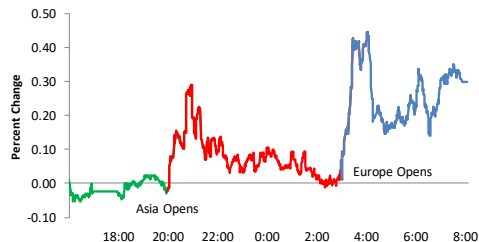




Today's Events

Overnight Trading



Other Markets

Japan	↑	0.3 %
China	↓	-2.8
Germany	↑	0.4
UK	↑	0.2
Oil	74.89 ↓	-\$0.3
Gold	1788.6 ↑	\$11.9
\$/Euro	0.846 ↑	0.00
\$/Yen	111.43 ↓	-0.1
Bitcoin	32,983 ↓	-439
10-Yr	1.44 ↑	0.02

Noteworthy Macro Events

- US Futures and Treasuries Higher Ahead of Jobs Report.

Overnight Trading

Trading Up (\$): SPCE (11.96), CRNC (9.93), CPOP (4.47), NVDA (4.26), SC (3.32), TATT (3.225)

Trading Down (\$): ARWR (-22), ALNY (-4.25), CVAC (-2.79), NVAX (-2.09), DNUT (-1.22), ITRM (-0.96)

Stock Specific News of Note

Ticker	News
AAPL	Spain launches disciplinary proceedings against company for anticompetitive practices.
AMZN	Spain launches disciplinary proceedings against company for anticompetitive practices.
ARWR	Company pauses trial for cystic fibrosis treatment after signs of lung inflammation.
DIDI	Chinese agency orders halt to all new user registrations citing cyber security investigation.
HMN	Raised full year EPS guidance citing strong Q2 net investment returns.
ITRM	FDA says it found deficiencies in its review of company's application for UTI.
JNJ	Says data shows that vaccine shows effectiveness against delta variant.
SC	SAN offers to acquire all outstanding shares for \$39 per share.
SPCE	Founder Richard Branson will join test flight on July 11th.

Analyst Actions

Upgrades

Ticker	Firm	From	To
PNC	Wolfe	Underperf	Outperf

Downgrades

Ticker	Firm	From	To
KEYS	Barclays	Overwgt	Mkt Wgt
WISH	Evercore	Outperf	Mkt Perf

Initiations/Reiterations

Ticker	Firm	Action	Rating
ABBV	Daiwa	Initiated	Outperf
CWH	Ray James	Initiated	Outperf
DOOO	Ray James	Initiated	Buy
IIPR	Wolfe	Initiated	Outperf
THO	Ray James	Initiated	Underperf

Market Timing Model

	Bearish	Neutral	Bullish
Expected S&P 500 Return (%)			
Category	One Week	Two Weeks	One Month
Sentiment	0.16	0.34	0.63
Technicals	0.07	0.20	0.56
Fundamental	0.21	0.38	0.70
Overall	0.16	0.35	0.62
Average (all days)	0.16	0.32	0.65

Indicators/Events

Time	Event	Estimate	Last Report	Date	Est	Act.	Diff.	S&P	Best	Worst
8:30	Non Farm Payrolls	705	6/4	675	411	-264	0.88	Tech	Util	
8:30	Private Payrolls	610	6/4	610	3390	2780	0.88	Tech	Util	
8:30	Manufact Payrolls	25	6/4	25	63	38	0.88	Tech	Util	
8:30	Unemployment Rate	5.9	6/4	5.9	5.8	-0.1	0.88	Tech	Util	
8:30	Avg Hourly Earnings	0.4	6/4	1.6	2.0	0.4	0.88	Tech	Util	
8:30	Avg Weekly Hours	34.9	6/4	34.9	34.9	0.0	0.88	Tech	Util	
10:00	Factory Orders	1.7	6/4	-0.2	-0.6	-0.4	0.88	Tech	Util	
10:00	Durable Goods	2.3	6/24	2.8	2.3	-0.5	0.14	Ener	Mat.	
13:00	Baker Hughes Rig Count (377)									

Tomorrow

Economic Indicators & Events

Time	Event	Estimate	Last Report	Date	Act.vs. Est.	S&P
10:00	ISM Services	63.9	6/3	6/3	0.8	-0.36

