

Argentina – Strategy

February 15, 2023

Argentina Morning View

- **IN A NUTSHELL:** January's CPI printed 6%mom, signaling a generalized re-acceleration of core and seasonal prices. The government blames volatile prices affected by the drought, regulated prices, and indexation for the acceleration. Our BVAR model suggests that the government is underestimating macro drivers.
- **RATIONALE:** The January CPI print came at 6%mom, slightly higher than our baseline view and in line with the market consensus' upper range. It's the hottest January since 1991, printing almost 210bp higher than January 2022. In this context, the yearly gauge accelerated to 98.8%yoy, with our base scenario expecting it to breach the 100%yoy mark in February.

The inflationary acceleration was generalized, with core, seasonal, and regulated prices picking up the pace. Core prices printed 5.4%mom, up 10bp from December. Seasonal prices accelerated from 4.6%mom in December to 7.9%mom in January, on the back of a 6.8%mom increase in foods and beverages driven by beef, fruits, and vegetable prices and the usual summer seasonality on recreation and hospitality. Regulated prices picked up to 7.1% in January, up from 5.1%mom, driven by housing (+8%mom) and telcos (+8%mom).

The print is uncomfortable for the government because it puts into question (i) the benign inflationary scenario to which Mr. Massa conditioned his candidacy and (ii) the inflationary strategy. Mr. Rubinstein went on the record arguing that the negative inflationary surprise was driven by a series of one-offs (beef, fruits, and vegetables spiking because of the drought) and the cadence of private sector regulated prices. He stressed that macro policy remains consistent with inflation below 4%mom but conceded that the timeline to reach a print with a 3-handle could come much later in the year than the government's April target.

At first sight, Mr. Rubinstein's comments seem reasonable. Core prices have been roughly stable since November, contributing about 3.8pp to the monthly CPI. In this context, a higher contribution from seasonal (+10bp) and regulated (+0.6pp) explain the re-acceleration of the monthly CPI. Still, a more thorough analysis of the inflationary process reveals the cracks in the government's diagnostic. Suppose for a second that inflation was converging, as the government expects, to a 3.99%mom baseline. We model this scenario into our BVAR model, taking as an input the BCRA's FX slide and the tariff hikes that the government has committed. We find that seasonal prices should contribute 0.7pp to monthly inflation and regulated prices about 0.4pp. That means that, for inflation to print 3.99%mom, core prices cannot contribute more than 2.9pp. Over the past quarter, the fiscal-monetary policy mix seems to have stabilized the core inflation contribution at 3.8pp per month, suggesting that, contrary to Mr. Rubinstein's remarks, the macro policy is not yet consistent with sub-4%mom inflation. As we argued yesterday (please see [here](#)), monetary policy remains accommodative, subject to fiscal dominance (to support the ARS curve), and financial dominance (to cover the quasi-fiscal deficit), failing to curb core prices despite the phasing out of direct money printing to cover the primary deficit. Likewise, the FX market remains a critical driver of inflation, both resulting from the pass-through of the official fixing's crawling peg and the import restrictions. Finally, while the government has tried to toughen the bias of fiscal and monetary policies, income policy became extraordinarily supportive in 4Q, becoming a key driver for prices.

In this context, we're revising our February base view to 5.7%mom, up from 5.2%mom, consistent with high-freq prints, and our March view to 6.5%mom, up from 6.3%mom.

Summary of Sovereign Securities

Global-Law Securities

Security	BBG Code	ISIN	Current Coupon	Days Accrued	Interest Accrued	PX	Parity	Yield	Spread to UST	MD	Outstanding	Residual
USD												
PDI 2029	ARGENT 1 07/09/29	US040114HX11	1,000	35	0,10	31,2	31,3%	35,0%	3055	2,90	2.635	100,0%
Argent30	ARGENT 0 1/2 07/09/30	US040114HS26	0,500	35	0,05	32,8	32,8%	31,0%	2652	3,09	16.091	100,0%
Argent35	ARGENT 1 1/2 07/09/35	US040114HT09	1,500	35	0,15	28,7	28,8%	22,0%	1817	5,92	20.502	100,0%
Argent38	ARGENT 3 7/8 01/09/38	US040114HU71	3,875	35	0,40	34,5	34,7%	22,0%	1801	5,01	11.405	100,0%
Argent41	ARGENT 3 1/2 07/09/41	US040114HV54	3,500	35	0,36	31,4	31,6%	19,5%	1569	5,94	10.482	100,0%
Argent46	ARGENT 1 1/2 07/09/46	US040114HW38	1,500	35	0,15	29,4	29,5%	22,9%	1897	4,68	2.092	100,0%
EUR												
PDI 2029 EUR	ARGENT 0 1/2 07/09/29	XS2200244072	0,500	35	0,05	27,5	27,5%	38,2%	3614	2,89	90	100,0%
Argent30 EUR	ARGENT 0 1/8 07/09/30	XS2177363665	0,125	35	0,01	27,8	27,8%	35,0%	3501	3,03	1.166	100,0%
Argent35 EUR	ARGENT 0 7/8 07/09/35	XS2177364390	0,875	35	0,09	24,0	24,1%	23,3%	2047	6,07	299	100,0%
Argent38 EUR	ARGENT 3 01/09/38	XS2177365017	3,000	35	0,31	29,0	29,2%	23,8%	2220	5,02	809	100,0%
Argent41 EUR	ARGENT 2 3/4 07/09/41	XS2177365363	2,750	35	0,28	26,0	26,2%	21,4%	1949	5,91	1.573	100,0%
Argent46 EUR	ARGENT 0 7/8 07/09/46	XS2177365520	0,875	35	0,09	24,0	24,1%	25,6%	2292	4,51	248	100,0%

Local-Law Hard-Currency Securities

Security	BBG Code	ISIN	Current Coupon	Days Accrued	Interest Accrued	PX	Parity	Yield	Spread to UST	MD	Outstanding	Residual
PDI 2029 AL	ARGBON 1 07/09/29	ARARGE3209Y4	1,000	35	0,10	29,0	29,0%	37,6%	3337	2,84	2.195	100,0%
Argent30 AL	ARGBON 0 1/2 07/09/30	ARARGE3209S6	0,500	35	0,05	27,6	27,6%	36,8%	3208	2,89	13.531	100,0%
Argent35 AL	ARGBON 1 1/2 07/09/35	ARARGE3209T4	1,500	35	0,15	27,5	27,5%	22,8%	1864	5,84	19.072	100,0%
Argent38 AL	ARGBON 3 7/8 01/09/38	ARARGE3209U2	3,875	35	0,40	31,3	31,1%	24,2%	2009	4,76	7.219	100,0%
Argent41 AL	ARGBON 3 1/2 07/09/41	ARARGE3209V0	3,500	35	0,36	27,5	27,4%	22,0%	1772	5,54	1.513	100,0%

