

# Brave New World

Edition 27



## Onshore is a big theme now.

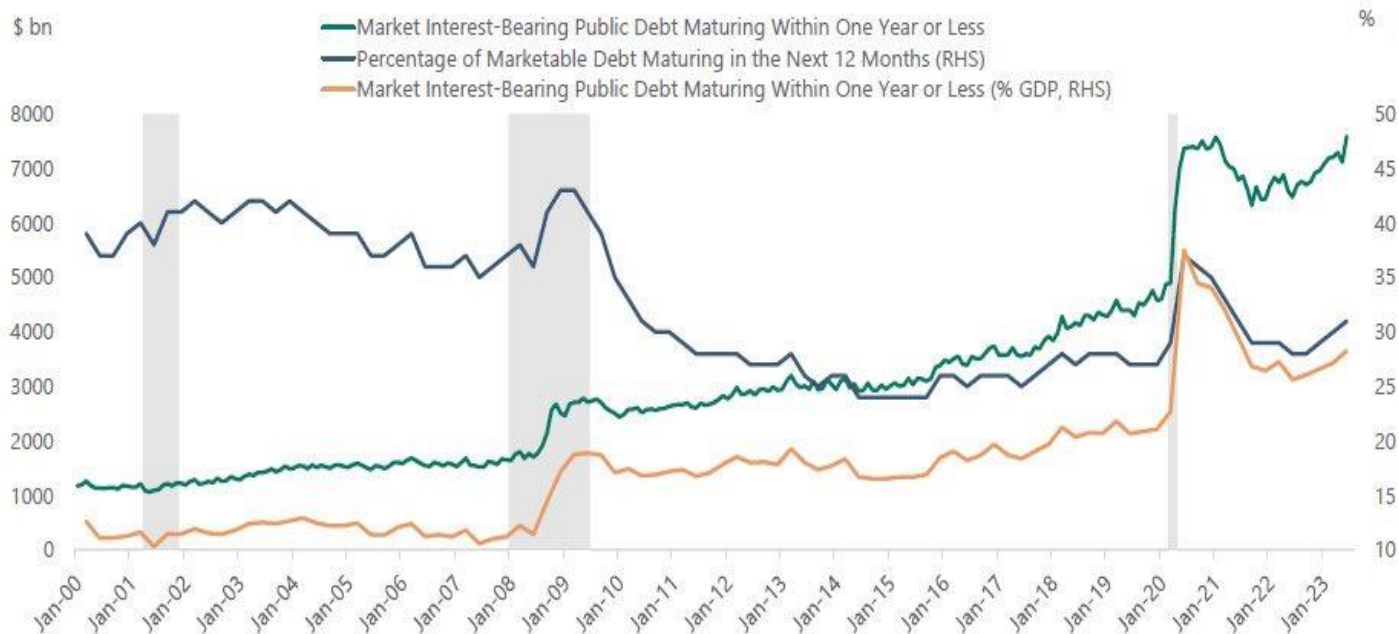


US/China de-coupling with broader implications. Our US Onshore vs Offshore pair GSPUSHOR is up +38% since Sept 2021 with a remarkable Sharpe ratio, which illustrate the persistence of this trend. (Goldman Sachs)

## Don't worry. Fed will do buybacks next year

APOLLO

31% of all US government debt outstanding, or \$7.6trn, will mature over the next year



Source: Treasury, BEA, Haver Analytics, Apollo Chief Economist

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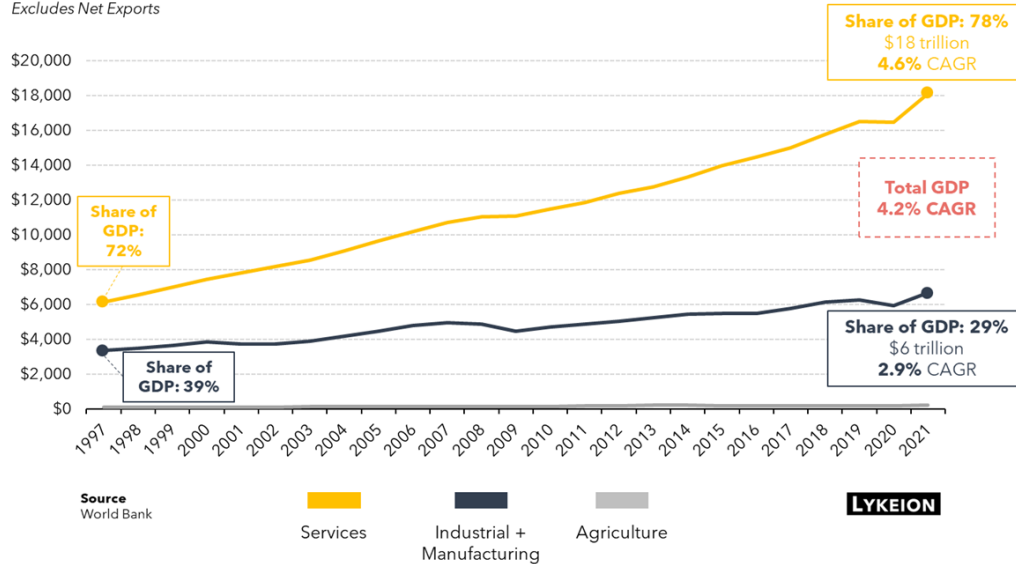
We believe that the Fed will follow BoJ buying Japanese bonds and ECB buying Italian bonds. There is no other option left.