Earnings Reports

Ticker	Date	TOD	Estimate	EPS	Revs.
None					

Dividends & Splits

SRE	1.10	CMCSA	0.25		
DGX	0.62				

Conferences & Meetings

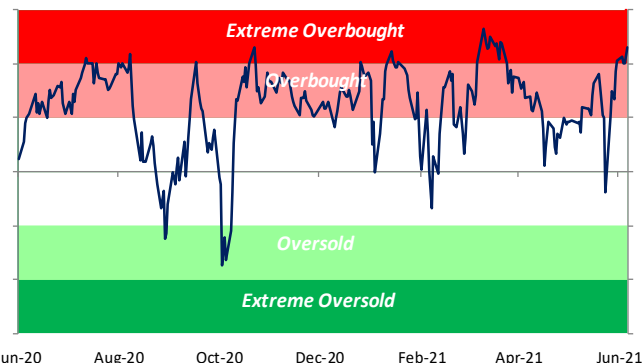
None					
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Index Changes

CRNC	Will replace ATGE in the S&P 400 effective 7/7.
ATGE	Will replace BPFH in the S&P 600 effective 7/7.



S&P 500 50-Day Moving Average Spread



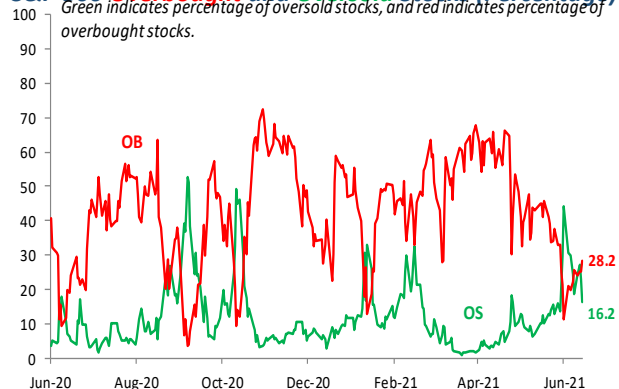
S&P 500 Internals

Indicator	Change	Current	One Week Ago
50-Day Moving Avg Spread	↑	2.8 %	1.8 %
10-Day A/D Line	↑	796	-67
# of Overbought Stocks	↑	141	111
# of Oversold Stocks	↓	81	122
P/E Ratio			
Trailing	↑	30.50	30.13
Forward	↑	22.69	22.57
Dividend Yield	↓	1.35 %	1.36 %
Credit Spreads (bps)			
High Yield	↓	304	308
Corporate Bonds	↓	86	87

Yesterday's Movers

Ticker	% Chg.	Occ.	Average Return (%)			
			Next Day		Next Week	
			Chg.	Percent Up	Chg.	Percent Up
SLCA	20.6	36	0.8	44.4	5.8	55.6
FRGI	11.2	14	1.2	57.1	3.8	50.0
AXL	10.2	14	-0.8	28.6	-1.3	35.7
DTM	8.7	0	n/a	n/a	n/a	n/a
WBA	-7.4	17	-0.3	41.2	2.3	58.8
POLY	-7.0	63	-0.9	38.1	1.7	46.0
AYI	-5.8	25	0.8	56.0	0.7	48.0
LQDT	-5.7	48	1.3	60.4	1.5	56.3

S&P 500 Overbought and Oversold Stocks (Percentage)



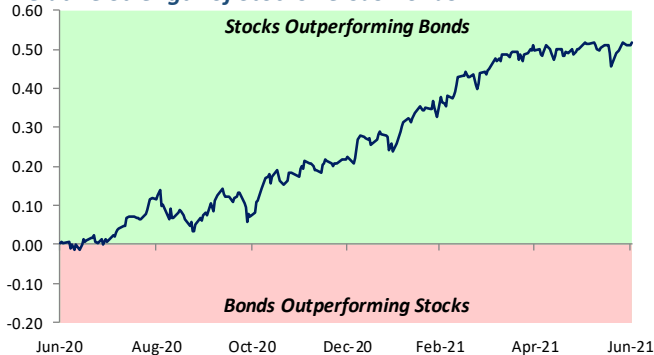
Trading Ranges: Sectors

Index/Sector	Current	1 Wk Ago	OS	N	OB
S&P 500	OB	OB			
Cons Discret.	OB	N			
Cons Staples	N	N			
Energy	N	OB			
Financials	N	N			
Health Care	OB	OB			
Industrials	N	N			
Materials	OS	OS			
Technology	OB	OB			
Comm. Svcs	OB	OB			
Utilities	OS	OS			

S&P 500 Overbought Stocks Most Likely to Fall

Ticker	Price	Standard Deviations Above 50-Day Avg	Avg % Return (One Week)	Percent of Time Positive
None				

