

HIGHLIGHTS OF THIS ISSUE

In this issue, we briefly update our existing themes. We then present the **Other Rotary Club**, our spotlight piece, a quantitative tool to help us pick sectors in the US stock market.

- We have not yet likely seen the full aftermath of Cyprus on the rest of Europe and markets in general. The EU leadership has shown itself lacking, maybe, not surprisingly; capital controls are a big deal and will likely be further reflected on the euro. Meanwhile, the Fed shows us another justification on why 2013 will likely be a range year for the markets: so, buyer beware.
- In our **PIGS vs. Bacon** theme, we were forced to retreat from Italy's stock market, even if a lull may be more likely in the coming month. Nonetheless, the outlook for some European financials may be still gloomier ahead, in line with our **Deli Special** sub theme.
- In our **Other Rotary Club** spotlight piece, we develop a systematic, US equity, sector-rotation tool based on ranking dynamics. The tool will help us think on how to weigh differently US equity sectors in an investment portfolio at a cyclical frequency. We also utilize past sector ranking information as a guide for future global economic activity data.

the team

euogad@eurobank.gr

Global investment Advisory Division • GAD
Eurobank
3rd floor, 8 Othonos str.
Athens GR-10557, Greece

Platon Chaldeos
+30 210 337 1113
pchaldeos@eurobank.gr

Christos Elafros
+30 210 337 1755
celafros@eurobank.gr

Yianos Kontopoulos
+30 210 337 1115
ykontopoulos@eurobank.gr

Pepi Tataki
+30 210 337 1779
ptataki@eurobank.gr

Christos Tsenes
+30 210 337 1114
ctsenes@eurobank.gr

- The present document serves solely informative purposes with regard to the development and impact of general macroeconomic data and does not constitute a fulfillment of a contractual or other obligation of the Bank towards existing or potential clients deriving from an existing agreement for the provision of investment services of any kind, including the services of reception and transmission of orders, execution of orders, portfolio management or provision of investment advice, nor does it constitute a proposal for negotiation or entering into a relevant contract or assuming a future obligation by the Bank, in particular, it does not create the obligation of the Bank to constantly update, renew or adopt in any way the present document to new market conditions,
- The present document does not constitute or implicitly substitutes a personal recommendation to existing or potential investors for the purchase, sale, subscription, redemption, exchange, retention of a specific financial instrument or the exercise of any right a specific financial instrument grants for the purchase, sale, subscription, exchange or redemption of a financial instrument and thus, it cannot be considered as provision of "investment advice" under the definition of article 4 para. 1 of Law 3606/2007 and the relevant decisions of the Hellenic Capital Market's Commission,
- The present document does not constitute an investment strategy proposal addressed to the public ("analysis") which recommends directly or indirectly an investment strategy in relation to one or more financial instruments of specific issuers under the definition of article 14 of Law 3340/2005 and the relevant decisions of the Hellenic Capital Market's Commission,
- The Bank has made every effort possible for the purposes of drafting the present based on trustworthy sources and information, in no case though, do the Bank, its directors, managing directors and employees guarantee explicitly or implicitly and assume any liability for the accuracy, completeness or correctness of such information. Furthermore, the content of the present document may be amended at any time at the discretion of the Bank
- The Bank, its directors, managing directors and employees, do not undertake, regardless from the circumstances, any liability for any investment strategy, transaction or investment pursued on the basis of the present document,
- The reproduction or communication in any way of the present to third parties without the consent of the Bank is prohibited.



issue 69 - 01 Apr. 2013

