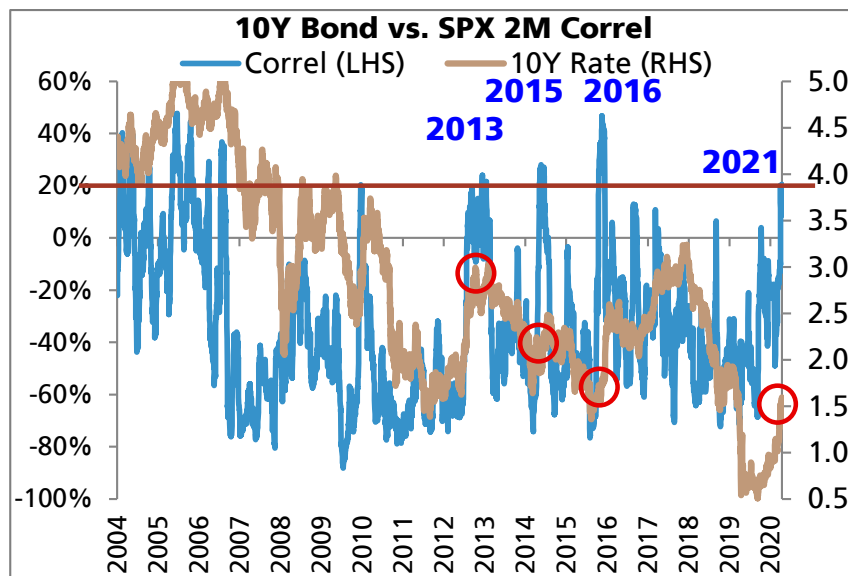
Systematic/Rule Based Rebalancing



Systematic / Rule-Based Rebalancing

Positive Eq/Bond Correl – Medium Term Bearish Bonds, Bullish Equities

- 10Y Bond vs. SPX 2M correlation has turned positive since 2/25 (highest since Sep-Nov 2016)
- SPX/10Y Bond 2M RV Ratio ~3.0-3.5x (54%-tile vs 3Y)



Target Risk Weight

- **Risk Parity Fund Target 1**: Maintain target portfolio volatility => Portfolio unwind
- **Risk Parity Fund Target 2**: Maintain equal risk contribution => Asset allocation

Similar Positive Correlation Periods

- **8 times since 2005 w/ Correl >= 20%:** TLT, SPY, GLD 4M Lo/Hi Median @ **-7.3%/+1.1%**, **-2.6%/+4.8%**, **-4.9%/+8.3%**
- **High correl + 10Y rate < 2.5%:** Jun-Dec '13, Mar-Jun '15 and Sep-Nov '16: TLT, SPY, GLD Next 4M Lo/Hi Avg @ **-10.7%/+1.5%**, **-1.3%/+6.5%**, **-8.8%/+4.4%**

Asset Returns after 2M Correl turned positive (& rising correl) since 2005

Beg Date	End Date	# of Dys	Beg 2M Correl	Max 2M Correl	Beg 10Y Rate	Max 10Y Rate	TLT 1D	TLT 1W	TLT 1M	TLT 2M	TLT 3M	TLT 4M	TLT Next Ret (vs Beg Date)	4M Range Min	4M Range Max
2/25/21	3/8/21		20%		1.52	1.60	-1.6%	-0.4%							
Median when correl >= 20%							-0.8%	-0.5%	-2.1%	-4.5%	-5.5%	-5.9%		-7.3%	1.1%
3/20/06	11/29/06	255	2%	48%	4.66	5.24	0.2%	-0.3%	-4.8%	-6.8%	-3.6%	-5.2%		-7.1%	0.1%
9/9/16	11/7/16	60	17%	47%	1.67	1.85	-1.6%	-0.6%	-1.2%	-2.8%	-11.7%	-12.1%		-13.8%	2.4%
6/7/07	7/25/07	49	12%	37%	5.13	5.29	-1.8%	-0.9%	-0.1%	4.1%	5.9%	5.5%		-1.8%	8.5%
6/27/05	9/20/05	86	2%	32%	3.90	4.42	0.3%	-2.4%	-3.6%	-3.1%	-4.5%	-6.7%		-6.7%	0.1%
12/29/06	2/26/07	60	2%	29%	4.70	4.89	-0.1%	0.9%	-1.7%	0.5%	0.4%	-0.3%		-1.9%	2.4%
3/26/15	6/3/15	70	1%	28%	1.99	2.36	-1.6%	1.0%	-0.9%	-7.0%	-9.2%	-8.8%		-11.0%	2.1%
6/20/13	12/17/13	181	0%	24%	2.41	2.99	-1.6%	-0.5%	-2.5%	-5.9%	-6.5%	-4.3%		-7.4%	0.2%
11/4/10	11/30/10	27	3%	20%	2.49	2.96	0.8%	-3.4%	-4.1%	-6.6%	-8.3%	-8.0%		-11.5%	0.0%

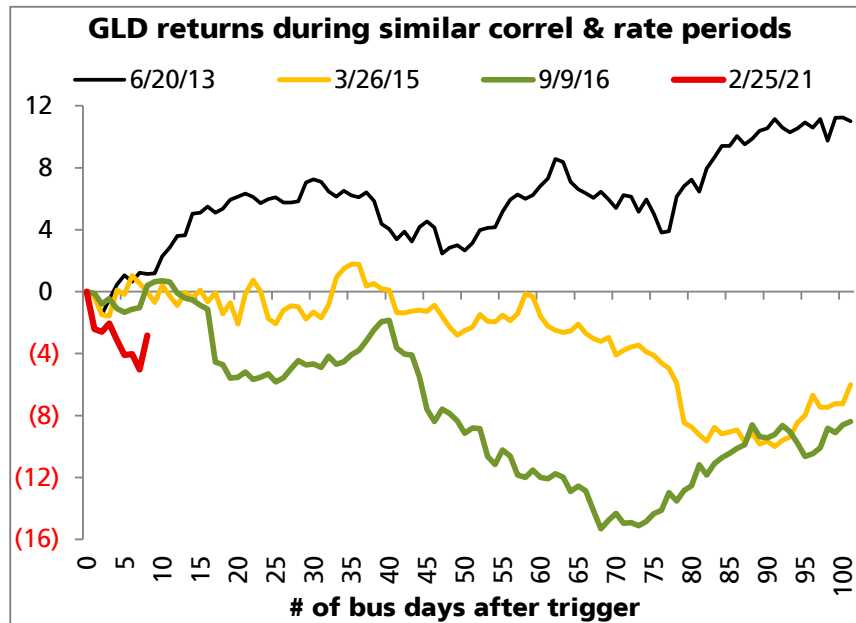
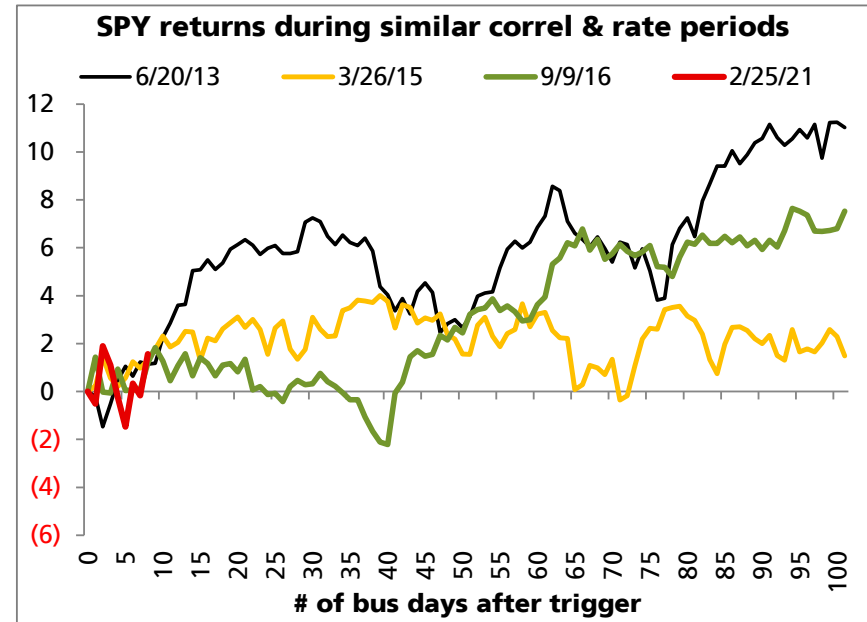
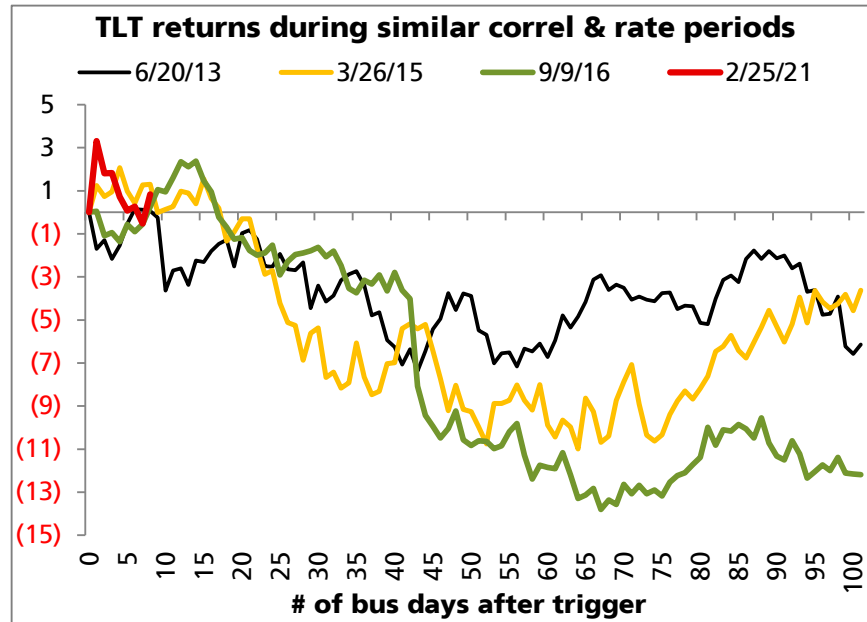
SPY 1D	SPY 1W	SPY 1M	SPY 2M	SPY 3M	SPY 4M	SPY Next Ret (vs Beg Date)	4M Range Min	4M Range Max
-2.4%	0.3%							
-0.3%	0.3%	1.4%	2.7%	3.2%	4.1%		-2.6%	4.8%
-0.2%	-0.3%	-1.3%	-0.7%	-4.9%	-2.7%		-6.0%	1.7%
-2.4%	0.0%	0.8%	-2.2%	3.0%	4.8%		-2.2%	6.8%
-1.8%	2.5%	2.1%	-1.0%	-2.0%	2.7%		-5.4%	4.0%
0.1%	1.1%	3.4%	2.8%	3.3%	0.0%		-1.4%	4.7%
-0.4%	-0.8%	0.4%	2.6%	1.2%	4.9%		-3.0%	4.9%
-0.2%	0.6%	2.9%	4.0%	3.7%	3.4%		-0.4%	4.0%
-2.5%	1.1%	5.9%	4.4%	6.0%	6.1%		-1.5%	8.6%
1.9%	-0.5%	0.2%	2.8%	6.3%	7.1%		-3.4%	10.0%

GLD 1D	GLD 1W	GLD 1M	GLD 2M	GLD 3M	GLD 4M	GLD Next Ret (vs Beg Date)	4M Range Min	4M Range Max
-1.9%	-1.2%							
0.1%	-1.2%	-0.7%	0.9%	1.9%	4.1%		-4.9%	8.3%
0.1%	2.2%	10.7%	22.2%	8.8%	12.4%		-0.9%	28.9%
-0.7%	-1.3%	-5.5%	-1.9%	-11.5%	-13.5%		-15.3%	0.7%
-1.7%	-1.0%	-1.3%	1.0%	0.8%	11.4%		-2.5%	11.4%
0.0%	-3.7%	-3.2%	-0.5%	5.3%	7.6%		-4.6%	7.9%
0.5%	-4.8%	1.4%	7.1%	3.1%	8.7%		-4.8%	8.7%
0.7%	-0.2%	-0.7%	0.2%	-0.1%	-5.0%		-5.0%	1.8%
-5.4%	-6.2%	0.3%	6.5%	3.3%	0.5%		-6.2%	10.6%
3.4%	1.2%	-0.6%	0.7%	-6.0%	0.3%		-6.0%	2.3%

Cross-Asset Drawdowns

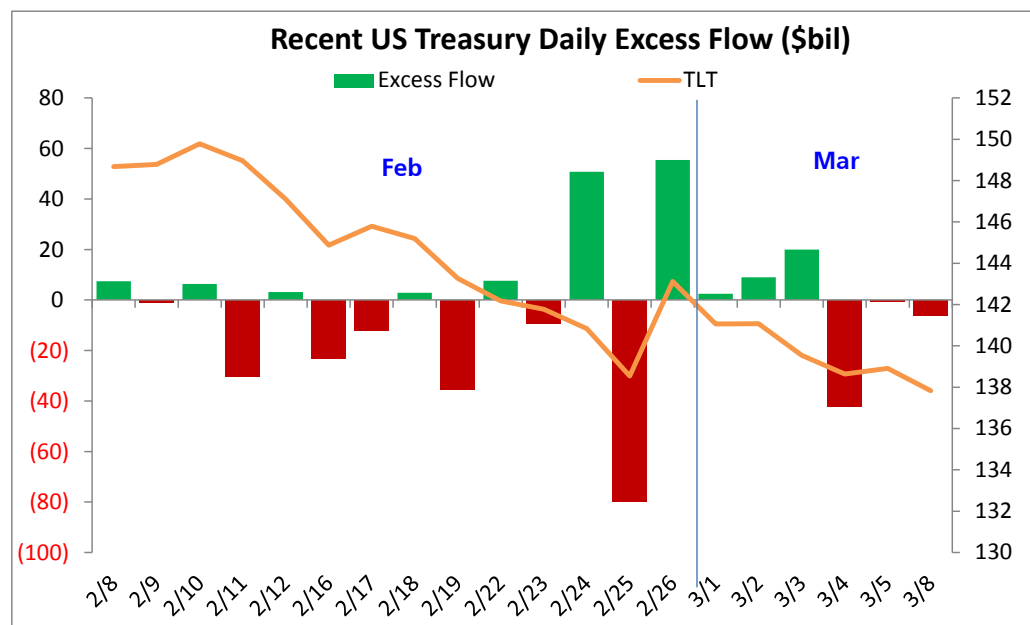
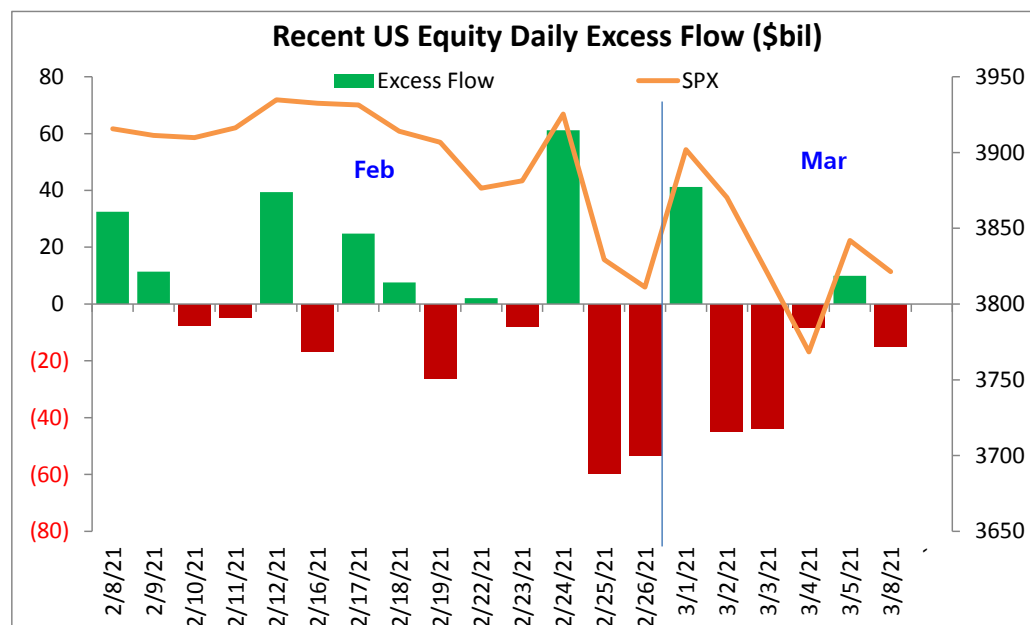
End Date	Total # Assets Median Ret		UBS Risk Parity Assets														
			Equities			Gov't Bonds				Commodities / Inflation-Linked				Credit / Carry			
	Assets	Median Ret	S&P 500	MSCI EAFE	MSCI EM	US Treasury	Euro Bund	Japan JGB	EM Sov	US Inflat'n	BBG Agri	BBG Energy	BBG Metals	EM FX	Inv Gr Bonds	HYG	EM Corp Bonds
2/16/21	11	-0.23%	-0.06%	1.31%	0.93%	-0.72%	-0.66%	-0.12%	-0.87%	-0.40%	1.75%	2.01%	-0.23%	-0.27%	-0.57%	-0.16%	-0.28%
2/17/21	8	-0.03%	-0.03%	-1.03%	0.19%	0.09%	0.14%	-0.18%	-0.26%	-0.05%	-0.32%	1.40%	-0.48%	0.03%	0.22%	-0.03%	0.36%
2/18/21	10	-0.11%	-0.44%	-0.52%	-1.37%	-0.01%	-0.20%	0.05%	0.14%	-0.41%	0.30%	-0.88%	0.78%	-0.07%	0.09%	-0.14%	-0.11%
2/19/21	10	-0.19%	-0.19%	0.47%	0.34%	-0.42%	-0.29%	-0.09%	-0.28%	-0.45%	-0.04%	-0.82%	1.15%	0.12%	-0.55%	0.01%	-0.23%
2/22/21	9	-0.14%	-0.77%	0.05%	-2.26%	-0.14%	0.31%	-0.12%	-0.72%	0.06%	1.36%	1.98%	1.59%	-0.24%	-0.56%	-0.31%	-0.49%
2/23/21	5	0.03%	0.13%	0.03%	0.04%	0.07%	-0.21%	0.00%	-0.13%	0.03%	0.48%	-0.41%	-0.40%	0.16%	-0.36%	0.24%	0.32%
2/24/21	7	0.01%	1.14%	-0.74%	-1.53%	-0.14%	-0.18%	0.01%	-0.01%	-0.10%	1.31%	1.26%	0.79%	0.19%	-0.08%	0.10%	0.09%
2/25/21	13	-0.93%	-2.45%	0.71%	0.51%	-1.36%	-0.56%	-0.17%	-0.74%	-1.21%	-0.98%	-0.03%	-0.53%	-1.84%	-0.93%	-0.95%	-0.95%
2/26/21	10	-0.35%	-0.48%	-2.90%	-3.22%	0.96%	0.20%	-0.19%	-0.35%	1.24%	-1.09%	-1.98%	-3.38%	-0.38%	0.65%	-0.30%	0.54%
3/1/21	5	0.14%	2.38%	1.37%	1.73%	-0.19%	0.67%	0.13%	0.47%	-0.25%	-0.95%	-0.77%	0.03%	0.14%	0.20%	0.76%	-0.24%
3/2/21	5	0.07%	-0.81%	0.03%	-0.21%	0.19%	0.07%	0.20%	0.06%	0.36%	0.72%	-0.48%	1.45%	0.14%	0.19%	-0.15%	-0.03%
3/3/21	11	-0.31%	-1.31%	0.28%	1.35%	-0.53%	-0.42%	0.05%	-0.31%	-0.23%	-0.74%	1.22%	-1.82%	-0.29%	-0.57%	-0.32%	-0.31%
3/4/21	13	-0.39%	-1.34%	-0.90%	-2.30%	-0.52%	0.19%	-0.12%	-0.36%	-0.39%	-0.17%	2.27%	-2.51%	-0.64%	-0.69%	-0.38%	-0.36%
3/5/21	8	-0.02%	1.95%	-1.37%	-0.52%	-0.14%	-0.16%	0.43%	-0.83%	0.04%	0.86%	2.28%	0.69%	-0.44%	-0.39%	0.30%	-0.02%
3/8/21	13	-0.54%	-0.54%	0.80%	-2.33%	-0.38%	-0.14%	-0.24%	-0.96%	-0.49%	0.07%	-1.34%	-0.44%	-0.96%	-0.64%	-0.73%	-0.90%

Positive Correl + Low Rate Periods Comparison

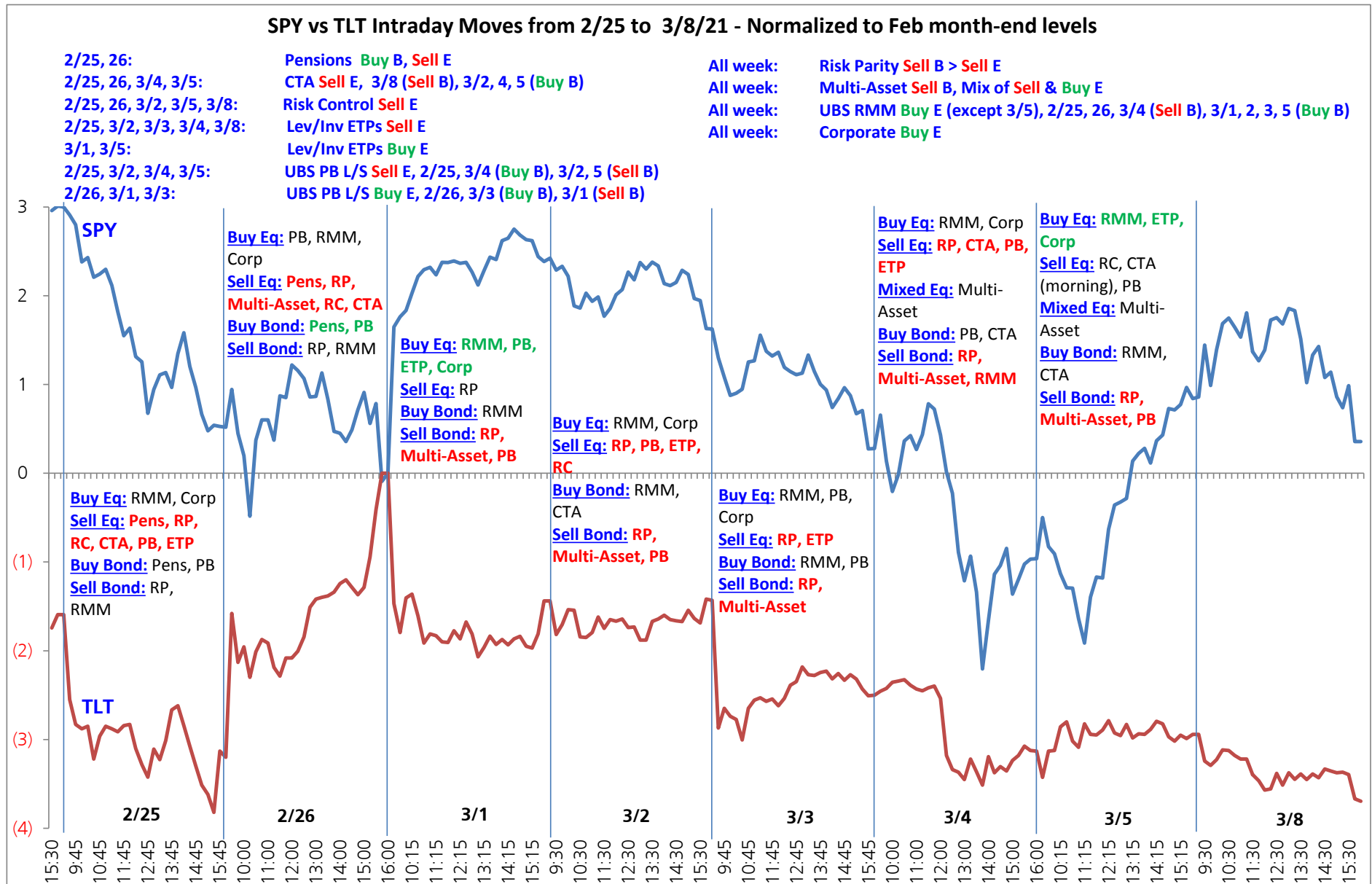


- Since 2/25/21, TLT **+0.8%**, SPY **+1.5%**, GLD **-3.0%** (as of 3/9 10:20a)
- Since 2/26/21 (post pension month-end rebal), TLT **-2.4%**, SPY **+2.1%**, GLD **-0.5%**