Relative Strength of Stocks versus Bonds



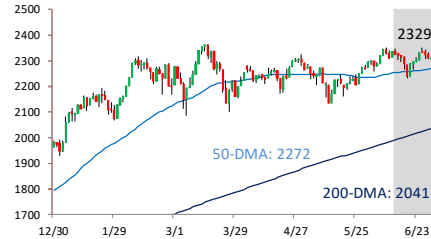
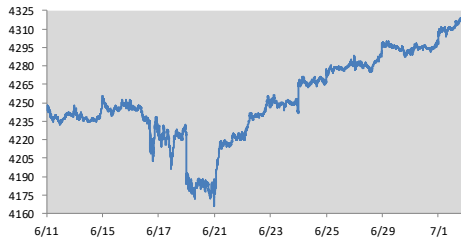
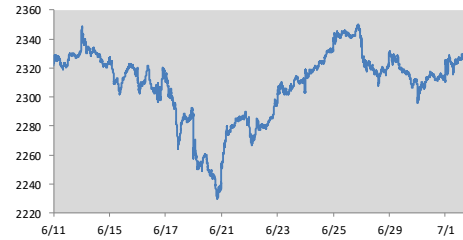
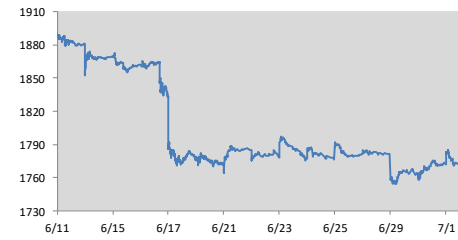
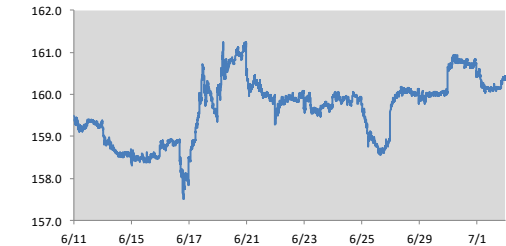
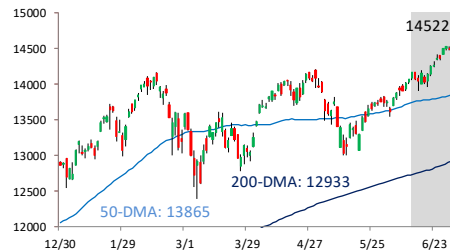
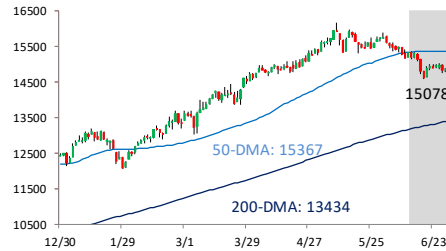
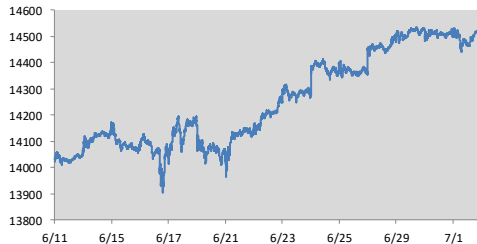
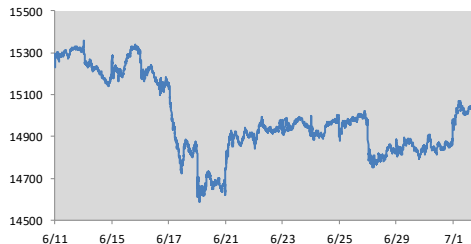
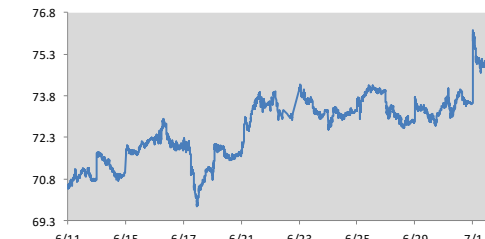
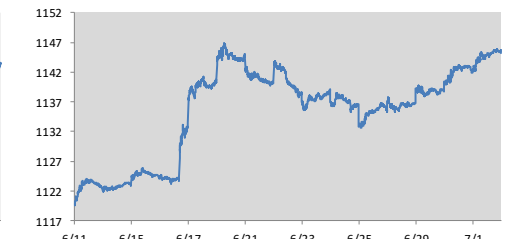
Trading Ranges: Bonds/Commodities