ARS Fixed-Rate and Dollar-Linked Securities

Security	BBG Code	ISIN	Coupon	Days Accrued	Interest Accrued	PX	Parity	Yield	Spread to UST	MD	Outstanding	Residual
Old Securities												
TO23	ARGTES 16 10/17/23	ARARGE4502J2	16,00	117	5,2	71,0	65,4%	95,6%	9.065	0,42	64.150	100,0%
TO26	ARGTES 15 1/2 10/17/26	ARARGE4502K0	15,50	117	5,0	28,9	24,2%	85,8%	7.900	1,22	96.570	100,0%
New Securities												
LEDE 02-28-23	LEDES 0 02/28/23	ARARGE520CH6	0,00	-	0,0	97,2	97,5%	85,3%	7.238	0,03	184.950	100,0%
LEDE 03-31-23	LEDES 0 03/31/23	ARARGE520D23	0,00	-	0,0	91,6	91,6%	73,8%	6.870	0,11	350.621	100,0%
LEDE 04-28-23	LEDES 0 04/28/23	ARARGE520C14	0,00	-	0,0	85,9	85,9%	81,9%	7.707	0,17	1.193.708	100,0%
LEDE 05-31-23	LEDES 0 05/31/23	ARARGE520D80	0,00	-	0,0	79,9	79,9%	87,2%	8.179	0,23	682.583	100,0%
LEDE 06-30-23	LEDES 0 06/30/23	ARARGE520D98	0,00	-	0,0	74,9	74,9%	90,2%	8.492	0,28	562.403	100,0%
DL Securities												
TV23	ARGBND 0.3 04/28/23	ARARGE320B27	0,30	106	0,1	19.010,0	99,7%	1,95%	-	0,20	3.016	100,0%
T2V3	ARGBND 0 07/31/23	ARARGE320CJ7	0,00	-	0,0	18.780,0	98,8%	3,24%	-	0,45	1.298	100,0%
TV24	ARGBND 0.4 04/30/24	ARARGE320C18	0,40	104	0,1	16.375,0	85,7%	14,03%	-	1,16	1.277	100,0%

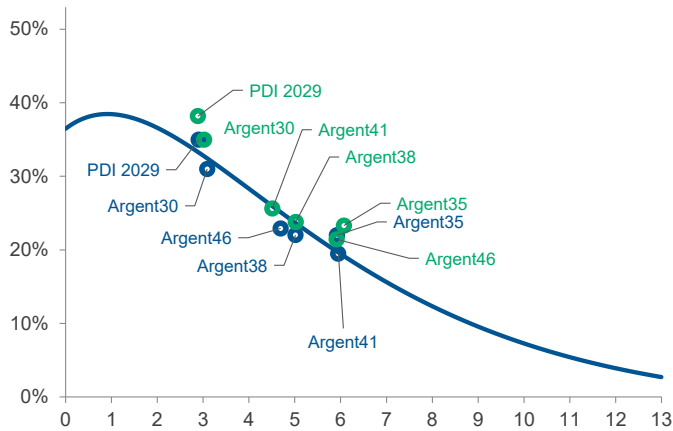
Inflation-Linked Securities

Security	BBG Code	ISIN	Coupon	Days Accrued	Interest Accrued	PX	Parity	Yield	Spread to UST	MD	Outstanding	Residual
Old Securities												
TC23	BONCER 4 03/06/23	ARARGE4505O5	4,00	158	15,6	889,0	98,5%	-0,8%	-731	0,06	2.481	100,0%
TC25	BONCER 4 04/27/25	ARARGE4505U2	4,00	107	10,2	707,5	81,8%	13,3%	847	1,99	29.908	100,0%
DICP	ARGENT 5.83 12/31/33	ARARGE03E121	5,83	44	48,1	5625,0	82,7%	9,9%	591	4,49	10.472	69,8%
PARP	ARGENT 1.18 12/31/38	ARARGE03E105	1,77	134	35,1	2300,0	42,9%	11,1%	689	8,59	2.861	52,9%
CUAP	ARGENT 3.31 12/31/45	ARARGE03E139	3,31	44	29,9	3500,0	47,2%	9,6%	540	10,63	23.434	99,0%
New Securities												
X17F3	LECER 0 02/17/23	ARARGE520BT3	0,00	342	0,0	185,1	96,9%	1145,5%	112586	0,00	115.706	100,0%
X21A3	LECER 0 04/21/23	ARARGE520C08	0,00	314	0,0	181,8	99,2%	4,5%	-39	0,18	343.992	100,0%
X19Y3	LECER 0 05/19/23	ARARGE520C57	0,00	285	0,0	174,0	98,9%	4,1%	-84	0,26	509.085	100,0%
X16J3	LECER 0 06/16/23	ARARGE520CS3	0,00	164	0,0	137,0	98,3%	5,3%	23	0,33	400.012	100,0%
X18S3	LECER 0 09/18/23	ARARGE520CV7	0,00	134	0,0	126,0	96,8%	5,6%	-82	0,57	48.387	100,0%
TX23	BONCER 1.4 03/25/23	ARARGE3208T6	1,40	139	2,1	382,6	99,1%	5,2%	20	0,11	81.567	100,0%
T2X3	BONCER 1.45 08/13/23	ARARGE3209Z1	1,45	1	0,0	338,5	97,1%	7,5%	223	0,47	432.188	100,0%
T2X4	BONCER 1.55 07/26/24	ARARGE320AI3	1,55	18	0,2	243,5	84,3%	14,1%	895	1,34	314.877	100,0%
TX24	BONCER 1 1/2 03/25/24	ARARGE3208U4	1,50	139	2,2	340,8	88,2%	12,8%	773	1,04	345.783	100,0%
TX26	BONCER 2 11/09/26	ARARGE3209W8	2,00	95	1,8	262,5	76,0%	12,8%	844	2,43	190.747	100,0%
TX28	BONCER 2 1/4 11/09/28	ARARGE3209X6	2,25	95	2,0	253,0	73,2%	12,3%	781	2,94	75.905	100,0%
Duos												
TDJ23	CERDUO 0 06/30/23	ARARGE320CL3	0,00	182	0,0	19345,0	100,7%	2,0%	2063	0,38	4.641	100,0%
TDL23	CERDUO 0 07/31/23	ARARGE320CM1	0,00	182	0,0	19161,0	100,0%	4,2%	-22215	0,45	13.075	100,0%
TDS23	CERDUO 0 09/29/23	ARARGE320CN9	0,00	182	0,0	18800,0	98,0%	7,3%	2011	0,61	8.739	100,0%
TDF24	CERDUO 0 02/28/24	ARARGE320CW0	0,00	134	0,0	17550,0	92,5%	12,2%	-10001	0,95	3.709	100,0%

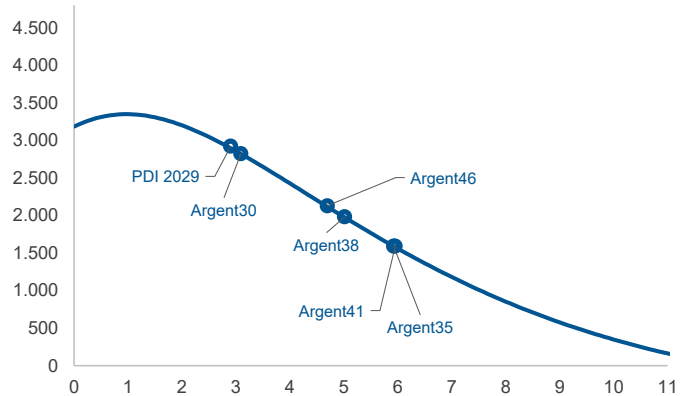
Global-Law Securities Curve

	MD	Yield	Price	Yield Change in bps				Price % Change				Additional Info.	
	14/2/2023			Daily (1bd)	Weekly (5bd)	Monthly (22bd)	YTD	Daily (1bd)	Weekly (5bd)	Monthly (22bd)	YTD	Maturity	Amt.Out. (mn)
USD													
PDI 2029	2,90	34,97	31,2	0,08	1,84	-0,28	-4,09	-0,2	-4,7	3,1	16,6	09/07/29	2.635
Argent30	3,09	31,00	32,8	0,10	1,09	-1,00	-4,96	-0,2	-2,8	5,4	20,4	09/07/30	16.091
Argent35	5,92	21,98	28,7	0,07	0,68	0,28	-1,50	-0,3	-3,7	-0,4	11,3	09/07/35	20.502
Argent38	5,01	22,00	34,5	0,04	0,63	0,60	-1,08	-0,1	-3,0	-2,3	6,8	09/01/38	11.405
Argent41	5,94	19,48	31,4	0,06	0,59	0,54	-1,34	-0,3	-3,4	-2,6	9,2	09/07/41	10.482
Argent46	4,68	22,90	29,4	0,08	0,50	0,16	-2,25	-0,3	-2,0	0,5	13,1	09/07/46	2.092
EUR													
PDI 2029 EUR	2,89	38,19	27,5	0,03	1,16	0,29	-0,56	0,0	-2,7	1,9	5,8	09/07/29	90
Argent30 EUR	3,03	34,98	27,8	0,92	1,09	0,51	-0,91	-2,6	-2,6	0,9	6,7	09/07/30	1.166
Argent35 EUR	6,07	23,29	24,0	0,35	0,40	1,23	0,36	-2,0	-2,0	-5,9	0,0	09/07/35	299
Argent38 EUR	5,02	23,78	29,0	0,68	1,04	0,53	-0,41	-3,3	-4,9	-1,7	3,6	09/01/38	809
Argent41 EUR	5,91	21,42	26,0	0,64	0,82	0,46	-0,47	-3,7	-4,6	-1,9	4,0	09/07/41	1.573
Argent46 EUR	4,51	25,62	24,0	0,48	1,43	1,67	0,53	-2,0	-5,9	-5,9	0,0	09/07/46	248