US Equity vs Treasury Excess Flows



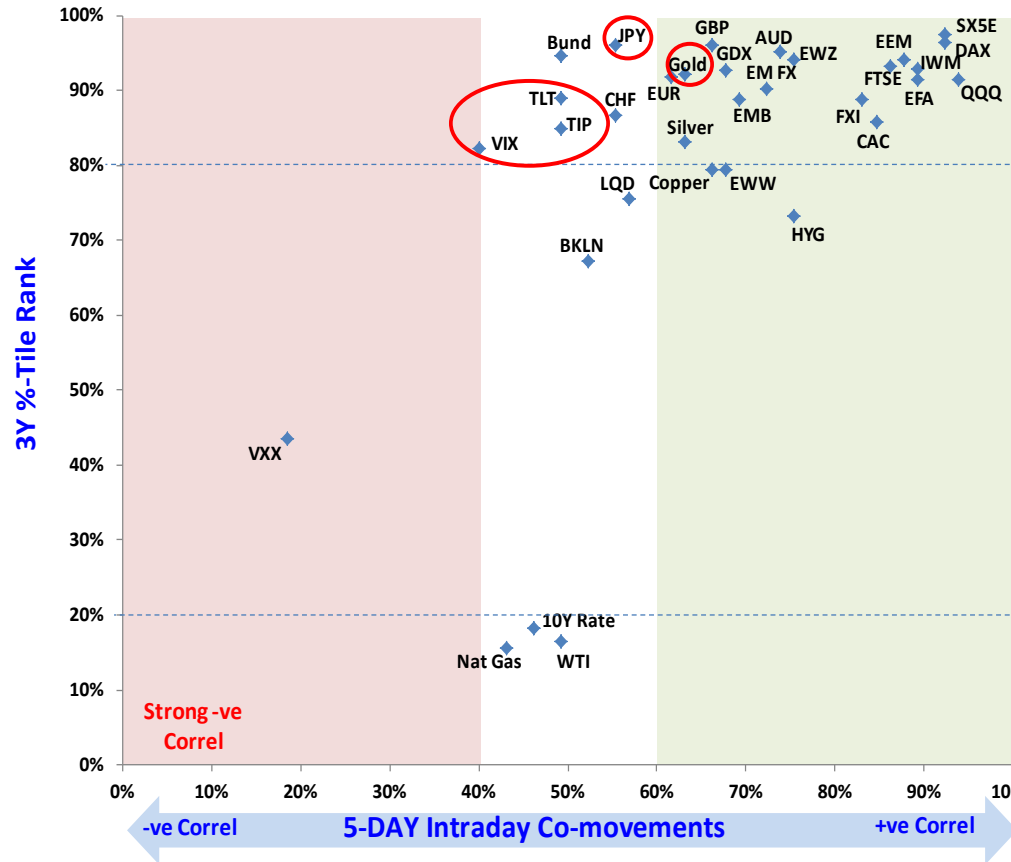
Key Equity & Bond Flow Drivers since 2/25



Cross-Asset Intraday Correlations: 2/25 – 3/4

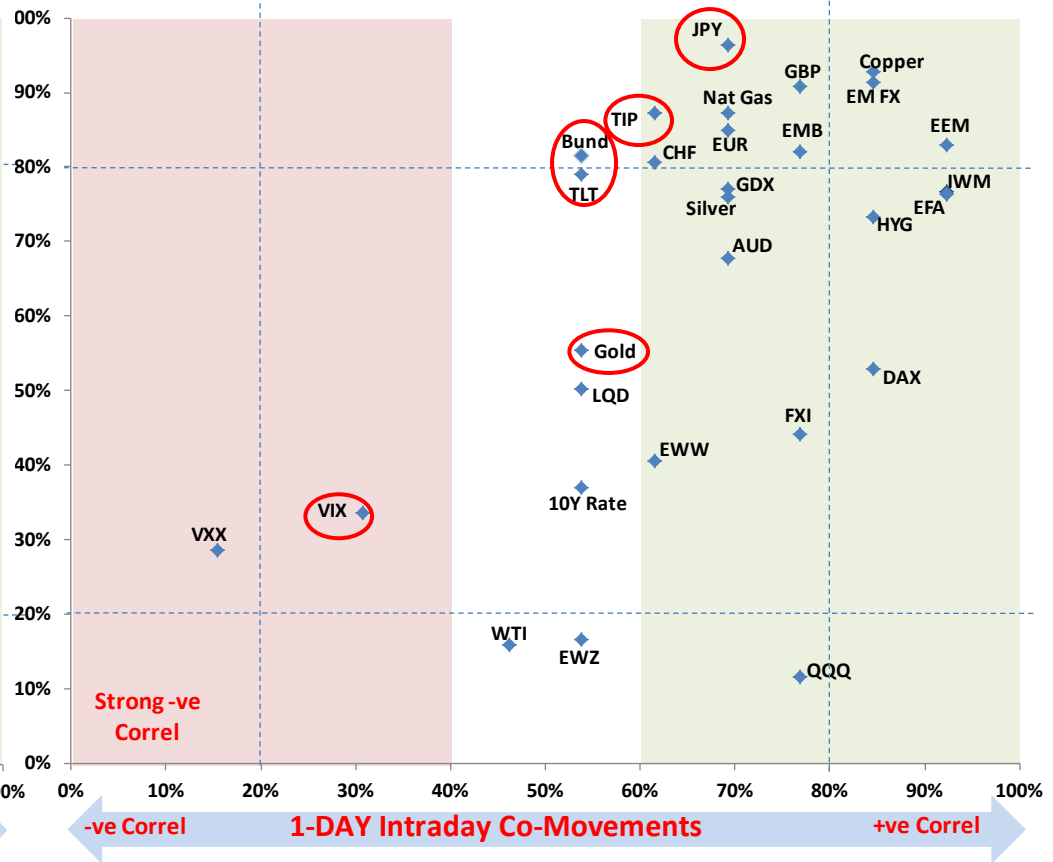
2/25 - 3/3: % of 30 Min Intraday Co-Movements w/ SPY

Strong +ve
Correl

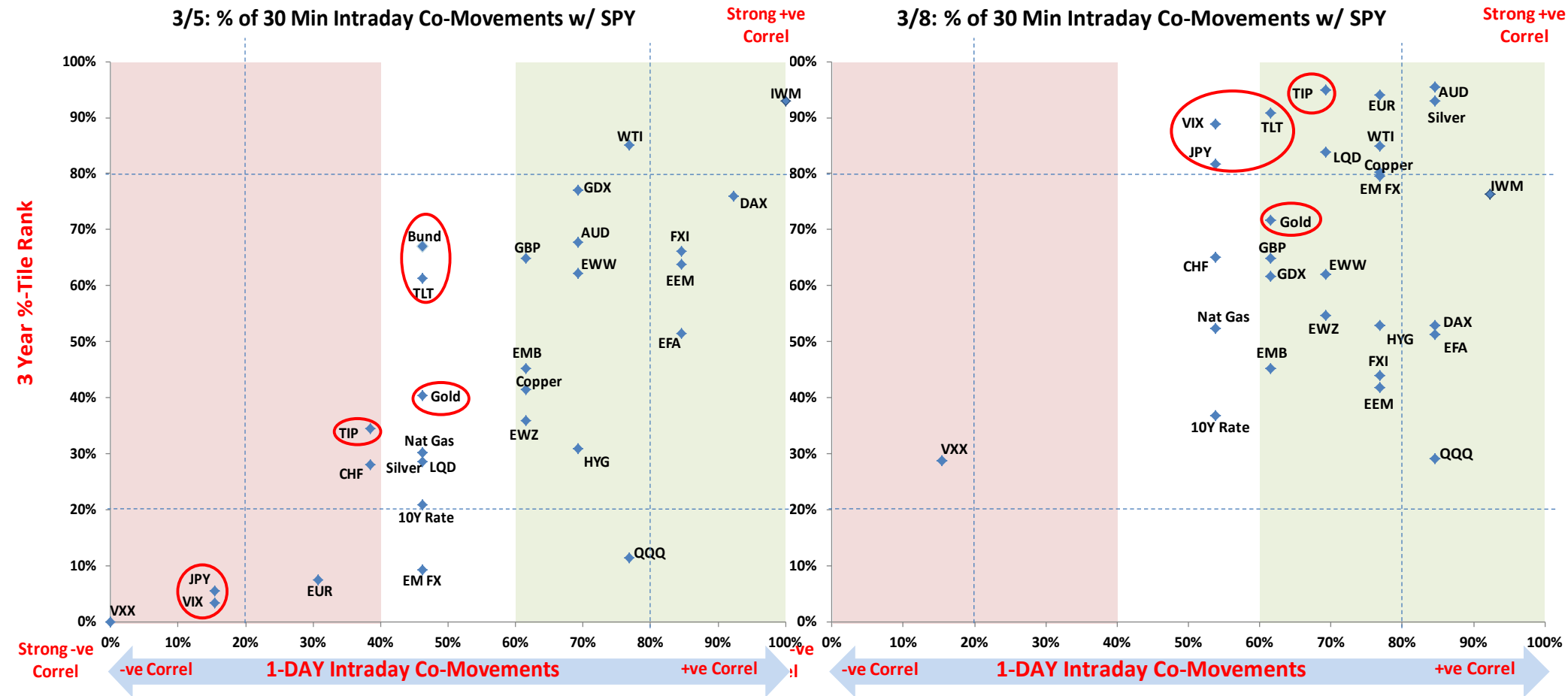


3/4: % of 30 Min Intraday Co-Movements w/ SPY

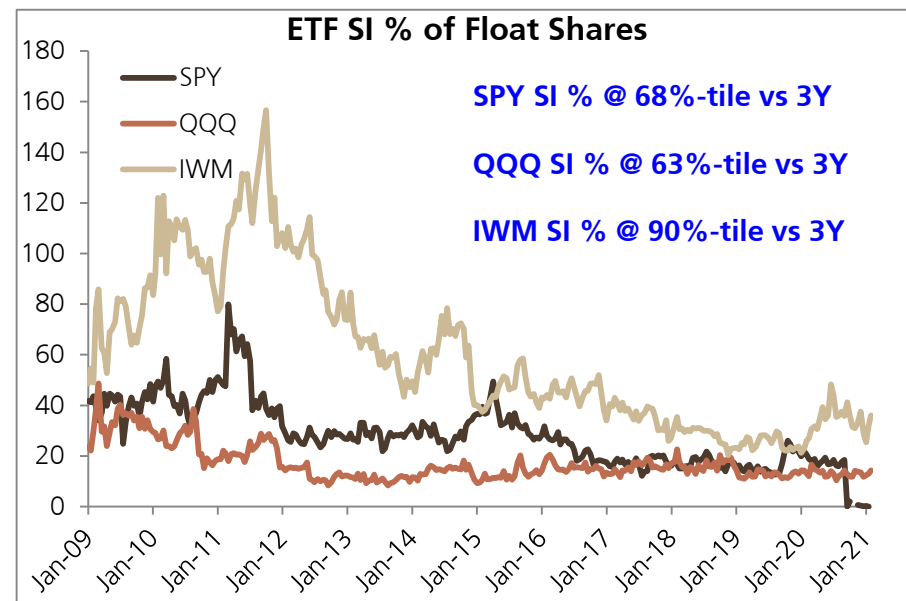
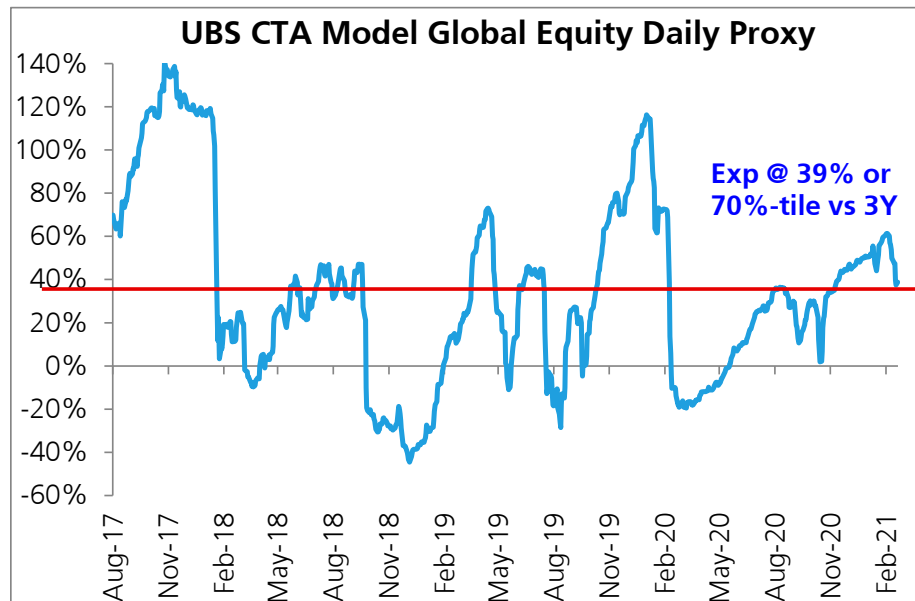
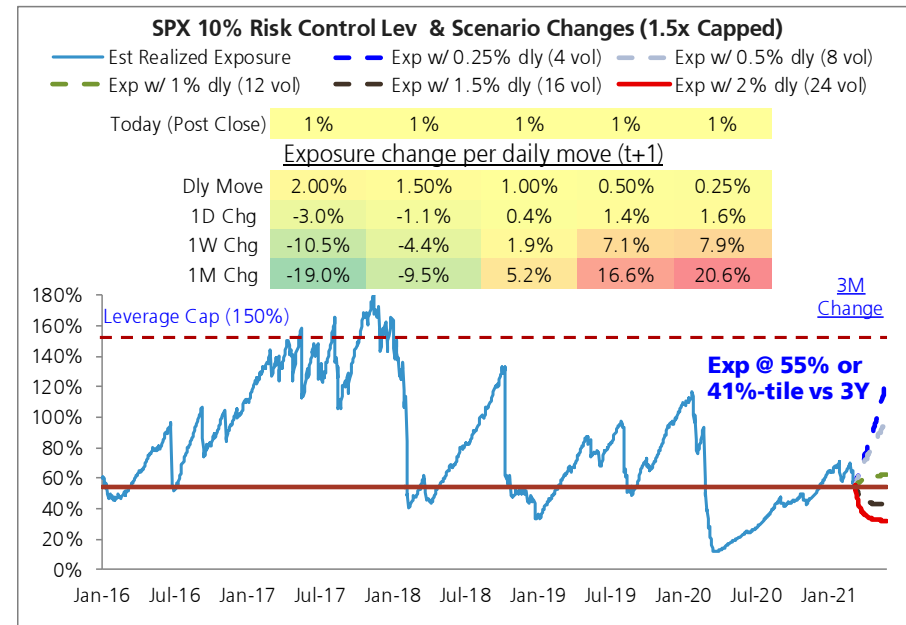
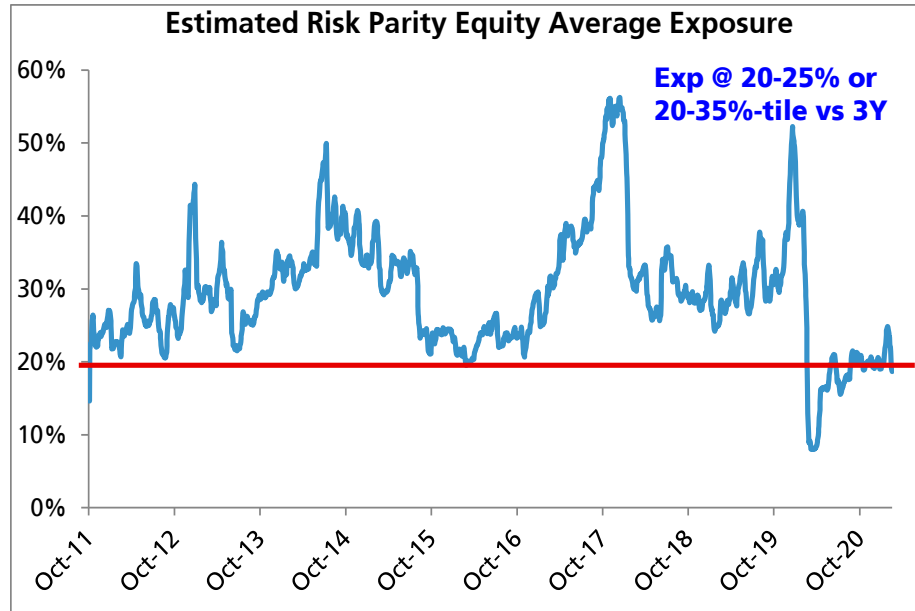
Strong +ve
Correl



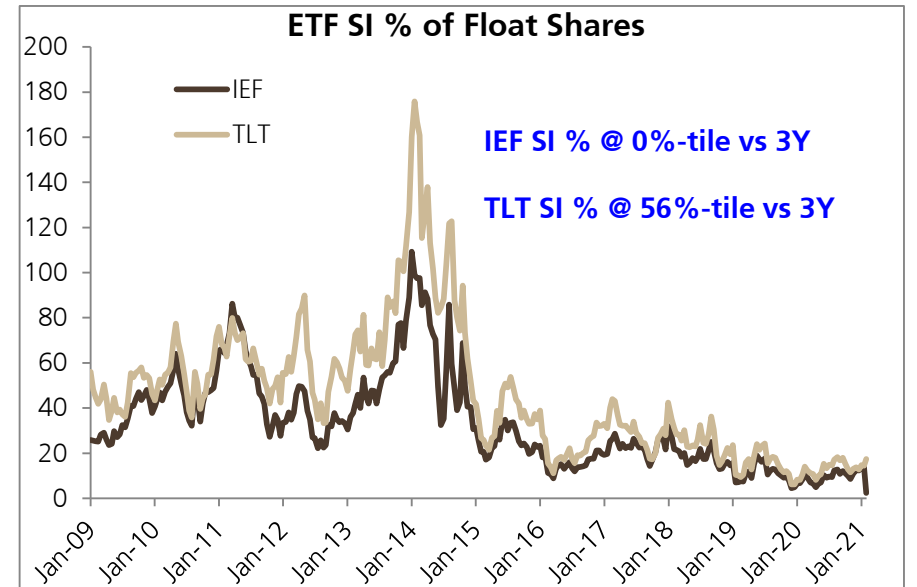
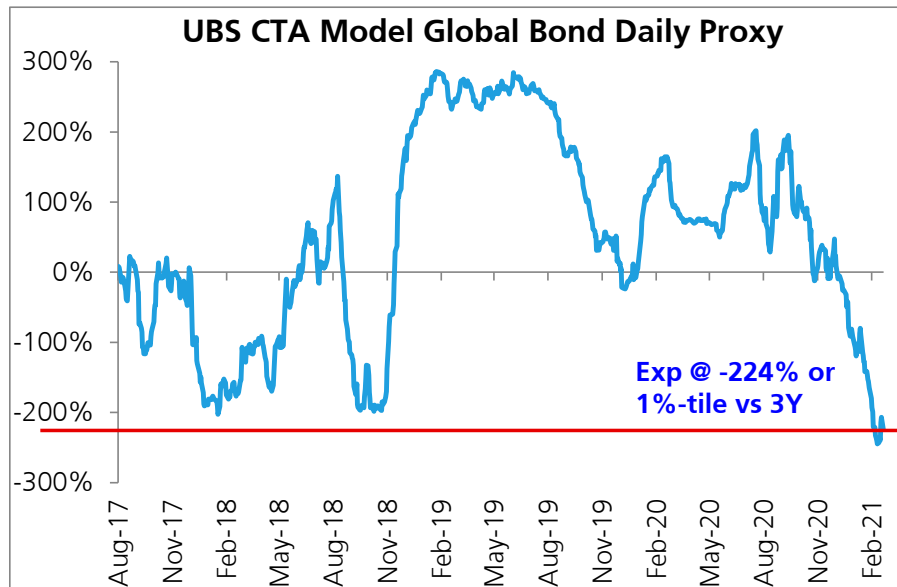
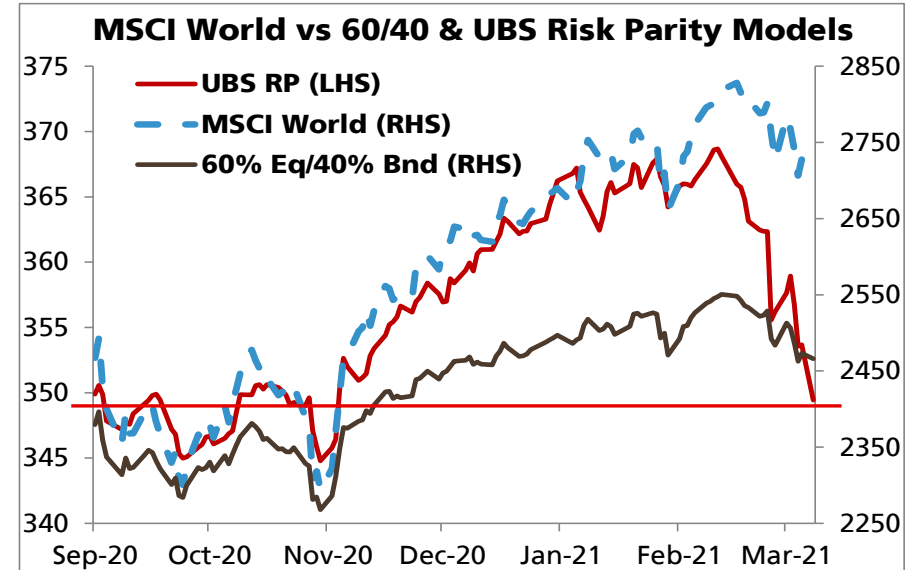
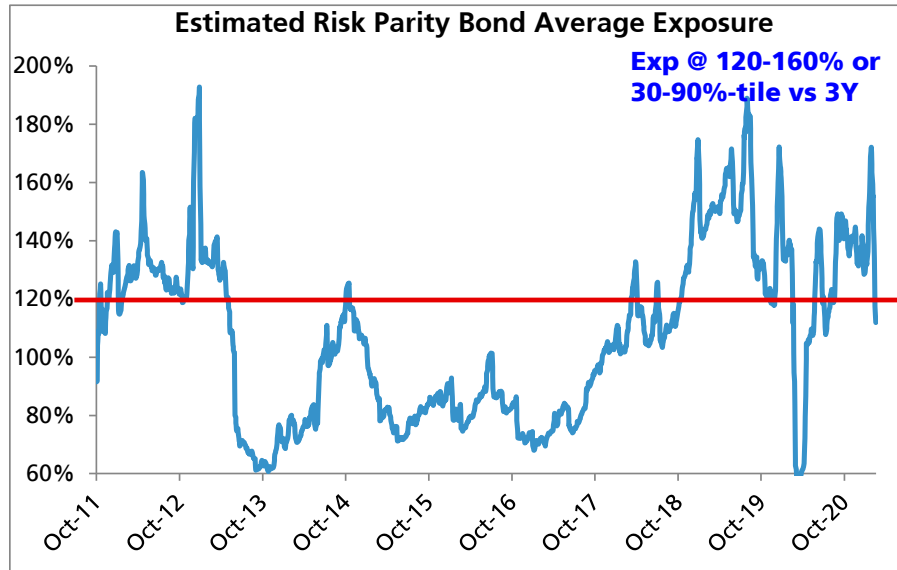
Cross-Asset Intraday Correlations: 3/5, 3/8