Commodity	Current	1 Wk Ago	OS	N	OB
\$/Euro	OB	OB			
\$/Yen	OB	OB			
2-Year	OS	OS			
10-Year	OB	OB			
Gold	OS	OS			
Silver	OS	OS			
Copper	OS	N			
Crude Oil	OB	OB			
Heating Oil	OB	OB			
Gasoline	OB	OB			
Natural Gas	OB	OB			

S&P 500 Oversold Stocks Most Likely to Rise

Ticker	Price	Standard Deviations Below 50-Day Avg	Avg % Return (One Week)	Percent of Time Positive
AEE	80.64	-2.15	1.31	50.0
CPB	45.67	-1.26	1.23	60.9

For an explanation of the first two pages of this report, please click [here](#).

**S&P 500: Last Six Months****Russell 2000: Last Six Months****Gold Future: Last Six Months****Long Bond Future: Last Six Months****S&P 500: Last 15 Trading Days****Russell 2000: Last 15 Trading Days****Gold Front Month Future: Last 15 Trading Days****Long Bond Future Intraday: Last 15 Trading Days****Nasdaq Composite: Last Six Months****DJ Transports: Last Six Months****Oil Future: Last Six Months****BBG US Dollar Index: Last Six Months****Nasdaq Composite: Last 15 Trading Days****DJ Transports: Last 15 Trading Days****Oil Future: Last 15 Trading Days****BBG US Dollar Index: Last 15 Trading Days**



Morning Commentary

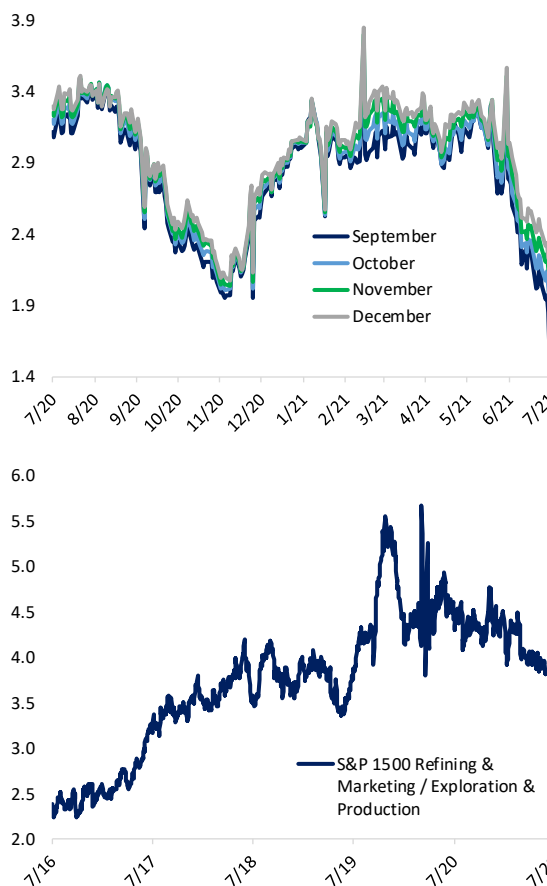
Overview: The dollar is up, the yield curve is flattening, and commodities are flat as the US equity market eyes a slightly higher open ahead of payrolls data this morning. Overnight data flow was light, and the payrolls report is likely to be a smaller driver than last month given the shift in Fed rhetoric, but the markets are still waiting with baited breath. [Global Economic Scorecard](#)

OPEC+: There still has not been a deal at OPEC+ that will add supply to the market as of this morning. If no deal is reached, the group will roll existing (and to-low) quotas out to August and further as a default position, meaning no deal would be the most bullish possible outcome for front-of-curve oil futures. The current front-month WTI contract is for August delivery, while the current front-month Brent contract is for September delivery. As shown at right, on a matched-month basis WTI has soared relative to Brent, a function of global crude users heading for the US to feed the spot market amidst tight supply elsewhere. The victim of this strategy is the US refining industry, which typically can arbitrage weaker WTI prices against global product markets. But as shown, that group has gotten crushed relative to its crude-producing counterparts in exploration & production.

APAC Markets: It was an eventful end to the week in China as the CSI 300 plunged almost 3% in response to the end of celebrations of the Communist Party's centennial celebrations. The Hang Seng was also down almost 2%, though the rest of the region avoided major declines and most indices in fact rose. Health Care led the selling as repo rates plunged back to the mid-single digits after surging earlier in the week. USDCNY rose (weaker yuan) as the cross looks have put in a tentative cup-and-handle bottom amidst dollar strength across global markets. Other currencies were broadly lower.

