THE MACRO SHOW

JUNE 29, 2016

LEGAL

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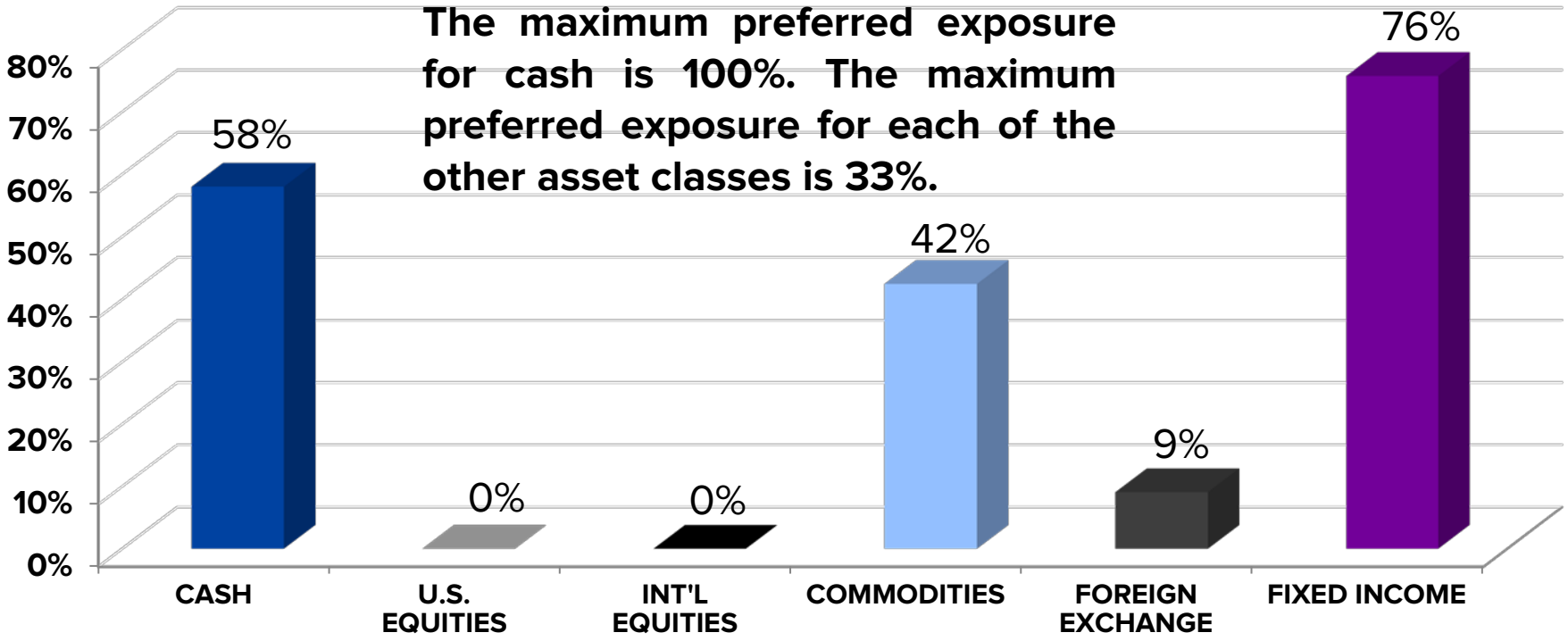
HEDGEYE ASSET ALLOCATION

	CASH	U.S. EQUITIES	INT'L EQUITIES	COMMODITIES	FOREIGN EXCHANGE	FIXED INCOME
6/28/2016	61	0	0	12	3	24
6/29/2016	58	0	0	14	3	25

	CASH	U.S. EQUITIES	INT'L EQUITIES	COMMODITIES	FOREIGN EXCHANGE	FIXED INCOME
6/28/2016	61%	0%	0%	36%	9%	73%
6/29/2016	58%	0%	0%	42%	9%	76%

The maximum preferred exposure for cash is 100%. The maximum preferred exposure for each of the other asset classes is 33%.

HEDGEYE ASSET ALLOCATION



June 29, 2016

THE MACRO SHOW

HEDGEYE TV

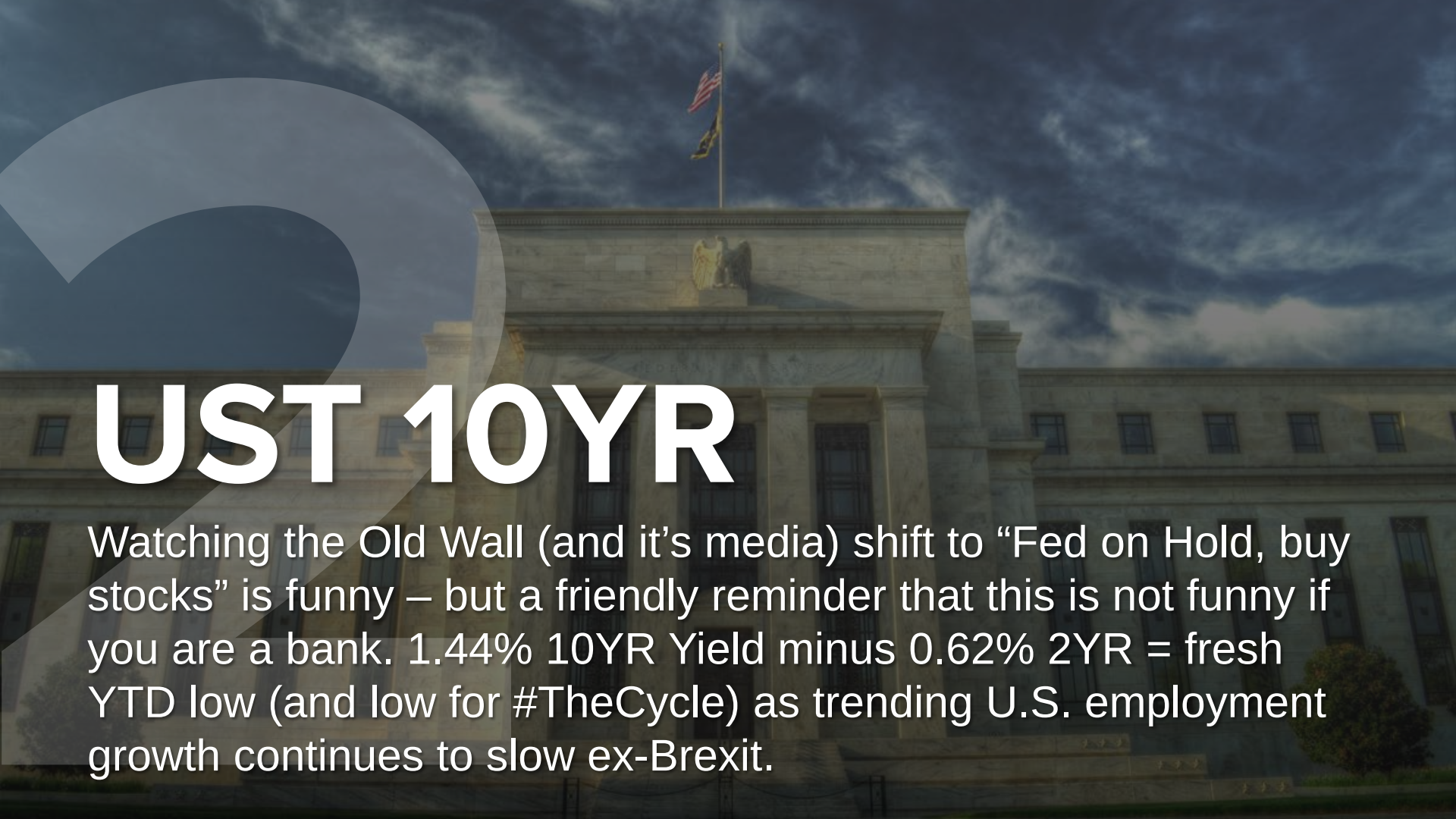
1 GOLD

2 UST 10YR

3 S&P 500

GOLD

One down day and right back up we go, +0.4% to +24.2% YTD for the Gold Bulls as both U.S. and Global Bond Yields crash to all-time lows. Don’t chase it into the month-end markup; buy more at the low-end of the $1,290-1,339 immediate-term risk range. Rinse & Repeat!



UST 10YR

Watching the Old Wall (and it's media) shift to "Fed on Hold, buy stocks" is funny – but a friendly reminder that this is not funny if you are a bank. 1.44% 10YR Yield minus 0.62% 2YR = fresh YTD low (and low for #TheCycle) as trending U.S. employment growth continues to slow ex-Brexit.

S&P 500

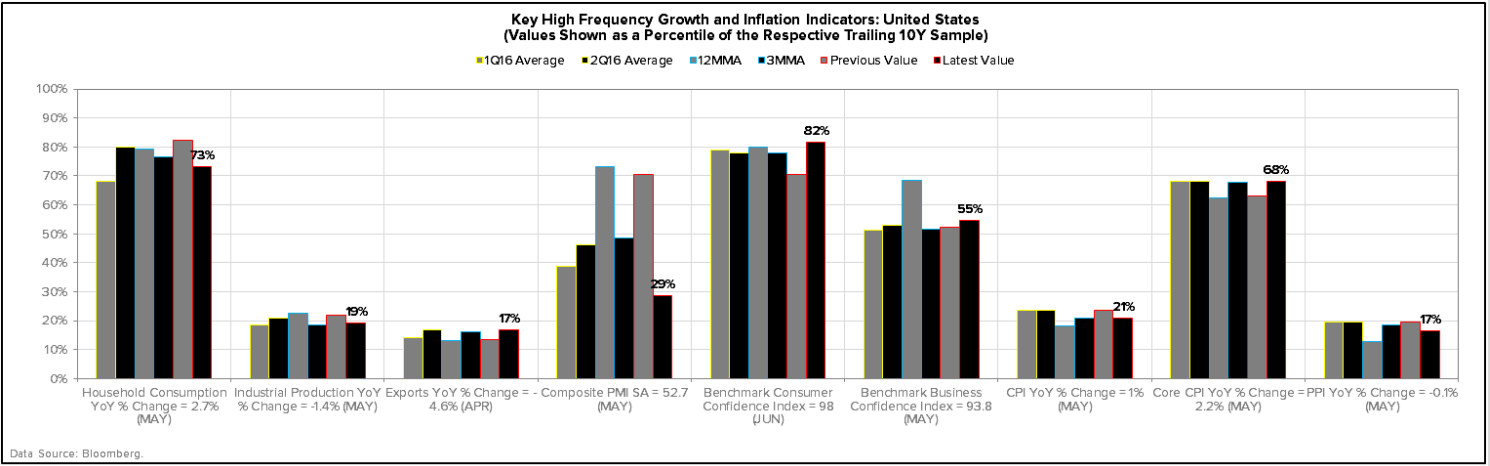
While we covered some shorts 2 days ago on the SPX oversold signal, we kept the SPY signal itself on as we think this one might look good for more than a little while. With buy-backs blacked out and the worst EPS season of #TheCycle pending (Financials report 1st), shorting more U.S. Equity Beta in the 2,058-2,085 range would be a nice Canada Day gift.