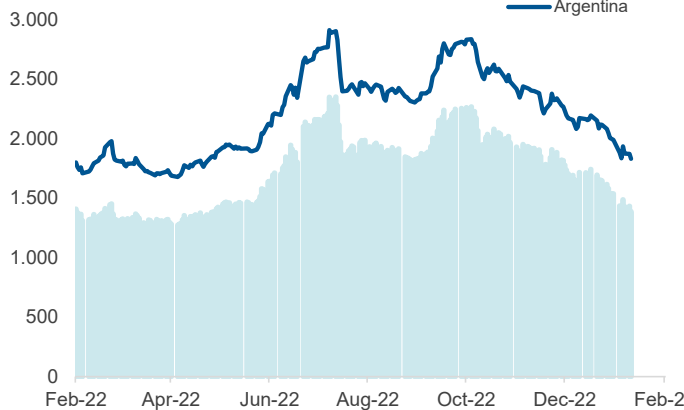
Globals Yield Curve | YTM ● USD Securities ● EUR Securities



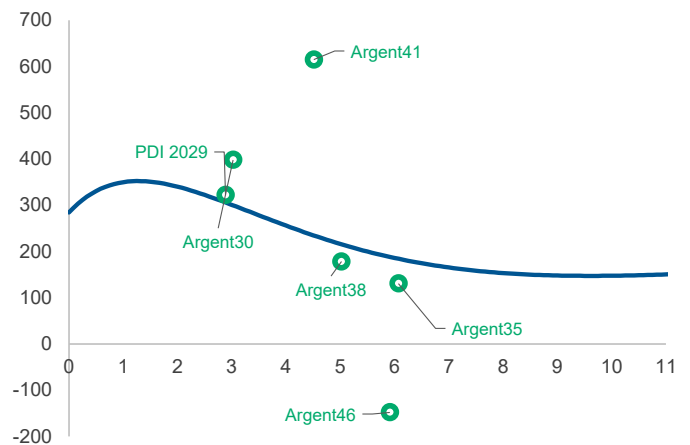
Spread Curve vs. UST | Spreads ● USD Securities



ARGY Spreads & EM Spreads | Spreads Spread Over EM Argentina



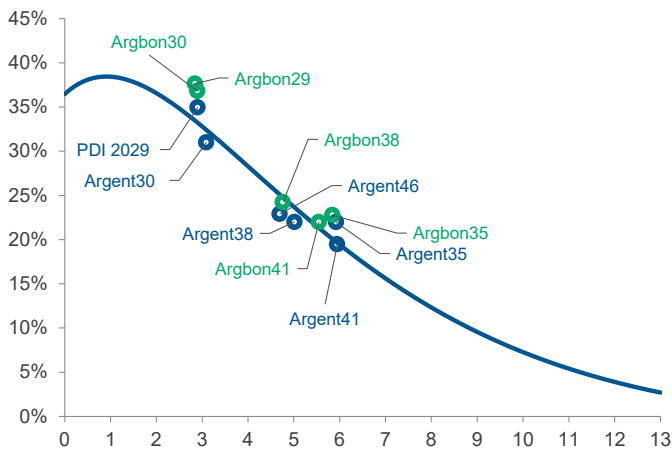
Currency Spread | Spreads ● EUR Securities



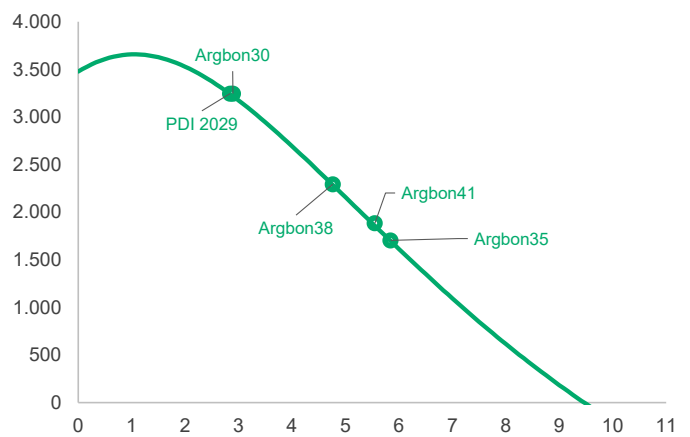
Local-Law Hard Currency Securities Curve

	MD	Yield	Price	Yield Change in BPS				Price % Change				Additional Info.	
	14/2/2023			Daily (1bd)	Weekly (5bd)	Monthly (22bd)	YTD	Daily (1bd)	Weekly (5bd)	Monthly (22bd)	YTD	Maturity	Amt.Out. (bn)
PDI 2029 AL	2,84	37,64	29,0	0,03	1,13	-0,25	-4,44	0,0	-2,5	3,6	16,0	09/07/29	2.189
Argent30 AL	2,89	36,82	27,6	1,41	1,88	1,22	-2,71	-3,9	-4,7	-0,9	11,6	09/07/30	12.423
Argent35 AL	5,84	22,78	27,5	0,62	0,97	0,60	-1,19	-3,5	-5,2	-1,8	6,8	09/07/35	18.449
Argent38 AL	4,76	24,24	31,3	0,51	0,75	1,34	0,44	-2,3	-3,1	-4,6	-5,3	09/01/38	7.196
Argent41 AL	5,54	21,99	27,5	0,65	1,17	1,81	0,20	-3,5	-6,0	-8,3	-4,8	09/07/41	1.468

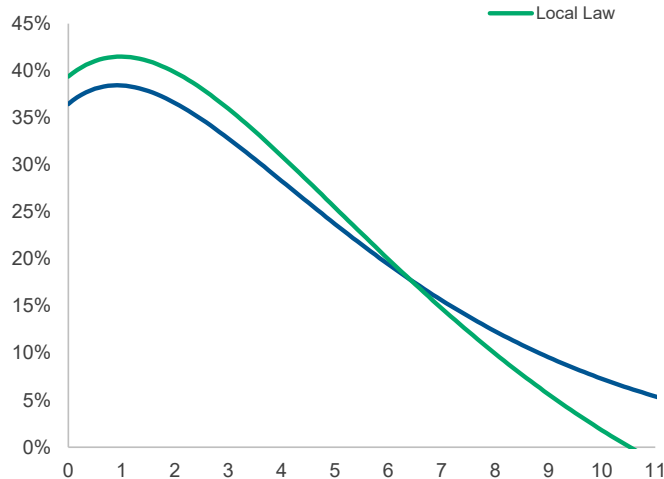
Globals Yield Curve | YTM ● USD NY Law ● USD ARGY Law