## Long-Term Trends Don't Mean Forever

A quick look at U.S. GDP drivers.

### U.S. GDP by Sector

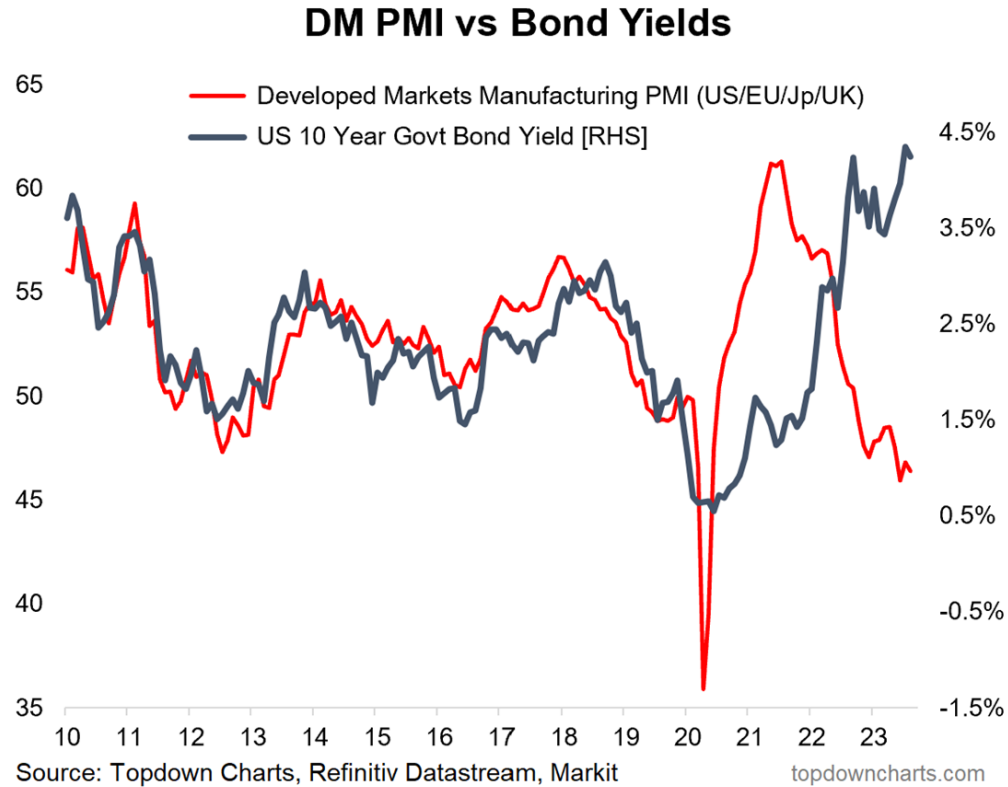
Services-to-Manufacturing is up from 1.8x to 2.7x  
Excludes Net Exports



Shifting geopolitical forces have forced government policy (IRA, CHIPS, IIJA) and corporates to rethink their capex spending, and our big bet is that this ratio has likely peaked, and a slow, but eventually meaningful reversion is underway. And by the way, this is a Western trend, not a U.S. one.