Europe Markets: Breadth is once again firm in Europe with 3 stocks higher for every 1 lower on the STOXX 600 and all major national indices save Spain higher. Acquisitions by two gambling tech names in Sweden have that group of stocks doing well, while perennial volatility champion Ambu (ADR AMBBY) is down 11.7% after reporting weak revenue numbers and reduced revenue and margin forecasts yesterday. Retail, Energy, and Banks are down modestly while Travel & Leisure and Tech rise over 1%. European rates are in full-blown flattening mode with long-term German bonds down 3.5 bps in an impressive move that echoes US curve-flattening into payrolls. EURUSD trades at the lowest levels since April.

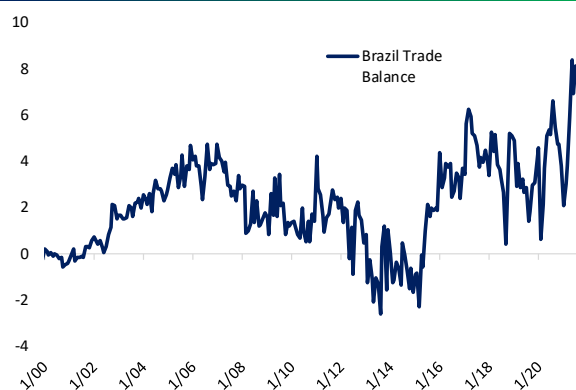
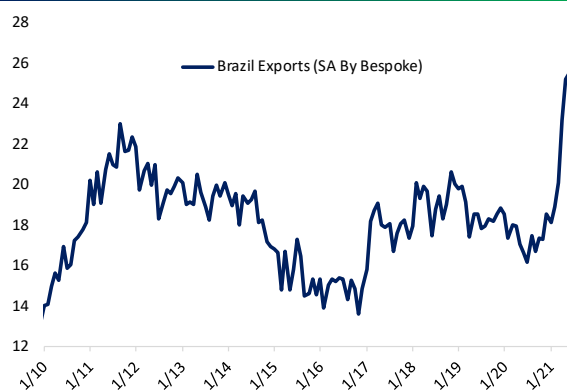
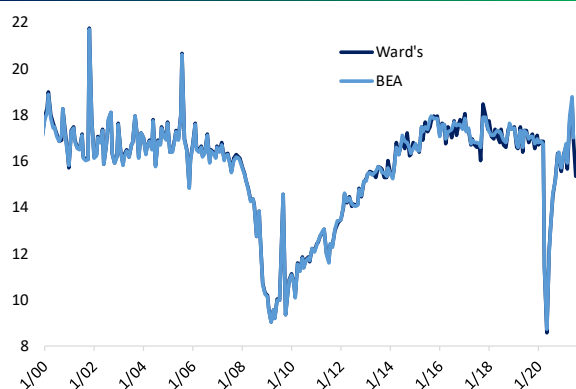
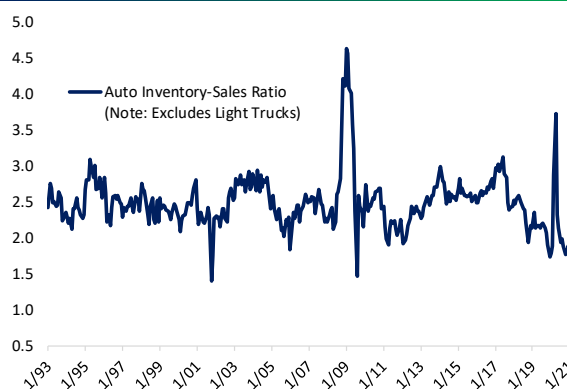
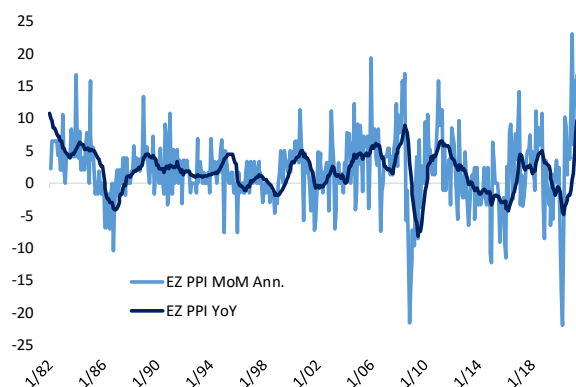
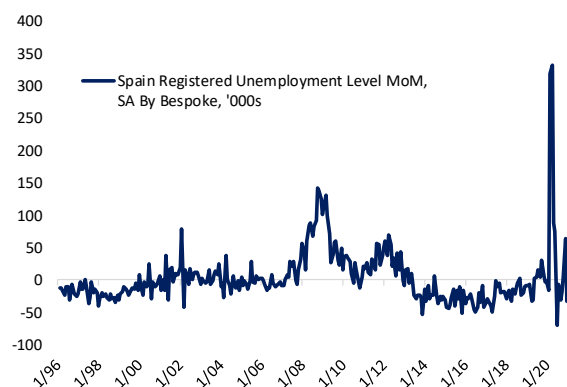
US Refiners Bear The Brunt Of Scarce OPEC Barrels