Systematic & Macro Equity Exposures



Systematic & Macro Bond Exposures



UBS CTA Tracker

Asset	Spot	Proxy Exp +	3Y Rank	L			S			BUY Watch			SELL Watch			Dys in LT Mom.			
				% Strat	Today New L	Action Exit L	% Strat	Today New S	Action Exit S	% Strat	Next Level	% or # *	% Strat	Next Level	% or # *	L/ S	1Y Mom.	L/ S	LT MA
S&P 500	3855	4.6%	61%	67%			8%			8%	3877	0.6%	25%	3797	-1.5%	L	203	L	166
Russell 2000	2229	3.0%	64%	75%			8%			8%	2243	0.6%	8%	MAVG	2	L	85	L	140
Nasdaq 100	12557	1.2%	27%	42%			42%			8%	12819	2.1%				L	233	L	200
S&P Midcap	2559	3.6%	60%	75%						17%	2574	0.6%				L	83	L	141
Dow Jones	31876	6.3%	75%	92%									8%	31394	-1.5%	L	85	L	146
Euro STOXX	3777	5.0%	83%	92%									8%	3692	-2.3%	L	12	L	128
FTSE 100	6733	4.8%	82%	83%	8%					17%	6820	1.3%	17%	6589	-2.1%	L	8	L	67
DAX	14418	4.8%	86%	92%												L	52	L	158
Nikkei 225	29160	3.7%	66%	75%			8%			8%	29614	1.6%	17%	28260	-3.1%	L	193	L	155
HSCEI	10973	2.2%	79%	42%		8%	8%			8%			8%	10665	-2.8%	L	36	L	68
Hang Seng	28836	3.5%	88%	58%		8%	8%						8%	27976	-3.0%	L	34	L	71
Bovespa	109970	0.5%	30%	33%			42%									L	4	L	138
MSCI EM	1316	1.6%	61%	33%		8%	17%	8%					8%	1277	-3.0%	L	172	L	157
WTI Crude	65.4	3.7%	88%	100%												L	26	L	127
Gold	1704	-3.9%	10%	8%			92%						8%	1664	-2.4%	L	446	S	12
Copper	404.2	4.0%	80%	92%												L	173	L	161
Silver	25.7	1.1%	55%	42%		8%	17%			8%	26	1.9%				L	213	L	171
EUR	1.189	2.1%	67%	42%			50%			42%	1.204	1.2%	25%	1.183	-0.6%	L	177	L	181
GBP	1.387	11.6%	98%	83%									42%	1.376	-0.8%	L	108	L	144
AUD	0.770	7.6%	82%	67%		8%	8%			8%	0.779	1.1%	42%	0.762	-1.1%	L	170	L	179
JPYUSD	108.8	-8.1%	20%	17%			83%						8%	110.4	1.4%	L	3	L	226
US 10Y Bond	133.4	-26.5%	7%				100%			8%	135.1	1.3%				S	7	S	59
US 20Y Bond	159.6	-13.3%	10%				100%			8%	162.8	2.0%				S	12	S	85
US 30Y Bond	189.7	-8.6%	12%				100%									S	12	S	70
Euro BTP 10Y	148.9	-0.9%	25%	33%			58%	8%		42%	151.0	1.4%	8%	MAVG	2	L	457	L	159
Euro Bund 10Y	171.6	-14.2%	5%	8%			83%			8%	174.7	1.8%	25%	173.1	0.8%	S	13	L	182
Euro Buxl 30Y	209.5	-10.4%	0%				100%			8%	211.6	1.0%				S	13	S	8
JGB 10Y	151.1	-69.9%	5%				92%	8%		58%	151.6	0.4%	8%	150.7	-0.3%	S	26	S	296
Aussie 3Y	99.73	-96.1%	7%	17%			67%			58%	99.75	0.0%	8%	99.56	-0.2%	L	577	L	665
Aussie 10Y	98.26	-100.5%	5%				100%			67%	98.47	0.2%				S	35	S	11



UBS Monitors – ES1 & NQ1

ES1

Buy Triggers:

3877.3 (+0.6% ST),
3961.5 (+2.8% MT)

Sell Triggers:

3796.5 (-1.5% ST),
3765.6.1 (-2.3% ST),
3751.6 (-2.7% MT),
3684.9 (-4.4% LT),
3676.1 (-4.6% MT)

ES1	3855.00					UBS CTA Tracker				As of 3/9/21 08:17				
Signal Method	Current					BUY / SELL Watch								
	Current		Triggered Today			Buy/Sell		Spot*				MA X-over*		
	L/S	# Dys	Cond	Level	Time	B/S	# Dys	Action	Level		vs Cur	vs Hi-Lo	Action	# Dys
New High / Low ST	L	23				S	2	Exit	3765.60		-2.3%	-1.6%		
New High / Low MT	L	164												
1Y Momentum LT	L	203				S		Exit	2866.65		-25.6%	-25.1%		
Bollinger Band ST	S	4				B	4	Exit	3877.30		0.6%	0.3%		
Bollinger Band MT						B		Long	3961.47		2.8%	2.5%		
Bollinger Band LT						B		Long	4284.76		11.1%	10.8%		
Bollinger Band ST	L	2				S	2	Exit	3796.55		-1.5%	-0.8%		
Bollinger Band MT	L	2				S	2	Exit	3751.55		-2.7%	-2.0%		
Bollinger Band LT	L	85				S		Exit	3684.90		-4.4%	-3.7%		
MA Crossover ST						S	1	Short	3471.26		-10.0%	-9.3%		
MA Crossover MT	L	190												
MA Crossover LT	L	166												

NQ1

Buy Triggers:

12818.7 (+2.1% MT),
13044.5 (+3.9% ST),
13137.5 (+4.6% MT)

Sell Triggers:

N/A

NQ1	12556.8					UBS CTA Tracker				As of 3/9/21 08:17			
Signal Method	Current Positioning					BUY / SELL Watch							
	Current L/S	Dys	Triggered Today Cond	Level	Time	Buy/Sell B/S	Dys	Action	Spot* Level	vs Cur	vs Hi-Lo	MA X-over* Action	Dys
New High / Low ST	S	4				B		Exit	13804.8	9.9%	9.5%		
New High / Low MT	L	190											
1Y Momentum LT	L	233				S		Exit	8287.7	-34.0%	-32.8%		
Bollinger Band ST	S	11				B		Exit	13255.5	5.6%	5.1%		
Bollinger Band MT	S	4				B		Exit	13137.5	4.6%	4.2%		
Bollinger Band LT	L	189				S		Exit	11684.6	-6.9%	-5.2%		
Bollinger Band ST	S	4				B		Exit	13044.5	3.9%	3.4%		
Bollinger Band MT	S	3				B	2	Exit	12818.7	2.1%	1.6%		
Bollinger Band LT						S		Short	11882.5	-5.4%	-3.6%		
MA Crossover ST						S	5	Short	11684.6	-6.9%	-5.2%		
MA Crossover MT	L	211											
MA Crossover LT	L	200											



UBS Monitors – TY1 & WN1

TY1

Buy Triggers:

135.1 (+1.3% ST)

Sell Triggers:

N/A

TY1	133.42					UBS CTA Tracker		USGG10YR		1.53	As of	3/9/21	08:17
Signal Method	Current					BUY / SELL Watch							
	Current		Triggered Today			Buy/Sell				Ref	Fut Price vs*		MA X-over*
	L/S	# Dys	Cond	Level	Time	B/S	# Dys	Action	Level	Yield	Cur	Hi-Lo	Action # Dys
New High / Low ST	S	43				B		Exit	137.19	1.10	2.8%	2.8%	
New High / Low MT	S	88											
1Y Momentum LT	S	7				B		Exit	137.76	1.03	3.3%	3.2%	
Bollinger Band ST	S	16				B	15	Exit	135.15	1.33	1.3%	1.3%	
Bollinger Band MT	S	43				B		Exit	136.38	1.19	2.2%	2.2%	
Bollinger Band LT	S	43				B		Exit	138.34	0.97	3.7%	3.7%	
Bollinger Band ST	S	52				B		Exit	136.70	1.15	2.5%	2.4%	
Bollinger Band MT	S	98				B		Exit	137.06	1.11	2.7%	2.7%	
Bollinger Band LT	S	97				B		Exit	137.37	1.08	3.0%	2.9%	
MA Crossover ST	S	48											
MA Crossover MT	S	85											
MA Crossover LT	S	59											

WN1

Buy Triggers:

193.5 (+2.0% ST)

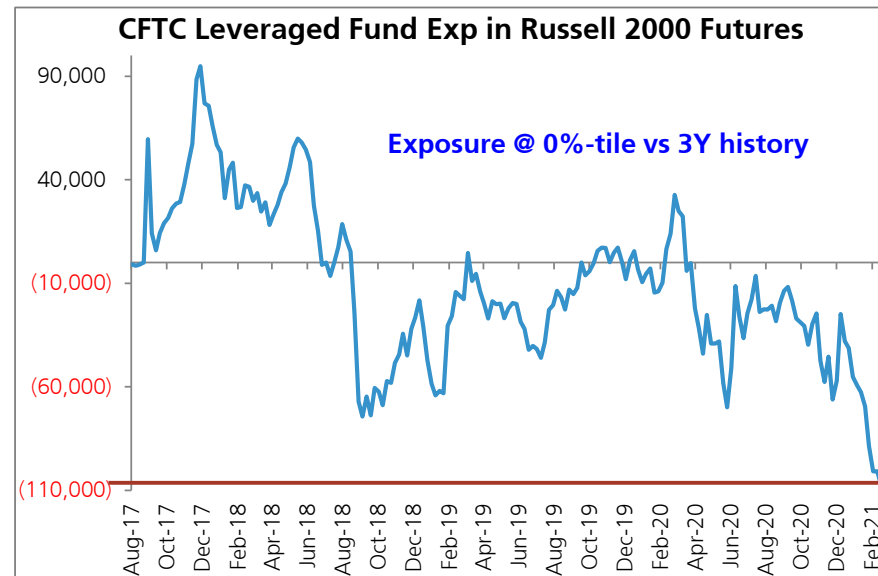
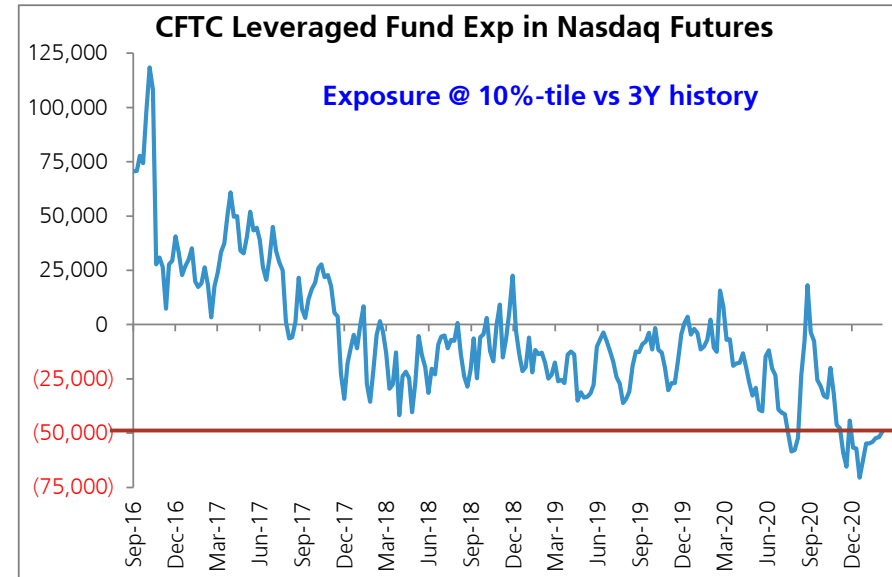
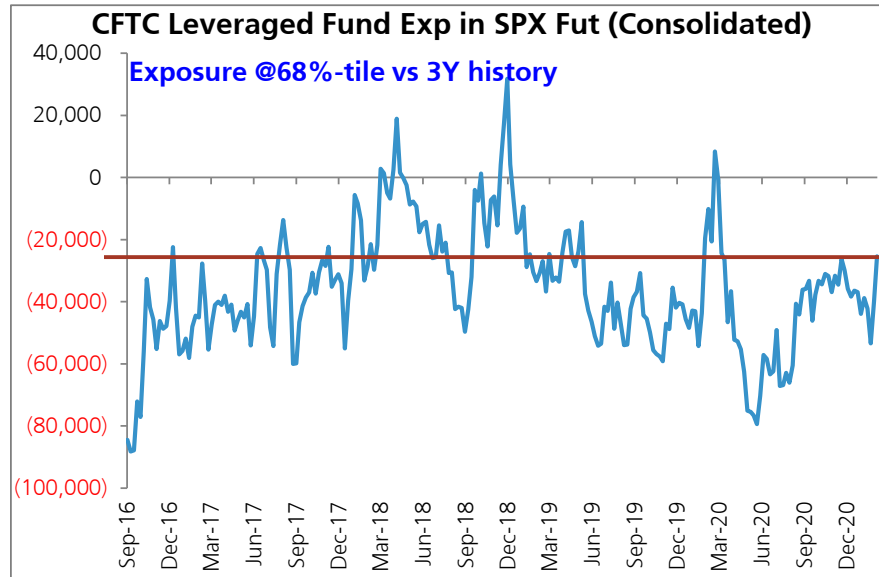
Sell Triggers:

N/A

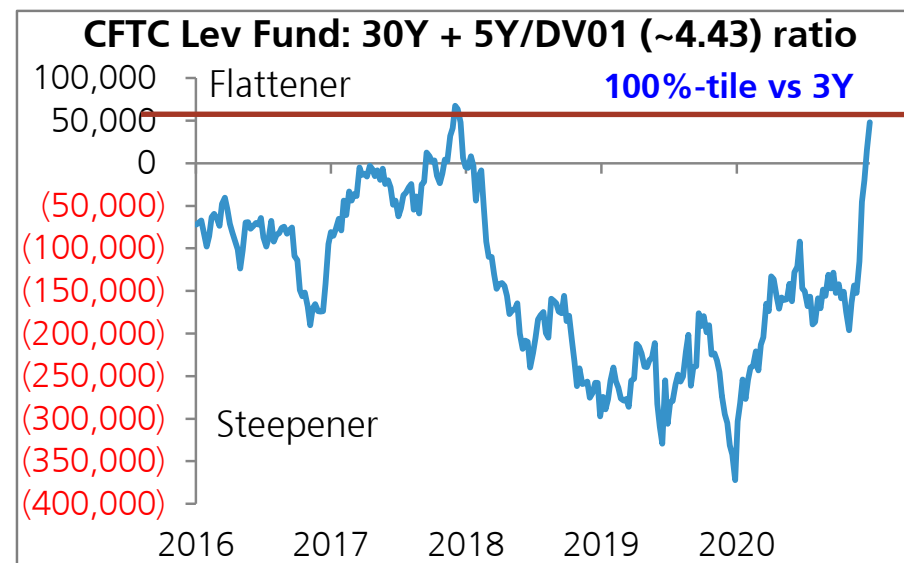
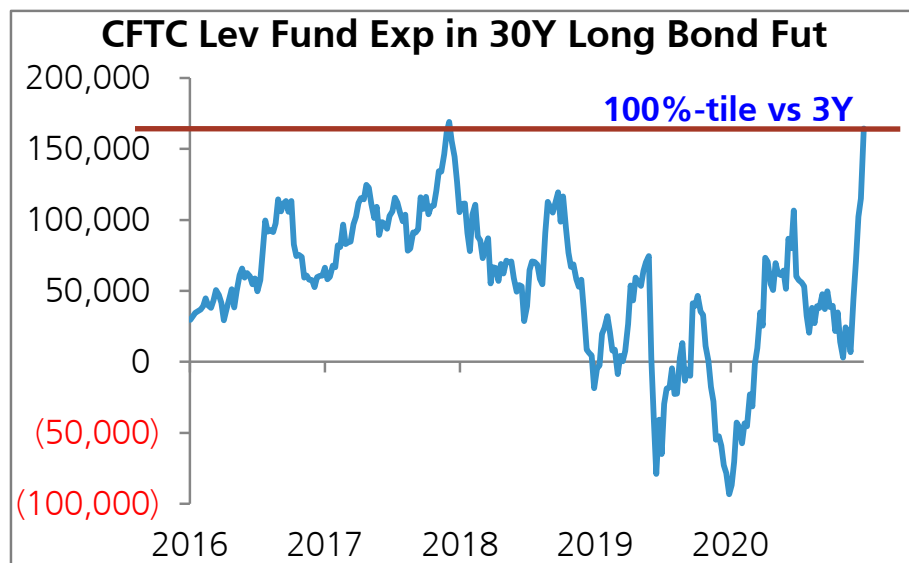
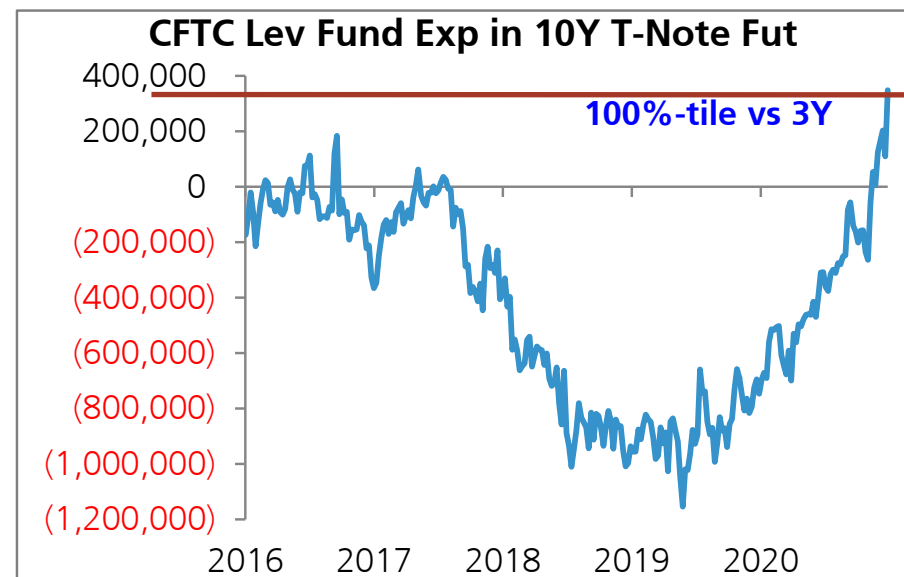
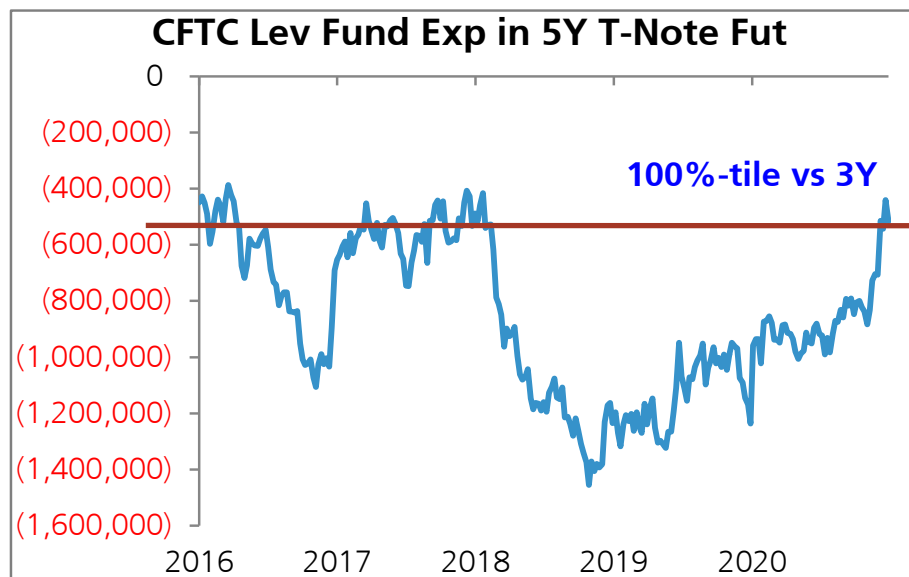
WN1	189.72					UBS CTA Tracker		USGG30YR	2.25	As of	3/9/21	08:17	
Signal Method	Current					BUY / SELL Watch							
	Current L/S	# Dys	Triggered Today Cond	Level	Time	Buy/Sell B/S	# Dys	Action	Level	Ref Yield	Fut Price vs* Cur	Hi-Lo	MA X-over* Action # Dys
New High / Low ST	S	51				B		Exit	205.28	1.83	8.2%	8.2%	
New High / Low MT	S	95											
1Y Momentum LT	S	12				B		Exit	221.03	1.45	16.5%	16.5%	
Bollinger Band ST	S	24				B		Exit	193.53	2.15	2.0%	2.0%	
Bollinger Band MT	S	51				B		Exit	201.58	1.93	6.3%	6.3%	
Bollinger Band LT	S	44				B		Exit	214.30	1.61	13.0%	13.0%	
Bollinger Band ST	S	52				B		Exit	203.70	1.87	7.4%	7.4%	
Bollinger Band MT	S	53				B		Exit	206.53	1.80	8.9%	8.9%	
Bollinger Band LT	S	53				B		Exit	208.56	1.75	9.9%	9.9%	
MA Crossover ST	S	62											
MA Crossover MT	S	94											
MA Crossover LT	S	70											