GLOBAL ECONOMIC ANALYSIS: TOP-10 ECONOMIES

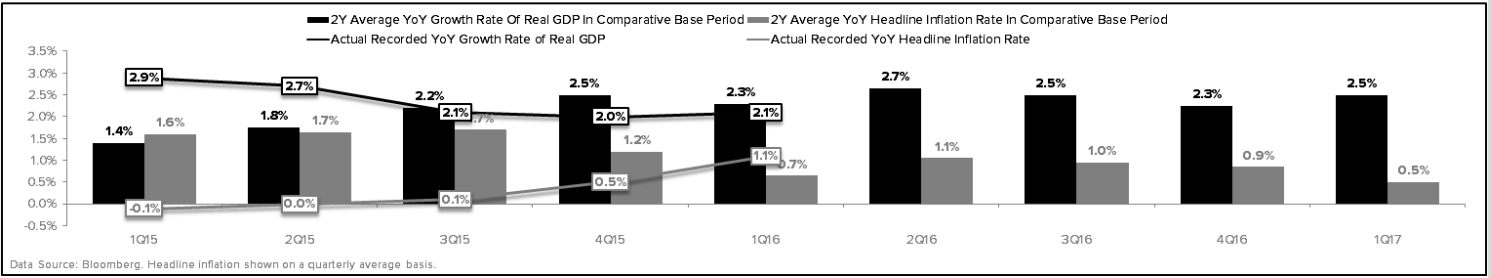
MACRO

DARIUS DALE

1: UNITED STATES



Key Financial Market Indicators	Percentile (10Y)	5Y Change	3Y Change	2Y Change	18M Change	1Y Change	YTD Change	6M Change	3M Change	2M Change	1M Change	1W Change	1D Change
Benchmark Equity Market = 2036.09	89%	55.7%	26.8%	3.8%	-2.6%	-1.0%	-0.4%	-2.0%	-0.9%	-1.4%	-3.0%	-2.4%	1.8%
Policy Rate = 0.5%	70%	25bps	25bps	25bps	25bps	25bps	0bps	0bps	0bps	0bps	0bps	0bps	0bps
1Y OIS Spread vs. Policy Rate = -12bps	25%	-6bps	-2bps	-3bps	-17bps	-20bps	-23bps	-24bps	-11bps	-12bps	-25bps	-9bps	1bps
2Y Sovereign Debt Yield = 0.63%	45%	16bps	27bps	16bps	-8bps	-1bps	-42bps	-47bps	-16bps	-16bps	-28bps	-12bps	1bps
10Y Sovereign Debt Yield = 1.48%	0%	-164bps	-101bps	-106bps	-73bps	-85bps	-79bps	-83bps	-33bps	-36bps	-37bps	-21bps	1bps
10Y-2Y Sovereign Debt Yield Spread = 85bps	13%	-180bps	-128bps	-122bps	-64bps	-84bps	-37bps	-36bps	-17bps	-20bps	-9bps	-9bps	0bps
LT Breakeven Rate (5Y5Y or 10Y) = 1.39%	0%	-170bps	-105bps	-106bps	-59bps	-71bps	-34bps	-33bps	-22bps	-35bps	-16bps	-1bps	0bps
U.S. Dollar Index = 95.835	92%	28.3%	15.3%	19.7%	6.3%	1.1%	-2.8%	-2.3%	0.7%	3.0%	0.3%	2.3%	-0.4%



Key Tailwinds:

- Easy base effects for growth in cyclical sectors

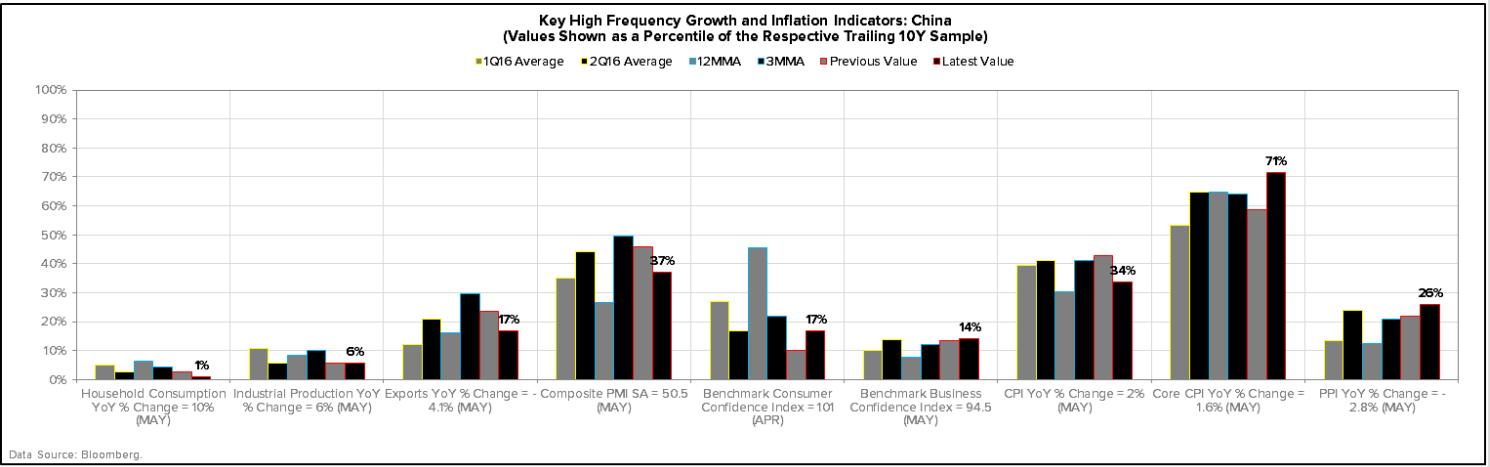
Key Headwinds:

- #LateCycle slowdown in consumption and employment growth

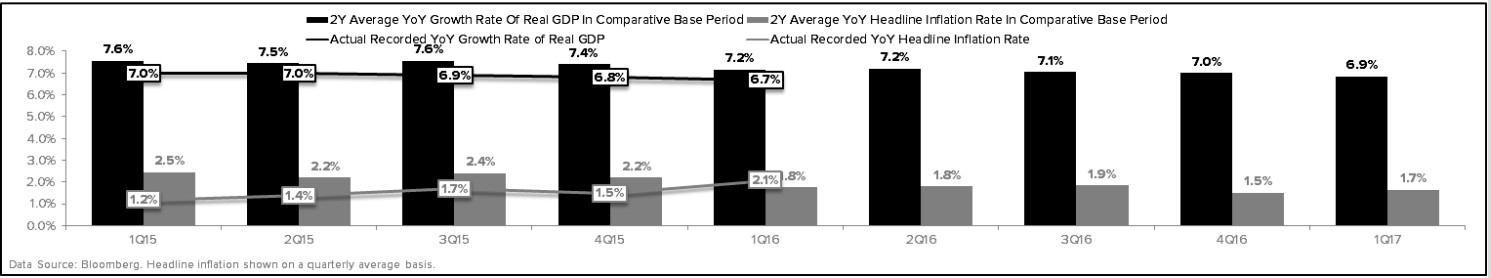
2H16 GIP Quadrant Outlook:

- 3Q16E: #Quad3
- 4Q6E: #Quad2

2: CHINA



Key Financial Market Indicators	Percentile (10Y)	5Y Change	3Y Change	2Y Change	18M Change	1Y Change	YTD Change	6M Change	3M Change	2M Change	1M Change	1W Change	1D Change
Benchmark Equity Market = 2931.59	65%	7.4%	48.1%	44.0%	-7.5%	-27.7%	-17.2%	-17.7%	0.4%	-0.2%	3.9%	0.9%	0.7%
Policy Rate = 1.5%	0%	-175bps	-150bps	-150bps	-125bps	-50bps	0bps	0bps	0bps	0bps	0bps	0bps	0bps
1Y OIS Spread vs. Policy Rate = -13bps	32%	240bps	210bps	14bps	119bps	14bps	-6bps	8bps	-16bps	-30bps	-22bps	-27bps	-16bps
2Y Sovereign Debt Yield = 2.6%	39%	-95bps	-89bps	-109bps	-82bps	38bps	9bps	10bps	28bps	1bps	12bps	0bps	0bps
10Y Sovereign Debt Yield = 2.88%	2%	-101bps	-73bps	-121bps	-77bps	-75bps	2bps	5bps	0bps	-4bps	-8bps	-8bps	2bps
10Y-2Y Sovereign Debt Yield Spread = 28bps	13%	-6bps	16bps	-12bps	5bps	-113bps	-7bps	-5bps	-28bps	-5bps	-20bps	-8bps	2bps
LT Breakeven Rate (5Y5Y or 10Y) = N/A													
FX Rate vs. USD = 0.1505	44%	-2.7%	-7.6%	-6.4%	-6.4%	-6.6%	-2.3%	-2.4%	-2.2%	-2.5%	-1.2%	-1.1%	0.1%



