

am
FX

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Member	ticker	buy_date	buy_price	sell_date	sell_price	% change
Austin Scott	FCEL	2020-10-30	\$ 2.00	2021-01-14	\$ 17.60	780%
Austin Scott	FCEL	2020-10-30	\$ 2.00	2020-12-23	\$ 13.42	571%
Brian Mast	TLRY	2020-11-06	\$ 9.63	2021-02-10	\$ 63.91	564%
Thomas Suozzi	URI	2020-03-20	\$ 70.10	2021-05-05	\$ 332.71	375%
Thomas Suozzi	URI	2020-03-20	\$ 70.10	2021-06-04	\$ 332.07	374%
Don Beyer	NTLA	2020-11-18	\$ 34.23	2021-07-21	\$ 152.75	346%
Brian Mast	TLRY	2020-11-06	\$ 9.63	2021-02-09	\$ 42.35	340%
Don Beyer	NTLA	2020-11-18	\$ 34.23	2021-09-20	\$ 148.36	333%
Don Beyer	NTLA	2020-11-18	\$ 34.23	2021-10-29	\$ 132.98	288%
Tom Malinowski	CELC	2020-06-23	\$ 7.80	2021-05-26	\$ 27.88	257%

Interesting, detailed report on stock trading by US elected officials:

https://unusualwhales.com/i_am_the_senate/full

Current Views

Long EURUSD @ 1.1317
Stop loss 1.1174

Long 03FEB CADJPY
90.00 put
Spot ref: 90.80 /// Price 75 pips

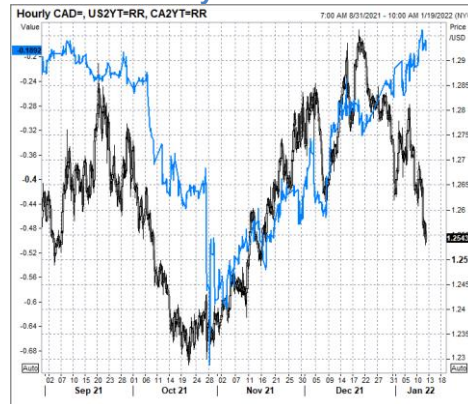
It makes sense

USD framework

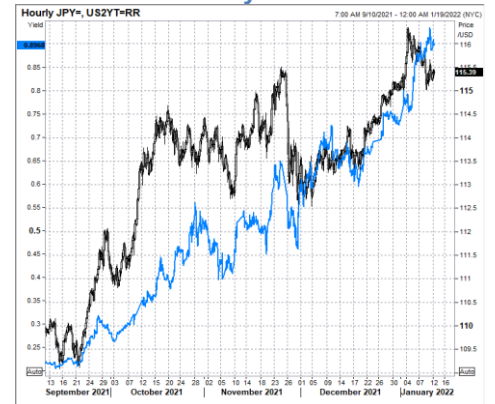
The market has settled on a March hike from the Fed and assumes QT will begin around July/September. In FX land, here is how it's playing out. There are two competing frameworks:

1. Interest rate differentials say the USD should be a bit stronger:

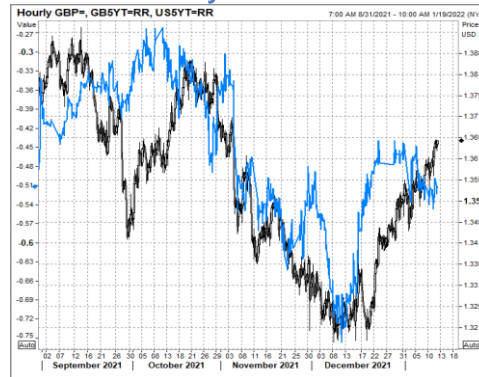
USDCAD vs. 2-year differential



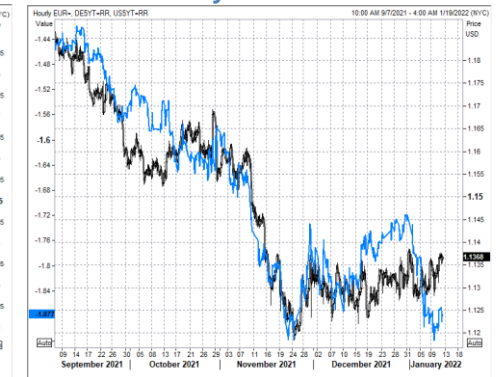
USDJPY vs. US 2-year rate



USDCAD vs. 2-year differential

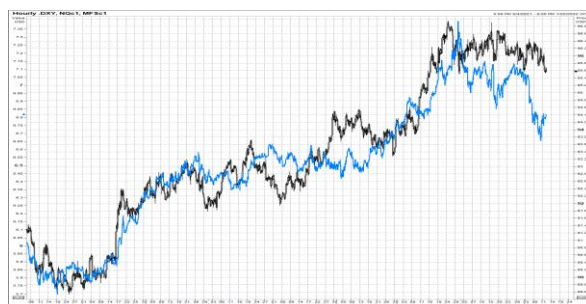


EURUSD vs. 5-year differential



These are not huge divergences, and they are pretty easy to explain with relative equity flows. US is growth, Europe is value. Omicron is turning out to be exactly what everyone thought it was. Here is the DXY overlaid with the ratio of the NASDAQ to EAFE (international) equities.