CFTC Leveraged Fund Exposures in Equity Futures

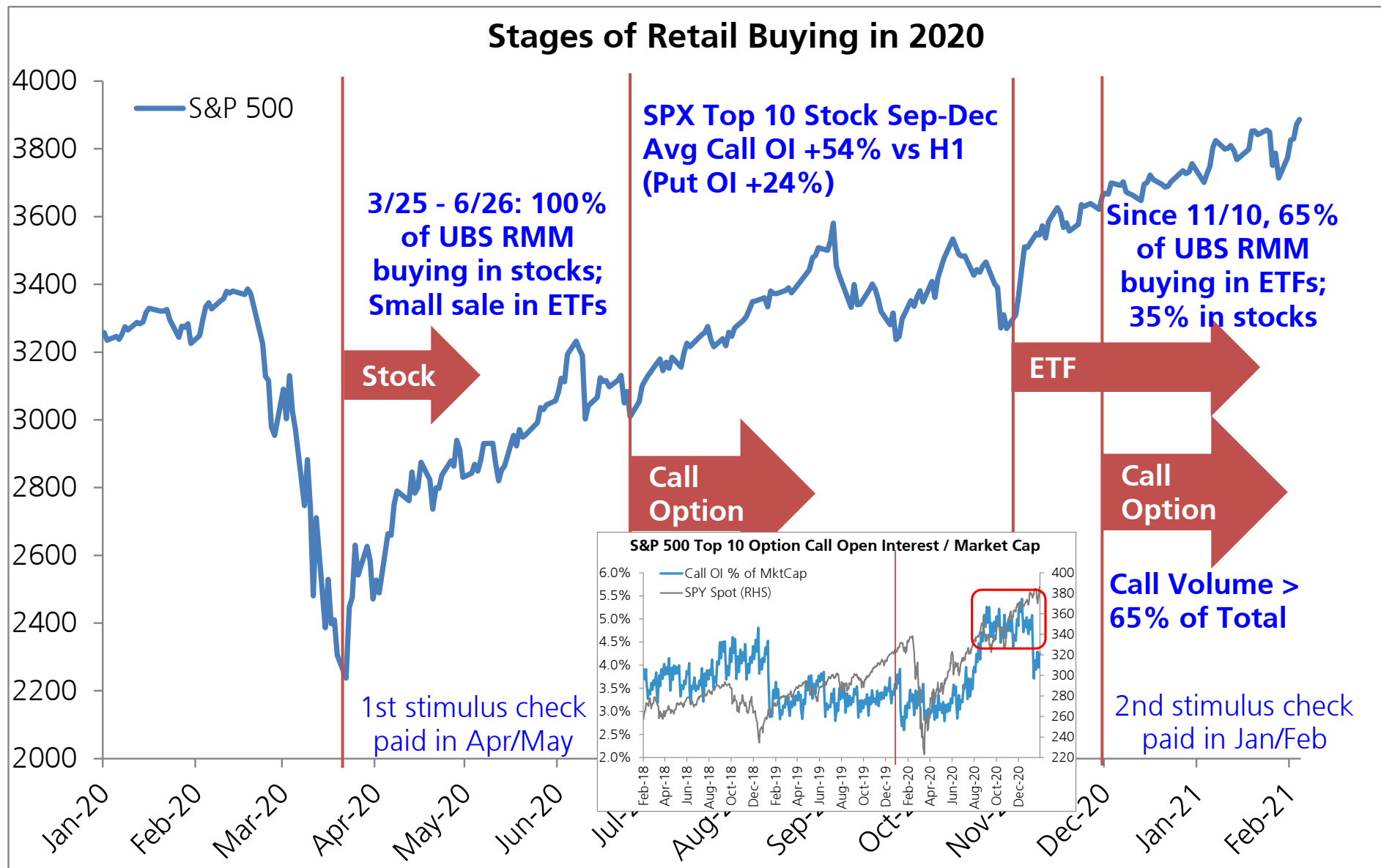


CFTC Leveraged Fund Exposures in Bond Futures

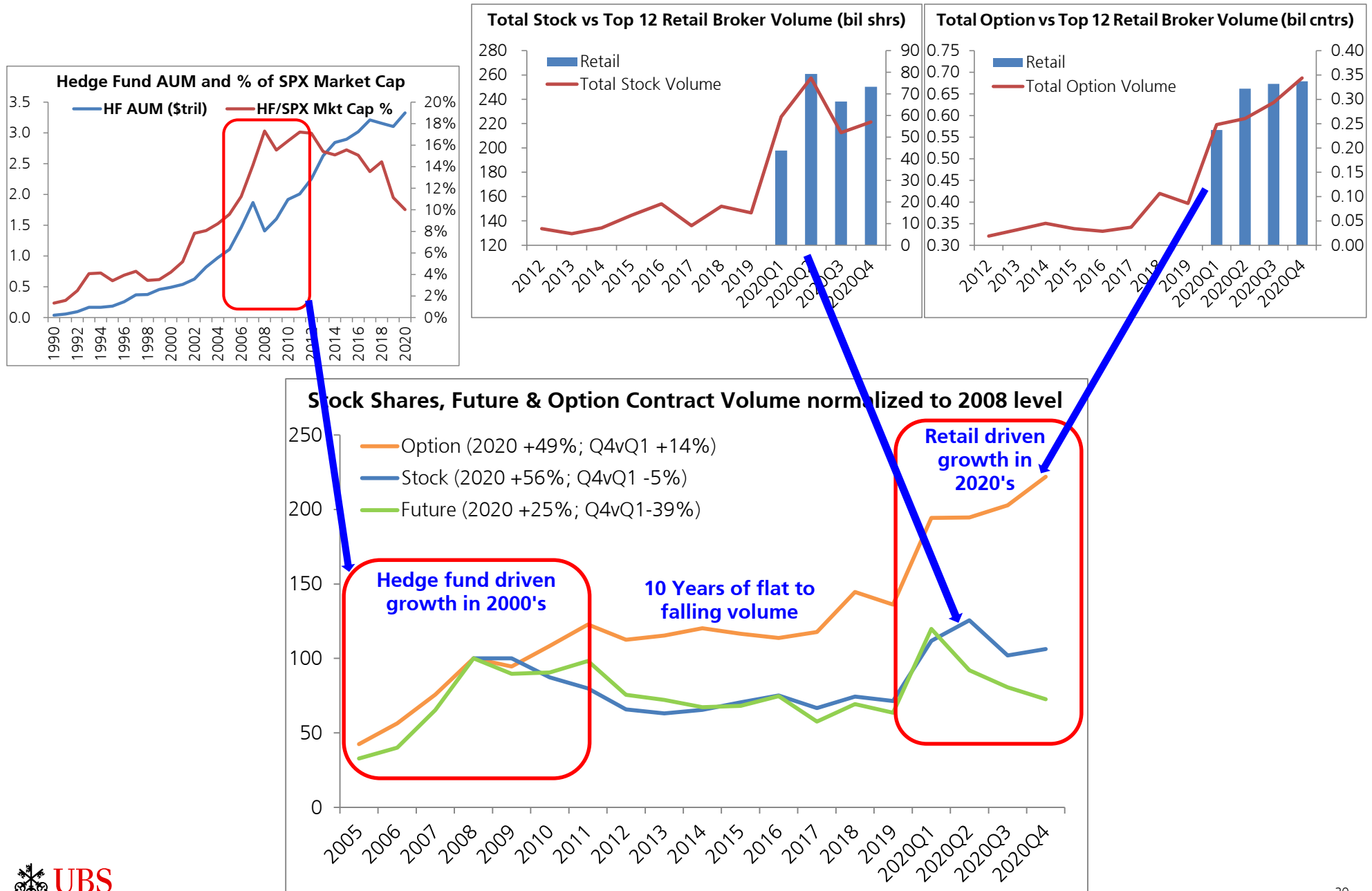


Retail Flow Implication

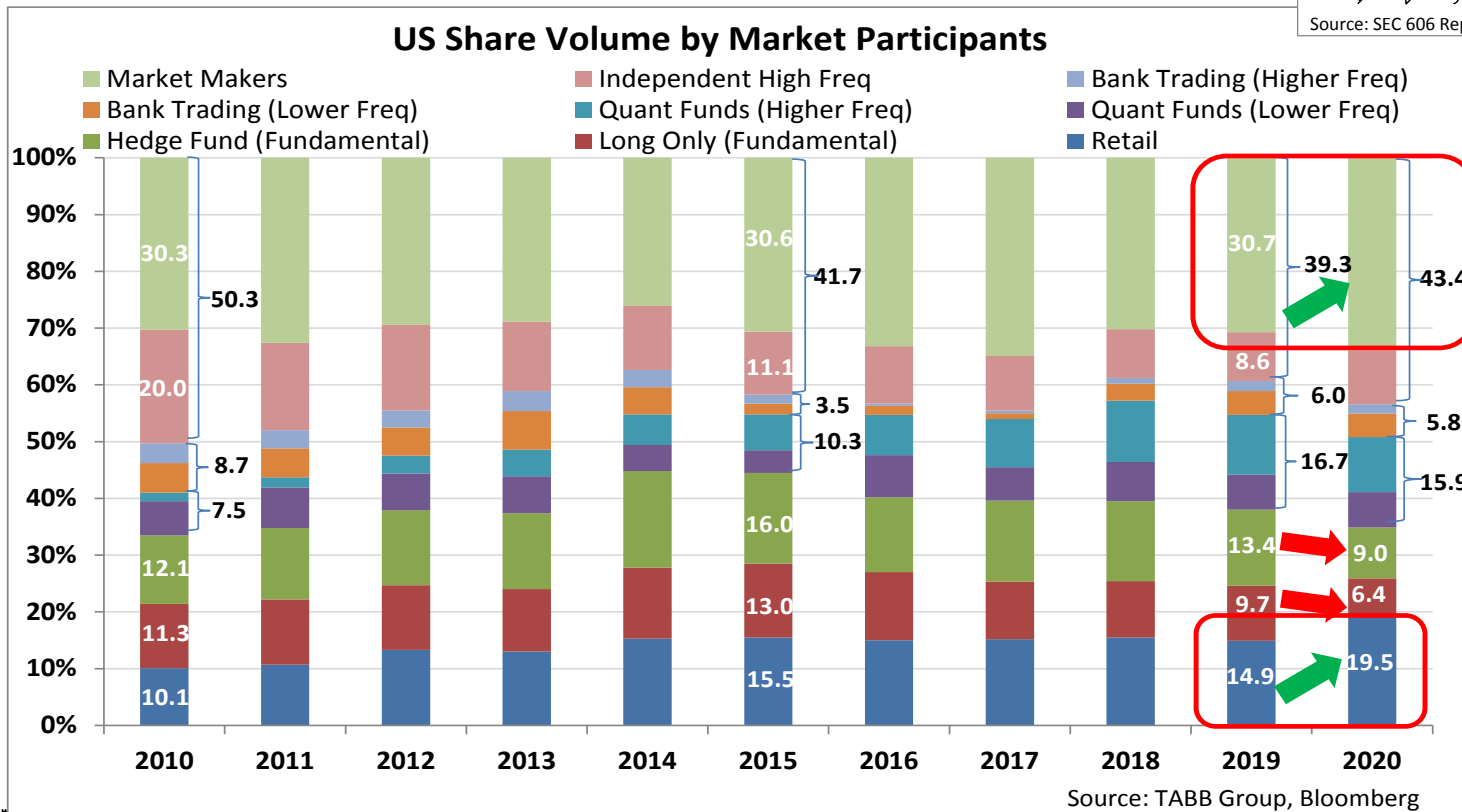
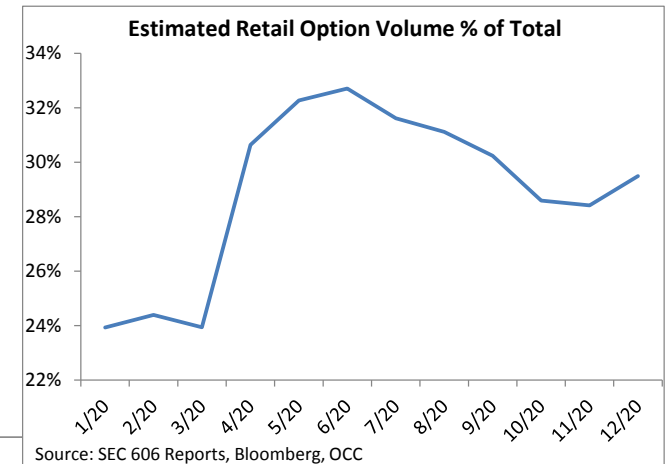
Stages of Retail Equity Trading Focus in 2020



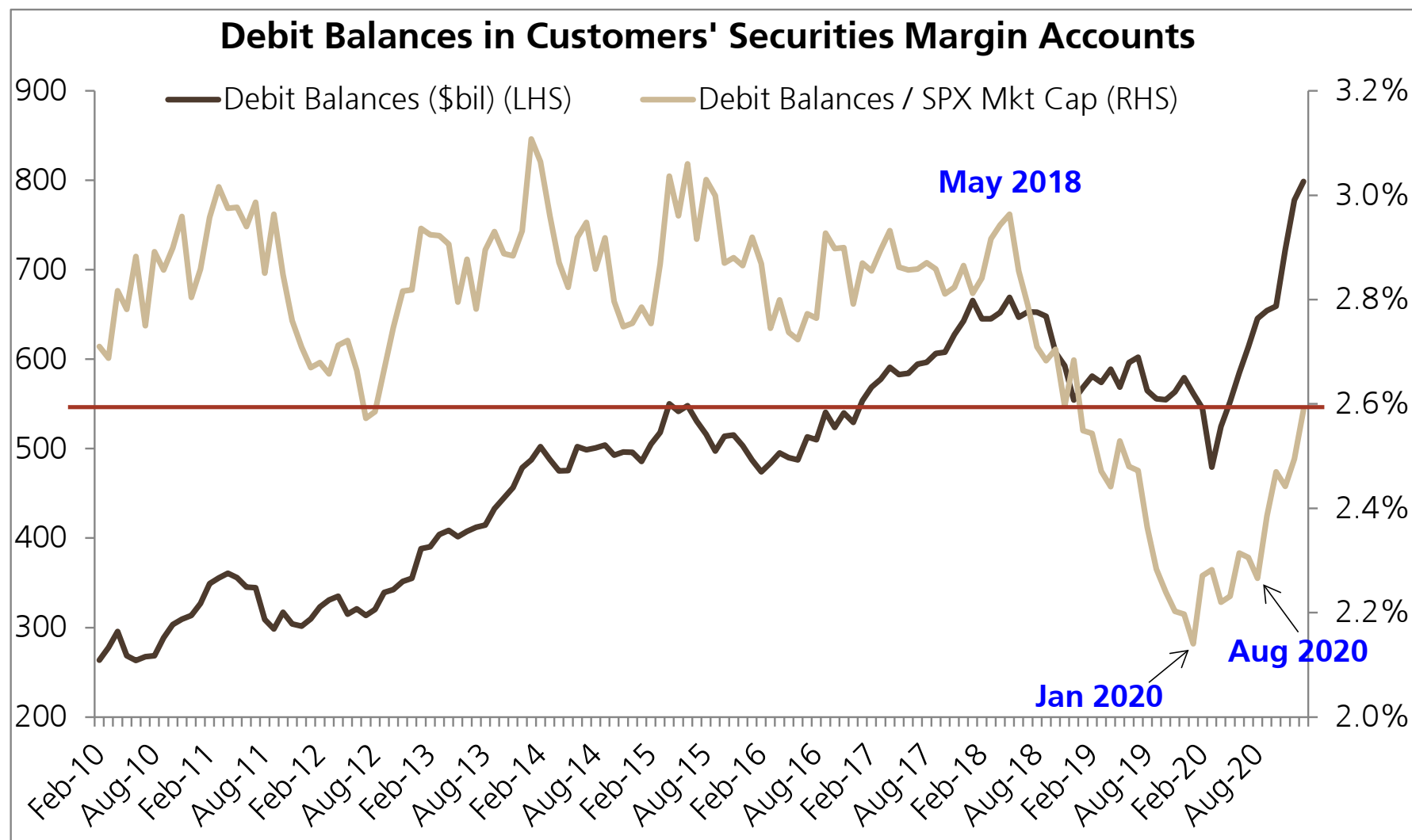
Retail Influence #1: Significant Stock & Option Volume Growth



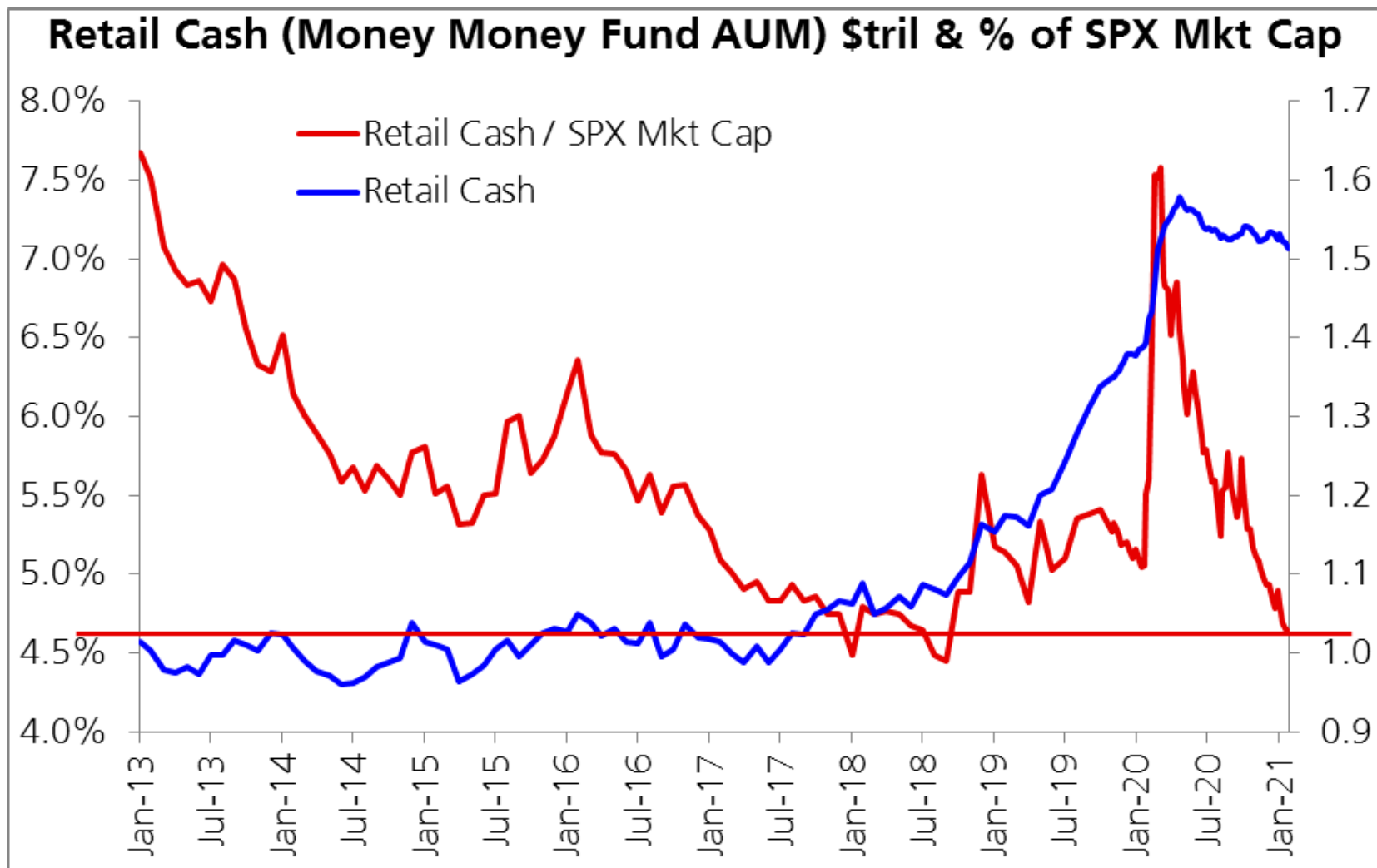
Retail Influence #2: Rise in Retail Volume Market Shares



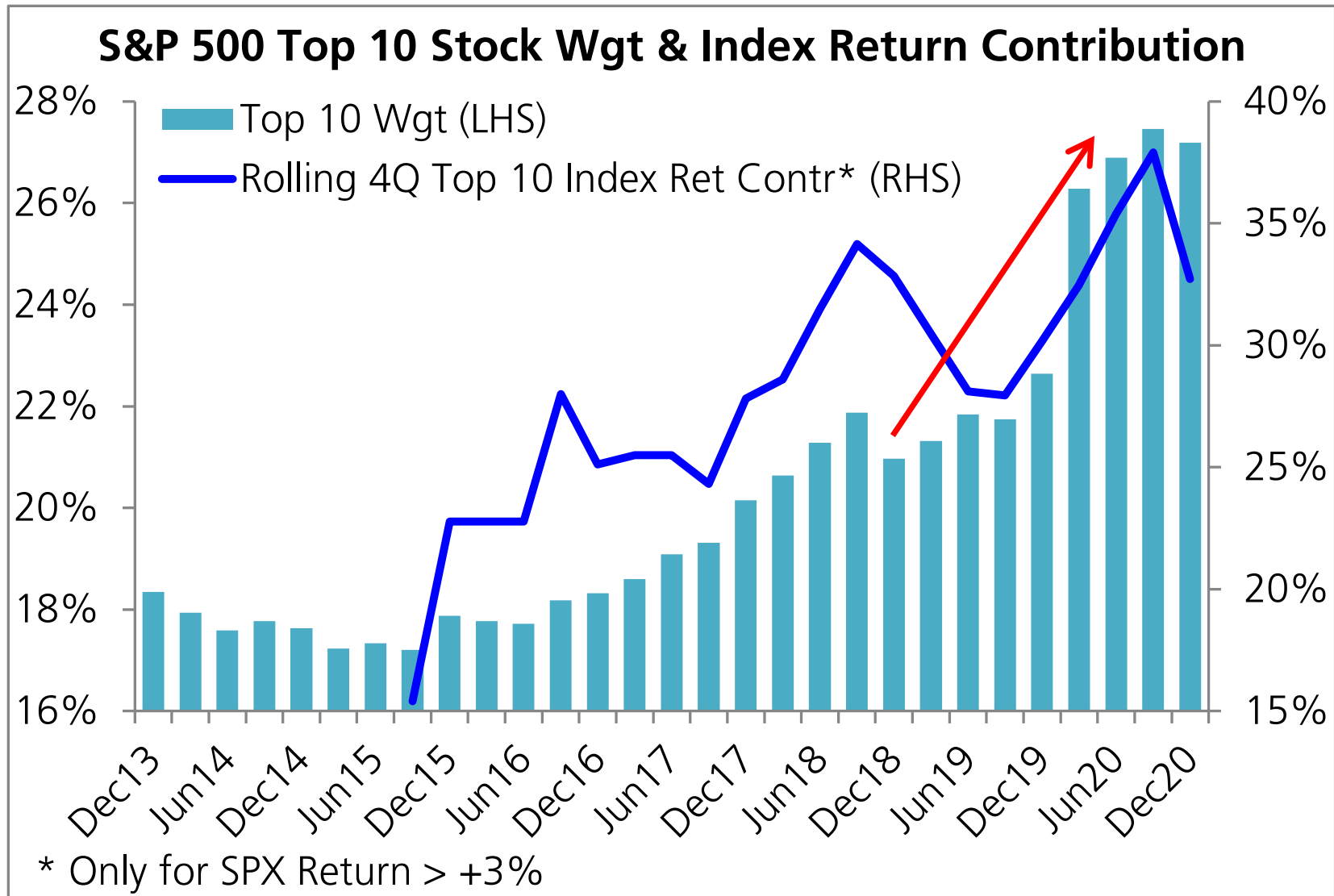
Retail Influence #3a: Rising Leverage



Retail Influence #3b: Falling Cash %



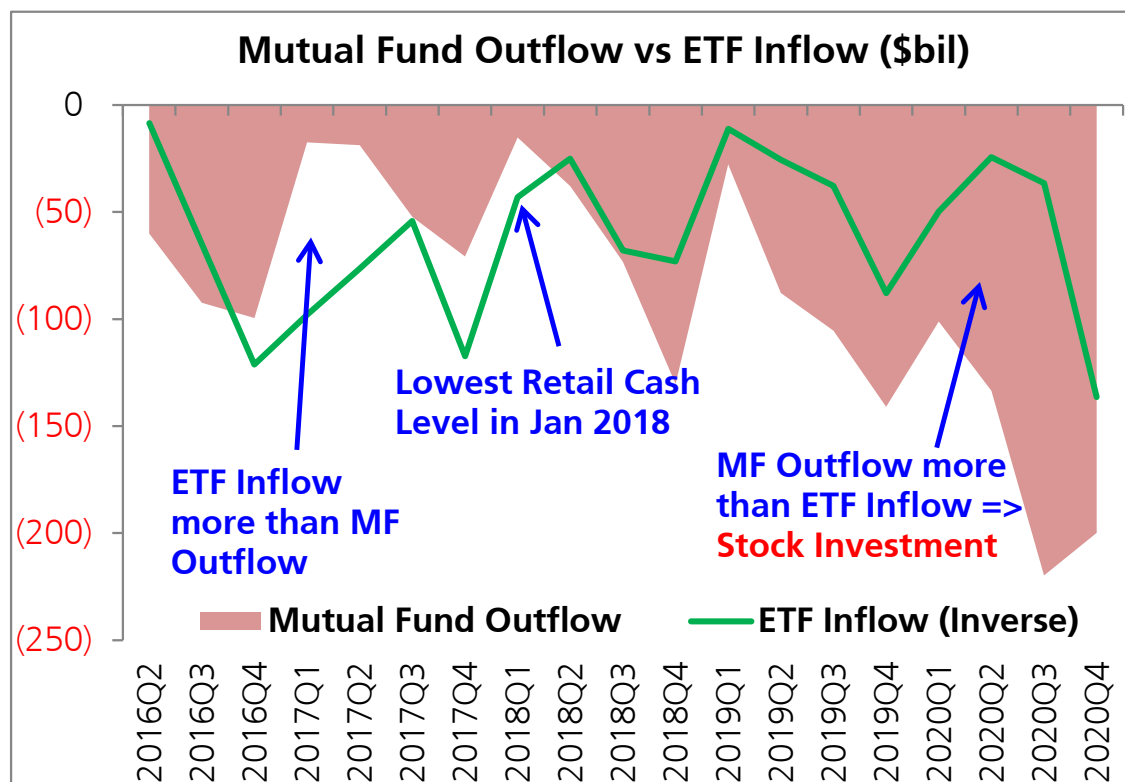
Retail Influence #4: Top Stock Dominance



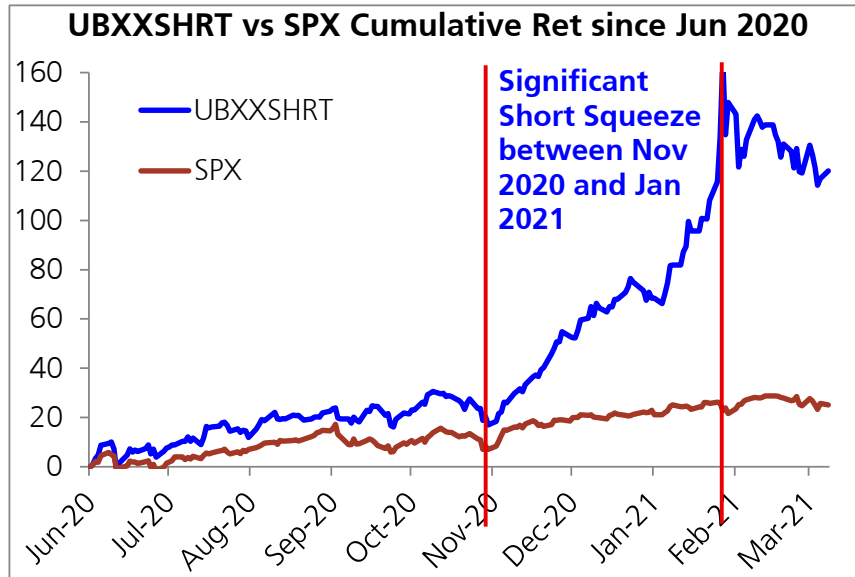
Retail Influence #3 & 4: MF Outflows -> ETF & Stock Inflows