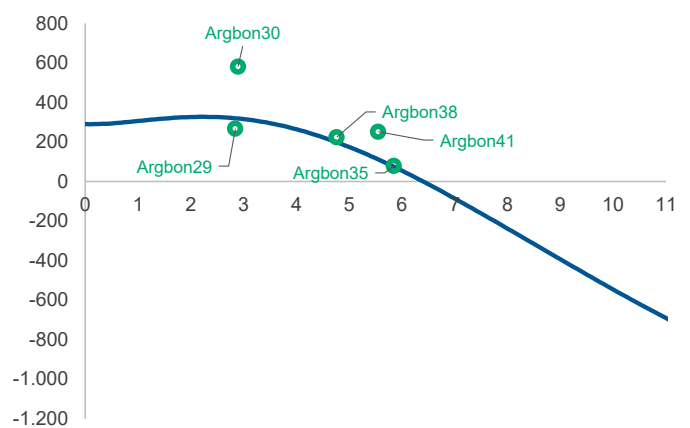
Spread Curve vs. UST | Spreads ● ARGY Law Securities



Global & Local Law Curves | YTM — Globals — Local Law



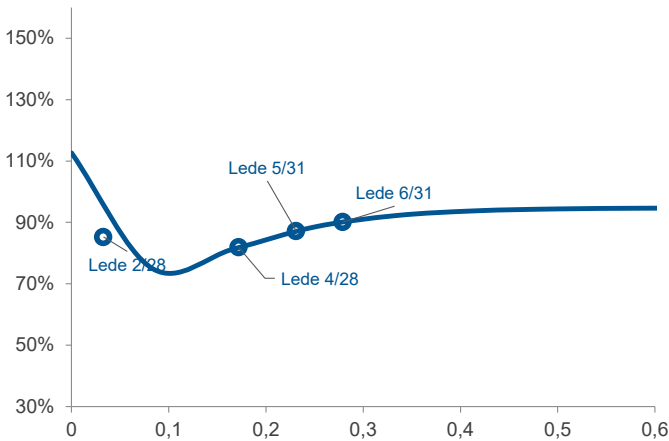
Legislation Spread | Spreads ● ARGY Law Securities



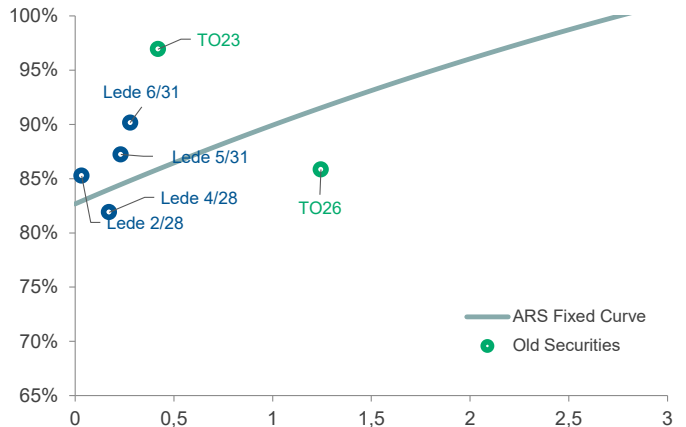
ARS Fixed-Rate and Dollar-Linked Securities Curve

	MD	Yield	Price	Yield Change in bps				Price % Change				Additional Info.	
				14/2/2023	Daily (1bd)	Weekly (5bd)	Monthly (22bd)	YTD	Daily (1bd)	Weekly (5bd)	Monthly (22bd)	YTD	Maturity
Old Securities													
TO23	0,42	96,93	70,6	0,5	2,3	9,2	8,3	0,0	0,5	2,0	5,4	17/10/23	64.150
TO26	1,24	85,84	28,9	1,4	2,6	3,6	2,9	-1,4	-1,8	1,2	4,9	17/10/26	96.570
New Securities													
LEDE 02-28-23	0,03	85,26	97,2	2,7	-48,2	3,7	-2,8	0,1	4,1	6,3	10,3	28/02/23	184.950
LEDE 03-31-23	0,11	73,84	91,6	-0,7	-34,9	-2,6	-11,1	0,2	2,8	6,2	10,6	31/03/23	350.621
LEDE 04-28-23	0,17	81,90	85,9	0,0	-0,3	17,6	0,4	0,3	0,9	6,5	8,3	28/04/23	1.193.708
LEDE 05-31-23	0,23	87,22	79,9	1,5	-13,9	2,8	0,3	-0,1	1,8	5,1	8,2	31/05/23	682.583
LEDE 06-30-23	0,28	90,15	74,9	0,4	-11,7	2,0	-	0,1	2,2	3,5	-	30/06/23	562.403
DL Securities													
TV23	0,20	1,95	19.010,0	-	-	-	-	0,5	1,0	4,7	6,2	28/04/23	3.016
T2V3	0,45	3,24	18.780,0	-	-	-	-	0,2	0,4	3,6	6,7	31/07/23	1.298
TV24	1,16	14,03	16.375,0	-	-	-	-	-0,2	0,1	5,6	6,3	30/04/24	1.277