Morning Commentary

Overnight Data: We wanted to highlight two data points from the Americas yesterday that are of some note. The last three months have seen Brazilian trade surpluses average \$7.8bn, easily a record, with April and June both north of \$8bn. That surge in trade balance has come from massive export growth, bolstered of course by commodity prices, but between high rates available and the external demand driver, it's surprising that the real isn't even higher. In the US, low inventories have badly hit auto sales numbers in a dynamic similar to single family housing. European PPI rose most YoY since 1982 thanks to a series of strong monthly prints. Spanish registered unemployment showed a record drop in June.

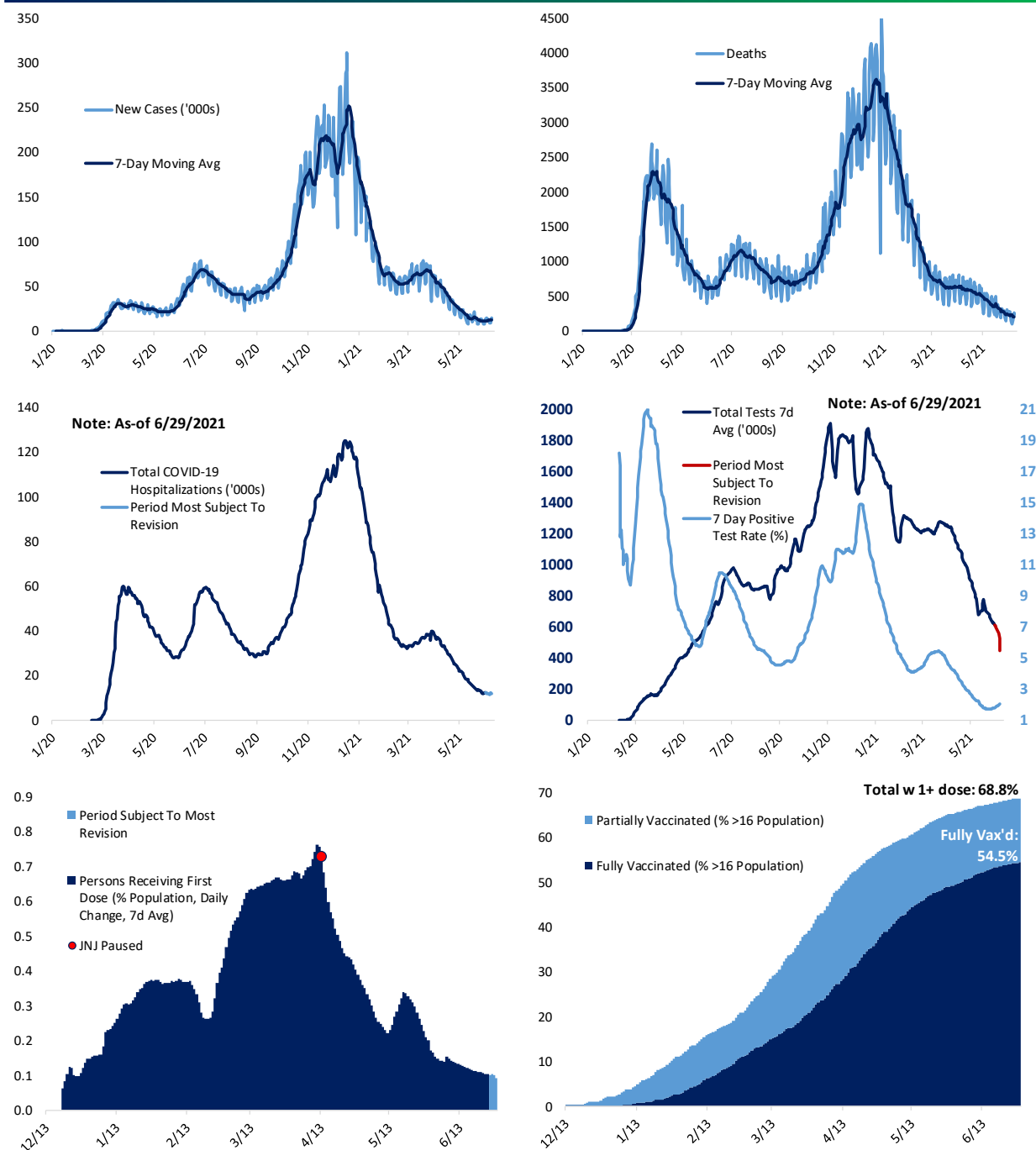
Record Three Months of Brazilian Trade Surpluses**Exports Have Driven The Surge In Brazilian Trade****US Auto Sales Crash To Unusually Low Levels...****...Thanks Mostly To A Lack of Inventory****Eurozone Producer Prices Rise Most YoY Since 1982****Spanish Unemployment Collapses**