Qtr	MF Outflow	ETF Inflow	ETF % of MF
2019Q1	(27,731)	11,154	40%
2019Q2	(87,810)	25,585	29%
2019Q3	(105,416)	37,830	36%
2019Q4	(140,983)	87,925	62%
2020Q1	(101,150)	49,732	49%
2020Q2	(133,497)	24,374	18%
2020Q3	(219,760)	36,558	17%
2020Q4	(199,870)	136,331	68%

Strong Stock Buying in Q2-Q3



Retail Influence #5a: Rising Portfolio Influence

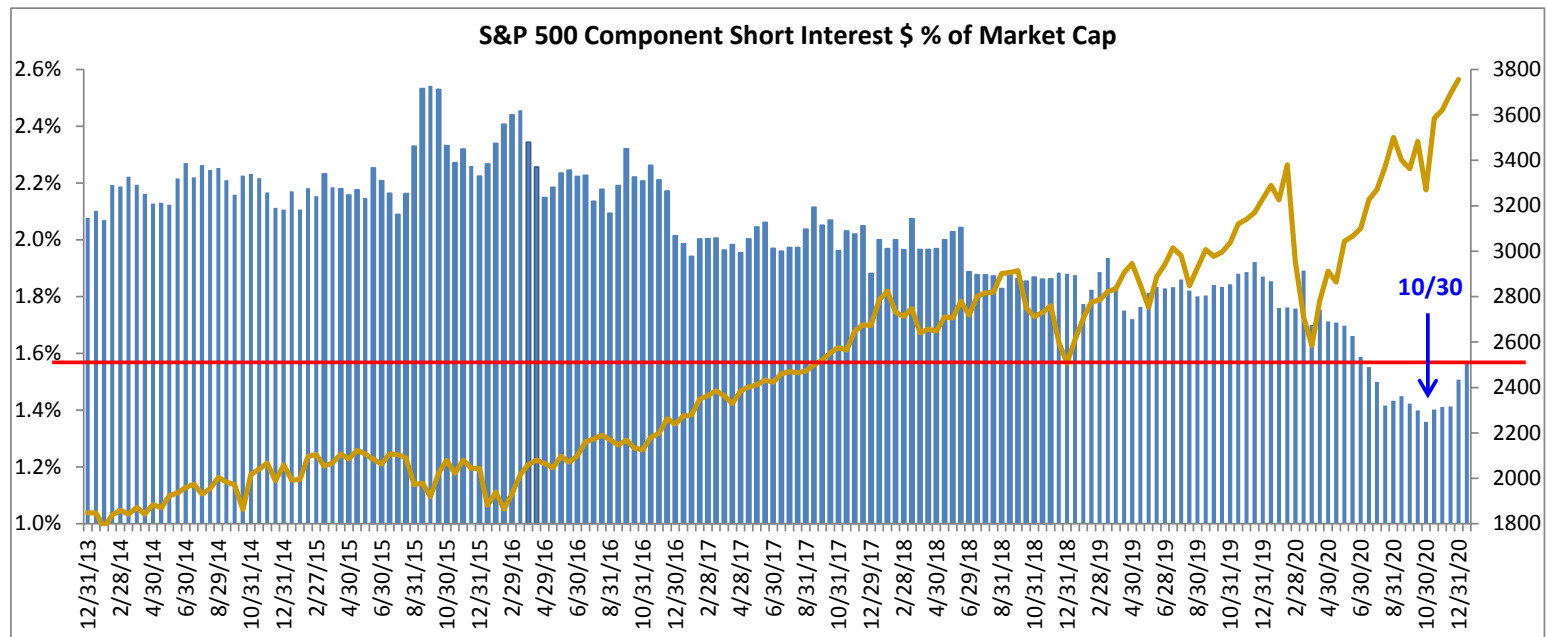


UBXXSHRT +127% b/w 10/30/20 & 1/27/21

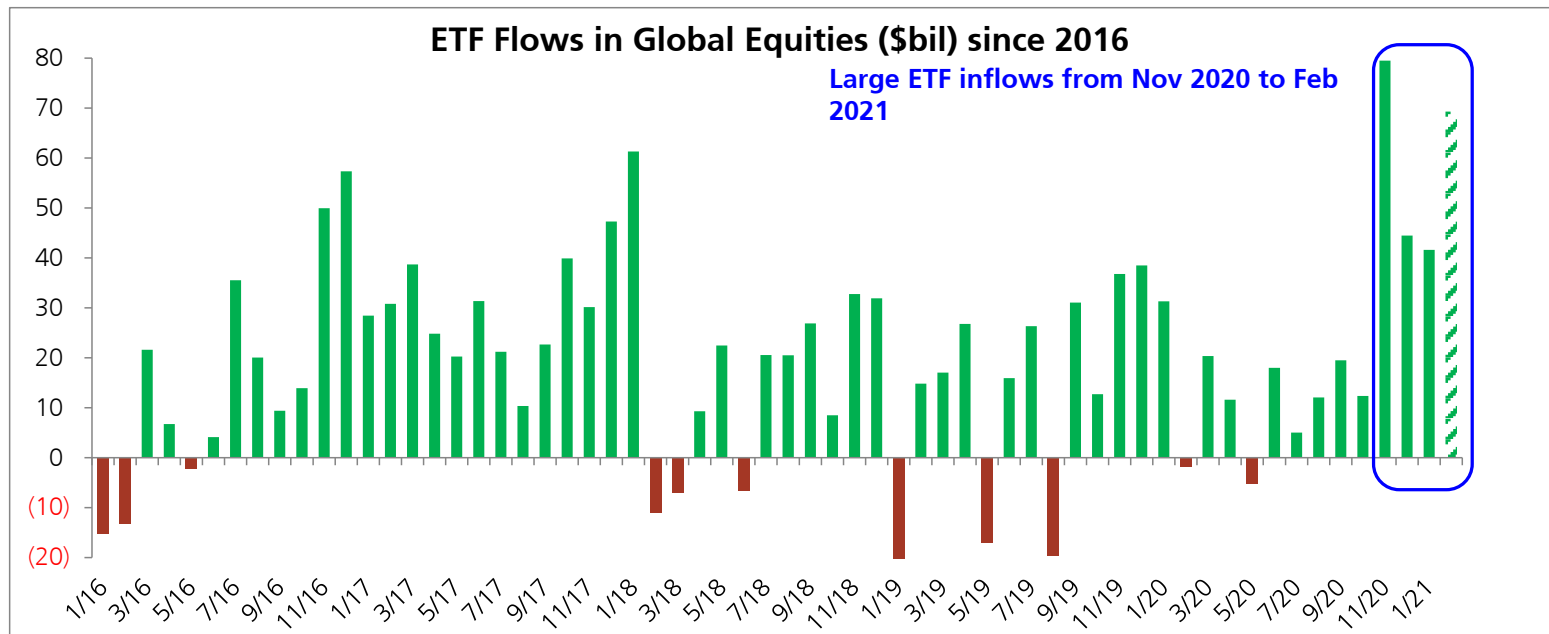
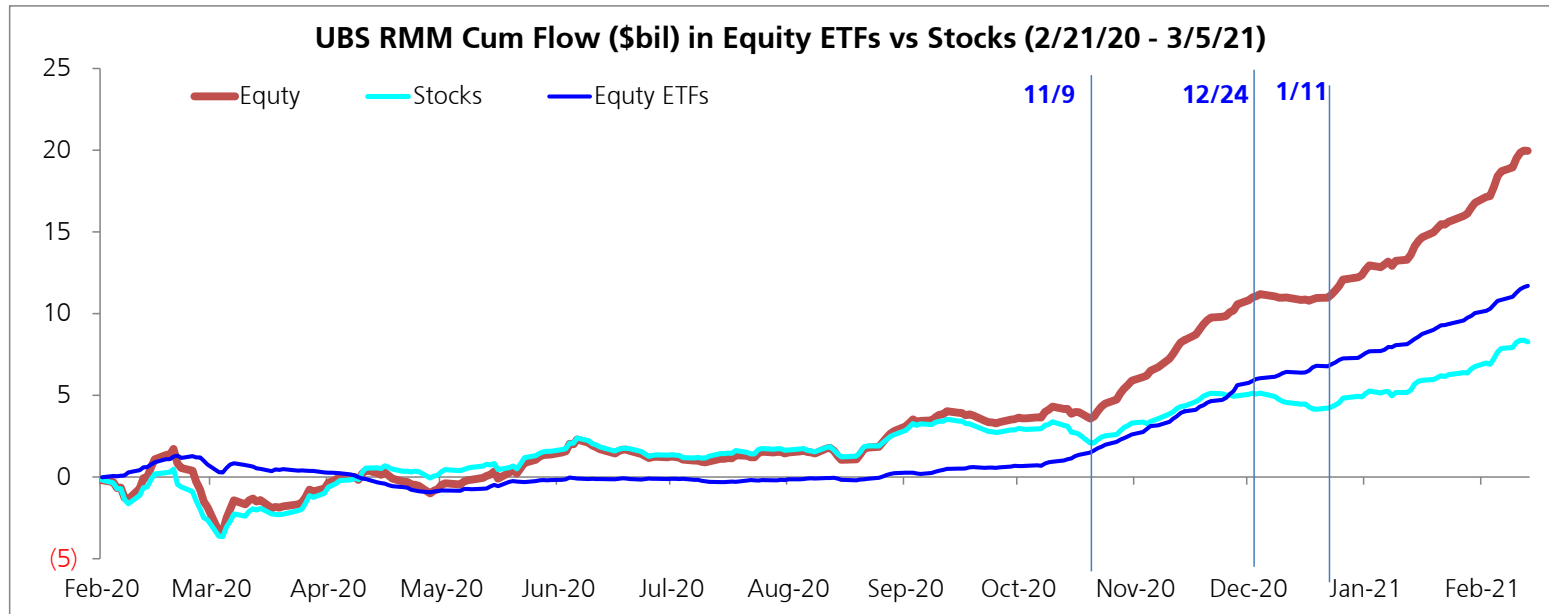
Despite S&P 500 Stock SI @ all-time low in Oct 2020

UBXXSHRT Index Methodology

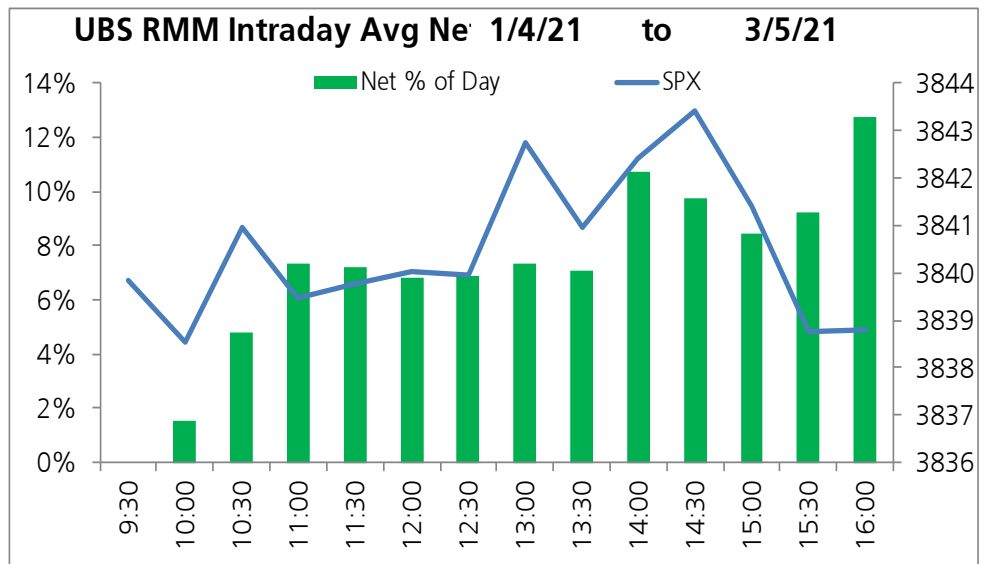
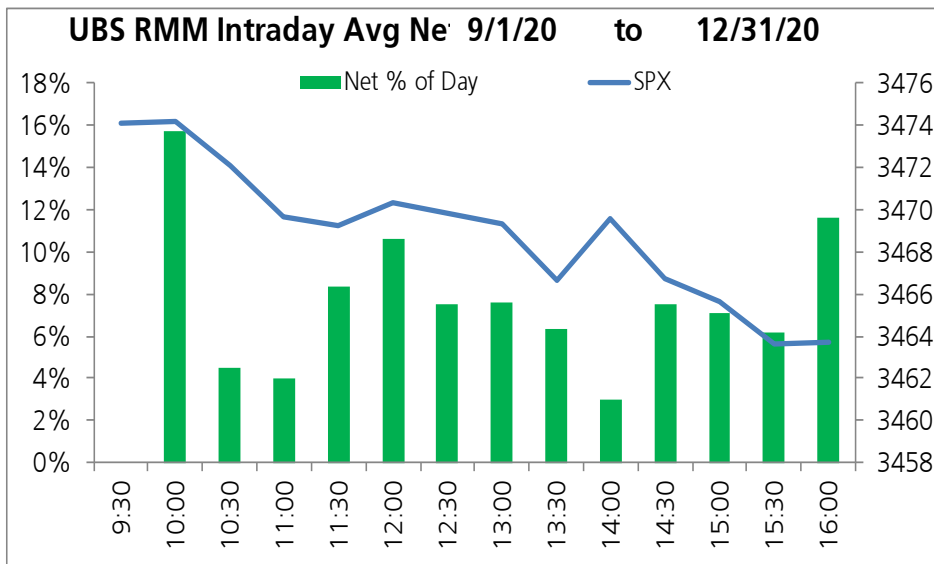
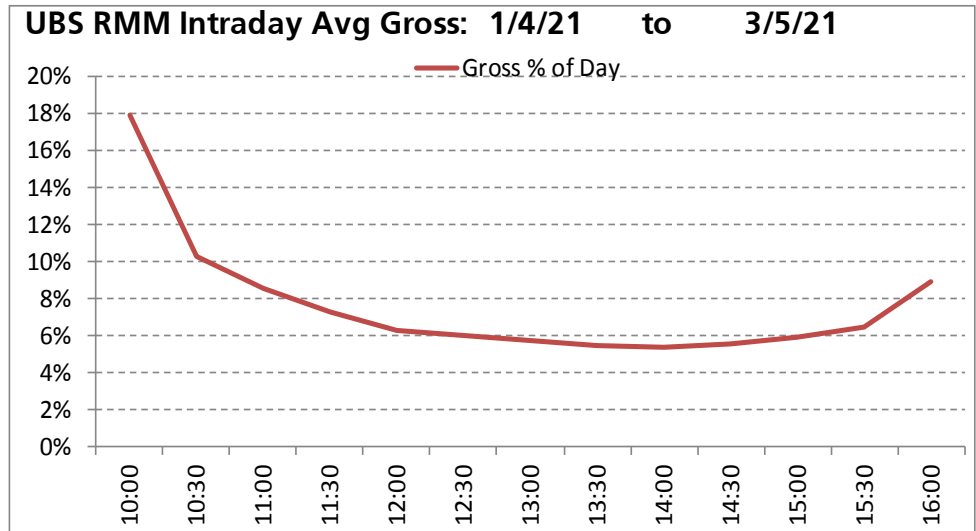
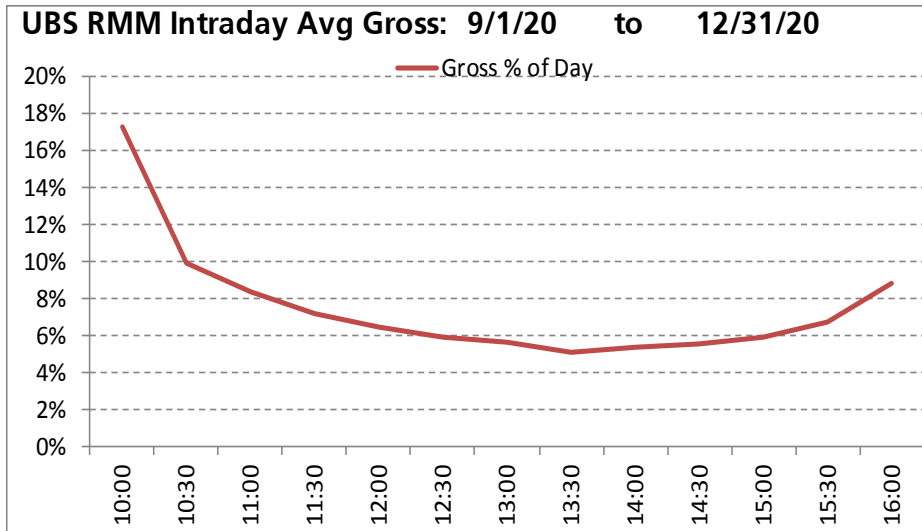
- Equal-weight basket of the 100 stocks in the Russell 3000 with the highest short utilization rate
- We screened for stocks with > \$1bn market cap



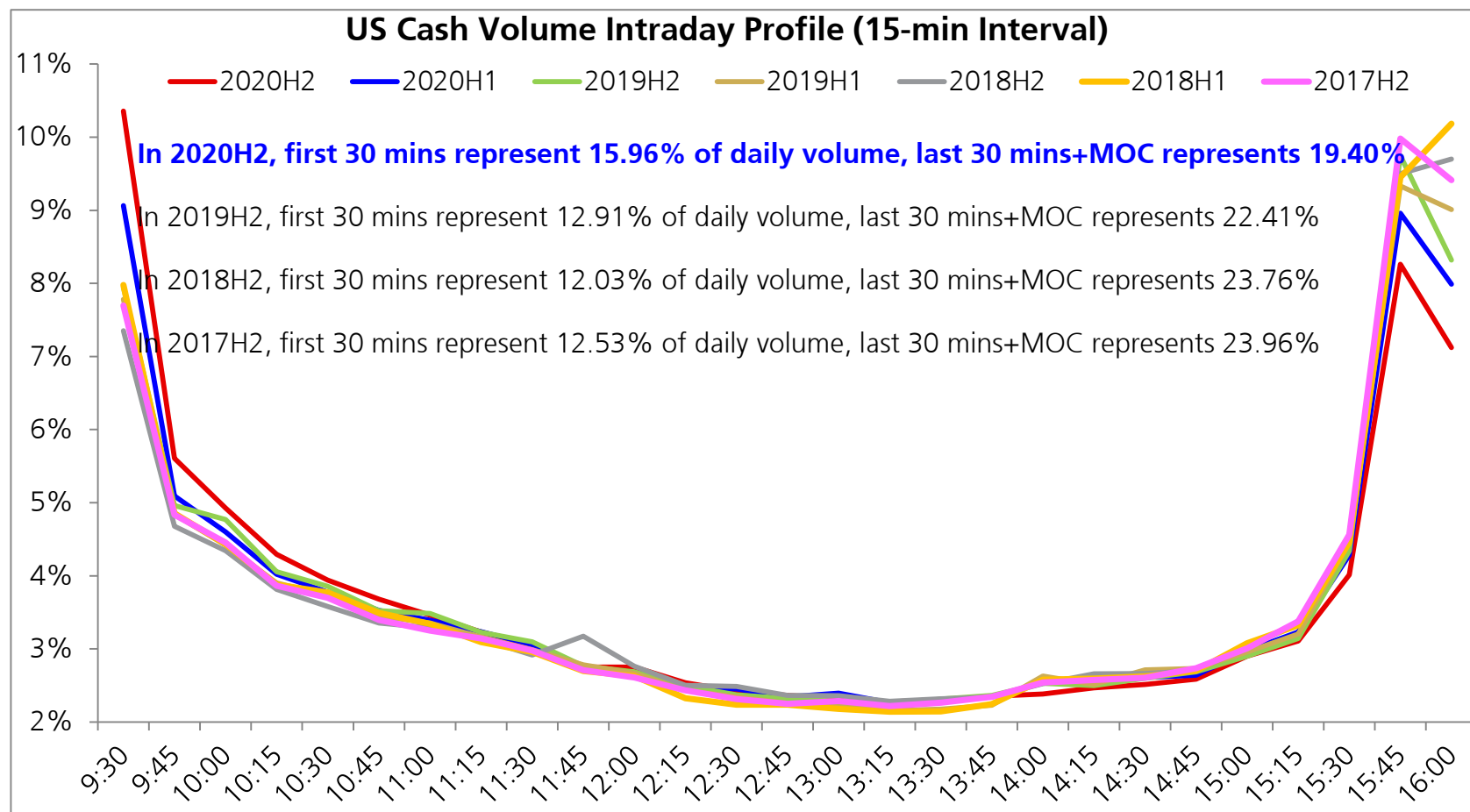
Retail Influence #5b: ETF buying boosts Portfolio buying indiscriminately



Retail Influence #6a: Volatile Open + Buy the Dip



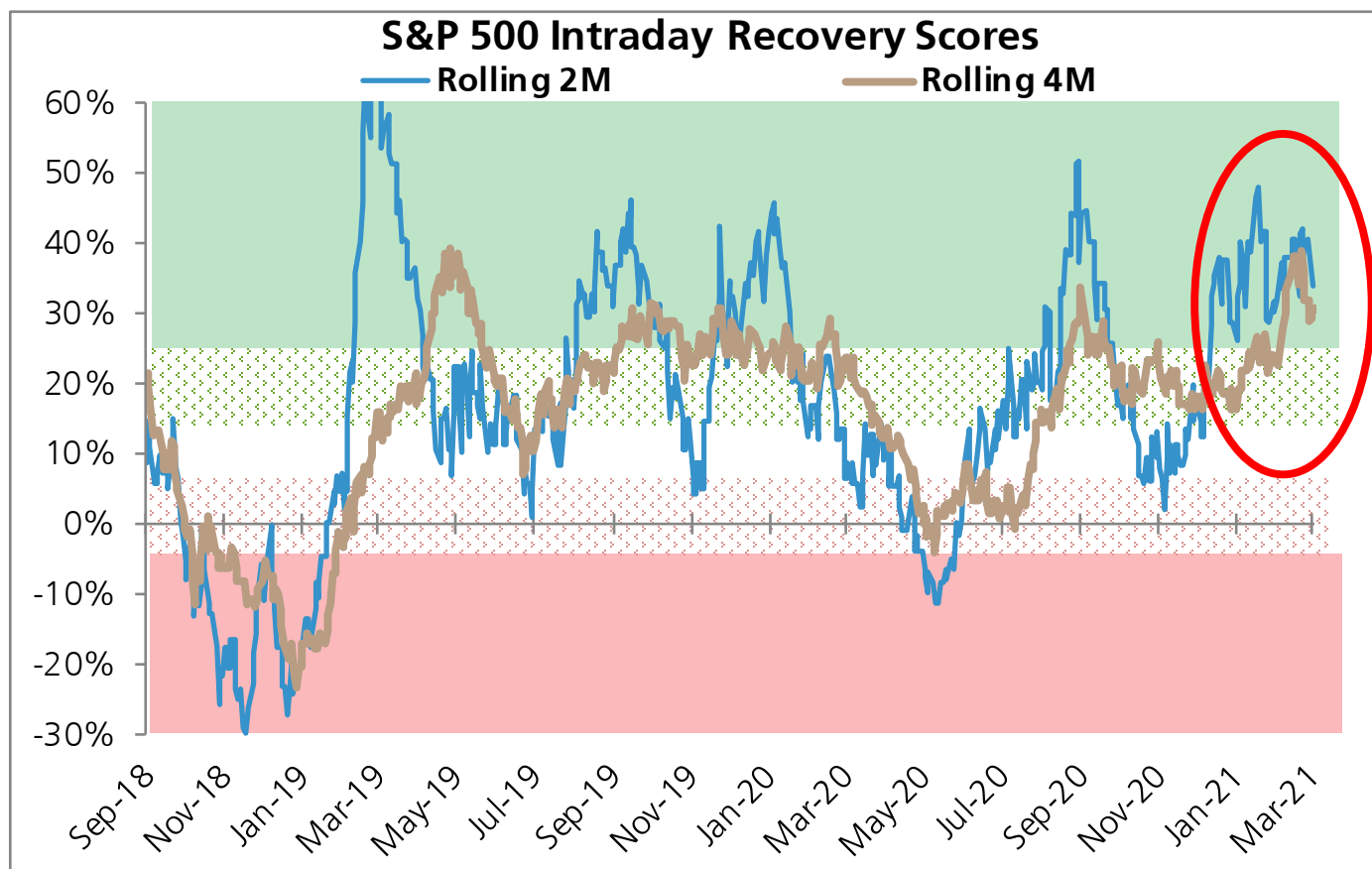
Retail Influence #6b: Volatile Open + Buy the Dip