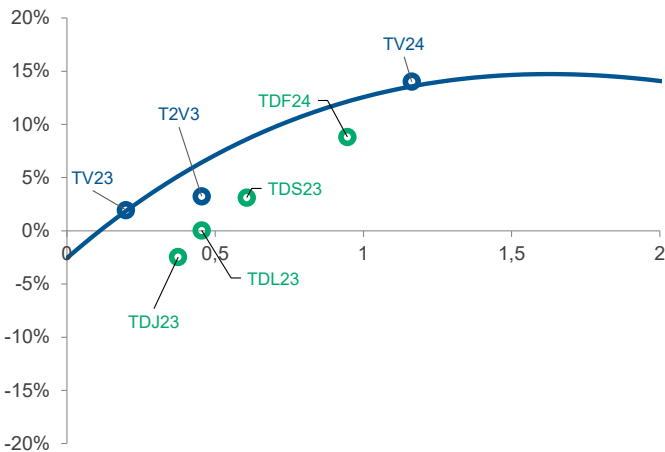
Treasury Ledes Curve | YTM



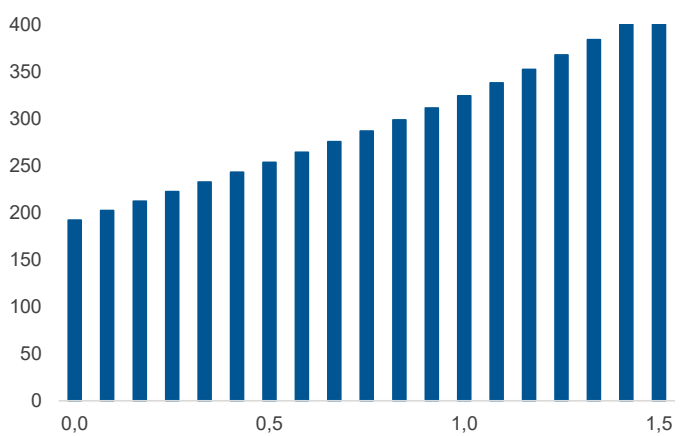
ARS Fixed-Rate Curve | YTM



Dollar-Linked Curve | YTM



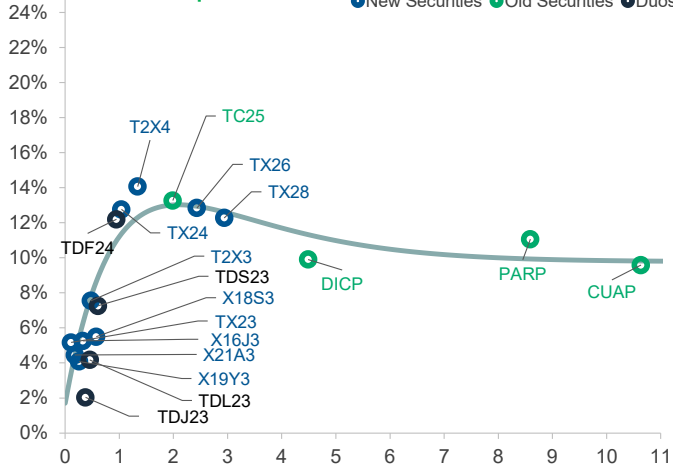
Official FX Break-Even | Break-Evens



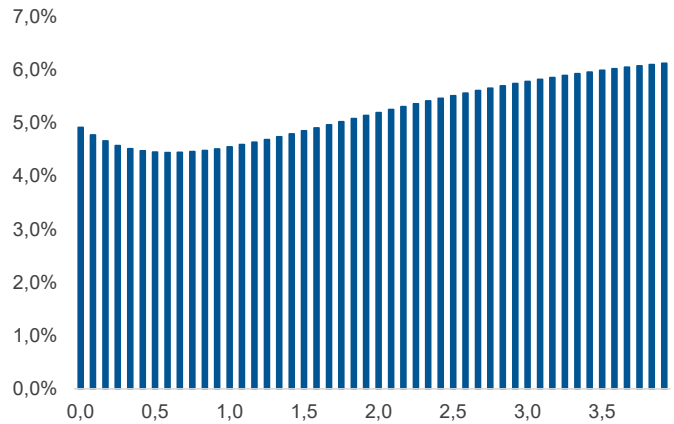
Inflation-Linked Securities Curve

	MD	Yield	Price	Yield Change in bps				Price % Change				Additional Info		
				Daily (1bd)	Weekly (5bd)	Monthly (22bd)	YTD	Daily (1bd)	Weekly (5bd)	Monthly (22bd)	YTD	Next Coupon	Maturity	Amt. Out. (mn)
Old Securities														
TC23	0,06	-0,78	889,00	247,7	-1336,8	-51,8	-302,9	0,0	2,1	4,5	7,1	06/03/23	06/03/23	2.481
TC25	1,99	13,27	707,50	9,3	-53,8	-38,8	7,8	0,0	2,4	6,4	8,0	27/04/23	27/04/25	29.908
DICP	4,49	9,91	5625,00	14,1	-83,0	-127,7	-126,4	-0,4	5,1	11,9	14,8	30/06/23	31/12/33	10.472
PARP	8,59	11,06	2300,00	0,2	1,6	-129,1	-69,3	0,0	0,0	12,2	7,0	31/03/23	31/12/38	2.861
CUAP	10,63	9,59	3500,00	1,8	12,4	-201,9	-175,3	0,0	0,0	29,6	29,6	30/06/23	31/12/45	23.434
New Securities														
X17F3	0,00	1145,45	185,08	60250,4	105413,3	112859,5	113070,6	0,0	0,0	3,0	5,7	-	17/02/23	115.706
X21A3	0,18	4,50	181,83	-41,2	31,4	-53,0	-60,3	0,2	1,2	5,4	7,9	-	21/04/23	343.992
X19Y3	0,26	4,13	174,00	27,5	185,4	-100,0	-101,9	0,1	0,7	5,6	8,1	-	19/05/23	509.085
X16J3	0,33	5,33	137,00	3,2	168,2	-73,1	-57,3	0,2	0,6	5,6	8,1	-	16/06/23	400.012
X18S3	0,57	5,57	126,00	30,6	-115,0	-97,3	-75,2	0,0	1,9	6,0	8,4	-	18/09/23	48.387
TX23	0,11	5,16	382,63	-52,3	36,2	-303,6	-253,3	0,2	1,2	5,8	8,2	25/03/23	25/03/23	81.567
T2X3	0,47	7,55	338,50	37,0	498,6	179,7	-2889,8	0,0	-1,2	4,3	26,5	13/08/23	13/08/23	432.188
TX24	1,04	12,76	340,75	4,2	49,4	180,9	178,4	0,1	0,8	3,7	6,3	25/03/23	25/03/24	345.783
T2X4	1,34	14,07	243,50	14,4	54,0	213,9	223,7	0,0	0,6	2,7	5,2	26/07/23	26/07/24	314.877
TX26	2,43	12,84	262,50	0,1	24,4	-54,4	-6,3	0,2	0,8	7,4	8,9	09/05/23	09/11/26	190.747
TX28	2,94	12,28	253,00	-75,4	-35,5	-70,3	2,9	2,4	2,4	8,1	8,6	09/05/23	09/11/28	75.905
Duos														
TDJ23	0,38	2,04	19345,00	-	-	-1030,2	-1286,8	0,6	1,6	6,4	8,1	-	30/06/23	4.641
TDL23	0,45	4,17	19161,00	-	-	-744,7	-899,0	0,2	1,2	6,0	7,3	-	31/07/23	13.075
TDS23	0,61	7,26	18800,00	-	-	-398,9	-573,0	0,5	1,6	5,6	7,3	-	29/09/23	8.739
TDF24	0,95	12,20	17550,00	-	-	12,3	-355,7	0,3	1,4	3,7	8,0	-	28/02/24	3.709