Morning Commentary

Coronavirus: With cases continuing to plunge and vaccinations nearing uptake rates that are “steady state”, we are reducing our COVID-19 tracking to just this page and the next for international cases going forward. If we do see flare ups in the future, we may add commentary, but will be spending much less time focused on the virus in these pages (thankfully).

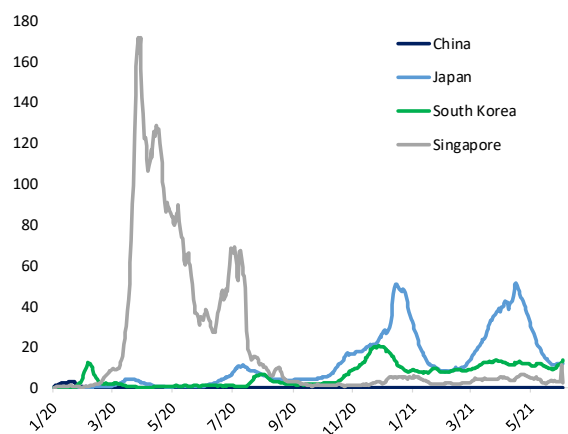
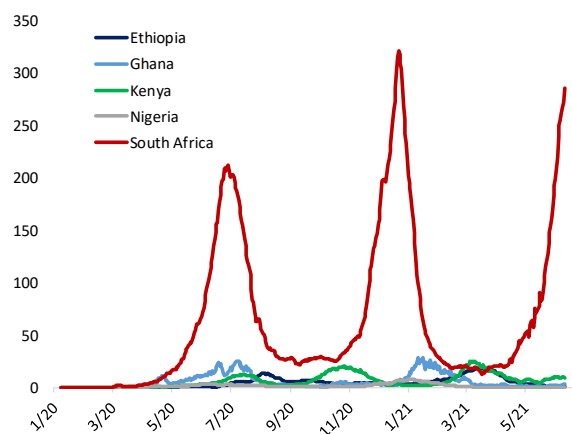
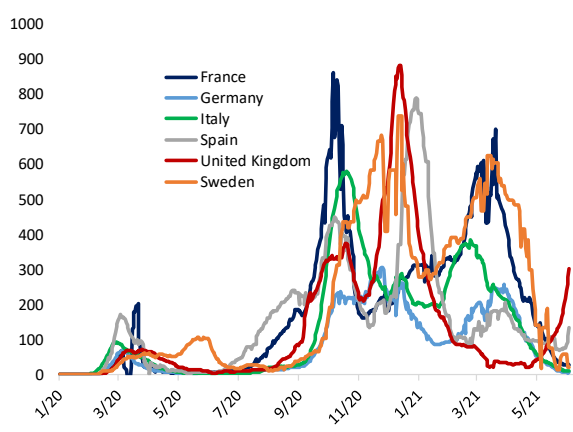
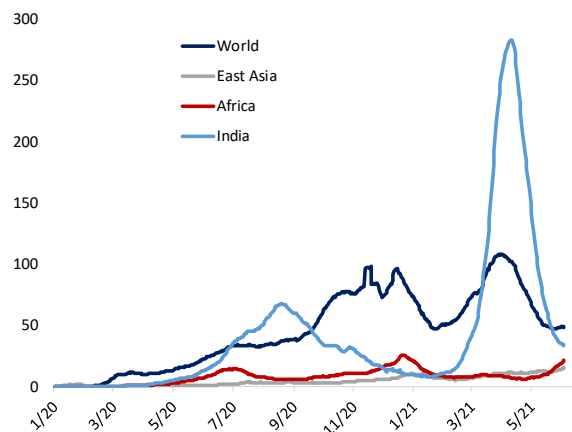
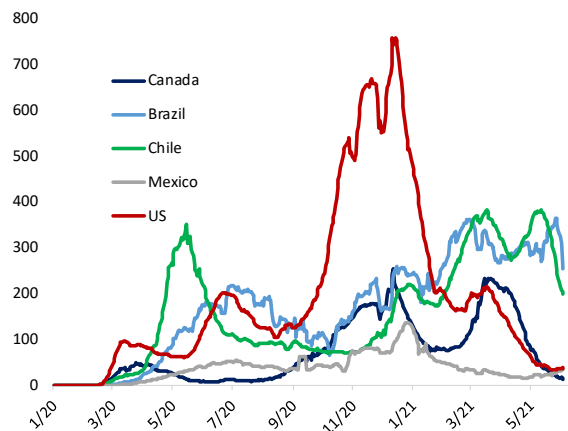
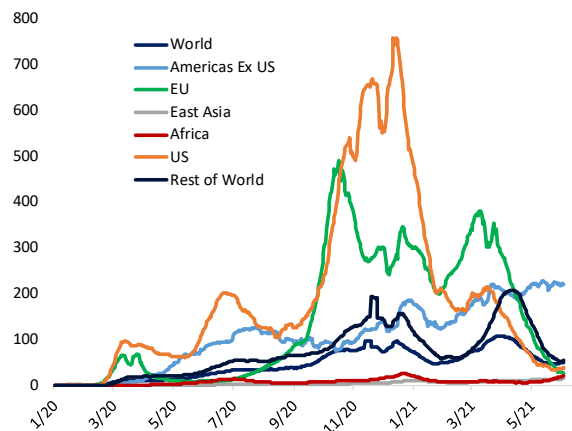
COVID-19 National Tracking Data: As-Of 6/30/2021