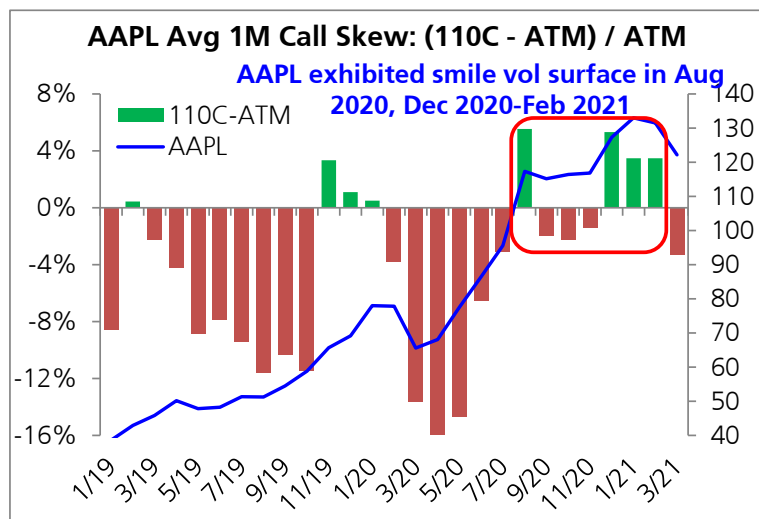
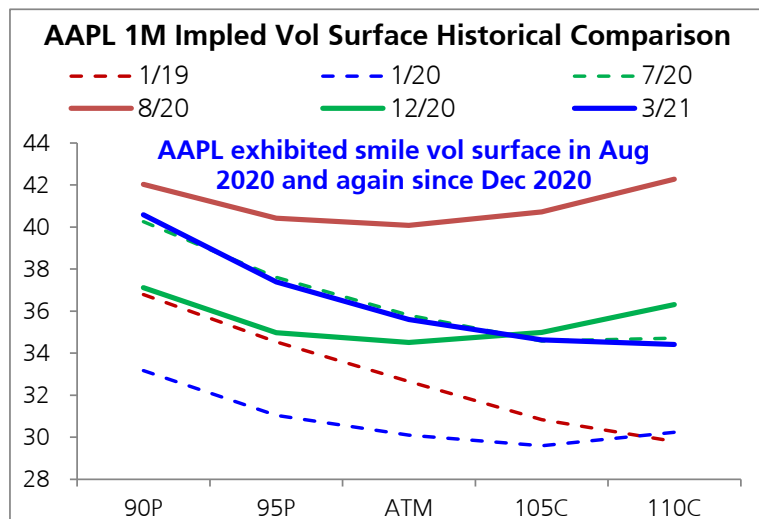
Retail Influence #7: Retail Buying -> High Intraday Recovery Score

Intraday Recovery Scores have been strong with 2M > 25% since mid-Dec and 4M > 25% since mid-Jan

Both are currently high @ 34% & 31% respectively



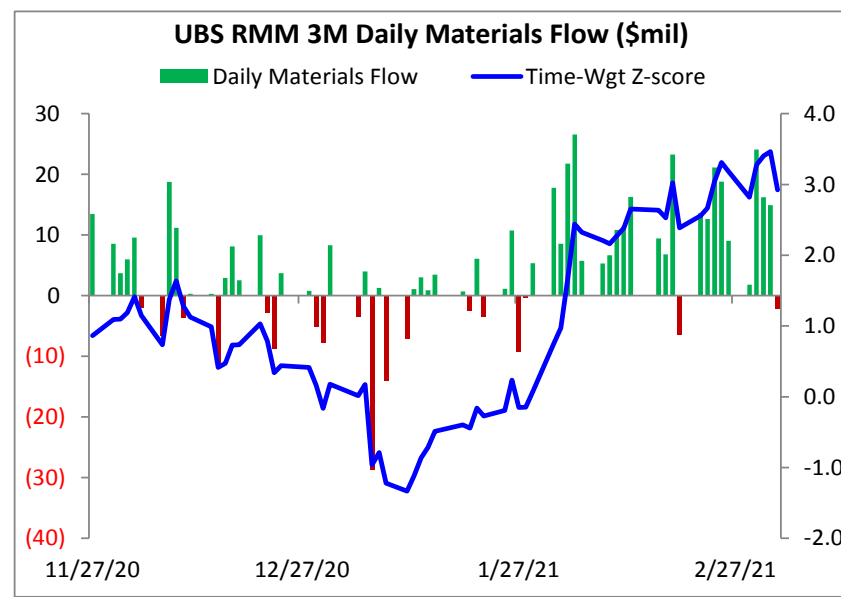
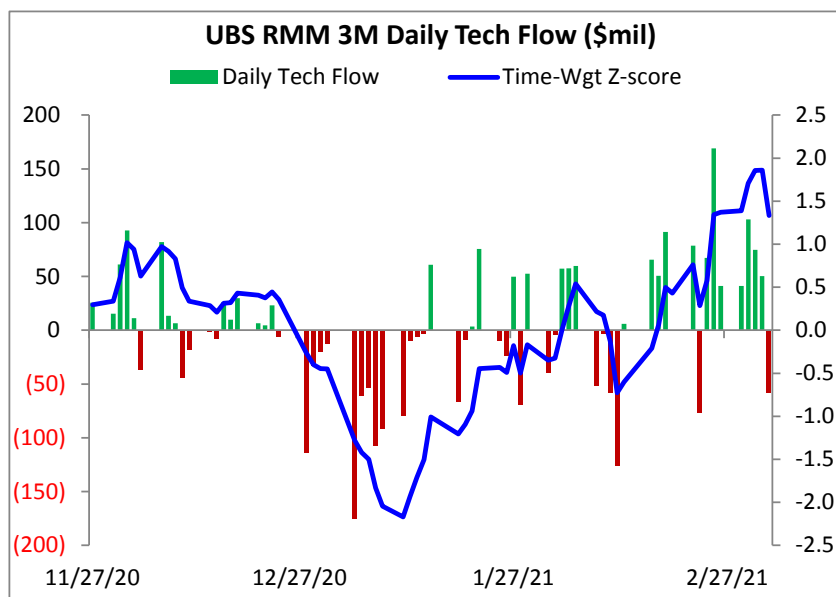
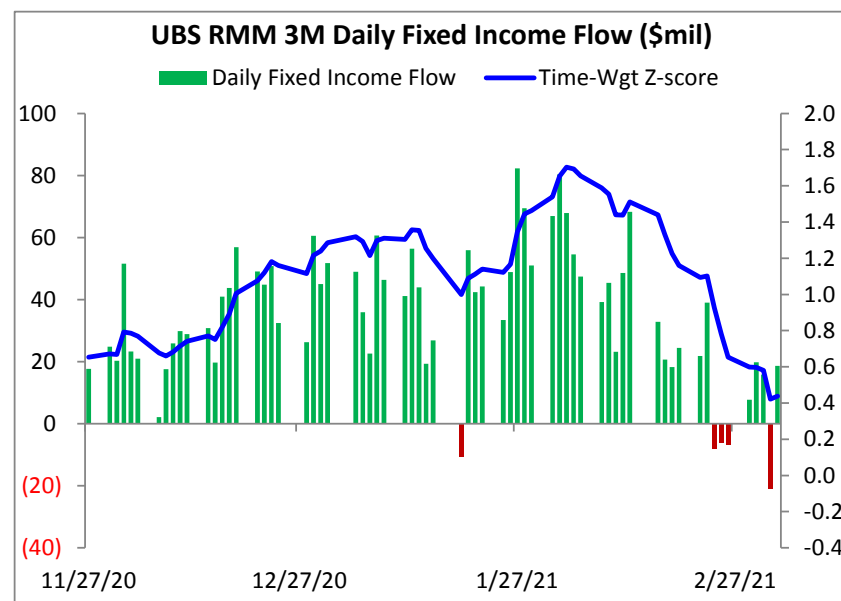
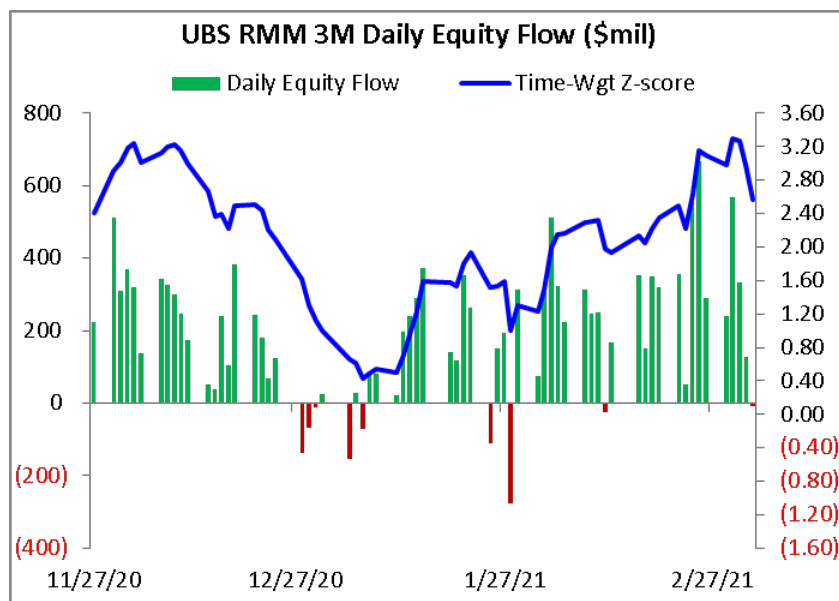
Retail Influence #8: Upside Demand causes Option "Smile" Volatility Surface



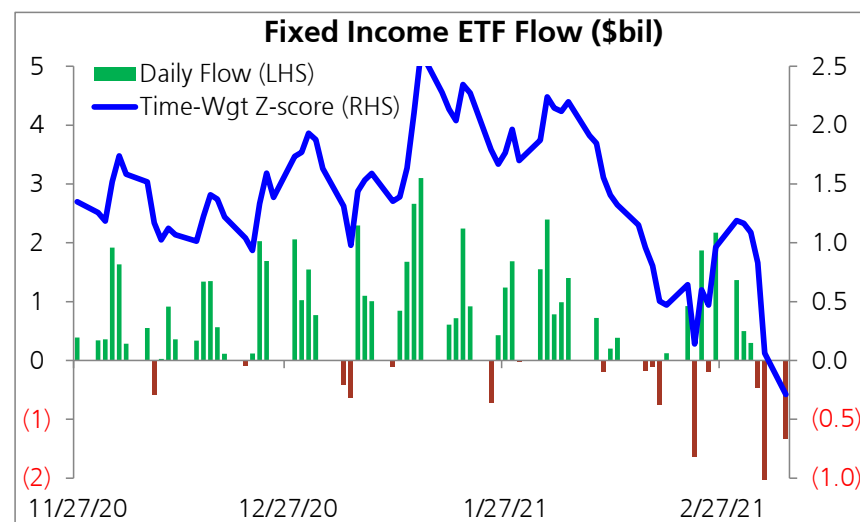
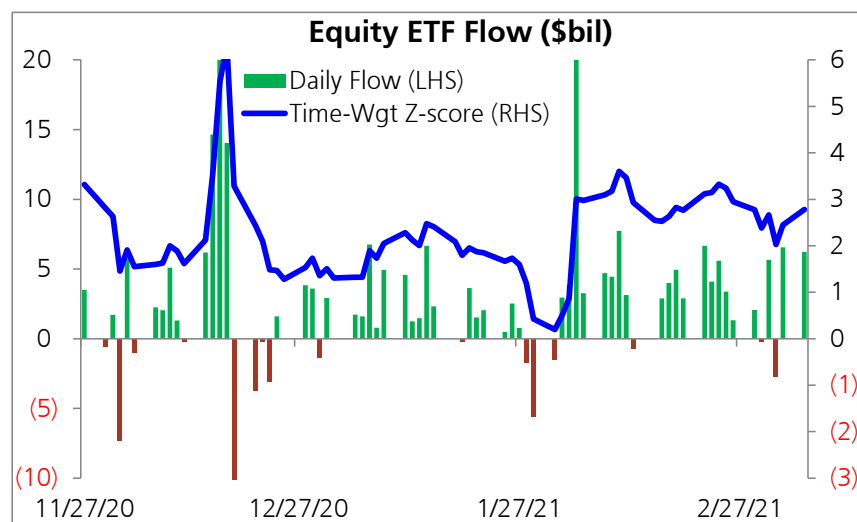
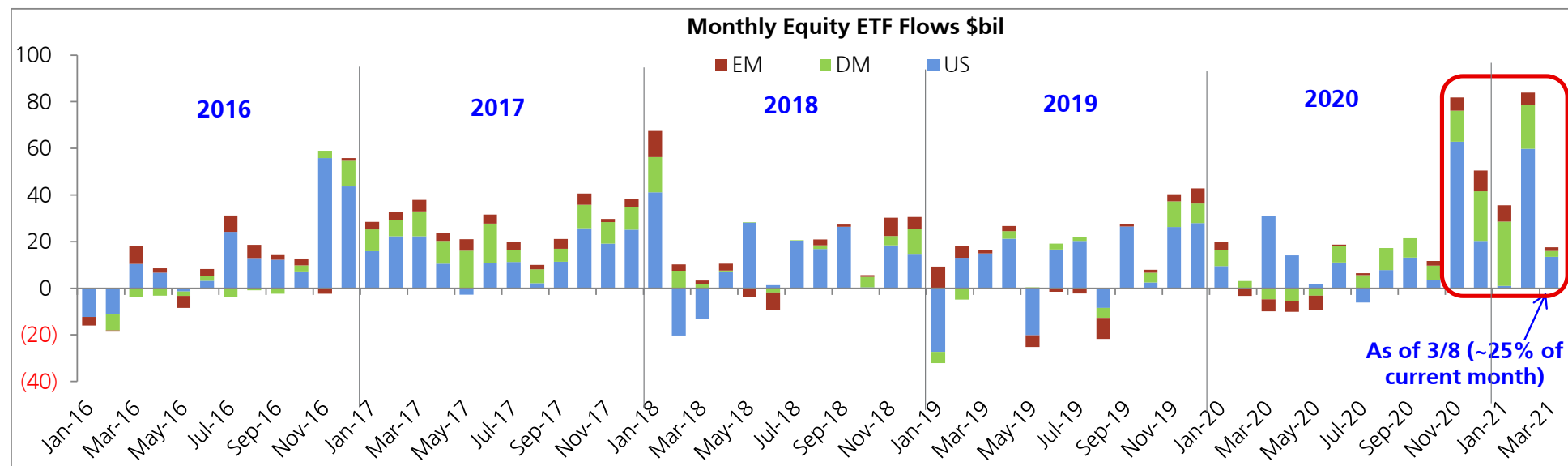
S&P 500 Top 12 Stock 110% Call Skew

(110C - ATM) / ATM IV														
Month	SPY	Top 12	AAPL	MSFT	AMZN	FB	GOOGL	GOOG	BRK/B	JNJ	PG	V	TSLA	JPM
1/19	260.1	-9%	-9%	-13%	-7%	-8%	-11%	-10%	-4%	-9%	-7%	-12%	-7%	-13%
2/19	275.2	-5%	0%	-8%	-3%	-4%	-3%	-3%	-1%	-7%	-6%	-8%	-7%	-7%
3/19	280.0	-6%	-2%	-9%	-4%	-7%	-6%	-6%	0%	-7%	-3%	-10%	-8%	-10%
4/19	289.8	-6%	-4%	-7%	-5%	-5%	-6%	-6%	-1%	1%	-5%	-7%	-6%	-9%
5/19	285.3	-9%	-9%	-9%	-9%	-9%	-9%	-9%	-1%	-5%	-6%	-15%	-8%	-14%
6/19	289.0	-8%	-8%	-9%	-8%	-8%	-7%	-8%	-2%	-9%	-2%	-12%	-5%	-13%
7/19	299.0	-6%	-9%	-5%	-6%	-7%	-5%	-5%	1%	-2%	-8%	-7%	-6%	-11%
8/19	289.6	-13%	-12%	-15%	-14%	-12%	-15%	-15%	-4%	-5%	-9%	-16%	-9%	-20%
9/19	298.1	-9%	-10%	-13%	-9%	-9%	-14%	-13%	-4%	-6%	-9%	-8%	-7%	-14%
10/19	297.1	-9%	-11%	-9%	-6%	-8%	-12%	-12%	-4%	-4%	-9%	-11%	-5%	-15%
11/19	310.3	-2%	3%	0%	9%	-2%	-6%	-7%	4%	-3%	-5%	-3%	1%	-6%
12/19	317.5	-2%	1%	0%	10%	-5%	-9%	-9%	0%	-9%	-8%	-3%	-1%	-1%
1/20	327.0	-5%	1%	-4%	2%	-6%	-7%	-7%	-2%	-8%	-8%	-2%	0%	-5%
2/20	327.4	0%	-4%	4%	5%	-4%	1%	0%	2%	-2%	-8%	1%	2%	-9%
3/20	264.8	-15%	-14%	-15%	-15%	-14%	-15%	-15%	-22%	-14%	-14%	-16%	-5%	-13%
4/20	275.4	-12%	-16%	-12%	-4%	-13%	-14%	-14%	-15%	-11%	-12%	-19%	-1%	-9%
5/20	291.7	-11%	-15%	-14%	-1%	-11%	-15%	-15%	-11%	-9%	-5%	-18%	-1%	-8%
6/20	310.2	-6%	-7%	-8%	0%	-6%	-11%	-11%	-1%	-5%	-5%	-12%	1%	-3%
7/20	320.0	-2%	-3%	-4%	3%	-5%	-3%	-3%	2%	-1%	14%	-4%	1%	-1%
8/20	338.7	3%	6%	1%	4%	0%	-6%	-6%	14%	9%	21%	4%	2%	1%
9/20	336.0	-2%	-2%	-3%	-3%	-5%	-9%	-9%	9%	-2%	6%	-4%	1%	0%
10/20	341.0	-3%	-2%	-7%	-1%	-4%	-6%	-6%	5%	-2%	1%	-5%	0%	-5%
11/20	354.4	0%	-1%	-3%	0%	-5%	-6%	-5%	12%	2%	0%	1%	1%	-1%
12/20	368.9	2%	5%	0%	5%	-1%	-5%	-3%	15%	11%	7%	2%	0%	1%
1/21	378.2	1%	3%	0%	1%	-2%	-3%	-3%	13%	8%	4%	2%	1%	1%
2/21	387.5	2%	3%	-1%	3%	0%	1%	1%	17%	17%	10%	5%	-3%	0%
3/21	383.3	-4%	-3%	-8%	-5%	-5%	-8%	-7%	13%	13%	4%	7%	-4%	4%

UBS RMM Flows in Equity vs Fixed Income



Equity ETF Flows in Equity vs Fixed Income



Other Factors

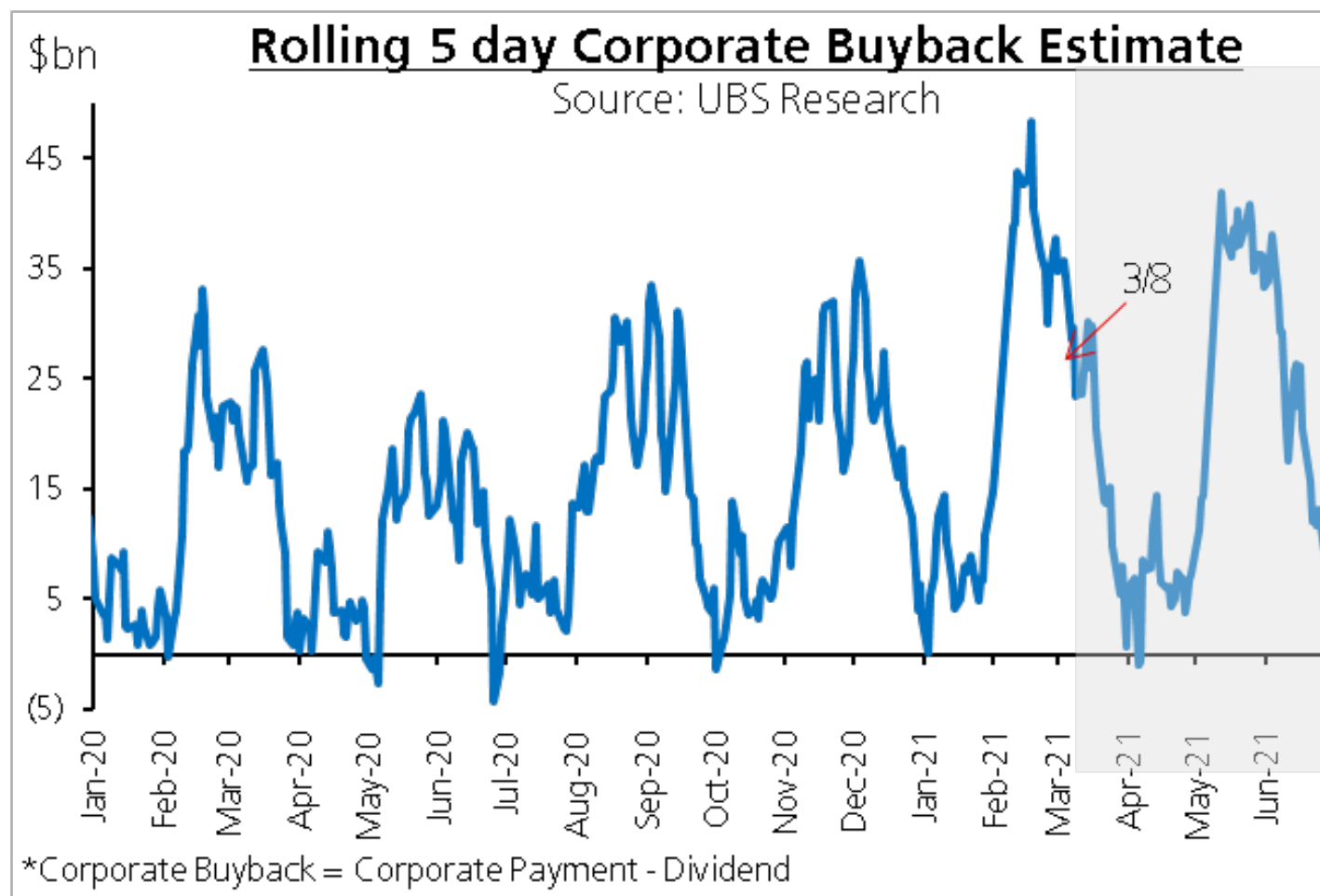
US Pension Rebalancing Estimate

US Pensions Rebalancing Estimate in \$B (as of Mar 8, 21)