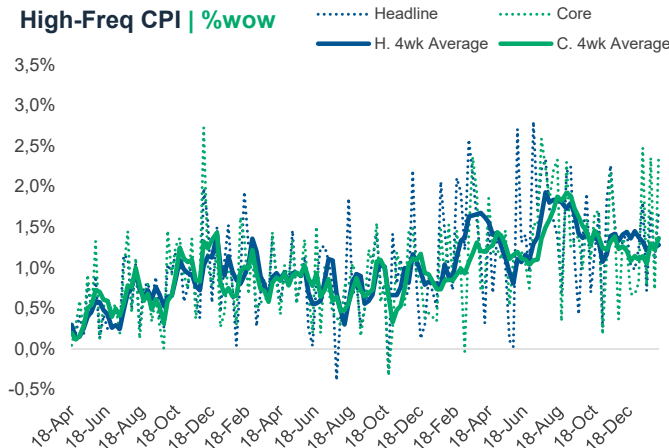
Linkers Curve | YTM



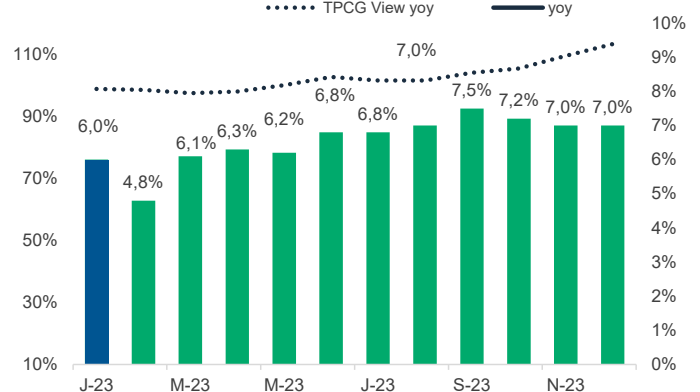
Inflation Break-Even | Break-Evens



High-Freq CPI | %w/w



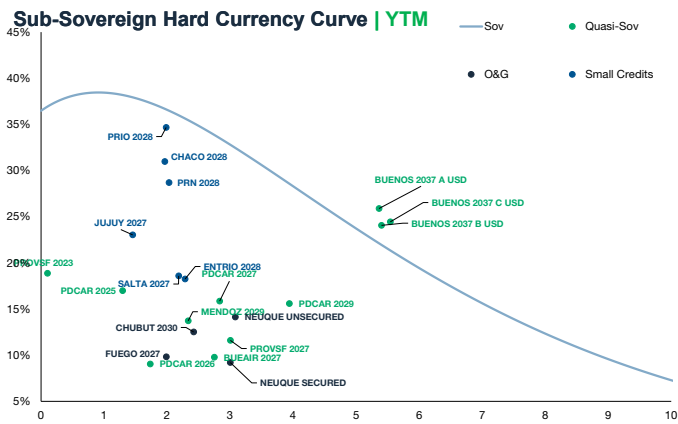
Inflation | CPI % ch



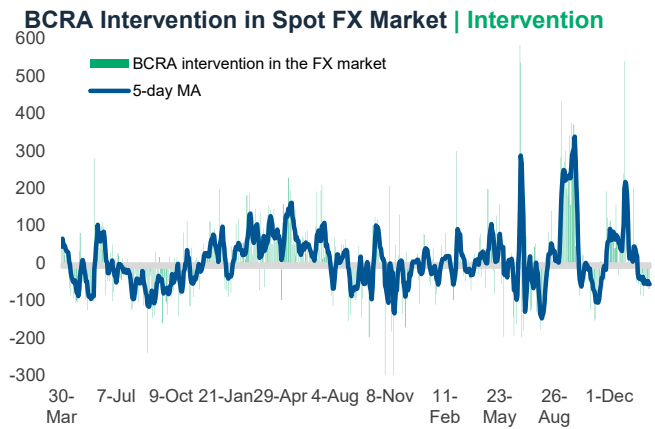
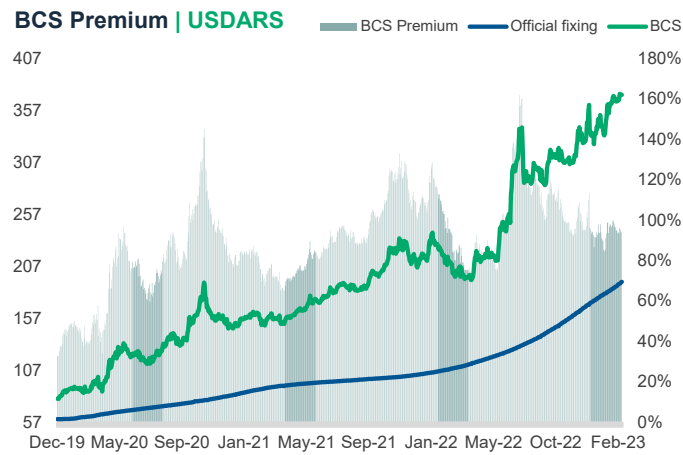
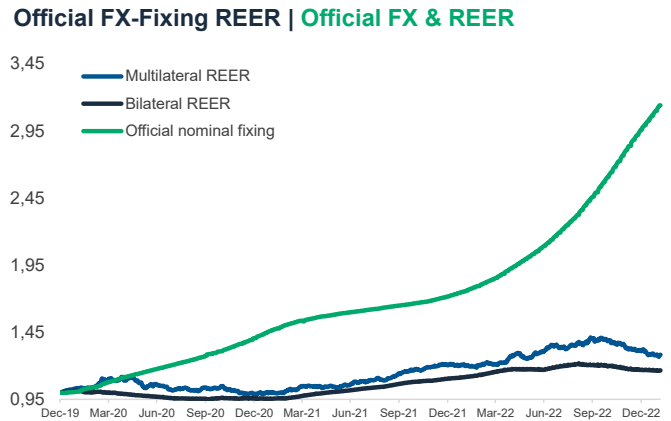
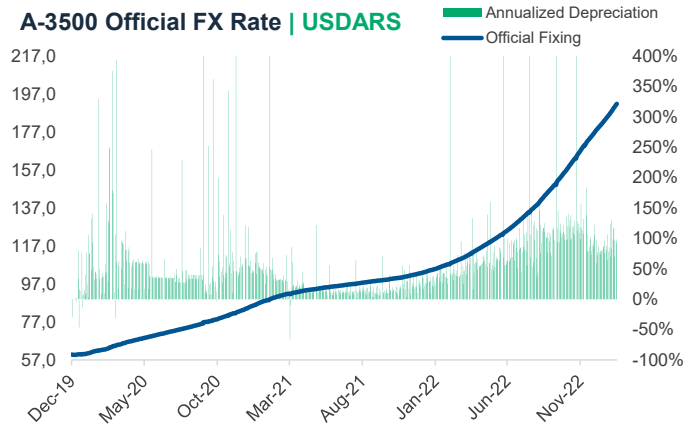
Sub-Sovereign Debt Instruments

	Price	MD	Yield	Parity	Int. Accrued	Current Yield	Tech Val.	Yield Change In BPS				Price % Change				Additional Info.				
								Daily (1bd)	Weekly (5bd)	Monthly (22bd)	YTD	Daily (1bd)	Weekly (5bd)	Monthly (22bd)	YTD	Curr.	Amt. Out. (mn)	CPN	Prev. CPN	Next CPN
	14/2/2023																			
USD Securities																				
MENDOZO 2029	81,50	2,34	13,72%	81,8%	1,71	5,2%	101,7	1,0	32,2	-75,5	-296,0	0,0%	-0,6%	2,5%	8,5%	USD	590,0	4,3%	19/9/2022	19/3/2023
CORDOB 2027	69,75	2,11	25,73%	70,3%	1,69	6,5%	101,7	2,0	-187,6	-370,2	-410,1	0,0%	4,5%	9,8%	11,6%	USD	155,7	4,5%	29/9/2022	29/3/2023
NEUQUE UNSECURED	78,25	3,08	14,14%	78,7%	1,97	8,5%	102,0	0,5	3,4	-172,8	-437,5	0,0%	0,0%	6,1%	15,5%	USD	377,2	6,6%	27/10/2022	27/4/2023
NEUQUE SECURED	98,25	3,00	9,21%	98,3%	0,04	8,8%	81,0	0,1	7,0	-0,7	-95,8	0,0%	-0,3%	0,0%	2,9%	USD	282,3	8,6%	12/2/2023	12/5/2023
PRN 2028	59,25	2,03	28,70%	60,4%	2,83	11,2%	102,8	2,2	15,3	-221,7	-210,2	0,0%	0,0%	6,3%	6,8%	USD	320,2	6,6%	10/9/2022	10/3/2023
CHUBUT 2030	88,75	2,42	12,51%	88,8%	0,33	8,7%	85,1	0,4	2,9	-228,7	-348,2	0,0%	0,0%	5,3%	8,6%	USD	550,8	7,8%	26/1/2023	26/4/2023
PDCAR 2025	87,00	1,29	16,98%	87,2%	1,22	7,9%	101,2	-42,1	-9,1	-164,6	-422,4	0,0%	0,3%	3,0%	7,1%	USD	722,1	6,9%	10/12/2022	10/6/2023
PDCAR 2027	78,75	2,83	15,85%	77,1%	1,42	9,1%	101,4	11,8	15,5	-214,1	-440,6	-0,3%	-0,3%	7,0%	14,6%	USD	516,1	7,0%	1/12/2022	1/6/2023
PDCAR 2029	69,75	3,94	15,59%	69,8%	0,25	9,9%	100,2	0,3	2,5	-16,4	-180,5	0,0%	0,0%	1,1%	7,3%	USD	459,2	6,9%	1/2/2023	1/8/2023
SALTA 2027	78,75	2,18	18,59%	79,1%	1,72	10,8%	101,7	-85,5	-65,1	-343,2	-551,2	1,9%	1,6%	8,6%	14,1%	USD	357,4	8,5%	1/12/2022	1/6/2023
JUJUY 2027	78,25	1,45	23,03%	79,0%	3,35	10,7%	103,4	2,2	-47,5	-321,3	-396,2	0,0%	1,0%	6,1%	7,9%	USD	213,6	8,4%	20/9/2022	20/3/2023
ENTRIO 2028	78,25	2,29	18,28%	78,3%	0,13	10,4%	95,1	-27,2	-64,2	-502,7	-853,0	0,6%	1,6%	10,6%	19,5%	USD	491,6	8,1%	8/2/2023	8/8/2023
CHACO 2028	58,25	1,96	30,98%	69,2%	2,32	8,2%	102,3	2,9	20,5	-195,0	-262,7	0,0%	0,0%	5,9%	8,4%	USD	262,7	4,8%	18/8/2022	18/2/2023
BUENOS 2037 A USD	38,75	5,36	25,86%	40,2%	2,38	13,5%	102,4	18,1	23,5	-44,6	-238,6	-0,6%	-0,6%	2,6%	10,7%	USD	6202,1	5,3%	1/9/2022	1/3/2023
BUENOS 2037 B USD	31,25	5,40	24,06%	32,6%	2,04	14,4%	102,0	16,5	51,0	233,8	-59,6	-0,8%	-2,3%	-10,7%	4,2%	USD	777,6	4,5%	1/9/2022	1/3/2023
BUENOS 2037 C USD	28,50	5,54	24,45%	29,8%	1,81	14,0%	101,8	564,6	55,0	177,2	-160,2	-26,5%	-2,6%	-8,1%	9,6%	USD	153,2	4,0%	1/9/2022	1/3/2023
PRIO 2028	52,50	1,99	34,67%	52,5%	0,00	9,0%	100,0	-19,5	-115,7	-359,5	386,3	0,5%	2,9%	9,9%	12,3%	USD	318,4	4,8%	24/8/2022	24/2/2023
BUEAIR 2027	93,75	2,75	9,78%	93,8%	1,52	8,0%	101,5	0,2	1,2	4,5	-11,9	0,0%	0,0%	0,0%	0,5%	USD	890,0	7,5%	1/12/2022	1/6/2023
PDCAR 2028	45,50	1,73	9,04%	45,3%	0,16	15,7%	47,0	1,4	9,9	214,9	-32,6	0,0%	0,0%	-10,8%	-6,7%	USD	140,6	7,1%	27/1/2023	27/4/2023
PROVSF 2023	98,75	0,10	18,87%	98,8%	1,37	7,1%	51,4	31,1	188,3	-202,8	-443,4	0,0%	0,0%	1,3%	2,3%	USD	125,0	7,0%	23/9/2022	23/3/2023
PROVSF 2027	86,25	3,00	11,60%	86,5%	1,97	8,0%	102,0	0,3	2,2	-163,1	-308,6	0,0%	0,0%	5,5%	10,6%	USD	250,0	6,9%	1/11/2022	1/5/2023
FUEGO 2027	98,25	1,99	9,82%	98,3%	0,39	9,1%	58,4	0,1	13,2	-135,9	-279,9	0,0%	-0,3%	2,9%	5,6%	USD	116,0	9,0%	17/1/2023	17/4/2023
BUENOS EUR Securities																				
BUENOS 2037 A EUR	36,00	3,84	24,38%	37,1%	1,81	11,1%	101,8	18,0	23,3	-44,1	-200,2	-0,7%	-0,7%	2,9%	9,9%	EUR	238,8	4,0%	1/9/2022	1/3/2023
BUENOS 2037 B EUR	27,50	5,69	24,51%	28,6%	1,58	12,7%	101,6	18,2	56,2	256,4	-64,3	-0,9%	-2,7%	-12,0%	4,8%	EUR	116,3	3,5%	1/9/2022	1/3/2023
BUENOS 2037 C EUR	24,75	5,89	24,97%	25,8%	1,36	12,1%	101,4	612,3	61,1	198,8	-178,1	-29,3%	-2,9%	-9,2%	11,2%	EUR	138,8	3,0%	1/9/2022	1/3/2023

