

Investor Advisory Committee on Financial Markets Member Presentation Materials

July 17, 2024



Investor Advisory Committee on Financial Markets (IACFM) Federal Reserve Bank of New York

17 Jul 2024

Cross-country growth spillovers

...results in a X-ppt real GDP decline in area B

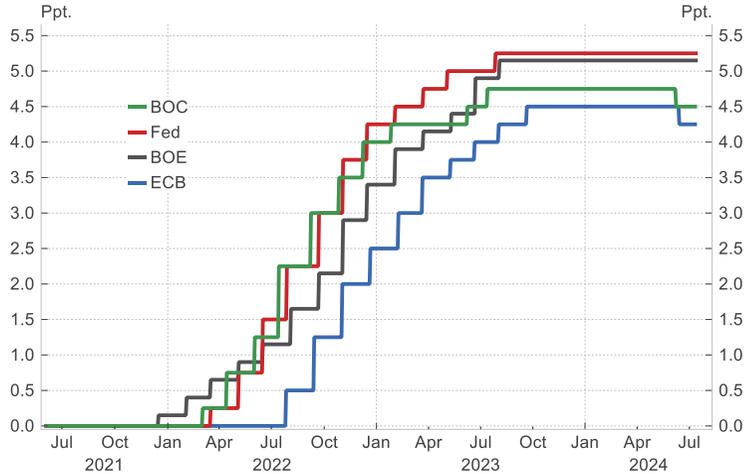
| | US | EA | UK | JP | EM |
|----|-------|-------|-------|-------|-------|
| US | - | -0.15 | -0.21 | -0.11 | -0.17 |
| EA | -0.06 | - | -0.22 | -0.10 | -0.09 |
| UK | -0.01 | -0.07 | - | -0.05 | -0.02 |
| JP | -0.01 | -0.03 | -0.02 | - | -0.06 |
| EM | -0.14 | -0.14 | -0.14 | -0.12 | - |

1% decline in domestic demand of area A...

Note: For example, a 1% decline in EA domestic demand would lower US real GDP by 0.06pp. EM includes Argentina, Brazil, Chile, China, Colombia, Hong Kong, India, Indonesia, Israel, Korea, Malaysia, Mexico, Philippines, Russia, Saudi Arabia, Singapore, Taiwan, Thailand, and Vietnam.
Source: RCM.

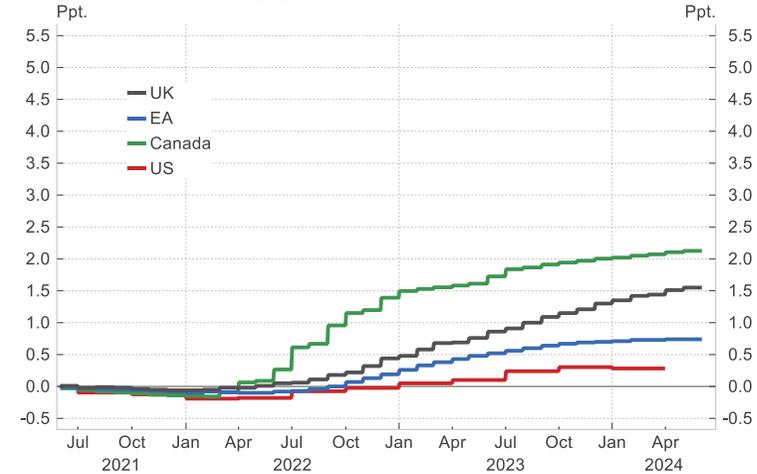
Monetary transmission, GDP and productivity