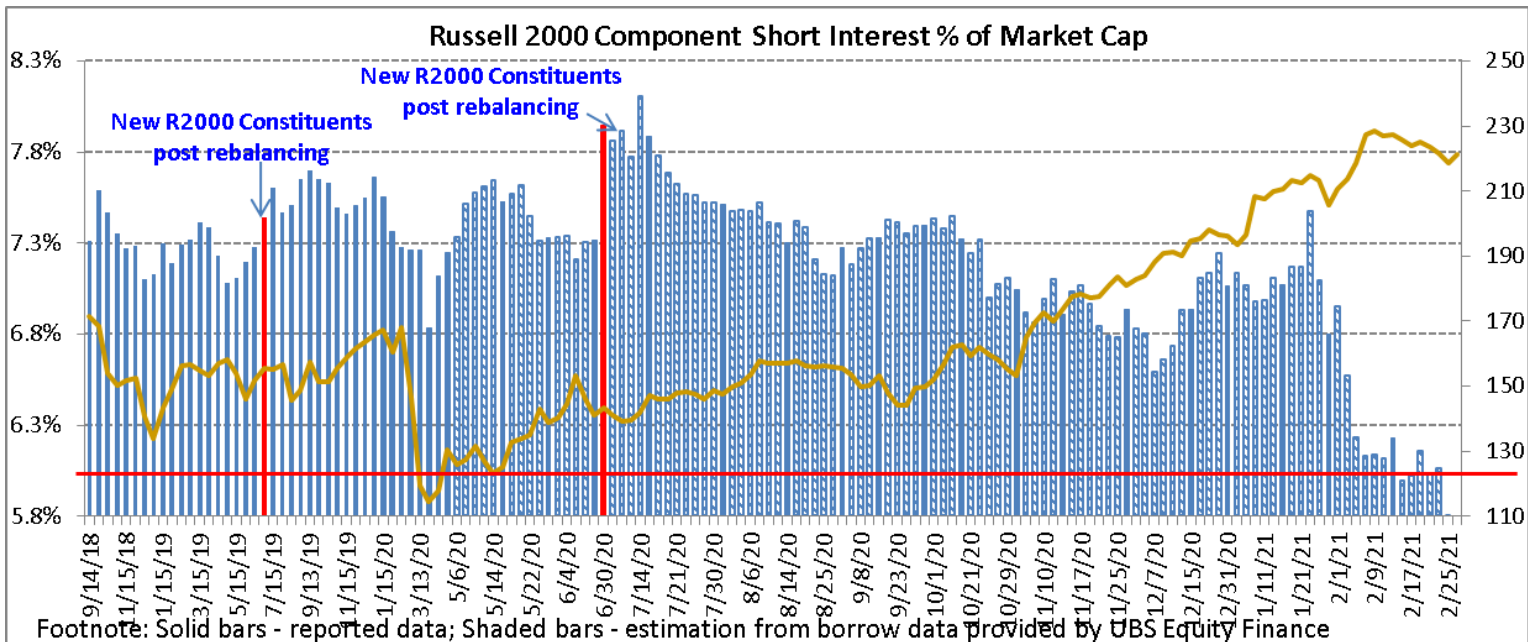
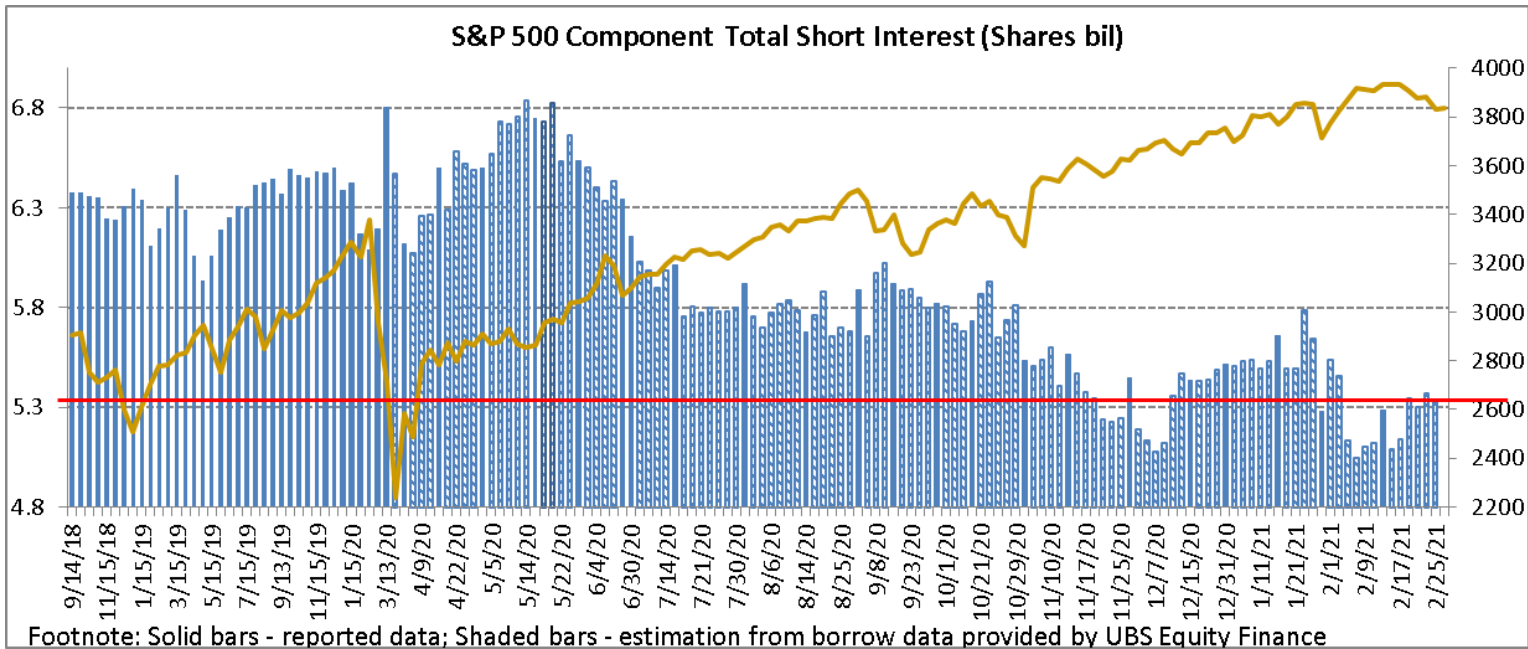
	US Public Pensions						US Corporate Pensions					
Estimated AUM	\$ 5,067						\$ 3,363					
	US Large	US Small	DM	EM	US Bonds	Oth	US Large	US Small	DM	EM	US Bonds	Oth
Target Weight	35%	5%	10%	5%	25%	20%	35%	5%	10%	5%	25%	20%
Proxy Index	SPX	RTY	EFA	EEM	TLT/AGG		SPX	RTY	EFA	EEM	AGG	
MTD Total Ret	1.2%	1.1%	0.8%	-2.4%	-2.2%		1.2%	1.1%	0.8%	-2.4%	-1.0%	
QTD Total Ret	2.9%	12.8%	2.3%	1.5%	-7.7%		2.9%	12.8%	2.3%	1.5%	-3.3%	
Pre-rebal Mth Wgt	35.5%	5.1%	10.1%	4.9%	24.5%		35.3%	5.0%	10.1%	4.9%	24.7%	
Pre-rebal Qtr Wgt	36.0%	5.6%	10.2%	5.1%	23.1%		35.5%	5.6%	10.1%	5.0%	23.8%	
Rebal Mth \$	(5.8)	(0.8)	(1.2)	1.4	6.4		(2.8)	(0.4)	(0.5)	1.1	2.6	
Rebal Qtr \$	(12.7)	(8.1)	(2.8)	(0.9)	24.5		(4.3)	(4.8)	(0.7)	(0.0)	9.8	
Rebalancing \$bil	(18.5)	(8.8)	(4.1)	0.5	31.0		(7.1)	(5.1)	(1.2)	1.1	12.4	

(31.0) ← (43.4) → (12.4)
 Triggered Rebalancing GI Eq: (6.5) => ME: (6.5) Wkly: 0.0
 TOTAL (49.9)

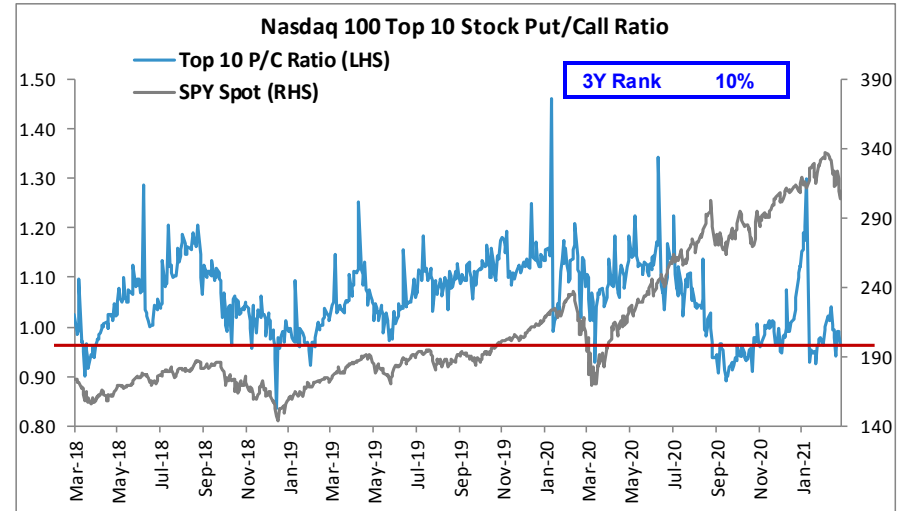
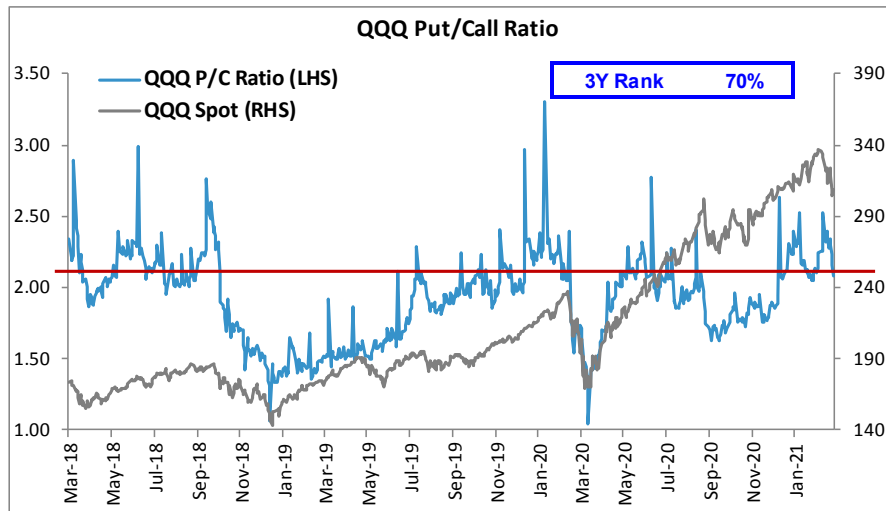
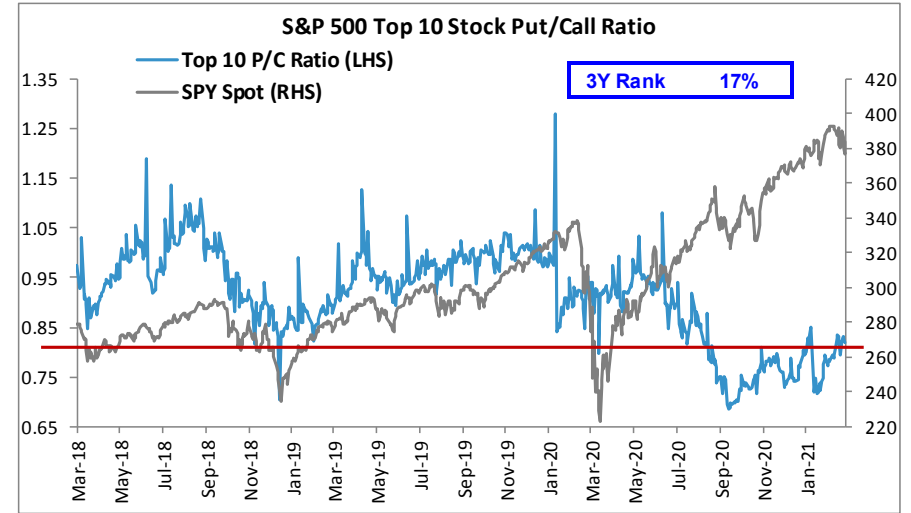
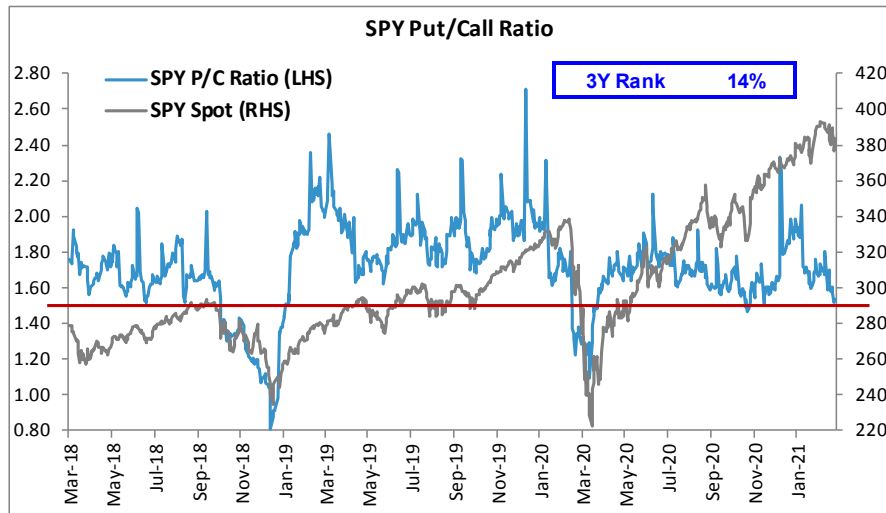
Corporate Buyback Seasonality



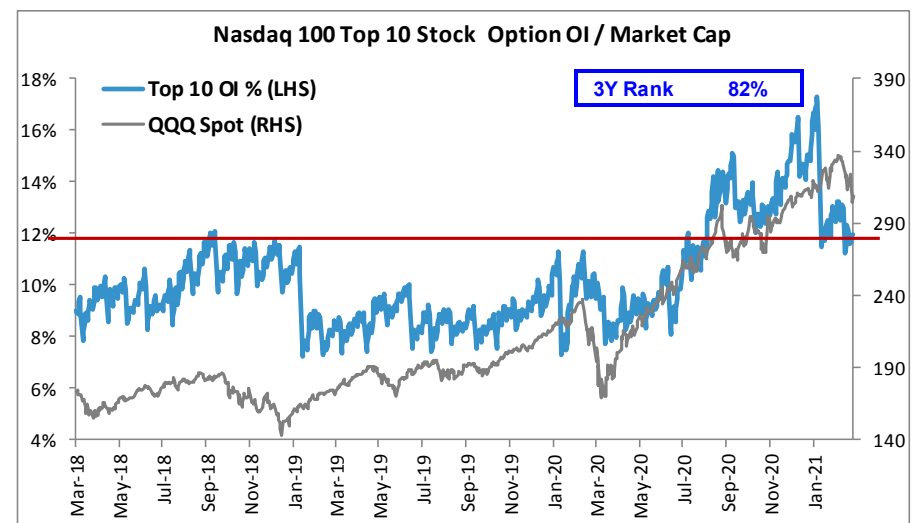
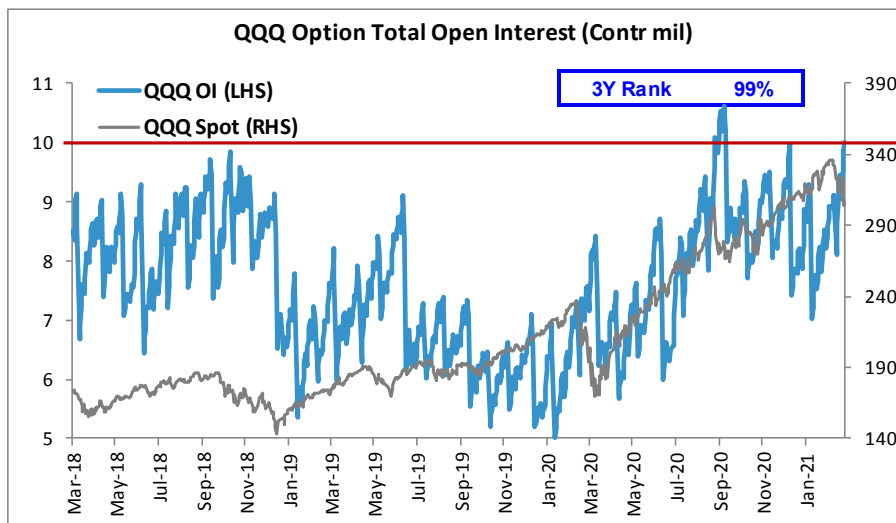
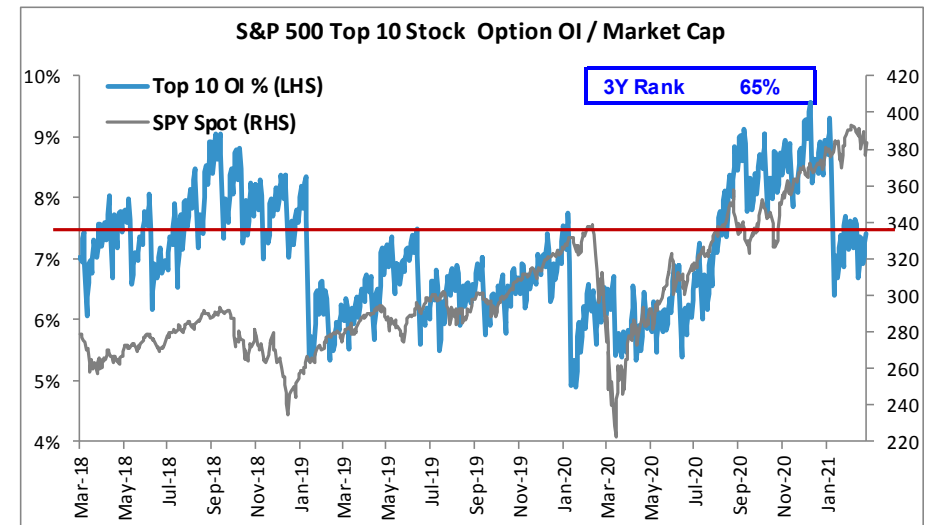
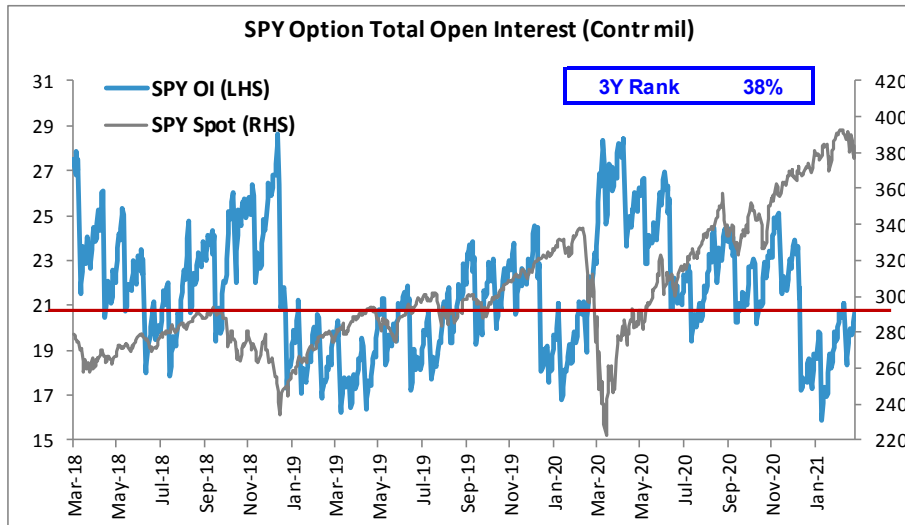
Low Stock Short Interest



Option Put/Call Ratio



Option Gamma

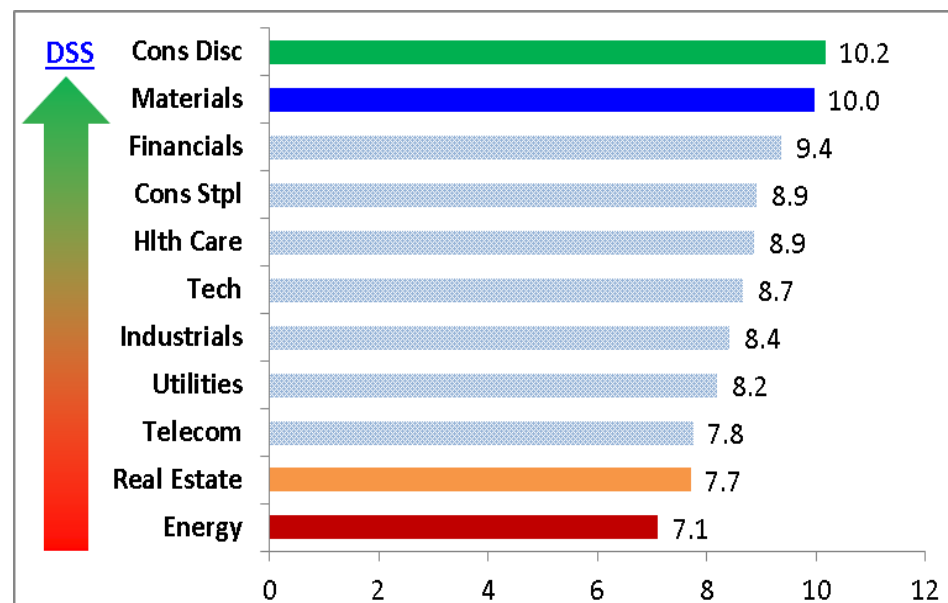
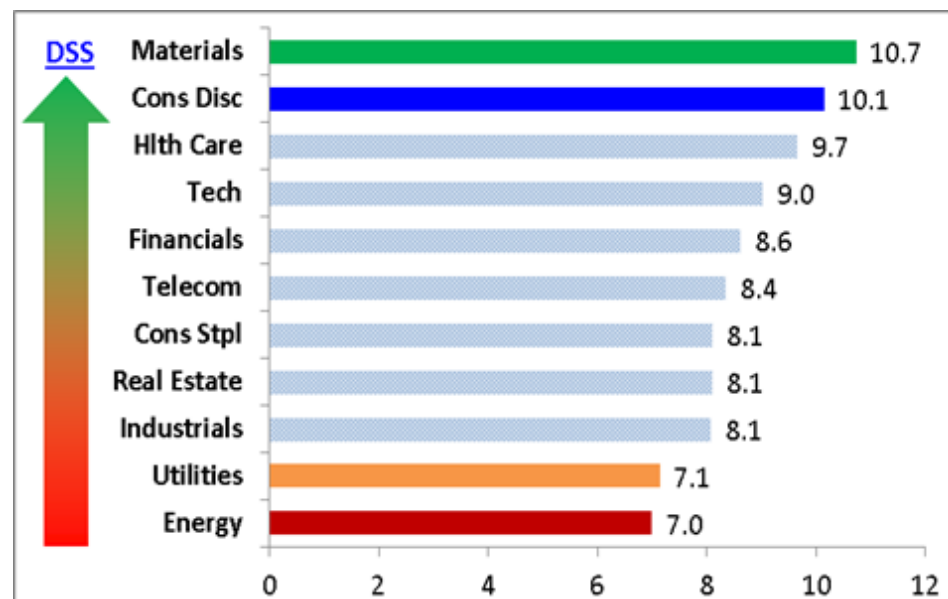


Dynamic Sector Score (DSS)