DXY vs. NQ/EAFE equity ratio



Toss in the massive buildup of long USD positions going into 2022 and you have a pretty clean ex-post explanation for what has happened with the USD. Build a simple model that factors rate diffs and equity diffs and you would get something fairly close to current market levels. But now what?

The ideal future scenario for FX traders is that rate differentials and equity differentials point the same direction at some point, and that lights up a clear directional USD trade. Or, you have a view on both and trade that view. If you think US rates go lower vs. RoW and US equities do too, short USD is a no brainer, for example. I like going with the equity flows as it feels like pricing anything more than a March hike and July QT would be hard to imagine and as such rate differentials are more likely to become a USD-negative force, not a USD-positive one.

Jon Turek has discussed this asymmetry in US rates and I strongly recommend you [check out his Substack](#). I'm not sure if there is a minimum age to qualify as a finance legend (he is a young dude), but if there isn't, I would vote for him on the first ballot.

EURUSD

It's showtime for EURUSD bulls. We have been stuck in this 1.1230/1.1385 EURUSD range for six weeks. Looks like a breakout. Today's close is important. Above 1.14 is clean break of horizontal resistance. Below 1.1380 is a slingshot reversal.

EURUSD looks like a breakout: Let's see where we close



Views update

I have been bearish USD for 2022 so far, and long EURUSD recently, but conviction hasn't been high, and I've been dead wrong on CAD. The CADJPY is stopped out. The rally in oil and resilience in risky assets are both surprising to me and they rekt the idea. For what it's worth, both JPM and [the CEO of RBC](#) are calling for a January hike now from the Bank of Canada. The CEO of RBC is biased because higher rates are generally good for banks... But he's also an important voice in Canada.

I have been adamant that there's no way BoC hikes in January but now you have RBC pounding the table the other way, oil raging, copper raging, omicron looking clearly like a temporary factor, a March Fed hike assured... My confidence is waning. I was not expecting this reflationary tide. I still don't think they hike, but I'm not as sure now.

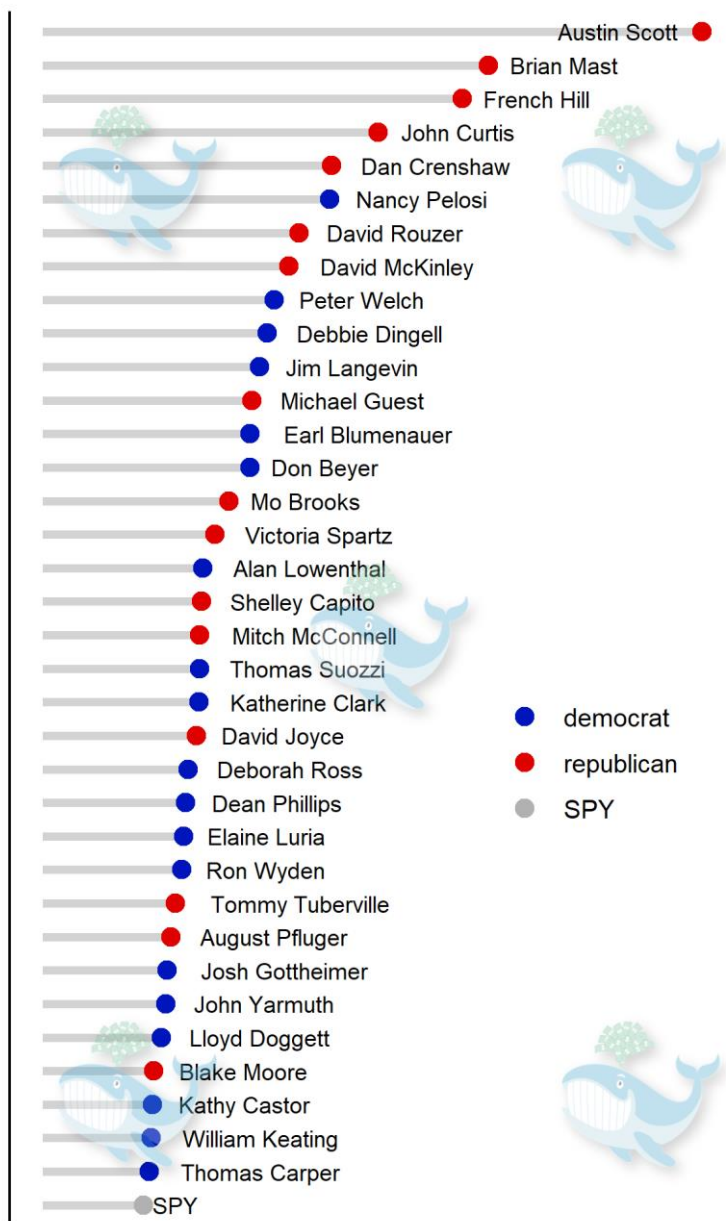
The CADJPY option in the sidebar stays there. I rarely stop out of options. Part of the benefit of putting on an option is that it gives you staying power through adverse market movements. And to be honest, I'm still not really convinced the Bank of Canada hikes... I'm just getting wobbly knees, not running away.

Have a highly profitable, inside day.

good luck ↑↓ be nimble

Not as many as I would have guessed

Members of Congress that beat \$SPY in 2021



[@unusual_whales / UnusualWhales.com](https://unusualwhales.com)

https://unusualwhales.com/i_am_the_senate/full

I cannot vouch for the accuracy of this data, it is from the detailed report linked above.

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