Key Tailwinds:

- The "Beijing Put"

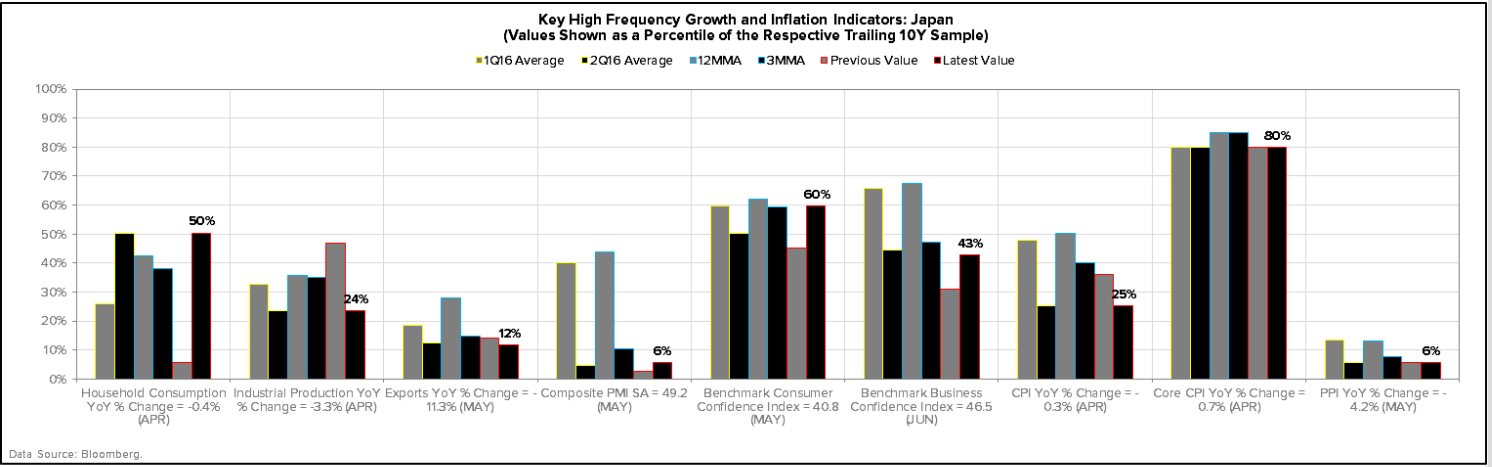
Key Headwinds:

- The credit intermediation channel is clogged by "shadow NPLs"
- Structural overcapacity in key sectors

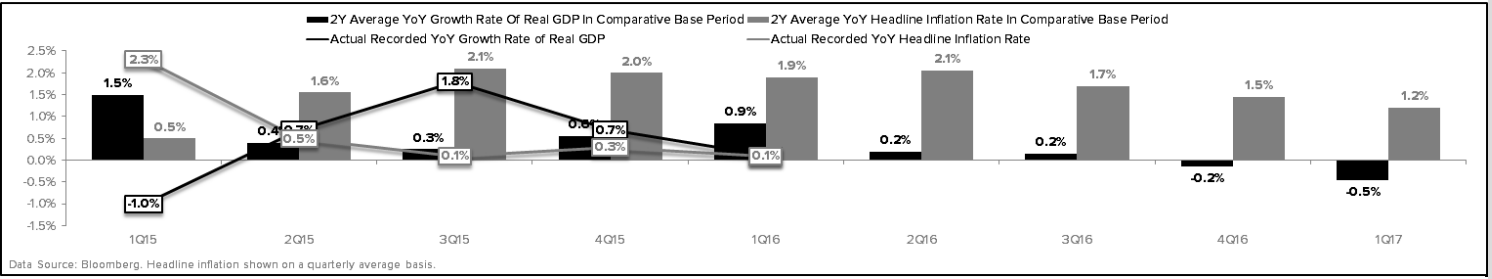
2H16 GIP Quadrant Outlook:

- 3Q16E: N/A
- 4Q6E: N/A

3: JAPAN



Key Financial Market Indicators	Percentile (10Y)	5Y Change	3Y Change	2Y Change	18M Change	1Y Change	YTD Change	6M Change	3M Change	2M Change	1M Change	1W Change	1D Change
Benchmark Equity Market = 15566.83	67%	58.9%	13.8%	3.1%	-12.2%	-22.6%	-18.2%	-18.0%	-9.0%	-6.6%	-7.5%	-3.1%	1.6%
Policy Rate = -0.1%	0%	-20bps	-20bps	-20bps	-20bps	-20bps	-20bps	-20bps	0bps	0bps		0bps	0bps
1Y OIS Spread vs. Policy Rate = -18bps	1%	-19bps	-20bps	-18bps	-17bps	-17bps	-20bps	-17bps	-6bps	-5bps	-3bps	-4bps	0bps
2Y Sovereign Debt Yield = -0.3%	0%	-47bps	-43bps	-38bps	-28bps	-31bps	-29bps	-29bps	-8bps	-6bps	-6bps	-7bps	0bps
10Y Sovereign Debt Yield = -0.23%	0%	-136bps	-108bps	-79bps	-56bps	-68bps	-50bps	-50bps	-15bps	-16bps	-12bps	-9bps	-2bps
10Y-2Y Sovereign Debt Yield Spread = 7bps	0%	-89bps	-65bps	-42bps	-27bps	-37bps	-21bps	-21bps	-7bps	-9bps	-6bps	-3bps	-1bps
LT Breakeven Rate (5Y5Y or 10Y) = 0.2%	46%	18bps	-72bps	-82bps	-57bps	-111bps	-51bps	-58bps	10bps	4bps	-6bps	-20bps	4bps
FX Rate vs. USD = 0.0097	42%	-21.3%	-3.4%	-1.2%	17.5%	19.4%	17.2%	17.4%	9.8%	3.6%	7.5%	1.7%	0.1%



Key Tailwinds:

- Receding base effects for GDP growth

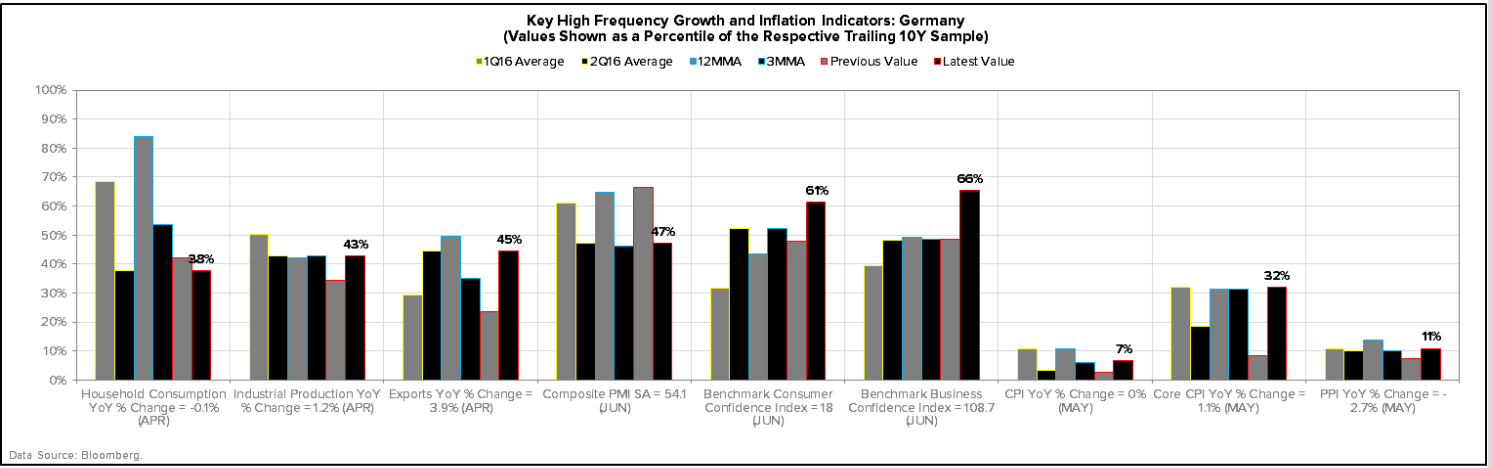
Key Headwinds:

- The JPY… ripping
- Political uncertainty
- NIRP

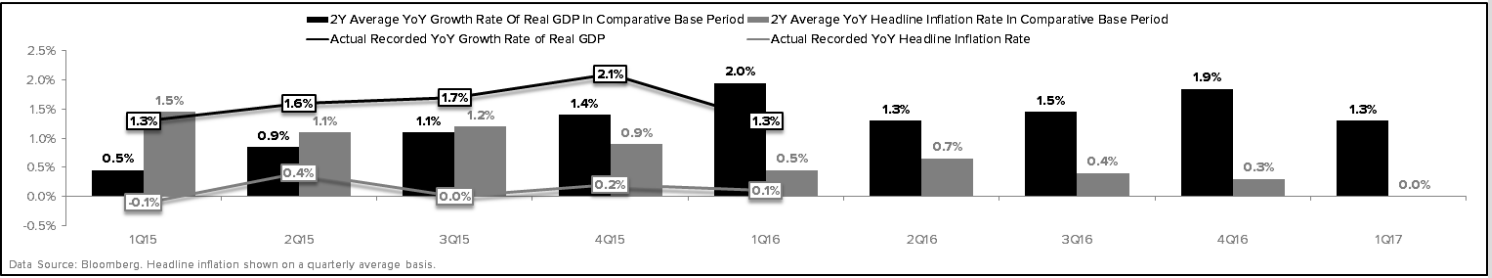
2H16 GIP Quadrant Outlook:

- 3Q16E: #Quad2/3
- 4Q6E: #Quad2

4: GERMANY



Key Financial Market Indicators	Percentile (10Y)	5Y Change	3Y Change	2Y Change	18M Change	1Y Change	YTD Change	6M Change	3M Change	2M Change	1M Change	1W Change	1D Change
Benchmark Equity Market = 9587.47	81%	31.4%	20.5%	-2.3%	-3.4%	-13.5%	-10.8%	-11.7%	-3.0%	-4.5%	-6.8%	-4.8%	1.5%
Policy Rate = -0.4%	0%	-90bps	-40bps	-30bps	-20bps	-20bps	-10bps	-10bps	0bps	0bps	0bps	0bps	0bps
1Y OIS Spread vs. Policy Rate = -44bps	26%	-71bps	-11bps	-34bps	-33bps	-27bps	-12bps	-12bps	-5bps	-6bps	-6bps	-4bps	-1bps
2Y Sovereign Debt Yield = -0.66%	0%	-222bps	-85bps	-70bps	-57bps	-45bps	-32bps	-33bps	-16bps	-18bps	-14bps	-8bps	-1bps
10Y Sovereign Debt Yield = -0.13%	0%	-311bps	-186bps	-139bps	-67bps	-93bps	-76bps	-76bps	-27bps	-40bps	-27bps	-19bps	-2bps
10Y-2Y Sovereign Debt Yield Spread = 53bps	23%	-90bps	-101bps	-69bps	-11bps	-48bps	-44bps	-43bps	-10bps	-22bps	-13bps	-11bps	-1bps
LT Breakeven Rate (5Y5Y or 10Y) = 0.81%	1%	-144bps	-91bps	-63bps	-15bps	-69bps	-28bps	-29bps	-11bps	-29bps	-15bps	-5bps	0bps
FX Rate vs. USD = 1.1077	6%	-23.3%	-14.9%	-18.8%	-8.8%	-1.4%	2.0%	1.4%	-1.9%	-3.3%	-0.4%	-1.9%	0.1%



Key Tailwinds:

- Cheapening EUR

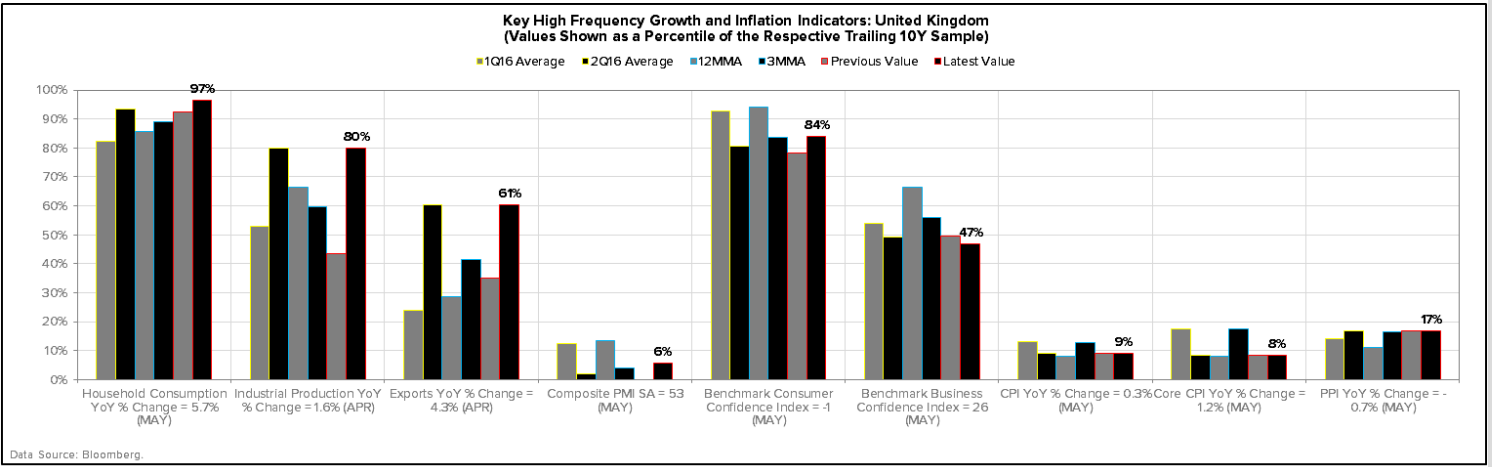
Key Headwinds:

- Steepening base effects for growth
- Receding base effects for inflation

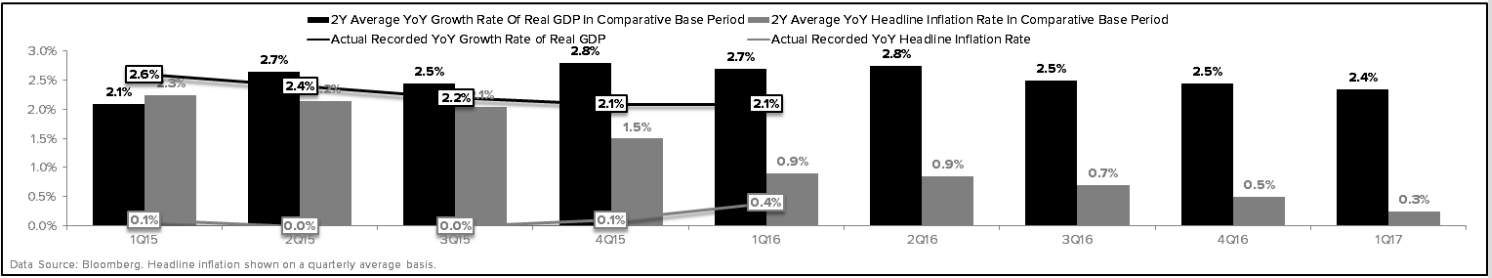
2H16 GIP Quadrant Outlook:

- 3Q16E: #Quad3
- 4Q6E: #Quad3

5: UNITED KINGDOM



Key Financial Market Indicators	Percentile (10Y)	5Y Change	3Y Change	2Y Change	18M Change	1Y Change	YTD Change	6M Change	3M Change	2M Change	1M Change	1W Change	1D Change
Benchmark Equity Market = 3392.11	71%	11.1%	3.1%	-5.9%	-4.7%	-6.1%	-1.5%	-2.5%	1.0%	-0.9%	-1.6%	-1.3%	2.0%
Policy Rate = 0.5%	0%	0bps	0bps	0bps	0bps	0bps	0bps	0bps	0bps	0bps	0bps	0bps	0bps
1Y OIS Spread vs. Policy Rate = -27bps	9%	-39bps	-17bps	-45bps	-27bps	-34bps	-35bps	-34bps	-19bps	-22bps	-21bps	-18bps	0bps
2Y Sovereign Debt Yield = 0.21%	3%	-60bps	-19bps	-64bps	-24bps	-39bps	-45bps	-42bps	-25bps	-32bps	-25bps	-28bps	2bps
10Y Sovereign Debt Yield = 0.96%	0%	-237bps	-149bps	-168bps	-86bps	-112bps	-100bps	-95bps	-46bps	-64bps	-48bps	-36bps	-1bps
10Y-2Y Sovereign Debt Yield Spread = 75bps	22%	-177bps	-130bps	-105bps	-62bps	-73bps	-56bps	-52bps	-20bps	-32bps	-23bps	-7bps	-2bps
LT Breakeven Rate (5Y5Y or 10Y) = 3.17%	13%	-26bps	-33bps	-27bps	-11bps	-26bps	-16bps	-15bps	-1bps	5bps	10bps	7bps	1bps
FX Rate vs. USD = 1.3427	0%	-16.4%	-11.7%	-21.2%	-13.5%	-14.7%	-8.9%	-9.4%	-6.7%	-8.1%	-8.2%	-8.7%	0.6%



Key Tailwinds:

- U.K. consumer "comping the comps"

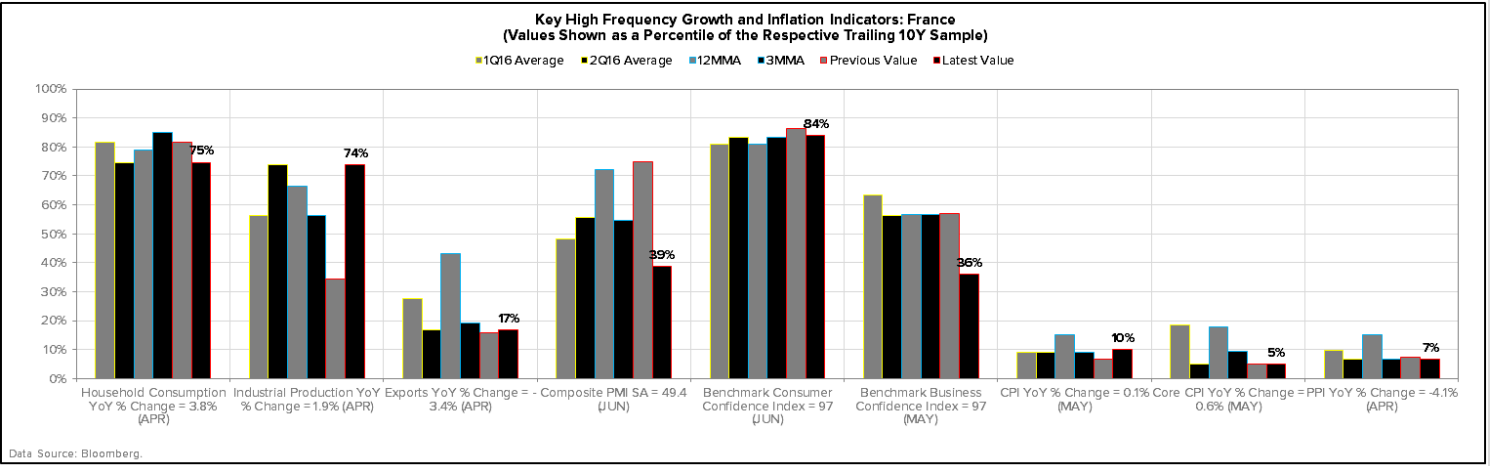
Key Headwinds:

- #Brexit contagion risk

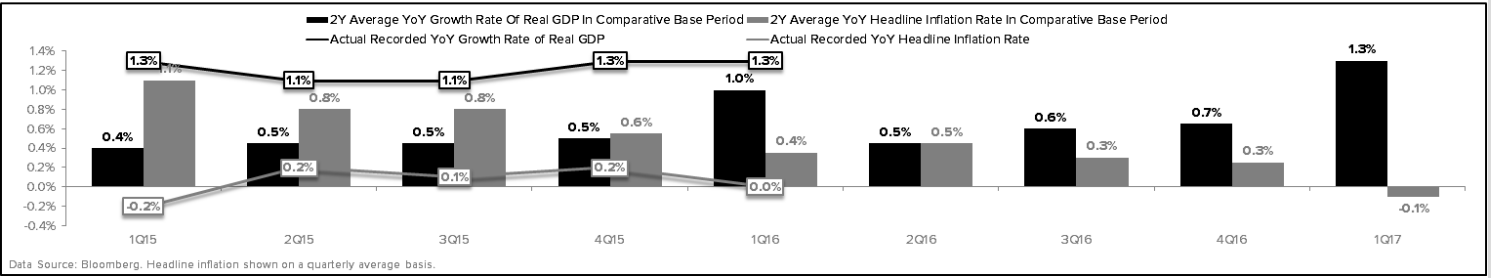
2H16 GIP Quadrant Outlook:

- 3Q16E: #Quad2/3
- 4Q6E: #Quad2/3

6: FRANCE



Key Financial Market Indicators	Percentile (10Y)	5Y Change	3Y Change	2Y Change	18M Change	1Y Change	YTD Change	6M Change	3M Change	2M Change	1M Change	1W Change	1D Change
Benchmark Equity Market = 4177.4	54%	6.5%	11.7%	-5.9%	-3.3%	-14.2%	-9.9%	-11.1%	-4.3%	-5.7%	-7.5%	-4.6%	2.3%
Policy Rate = -0.4%	0%	-90bps	-40bps	-30bps	-20bps	-20bps	-10bps	-10bps	0bps	0bps	0bps	0bps	0bps
1Y OIS Spread vs. Policy Rate = -44bps	26%	-71bps	-11bps	-34bps	-32bps	-27bps	-12bps	-12bps	-5bps	-6bps	-6bps	-4bps	-1bps
2Y Sovereign Debt Yield = -0.52%	0%	-229bps	-99bps	-64bps	-48bps	-36bps	-21bps	-23bps	-8bps	-12bps	-7bps	-6bps	-1bps
10Y Sovereign Debt Yield = 0.22%	0%	-318bps	-213bps	-149bps	-62bps	-102bps	-77bps	-78bps	-26bps	-42bps	-25bps	-21bps	-3bps
10Y-2Y Sovereign Debt Yield Spread = 73bps	24%	-89bps	-115bps	-85bps	-14bps	-66bps	-57bps	-55bps	-19bps	-30bps	-18bps	-15bps	-2bps
LT Breakeven Rate (5Y5Y or 10Y) = 0.81%	2%	-122bps	-76bps	-53bps	-2bps	-50bps	-21bps	-21bps	-11bps	-28bps	-17bps	-4bps	2bps
FX Rate vs. USD = 1.107	6%	-23.3%	-14.9%	-18.9%	-8.9%	-1.5%	1.9%	1.4%	-2.0%	-3.3%	-0.4%	-2.0%	0.0%



Key Tailwinds:

- The resilience of French consumers

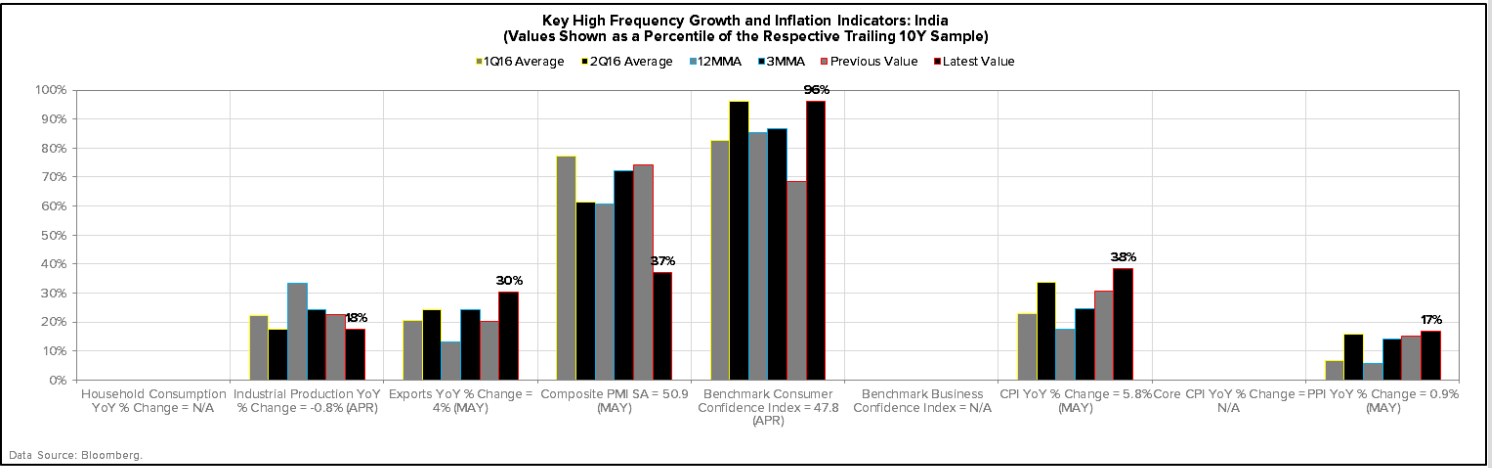
Key Headwinds:

- Political consternation following Brexit

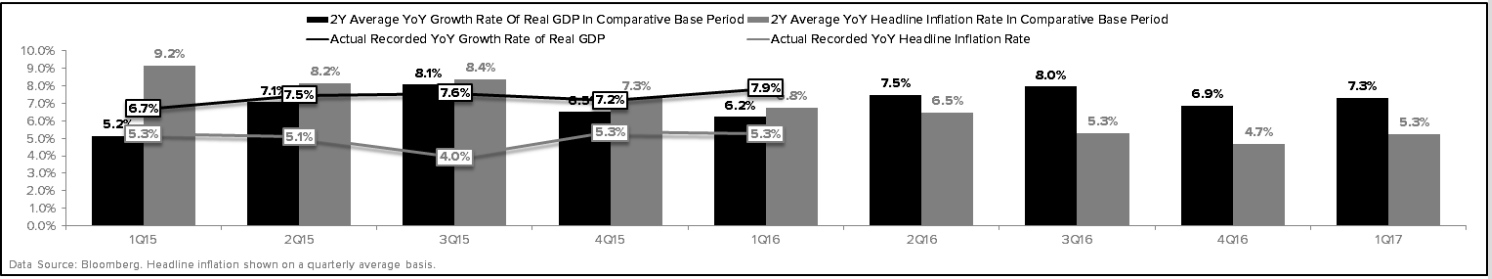
2H16 GIP Quadrant Outlook:

- 3Q16E: #Quad3
- 4Q6E: #Quad3

7: INDIA



Key Financial Market Indicators	Percentile (10Y)	5Y Change	3Y Change	2Y Change	18M Change	1Y Change	YTD Change	6M Change	3M Change	2M Change	1M Change	1W Change	1D Change
Benchmark Equity Market = 26740.39	90%	43.0%	37.9%	6.5%	-2.4%	-3.3%	2.4%	2.5%	7.4%	4.4%	0.3%	-0.1%	0.8%
Policy Rate = 6.5%	18%	-100bps	-75bps	-150bps	-150bps	-75bps	-25bps	-25bps	-25bps	0bps	0bps	0bps	0bps
1Y OIS Spread vs. Policy Rate = 5bps	49%	-50bps	-20bps	-33bps	25bps	-27bps	-27bps	-27bps	-7bps	-12bps	-12bps	-9bps	-2bps
2Y Sovereign Debt Yield = 7.04%	29%	-112bps	-54bps	-131bps	-91bps	-111bps	-45bps	-49bps	-15bps	-13bps	-9bps	-3bps	0bps
10Y Sovereign Debt Yield = 7.44%	13%	-87bps	-2bps	-130bps	-49bps	-45bps	-32bps	-31bps	-7bps	1bps	-3bps	-3bps	-1bps
10Y-2Y Sovereign Debt Yield Spread = 40bps	52%	25bps	52bps	0bps	43bps	66bps	13bps	18bps	8bps	14bps	6bps	-1bps	-1bps
LT Breakeven Rate (5Y5Y or 10Y) = N/A													
FX Rate vs. USD = 0.0148	1%	-33.7%	-11.8%	-11.3%	-5.9%	-5.8%	-2.1%	-2.1%	-2.3%	-1.8%	-0.9%	-0.3%	0.1%



Key Tailwinds:

- "BRIC substitution effect"