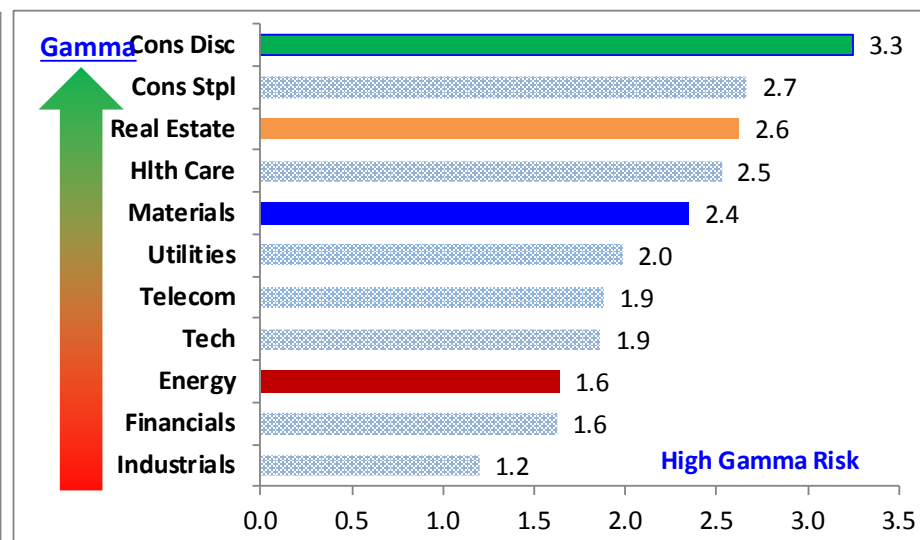
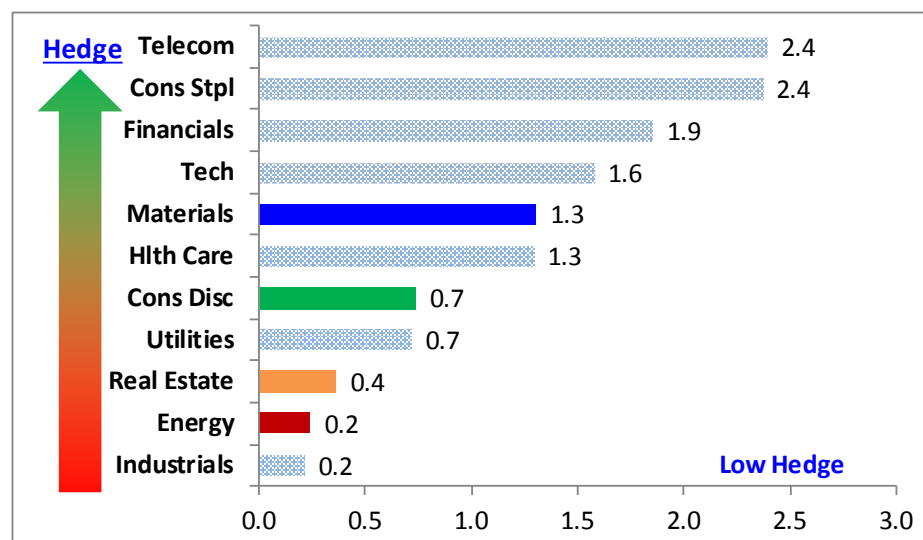
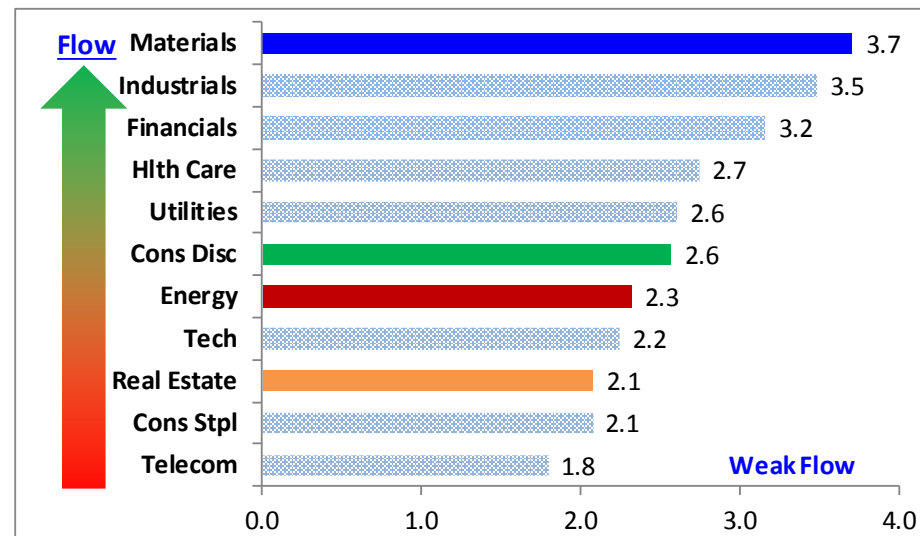
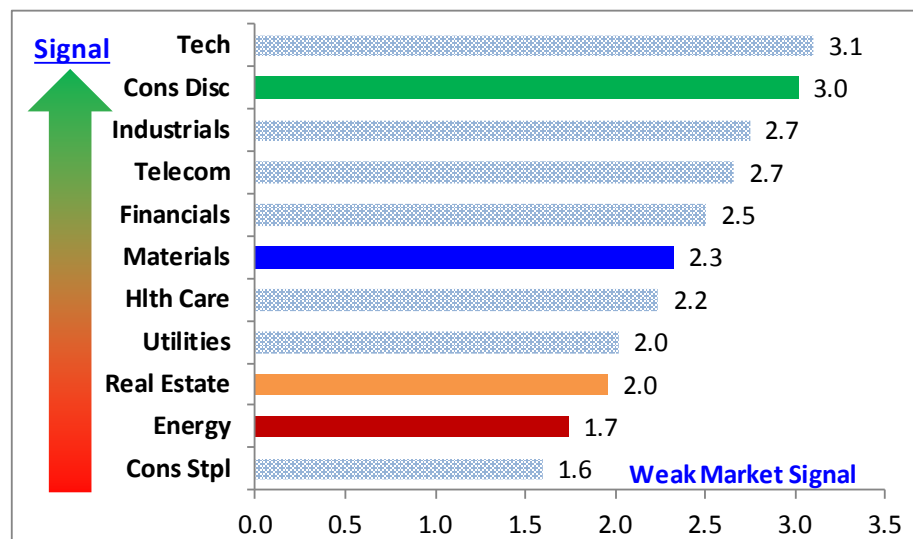
Dynamic Sector Score (DSS)

Sector	2/25/21 DSS Rank	Signal	Flow	Hedge	Gamma
Energy	7.0 11	1.8	3.2	0.1	1.8
Tech	9.0 4	3.3	2.8	1.5	1.5
Financials	8.6 5	2.5	2.5	1.8	1.8
Industrials	8.1 9	2.8	3.2	0.3	1.8
Materials	10.7 1	2.5	4.5	1.3	2.5
Cons Disc	10.1 2	3.0	3.5	0.7	3.0
Real Estate	8.1 8	2.0	2.7	0.6	2.8
Telecom	8.4 6	2.8	2.0	2.3	1.3
HLth Care	9.7 3	2.4	3.0	1.4	2.8
Cons Stpl	8.1 7	1.6	1.8	2.1	2.6
Utilities	7.1 10	1.9	2.2	0.9	2.1

Sector	3/3/21 DSS Rank	Signal	Flow	Hedge	Gamma
Energy	7.1 11	1.7	2.3	1.4	1.6
Tech	8.7 6	3.1	2.2	1.5	1.9
Financials	9.4 3	2.5	3.2	2.1	1.6
Industrials	8.4 7	2.7	3.5	1.0	1.2
Materials	10.0 2	2.3	3.7	1.6	2.4
Cons Disc	10.2 1	3.0	2.6	1.3	3.3
Real Estate	7.7 10	2.0	2.1	1.1	2.6
Telecom	7.8 9	2.7	1.8	1.4	1.9
HLth Care	8.9 5	2.2	2.7	1.4	2.5
Cons Stpl	8.9 4	1.6	2.1	2.6	2.7
Utilities	8.2 8	2.0	2.6	1.6	2.0

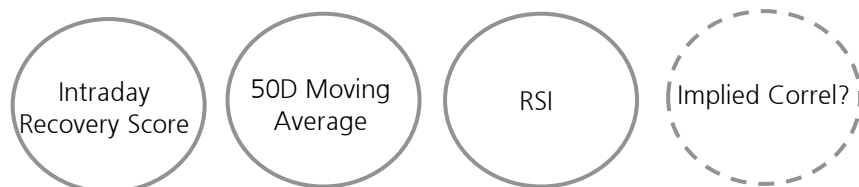


DSS Components

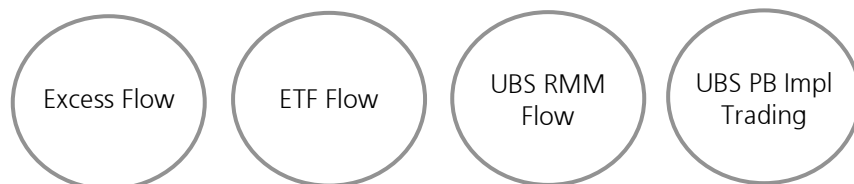


Market Internal Dynamic Model – US Sector

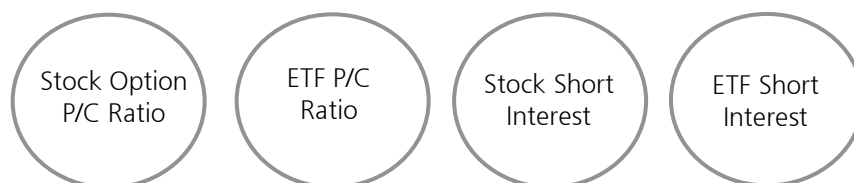
Market Signals



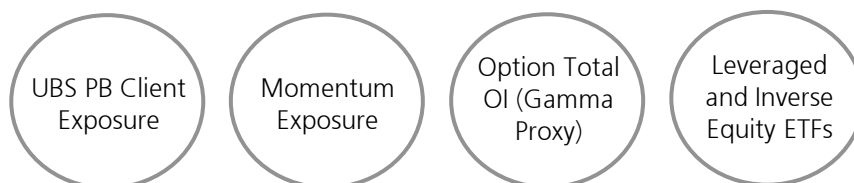
Flow



Positioning (Hedges)



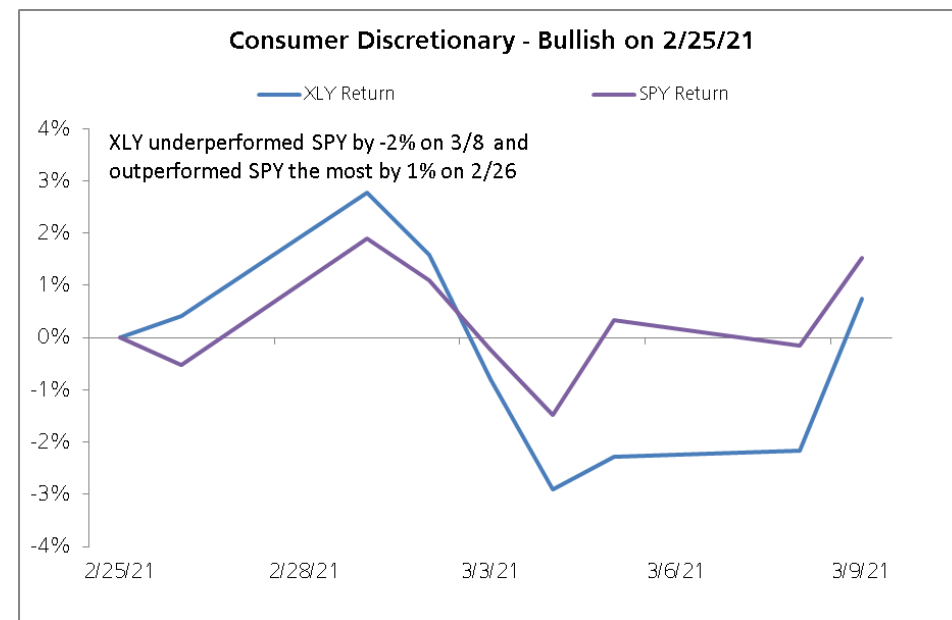
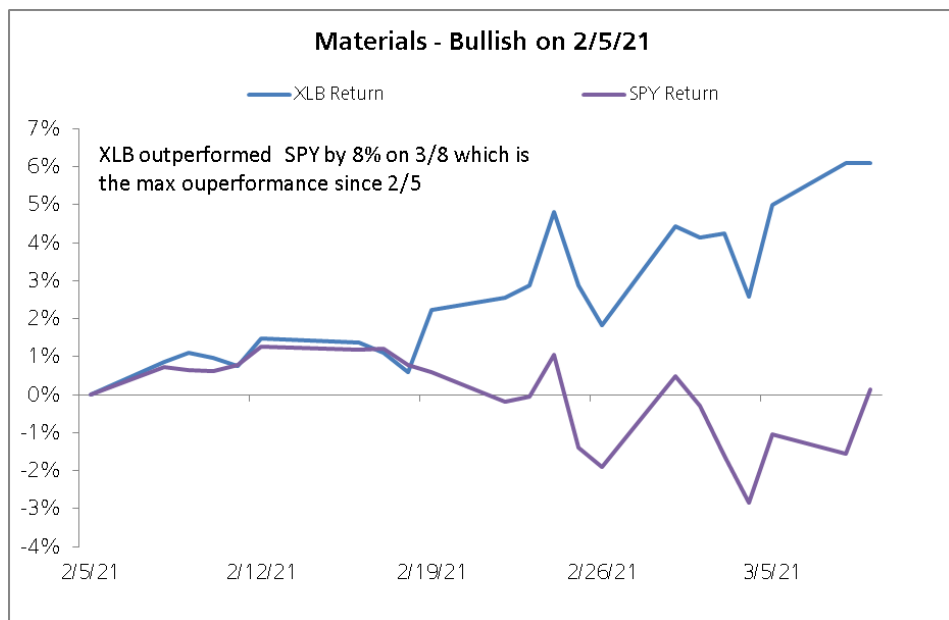
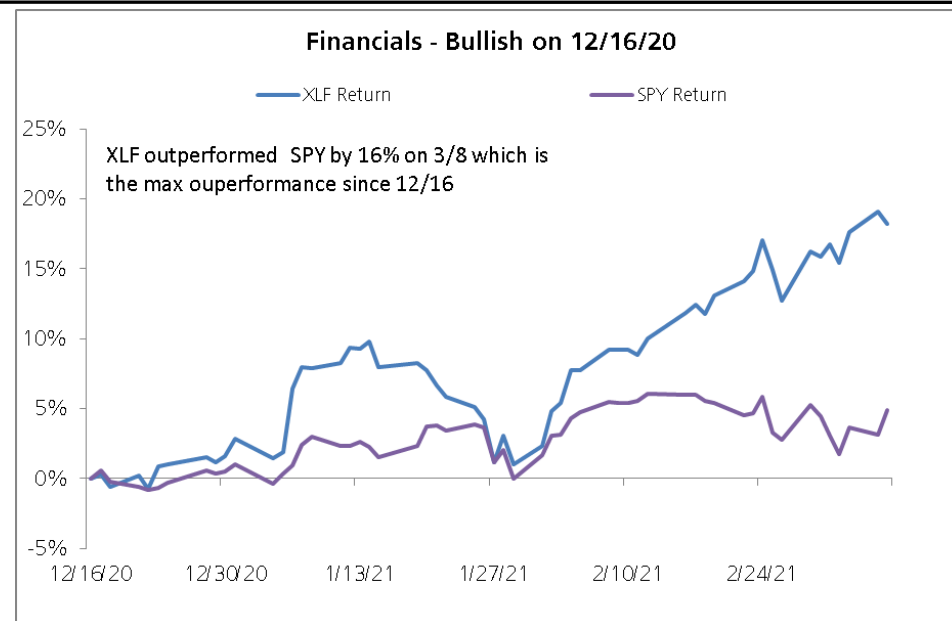
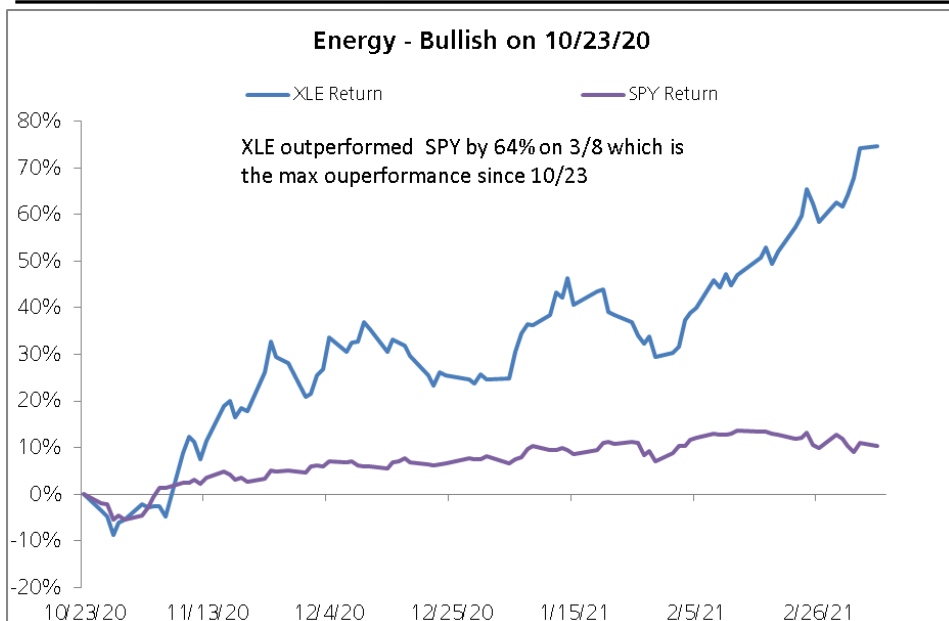
Short Gamma Risk (HF / Systematic / Option / ETF)



Featured Sectors

Start	Bull	Bear
Deriv Conf (10/21)	Energy, Materials	Industrials, Utilities
10/23/20	Energy	
10/29/20		Industrials
12/3/20		Technology
12/18/20	Financials	
2/8/21	Materials	
2/25/21	Consumer Discretionary	

DSS Bullish Recommendations



Dynamic Sector Score (DSS) – Market Signals Pillar

				Market Signal											
				Intraday Recovery Score				Stock % > 50D MA				RSI 14-Day			
	3/3/21			Bull/	Score			Bull/	<20 or >80			Bull/	<30 or > 70		
Sector	DSS	Rank	Signal	Bear	2M	4M	Start	Bear	Cur	Last 2W	Start	Bear	Cur	Last 2W	Start
Energy	5.9	11	1.7		27	8			100				67	71	2/23
Tech	8.8	5	3.1	Bull	25	25	12/24		47				41		
Financials	9.1	3	2.5	Bull	20	22	2/25		89				67	78	2/24
Industrials	7.6	8	2.7		29	11			70				61	70	2/24
Materials	9.7	1	2.3		19	9			57				53		
Cons Disc	9.6	2	3.0		22	34			62				36		
Real Estate	7.0	10	2.0	Bear	0	(8)	3/1		67				38		
Telecom	8.7	6	2.7		25	16			65				50		
Hlth Care	8.8	4	2.2		(10)	(3)			29				37		
Cons Stpl	8.7	7	1.6	Bear	(35)	(18)	2/2		38			Bull	33	28	2/26
Utilities	7.3	9	2.0	Bear	(19)	(22)	2/1		7	7	2/26		34	28	2/26

Dynamic Sector Score (DSS) – Flow Pillar

Sector	3/3/21		Flow	Exponentially Time Wgt Flow (\$mil)											
				Excess			ETF			UBS RMM			UBS PB		
				2W		3Y Z-	2W		3Y Z-	2W		3Y Z-	2W		1Y Z-
	DSS	Rank		3/3	Ago	score	3/3	Ago	score	3/3	Ago	score	3/3	Ago	score
Energy	5.9	11	2.3	\$0.0	\$0.2	(0.0)	(\$352)	\$40	(3.6)	\$8	\$7	0.9	(\$1)	(\$2)	(0.2)
Tech	8.8	5	2.2	(\$2.5)	(\$1.0)	(1.5)	(\$2)	\$53	(0.0)	\$50	\$2	1.9	(\$20)	(\$9)	(1.2)
Financials	9.1	3	3.2	(\$0.5)	(\$0.4)	(0.7)	\$293	\$85	2.8	\$8	\$4	0.6	\$1	(\$2)	0.2
Industrials	7.6	8	3.5	\$0.3	(\$0.2)	0.2	\$82	(\$19)	1.5	\$15	\$5	1.3	\$1	(\$7)	0.1
Materials	9.7	1	3.7	\$0.0	(\$0.1)	(0.2)	\$49	(\$8)	1.4	\$13	\$9	3.4	\$3	\$3	1.2
Cons Disc	9.6	2	2.6	(\$6.5)	\$0.3	(1.1)	(\$2)	\$44	(0.0)	\$23	\$7	1.3	\$1	(\$6)	0.1
Real Estate	7.0	10	2.1	(\$0.4)	\$0.1	(1.7)	(\$2)	\$77	(0.0)	\$7	\$7	1.6	(\$4)	(\$9)	(1.2)
Telecom	8.7	6	1.8	(\$0.4)	(\$0.1)	(1.3)	\$36	\$23	1.2	(\$5)	(\$22)	(0.4)	(\$16)	\$2	(1.9)
Hlth Care	8.8	4	2.7	(\$1.2)	(\$0.6)	(2.0)	(\$28)	(\$34)	(0.3)	\$26	\$18	1.5	\$8	\$0	1.6
Cons Stpl	8.7	7	2.1	(\$0.3)	(\$0.3)	(1.0)	(\$47)	(\$89)	(1.2)	\$7	\$2	0.7	\$1	(\$5)	0.1
Utilities	7.3	9	2.6	(\$0.2)	(\$0.1)	(1.8)	\$10	(\$65)	0.3	\$8	\$2	2.3	(\$0)	\$3	(0.1)

Dynamic Sector Score (DSS) – Hedge Positioning Pillar

Sector	3/3/21		Hedge	Hedge Positioning							
				Top Stk P/C^		ETF P/C		Stock SI Shrs^		ETF SI/Shrs %	
				3Y	3Y	3Y	3Y	3Y	3Y	3Y	3Y
	DSS	Rank		3/3	Rnk	3/3	Rnk	2/25	Rnk	2/12	Rnk
Energy	5.9	11	0.2	0.63	3	0.47	2	460	13	8	1
Tech	8.8	5	1.6	0.80	19	1.46	37	910	28	4	42
Financials	9.1	3	1.9	0.87	54	1.18	31	630	17	9	46
Industrials	7.6	8	0.2	0.71	3	0.97	9	497	1	13	4
Materials	9.7	1	1.3	0.75	27	0.90	10	191	28	16	39
Cons Disc	9.6	2	0.7	0.92	20	0.61	8	672	3	5	28
Real Estate	7.0	10	0.4	0.70	1	1.49	17	254	7	20	4
Telecom	8.7	6	2.4	0.68	1	0.21	7	731	85	3	99
Hlth Care	8.8	4	1.3	0.65	4	1.01	2	418	20	11	77
Cons Stpl	8.7	7	2.4	0.68	5	2.07	83	396	20	14	82
Utilities	7.3	9	0.7	0.53	10	1.03	18	182	0	23	30

Dynamic Sector Score (DSS) – Systematic / Gamma Pillar

				Systematic / Gamma Risk											
				UBS PB		Momentum Exp						Top 10 OI/Cap		ETF Rebal/%	
	3/3/21			Net	1Y	Exp ⁺	3Y	%	+/- 2%			3Y			
Sector	DSS	Rank	Gamma	3/3	Rnk	3/3	Rnk	L	S	Buy*	Sell*	3/3	Rnk	1% Move	3Y Rnk
Energy	5.9	11	1.6	0.04	60	2.8	88	100	0			3.4	90	\$37	31
Tech	8.8	5	1.9	0.09	24	4.0	57	67	8	8	17	5.2	73	\$1,311	97
Financials	9.1	3	1.6	0.04	12	4.8	86	100	0			4.2	72	\$225	100
Industrials	7.6	8	1.2	0.15	71	5.1	83	92	0			5.1	74		
Materials	9.7	1	2.4	0.02	73	3.5	80	75	0	8	8	2.1	58	\$40	1
Cons Disc	9.6	2	3.3	0.14	11	2.6	35	42	8		25	10.7	59		
Real Estate	7.0	10	2.6	0.00	2	2.6	56	67	17	8	42	1.0	45	\$15	87
Telecom	8.7	6	1.9	0.13	24	5.8	84	58	8	8	17	2.6	79		
Hlth Care	8.8	4	2.5	0.10	59	3.9	58	42	17	17	33	2.0	55	\$51	26
Cons Stpl	8.7	7	2.7	0.07	41	(2.0)	16	17	67	8	8	2.2	83		
Utilities	7.3	9	2.0	0.01	85	(3.1)	8	8	83			1.1	88		

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