Changes in select CB policy rates since Jun '21



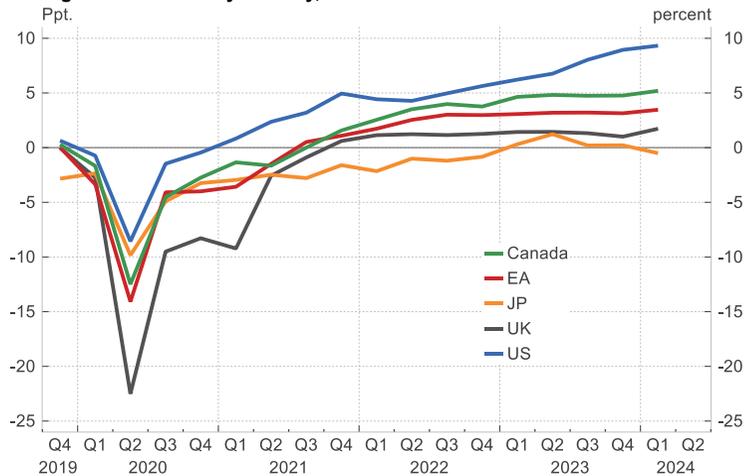
ECB (European Central Bank), Bank of England, Federal Reserve, Bank of Canada, U.S. Bureau of Economic Analysis (BEA), Macrobond, RCM

Change in effective mortgage rates since Jun '21



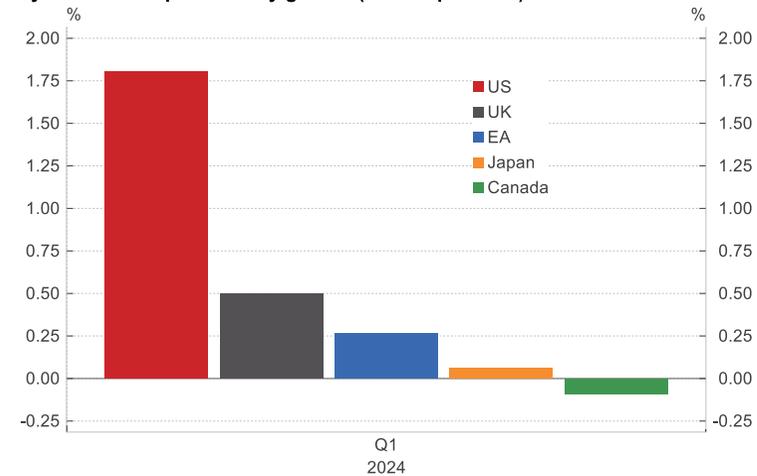
ECB (European Central Bank), Bank of England, Federal Reserve, Bank of Canada, U.S. Bureau of Economic Analysis (BEA), Macrobond, RCM

Changes in real GDP by country, relative to 2012-19 trend



U.S. Bureau of Economic Analysis (BEA), U.K. Office for National Statistics (ONS), Japanese Cabinet Office (CAO), Eurostat, Statistics Canada, Macrobond, RCM

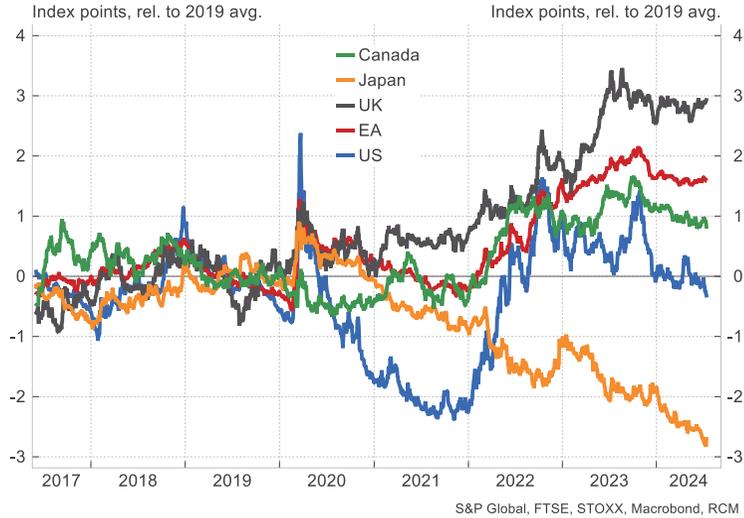
5yr annualized productivity growth (real output/hour)