	Price	Rate	Price % Change				Accrued Interest	Current Coupon	O/S
			Daily (1bd)	Weekly (5bd)	Monthly (22bd)	YTD			
	14/2/2023								
Provincial ARS Debt									
BUEAIR Float 03/29/24	110	B +239	0,0%	1,0%	5,1%	7,8%	9,39	72,9%	26.003
BUEAIR Float 02/22/28	118,7	B +257	0,0%	0,3%	10,4%	14,4%	16,83	73,1%	30.810
BUENOS Float 04/12/25	97,5	B +1319	-1,0%	1,8%	8,0%	-7,6%	6,64	73,5%	30.000



FX Market & International Reserves



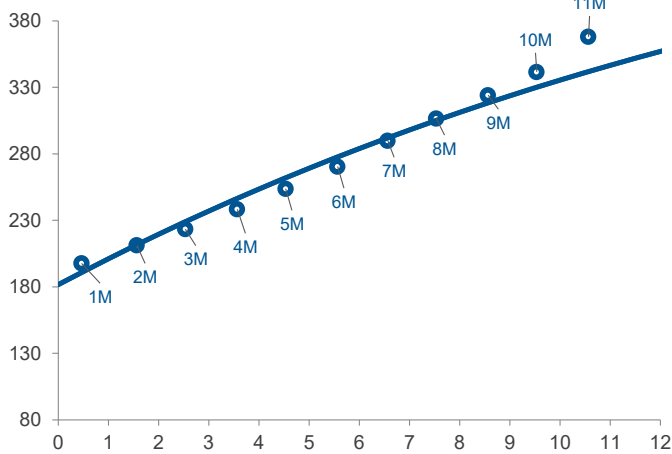
International Reserves: Evolution and Change Drivers

	International Reserves Outstanding			International Reserves Change			Reserve change drivers				
	Total	Government deposits	Liquid reserves	Total	Government deposits	Liquid reserves	External credit to the private sector	IFIs	Rest of Public Sector	Bank reserves	Rest
Jan	41.417	3.401	38.016	-3.181	-3.445	263	-192	-2.737	-1.782	803	726
9-Jan	43.371	4.220	39.151	-1.061	-1.627	566	3	-1.293	-355	384	201
10-Jan	43.395	4.224	39.171	24	4	20	12	0	0	95	-84
11-Jan	43.406	4.216	39.190	11	-8	19	4	0	-1	-39	48
12-Jan	43.534	4.219	39.315	128	3	125	0	0	0	-36	164
13-Jan	43.115	3.476	39.639	-419	-744	325	200	-656	-96	56	76
16-Jan	42.987	3.470	39.517	-128	-5	-123	4	0	-1	-1	-130
17-Jan	42.890	3.451	39.439	-97	-19	-78	-24	-14	-1	54	-113
18-Jan	42.845	3.445	39.400	-45	-6	-39	-52	0	0	-76	83
19-Jan	42.816	3.428	39.387	-29	-16	-13	-39	-1	-4	44	-30
20-Jan	42.710	4.052	38.658	-106	624	-730	-34	0	-111	34	4
23-Jan	42.659	3.982	38.677	-51	-70	19	-56	0	-65	67	3
24-Jan	42.649	3.939	38.710	-10	-43	33	3	0	-45	-32	65
25-Jan	42.481	3.859	38.622	-168	-80	-88	-86	0	-34	-63	15
26-Jan	42.274	3.625	38.649	-207	-234	27	-45	0	-199	56	-20
27-Jan	42.265	3.592	38.673	-9	-33	24	-27	0	-29	12	36
30-Jan	41.518	2.747	38.771	-747	-845	98	-28	-692	-145	25	93
31-Jan	41.417	3.401	38.016	-101	654	-755	-88	-73	-20	50	30
1-Feb	41.379	3.377	38.002	-38	-23	-15	-42	0	-21	-11	36
2-Feb	41.314	2.718	38.596	-65	-659	594	-57	0	-21	17	-4
3-Feb	41.022	2.693	38.329	-292	-25	-267	-49	-18	-2	43	-267
6-Feb	40.288	1.914	38.374	-734	-779	45	-45	-702	-22	35	0
7-Feb	40.287	1.896	38.391	-1	-18	17	-49	-49	-12	-8	118
8-Feb	40.169	1.453	38.716	-118	-443	325	-69	-10	-10	35	-65
9-Feb	40.076	1.388	38.688	-93	-65	-28	-69	-50	-15	21	20
Feb	40.076	1.388	38.688	-1.341	-2.013	672	-380	-829	-102	132	-162