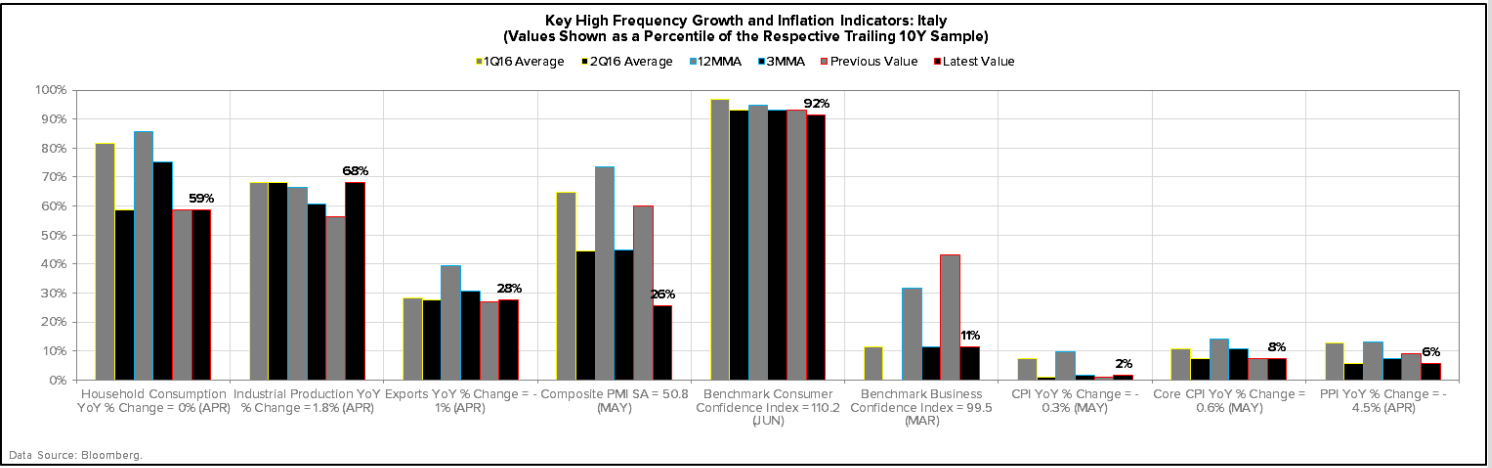
Key Headwinds:

- Monetary policy uncertainty
- Accelerating inflation

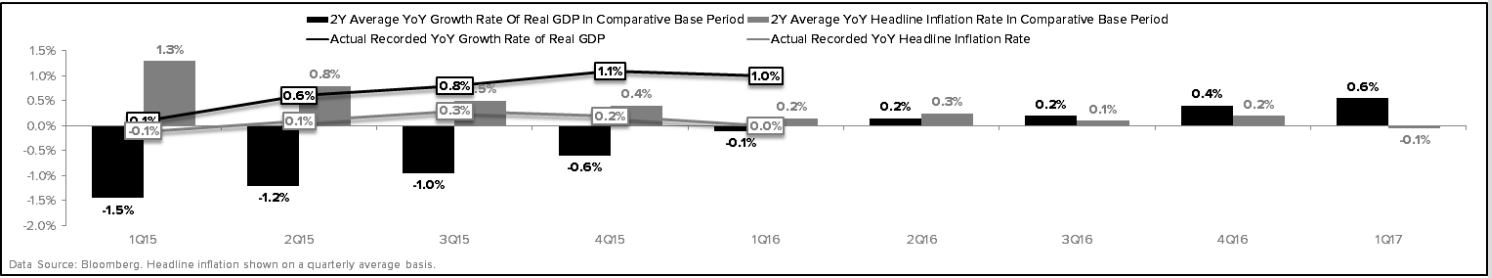
2H16 GIP Quadrant Outlook:

- 3Q16E: #Quad3
- 4Q6E: #Quad2

8: ITALY



Key Financial Market Indicators	Percentile (10Y)	5Y Change	3Y Change	2Y Change	18M Change	1Y Change	YTD Change	6M Change	3M Change	2M Change	1M Change	1W Change	1D Change
Benchmark Equity Market = 15843.15	13%	-20.2%	4.0%	-25.7%	-17.2%	-29.8%	-26.0%	-26.9%	-12.8%	-14.8%	-12.9%	-8.5%	1.4%
Policy Rate = -0.4%	0%	-90bps	-40bps	-30bps	-20bps	-20bps	-10bps	-10bps	0bps	0bps	0bps	0bps	0bps
1Y OIS Spread vs. Policy Rate = -44bps	26%	-71bps	-11bps	-33bps	-32bps	-27bps	-12bps	-11bps	-5bps	-6bps	-6bps	-4bps	-1bps
2Y Sovereign Debt Yield = -0.05%	2%	-327bps	-198bps	-64bps	-58bps	-50bps	-2bps	-2bps	-4bps	-1bps	3bps	-6bps	-1bps
10Y Sovereign Debt Yield = 1.4%	3%	-355bps	-315bps	-144bps	-58bps	-99bps	-20bps	-23bps	16bps	-9bps	4bps	-4bps	0bps
10Y-2Y Sovereign Debt Yield Spread = 144bps	33%	-27bps	-117bps	-80bps	0bps	-49bps	-18bps	-22bps	20bps	-8bps	2bps	3bps	0bps
LT Breakeven Rate (5Y5Y or 10Y) = 0.58%	2%	-138bps	-46bps	-58bps	-21bps	-52bps	-34bps	-35bps	-11bps	-28bps	-12bps	-2bps	1bps
FX Rate vs. USD = 1.1086	6%	-23.2%	-14.8%	-18.8%	-8.8%	-1.3%	2.1%	1.5%	-1.8%	-3.2%	-0.3%	-1.9%	0.2%



Key Tailwinds:

- Low and decelerating inflation

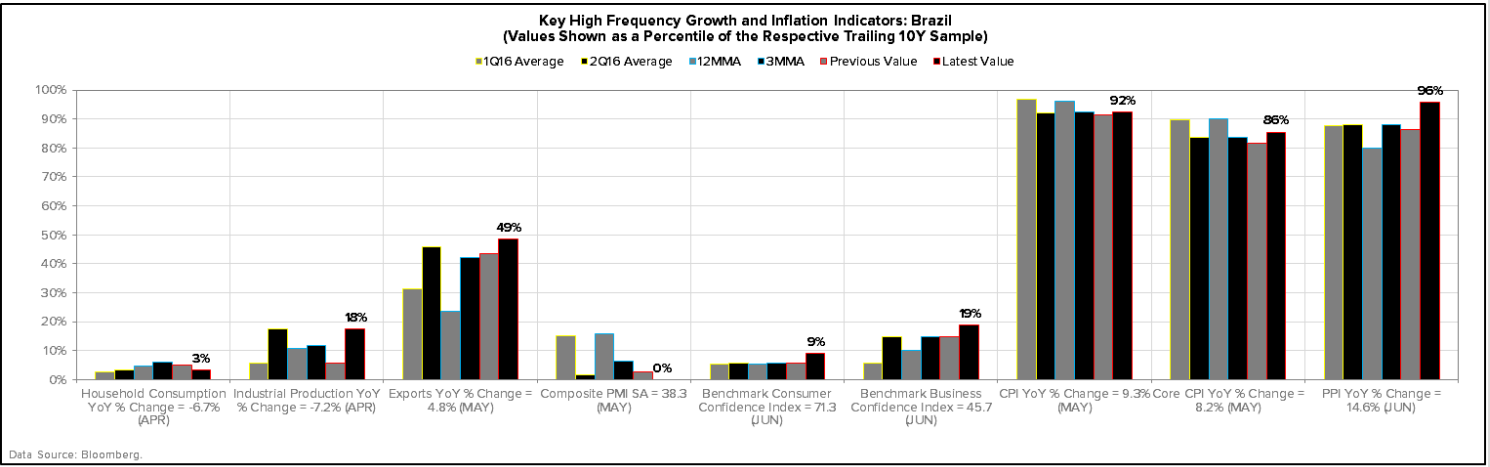
Key Headwinds:

- Base effects imply deceleration off the cycle peak in growth for the NTM
- Asset quality in the banking sector

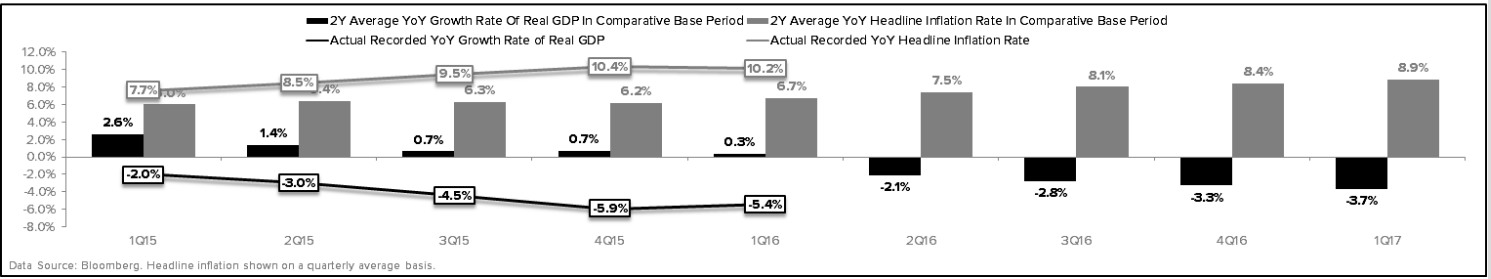
2H16 GIP Quadrant Outlook:

- 3Q16E: #Quad3
- 4Q6E: #Quad4

9: BRAZIL



Key Financial Market Indicators	Percentile (10Y)	5Y Change	3Y Change	2Y Change	18M Change	1Y Change	YTD Change	6M Change	3M Change	2M Change	1M Change	1W Change	1D Change
Benchmark Equity Market = 50006.56	28%	-19.8%	5.4%	-5.9%	-1.2%	-5.7%	15.4%	14.6%	-2.2%	-7.2%	1.9%	-0.3%	1.5%
Policy Rate = 14.25%	88%	200bps	625bps	325bps	250bps	50bps	0bps	0bps	0bps	0bps	0bps	0bps	0bps
1Y OIS Spread vs. Policy Rate = -106bps	11%	-140bps	-243bps	-94bps	-227bps	-165bps	-199bps	-263bps	-46bps	-6bps	-13bps	0bps	-2bps
2Y Sovereign Debt Yield = 12.56%	68%	-11bps	261bps	108bps	-53bps	-118bps	-390bps	-380bps	-75bps	-13bps	-46bps	-8bps	0bps
10Y Sovereign Debt Yield = 12.04%	43%	-37bps	92bps	-11bps	-44bps	-63bps	-447bps	-436bps	-162bps	-43bps	-100bps	-53bps	0bps
10Y-2Y Sovereign Debt Yield Spread = -52bps	52%	-26bps	-169bps	-119bps	10bps	55bps	-57bps	-56bps	-87bps	-30bps	-54bps	-46bps	0bps
LT Breakeven Rate (5Y5Y or 10Y) = 6.03%	14%			-16bps	-19bps	-32bps	-315bps	-302bps	-175bps	-26bps	-71bps	-37bps	-2bps
FX Rate vs. USD = 0.303	9%	-52.5%	-32.4%	-33.5%	-18.1%	-5.5%	20.0%	17.1%	10.3%	4.1%	9.4%	2.4%	0.1%



Key Tailwinds:

- Can it get much worse?
- Beautiful comps setup

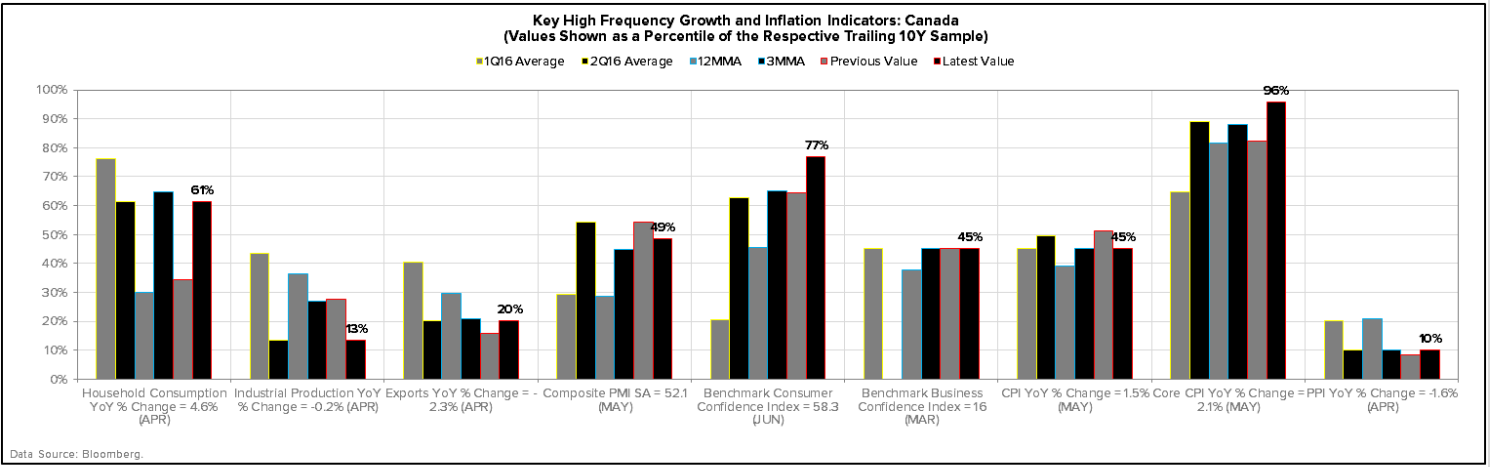
Key Headwinds:

- Priced to perfection RE: political change

2H16 GIP Quadrant Outlook:

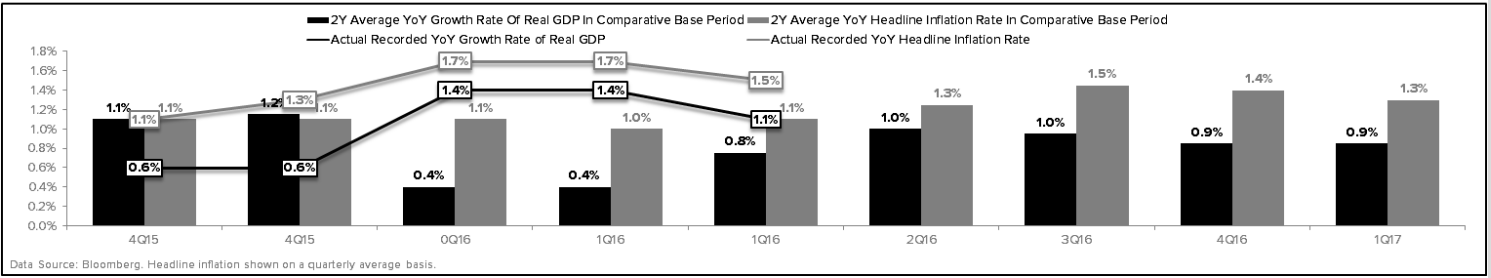
- 3Q16E: #Quad1
- 4Q6E: #Quad1

10: CANADA



Data Source: Bloomberg.

Key Financial Market Indicators	Percentile (10Y)	5Y Change	3Y Change	2Y Change	18M Change	1Y Change	YTD Change	6M Change	3M Change	2M Change	1M Change	1W Change	1D Change
Benchmark Equity Market = 13842.69	75%	5.0%	14.1%	-8.3%	-5.6%	-4.5%	6.4%	4.5%	3.1%	-0.8%	-1.9%	-1.2%	1.1%
Policy Rate = 0.5%	11%	-50bps	-50bps	-50bps	-50bps	-25bps	0bps	0bps	0bps	0bps	0bps	0bps	0bps
1Y OIS Spread vs. Policy Rate = -5bps	35%	-25bps	-14bps	-9bps	-9bps	5bps	3bps	2bps	1bps	-8bps	-5bps	-4bps	1bps
2Y Sovereign Debt Yield = 0.51%	6%	-106bps	-71bps	-61bps	-53bps	-6bps	3bps	1bps	-1bps	-18bps	-14bps	-9bps	1bps
10Y Sovereign Debt Yield = 1.08%	0%	-201bps	-136bps	-117bps	-75bps	-67bps	-31bps	-33bps	-10bps	-43bps	-27bps	-15bps	0bps
10Y-2Y Sovereign Debt Yield Spread = 57bps	16%	-95bps	-65bps	-56bps	-23bps	-61bps	-34bps	-34bps	-9bps	-25bps	-13bps	-6bps	-1bps
LT Breakeven Rate (5Y5Y or 10Y) = 1.29%	6%	-102bps	-44bps		-27bps	-38bps	-19bps	-19bps	-19bps	-33bps	-23bps	-7bps	1bps
FX Rate vs. USD = 0.7697	7%	-25.4%	-19.0%	-17.9%	-10.4%	-4.5%	6.5%	6.5%	0.6%	-3.4%	0.3%	-1.1%	0.2%



Data Source: Bloomberg. Headline inflation shown on a quarterly average basis.

Key Tailwinds:

- Accelerating consumption growth

Key Headwinds:

- Elevated and accelerating core inflation

2H16 GIP Quadrant Outlook:

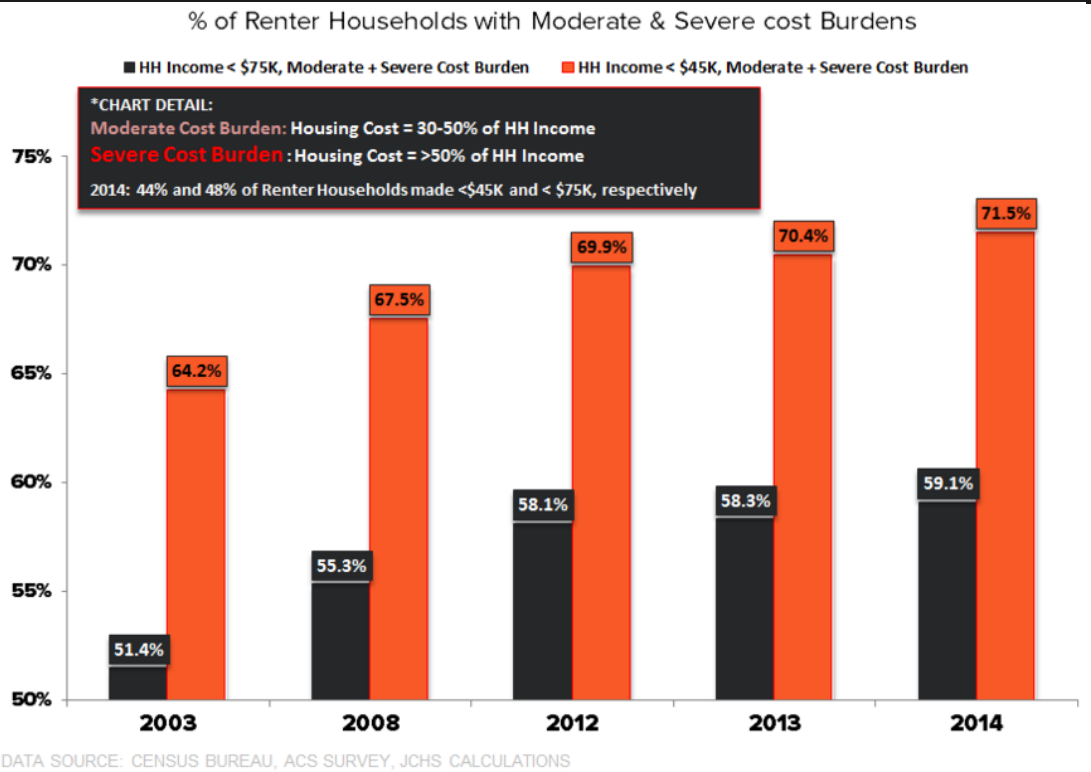
- 3Q16E: #Quad1
- 4Q6E: #Quad2

MACRO GRIND

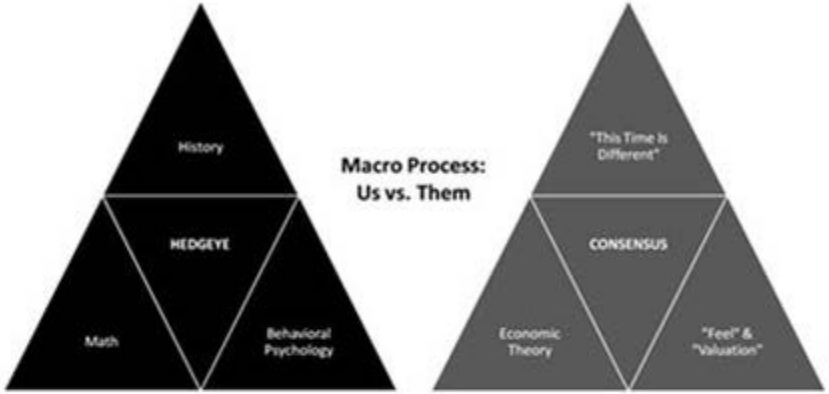
EU #BELIEFSYSTEM

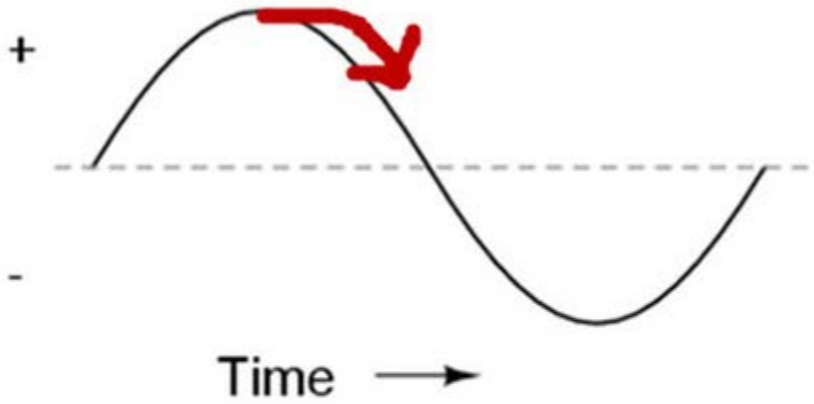
			Survey	Actual	Prior
Eurozone	Economic Confidence	Jun	104.7	104.4	104.7
Eurozone	Business Climate Indicator	Jun	0.26	0.22	0.26
Eurozone	Industrial Confidence	Jun	-3.4	-2.8	-3.6
Eurozone	Services Confidence	Jun	11	10.8	11.3

RENTER COST BURDEN*



HEDGEYE MACRO PROCESS: RATE OF CHANGE





DIFFERENTIATED FROM THE HERD

Macroeconomics and Global Macro Risk Management are two very different fields. We specialize in the latter.

WE FOCUS ON THE SLOPES

Everything that matters in Global Macro occurs on the margin.

HEDGEYE SECTOR PERFORMANCE

SECTOR	Ticker	Price	1-Day % Chg	MTD % Chg	YTD % Chg
Consumer Discretionary	XLY	$76.26	1.99%	-3.76%	-2.43%
Financial Select Sector	XLF	$22.00	2.56%	-7.37%	-7.68%
Health Care Select Sector	XLV	$69.71	1.95%	-2.30%	-3.22%
Technology Select Sector	XLK	$42.25	1.98%	-4.39%	-1.35%
Consumer Staples Select Sector	XLP	$53.32	0.63%	1.25%	5.61%
Industrial Select Sector	XLI	$54.00	1.69%	-3.43%	1.87%
Materials Select Sector	XLB	$44.85	0.85%	-4.45%	3.29%
The Energy Select Sector	XLE	$66.44	2.78%	-0.64%	10.15%
Utilities Select Sector	XLU	$51.22	0.37%	4.21%	18.35%
S&P 500	SPX	2,036.09	1.78%	-2.90%	-0.38%

HEDGEYE SECTOR RELATIVE PERFORMANCE

	Ticker	Price	1-Day % Chg	MTD % Chg	YTD % Chg
Consumer Discretionary	XLY	$76.26	0.22%	-0.86%	-2.05%
Financial Select Sector	XLF	$22.00	0.79%	-4.47%	-7.30%
Health Care Select Sector	XLV	$69.71	0.17%	0.60%	-2.84%
Technology Select Sector	XLK	$42.25	0.20%	-1.49%	-0.97%
Consumer Staples Select Sector	XLP	$53.32	-1.14%	4.16%	5.99%
Industrial Select Sector	XLI	$54.00	-0.08%	-0.53%	2.25%
Materials Select Sector	XLB	$44.85	-0.92%	-1.55%	3.68%
The Energy Select Sector	XLE	$66.44	1.01%	2.26%	10.53%
Utilities Select Sector	XLU	$51.22	-1.40%	7.11%	18.73%

HEDGEYE STYLE FACTOR PERFORMANCE

	FACTOR	1D % Chg	1W % Chg	1M % Chg	3M % Chg	6M % Chg	YTD % Chg
Debt	High Debt/EV	2.3%	-3.6%	-2.5%	2.2%	4.9%	5.1%
	Low Debt/EV	1.8%	-3.0%	-4.1%	-2.2%	-1.8%	-1.1%
SI	High Short Interest	2.5%	-3.9%	-3.2%	-2.4%	-1.1%	-0.7%
	Low Short Interest	1.7%	-3.3%	-4.5%	0.2%	-0.9%	-0.3%
BETA	High Beta	2.8%	-6.6%	-7.4%	-1.1%	-4.6%	-4.2%
	Low Beta	1.0%	0.3%	2.5%	3.6%	10.1%	10.8%
YIELD	High Yield	2.1%	-3.0%	-1.4%	-0.4%	3.0%	3.6%
	Low Yield	2.5%	-3.7%	-4.4%	1.0%	-1.0%	-0.7%
MKT CAP	MCAP Bottom 25%	2.7%	-5.2%	-5.5%	-4.2%	-4.2%	-3.9%
	MCAP Top 25%	1.6%	-2.5%	-3.0%	0.5%	-0.6%	0.0%
Sales	Top 25% Sales Growth	2.7%	-3.7%	-4.0%	3.5%	1.4%	1.8%
	Bottom 25% Sales Growth	1.7%	-3.6%	-2.6%	-2.3%	0.1%	0.7%
EPS	Top 25% EPS Growth	2.4%	-3.9%	-4.8%	1.1%	-1.0%	-0.5%
	Bottom 25% EPS Growth	2.1%	-3.1%	-1.4%	1.3%	5.2%	5.7%

**Mean Performance of Top Quartile vs. Bottom Quartile, S&P500 Companies*

HEDGEYE RATES & SPREADS

	Price	1D Bps Chg	5D Bps Chg	1M Bps Chg	3M Bps Chg	vs. 52-Wk, Bps High	vs. 52-Wk, Bps Low	vs. 3Y Ave	vs. 5Y Ave
3M T-Bill	0.25%	1.0	-1.5	-6	-1	-10	30	18	19
3M LIBOR	0.63%	0.0	-1.5	-5	0	-6	34	30	28
2Y T-Note	0.61%	1.6	-15.4	-30	-26	-49	11	5	17
5Y T-Note	1.01%	2.6	-19.2	-38	-36	-82	12	-51	-24
10Y T-Note	1.46%	2.7	-24.1	-39	-42	-100	6	-85	-70
30Y T-Note	2.27%	0.8	-23.9	-37	-38	-98	2	-86	-84
2Y-10Y Spread, Bps	86	1.1	-8.7	-8.7	-17	-51	-5	-90	-86
IG SPREAD (AAABBB)	1.88%	0.0	6.0	11	-15	-42	12	18	3
HIGH YIELD	7.34%	0.0	20.5	4	-63	-199	86	75	55
5Y BREAKEVEN	1.33%	4.7	-9.1	-19.1	-9.8	-38.2	47.7	-27.2	-40.5

CFTC NON-COMMERCIAL NET LONG POSITIONING

METRIC	Latest	W/W Chg	3M Ave	6M Ave	1Y Ave	Z-Score 1Y	Z-Score 3Y
SPX (Index + E-mini)	57,120	(60,446)	(2,546)	(88,215)	(115,689)	*1.86X*	*0.80X*
Russell 2000 (mini)	(19,151)	(3,881)	(44,163)	(50,249)	(41,454)	*1.32X*	*0.27X*
10Y Treasury	113,145	81,673	(48,326)	(17,488)	(11,128)	*2.22X*	*2.33X*
CRUDE OIL	373,234	(217)	380,633	319,711	299,119	*1.26X*	*0.54X*
GOLD	256,898	16,036	198,587	133,682	77,877	*2.07X*	*3.16X*
COPPER	(32,914)	11,796	(25,136)	(25,023)	(23,218)	*-0.78X*	*-1.10X*
$USD	9,336	4,655	11,516	22,373	35,412	*-1.48X*	*-0.88X*
JPY	47,454	(4,831)	50,939	44,137	(2,874)	*0.94X*	*1.93X*
EUR	(62,330)	(5,073)	(41,663)	(66,682)	(87,096)	*0.57X*	*0.18X*
GBP	(50,765)	(16,793)	(43,349)	(38,467)	(25,365)	*-1.48X*	*-1.44X*

MARKET SHARE VOLUME & TOTAL VALUE TRADED

INDEX/SECURITY	VOLUME: (6/28) vs.			
	Prior Day	1M Ave	3M ave	1Y Ave
Total Market Volume*	-14%	17%	14%	12%
Total Exchange Volume**	-21%	11%	16%	11%

*Total Market Volume = Total US exchange volume plus OTC and OTCBB trading volume for all security types. Calculated by Bloomberg.

**Tape A+B+C volume = total US exchange volume

*** Total Traded Value for Russell 3000 (total mkt proxy)