Morning Commentary

Global New Cases Per Day Per mm Population (7d Avg)





Morning Commentary

US Calendar: In addition to payrolls, there's also data on the trade balance and factory orders due today. Canada reopens after the national holiday, and offers PMI and trade data, while Fed speakers appear to have called the Fourth of July weekend early with no scheduled remarks through July 7th. To stay on top of all the latest reports, make sure to check out our [Interactive Earnings Calendar](#). You can also follow US and Global data with our [Economic Scorecard](#).

Bespoke Major Asset Class Dashboard

Asset	Level	Change	5d Chg	3m Chart	Asset	Level	Change	5d Chg	3m Chart
		(bps)					(bps)		
Equity Futs	S&P 500	4315.25	10.4	36.5	Commodity	Gold	1788.30	64.7	36.5
	Russell	2324.40	-11.2	38.1		Silver	26.32	82.4	38.1
	VIX Fut	17.50	15.2	120.3		WTI	74.89	-45.2	120.3
	TSX	1217.10	119.7	-30.4		Copper	426.10	59.0	-30.4
Trsy Yields	2 Year	25.93	0.7	-0.7	Int'l Equity	Nikkei	28783.28	26.6	-97.3
	5 Year	89.11	-0.1	-3.0		CSI 300	5081.12	-284.0	-303.2
	10 Year	144.07	-1.7	-8.3		ASX 200	7308.55	59.2	0.7
	30 Year	203.70	-2.4	-11.2		STOXX 600	457.15	33.4	-10.5
Curves/BE	2s10s	117.94	-2.2	-7.5	FX	BBG USD	1145.74	3.3	91.8
	5s30s	114.28	-2.2	-8.1		EURUSD	1.1823	-22.8	-93.8
	5 Yr BE	250.36	-1.2	0.6		USDJPY	111.42	-9.9	60.5
	10 Yr BE	233.86	-0.8	-2.4		EM FX	56.96	-7.5	-96.0
Eurodollars	Sep '21	99.86	0.5	0.00	Credit	CDX IG	47.43	-0.4	0.2
	Dec '21	99.80	0.5	0.00		iTraxx IG	46.16	-0.7	0.3
	Mar '22	99.80	0.0	0.00		CDX HY	271.85	-0.3	1.9
	Jun '22	99.72	0.0	0.01		iTraxx HY	229.50	-0.4	3.1