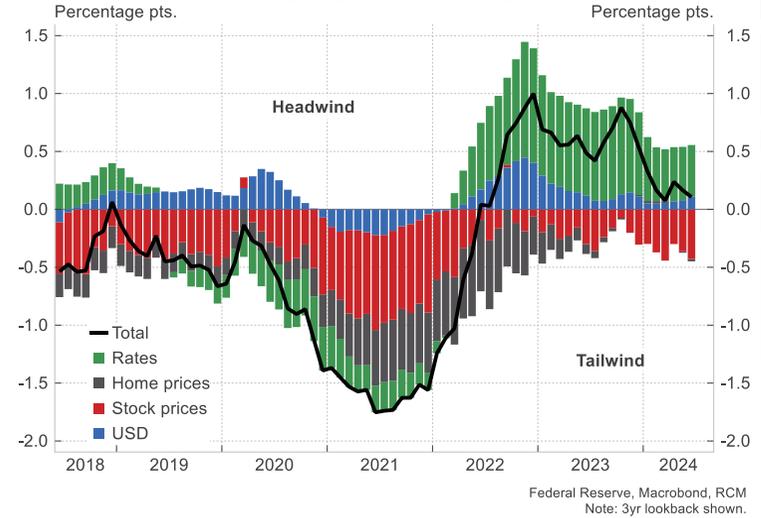
Statistics Canada, ECB (European Central Bank), U.S. Bureau of Labor Statistics (BLS), U.K. Office for National Statistics (ONS), OECD (Organisation for Economic Co-operation & Development), Macrobond, RCM

Financial conditions

Financial conditions (GS) across the G4 + Canada



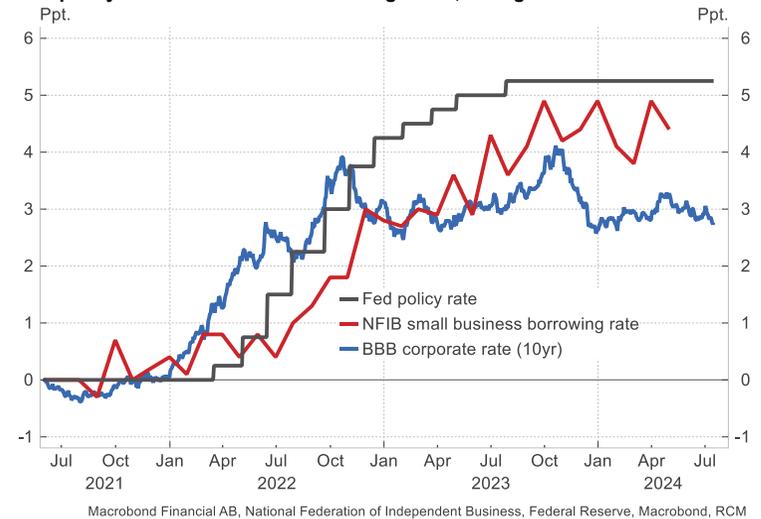
US financial conditions - drag on growth over next year (Board FCI-G)



Equity market performance since Dec '19



Fed policy rate and business borrowing costs, change since Jun '21



Important Information

This document (the “Document”) is for discussion purposes only. The views expressed in this Document represent the views of the author and may not necessarily represent the views of Rokos Capital Management LLP, or any affiliate thereof (together, “Rokos Capital Management”).

The information contained in the Document has been prepared by and is the copyright of Rokos Capital Management. The Document is only intended for the intended recipient(s) and must not be forwarded by such intended recipient to anyone else, without the prior written consent of Rokos Capital Management.

No representation or warranty is made or given by Rokos Capital Management, its directors, members, partners, officers, employees or affiliates as to the accuracy, completeness or fairness of the information contained in the Document. No responsibility or liability is accepted for any such information. The information in the Document has not been independently verified and is subject at all times to the conditions, caveats and limitations described in the Document. All opinions, projections and estimates constitute the judgment of the author as of the date of the Document and are subject to change without notice. The Document is not a prospectus or other offering document relating to Rokos Capital Management or any fund or account to be managed by it or to any other entity and has not been approved by any regulatory authority. It does not constitute an invitation to subscribe or apply for any financial stake or other economic interest in Rokos Capital Management, any of its affiliates, or any fund or account managed or to be managed by Rokos Capital Management.

This Document is not an offer to buy, or a solicitation of offers to purchase, any security or other investment, whether in any fund or otherwise. Any such offer, if made, would only be made by a definitive offering document (“Offering Document”) that sets forth the terms of any investment in any fund in detail and describes applicable investment risks. The Document must not be relied upon in connection with any such investment decision.

All information or data contained in this Document are stated as at the dates referred to in this Document. None of Rokos Capital Management, its directors, members, partners, officers, employees or affiliates accept any responsibility for updating any information or data contained herein.