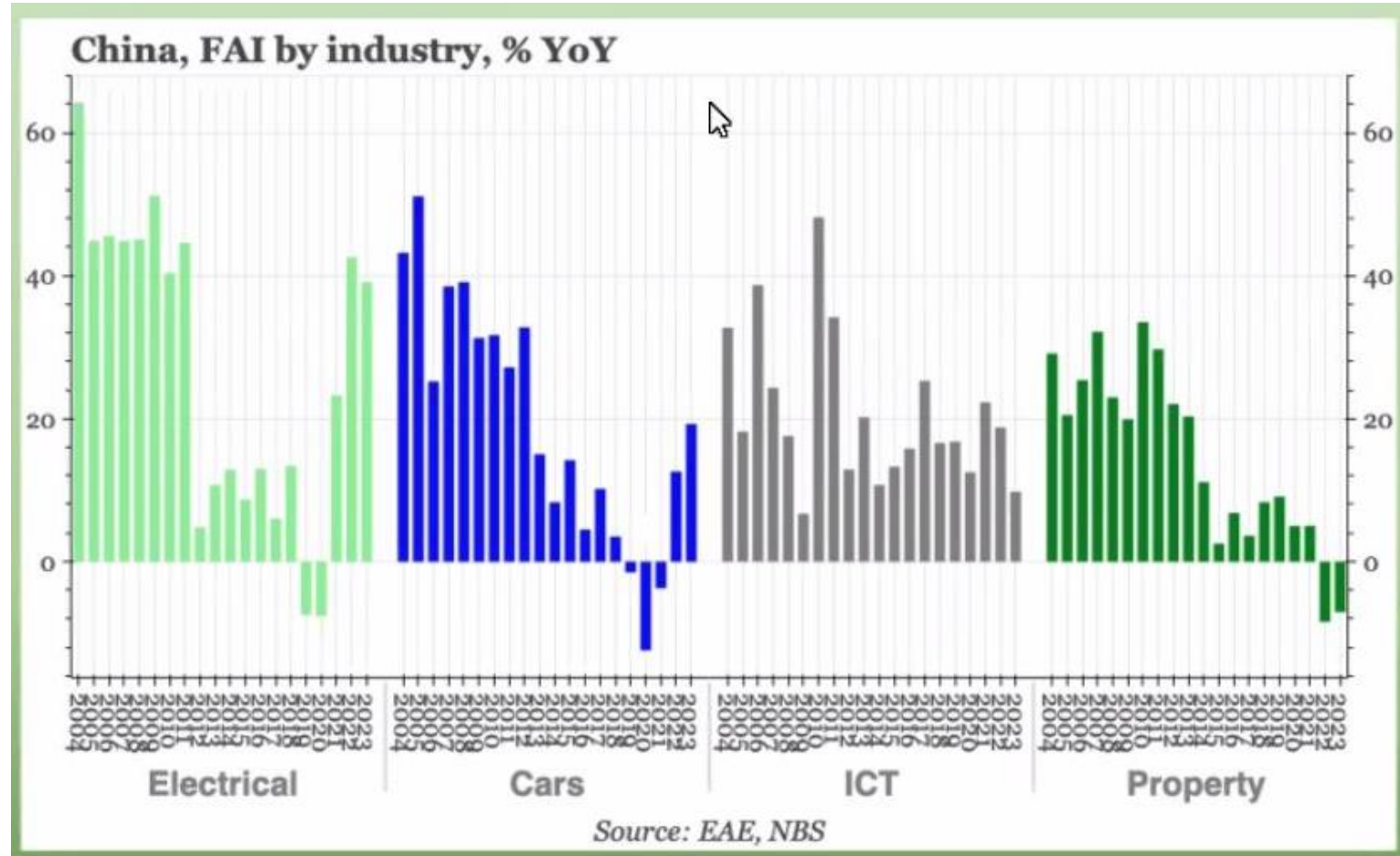


## Correlations not working at more



G-7 practically confiscated Russia's Forex reserves after Ukraine/Russia war. Since then, G-7 bonds have lost global buyers.

## China trying to rebalance its economy



China's economy has been over reliant on property prices for its growth. That seems to be changing slowly but it is a long-drawn process

# Management

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**Mr. Ajoy Agarwal**

Founder, Chairman & Managing Director

One of the pillars of the Indian investment advisor's fraternity.

Over the last five decades, his contribution to the growth of financial literacy is immense, led by un-biased, focused and disciplined approach with strong emphasis on ethics and creating a sense of ownership amongst the employees.



**Mr. Abhishek Agarwal**

Director

Having started his career at the grass-roots level of the financial services industry, his dedication and strategic planning has enabled EF to enter into several remote towns across Eastern India, thus spreading its wings with a large network of company-owned branches.



**Mr. Amrish Agarwal**

Director

Aiming to change the speculative, traditional ways of trading by developing a sustainable, investment-based dealing platform.

His contribution helped catapult EF into the league of players actively catering to the discerning Institutional and High Net worth investors who are well aware of global developments and thus very demanding.



**Mr. Ritesh Jain**

Director

He has held many senior leadership roles including CIO – BNP Paribas Mutual Fund, where he was responsible for managing US\$1.2 billion of AUM and also has served as the CIO of Tata Mutual Fund, where he was responsible for managing AUM of 6 billion.

In 2019, LinkedIn rated him among the top three influencers in the world of Economy and Finance. He is also a recipient of numerous national and international awards in the field of fixed income and equity investments.

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# Thank You



## Get In Touch

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