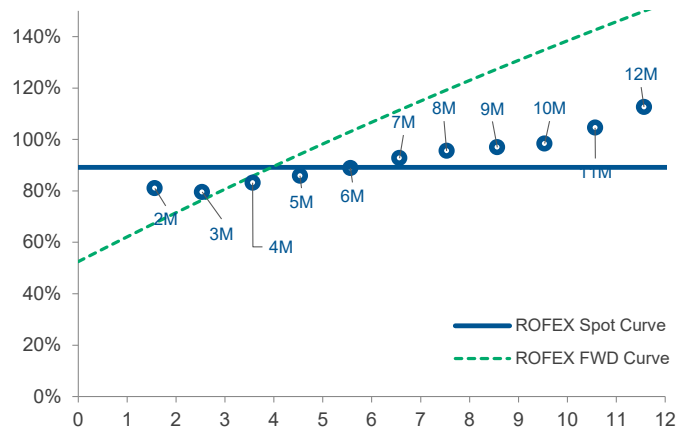
ROFEX USD Curve

	A-3500 Official FX	ROFEX Outright	Yield	Price % Change			Yield Change in bps		
	14/2/2023			Daily (1bd)	Weekly (5bd)	Monthly (22bd)	Daily (1bd)	Weekly (5bd)	Monthly (22bd)
1M - ROFEX USD Fut	192,02	197,62	76,17	-0,07	-0,11	-4,58	2,0	3,3	-5,3
2M - ROFEX USD Fut	192,02	211,20	81,02	-0,17	0,00	-5,23	1,5	0,5	-1,6
3M - ROFEX USD Fut	192,02	223,38	79,53	-0,19	0,15	-4,53	1,1	-0,9	-4,1
4M - ROFEX USD Fut	192,02	238,35	83,17	-0,13	0,19	-5,87	0,6	-1,0	2,1
5M - ROFEX USD Fut	192,02	253,75	85,86	-0,32	0,14	-6,25	0,6	-1,2	3,2
6M - ROFEX USD Fut	192,02	270,43	88,87	-0,69	-0,06	-6,92	1,7	-0,6	4,5
7M - ROFEX USD Fut	192,02	289,93	92,72	-1,01	-1,01	-8,70	1,5	1,0	8,3
8M - ROFEX USD Fut	192,02	306,60	95,53	-0,52	-1,06	-8,43	1,2	2,2	8,4
9M - ROFEX USD Fut	192,02	324,10	96,94	-0,49	-1,27	-8,76	1,1	2,4	8,3
10M - ROFEX USD Fut	192,02	341,60	98,38	-0,47	-1,35	-8,67	0,9	2,4	7,9

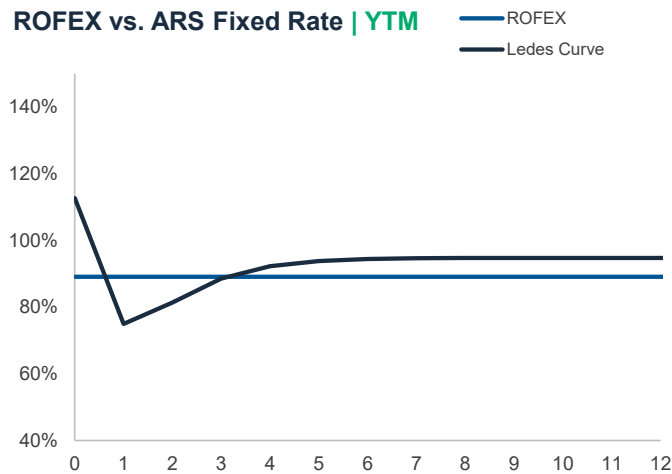
Outrights Curve | Outrights



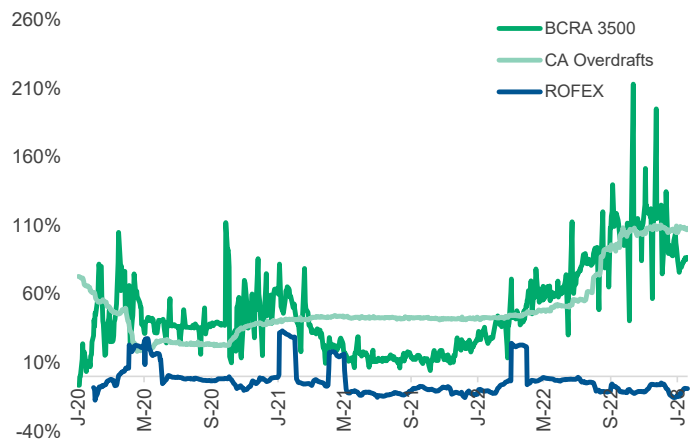
ROFEX Spot & FWD Curves | YTM



ROFEX vs. ARS Fixed Rate | YTM



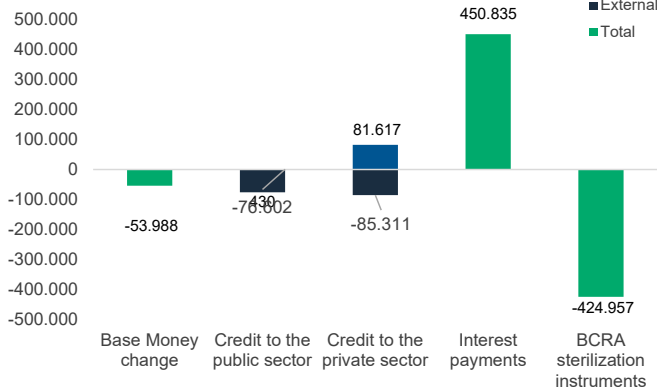
Official FX, CA Overdrafts & ROFEX | Returns



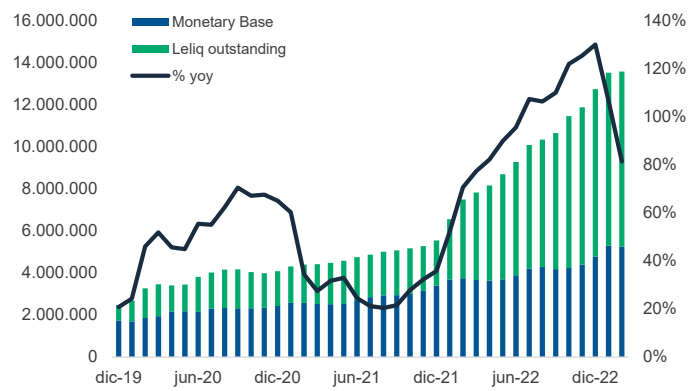
Central Bank Monetary Policy

	Monetary base change	Change in external credit (NIR)			Change in ned domestic assets (NDA)						Monetary base outstanding		Leliq Outstanding
		Total	Public Sector	Private sector	Total	Public sector	Private sector	Sterilization instruments		Interest payments	EoP	Average	
								Net Leliq	Net Repo				
Jan	112.970	136.123	-175.000	311.123	-23.153	-145.744	-80.683	-243.440	-178.197	624.910	0	5.291.281	8.213.590
10-Jan	-62.927	2.209	0	2.209	-65.136	-122	11.856	-198.618	73.318	48.430	5.303.877	4.325.632	8.427.412
11-Jan	44.940	723	0	723	44.217	919	-22.917	107.591	-94.640	53.264	5.348.817	4.330.179	8.320.762
12-Jan	-55.745	0	0	0	-55.745	207	-19.493	-231.125	151.904	42.763	5.293.072	4.334.440	8.565.185
13-Jan	26.186	36.299	0	36.299	-10.113	-611	8.630	0	-21.602	3.469	5.319.258	4.338.778	8.565.185
16-Jan	57.168	715	0	715	56.453	-204	7.538	0	38.587	10.532	5.376.426	4.351.616	8.565.185
17-Jan	-44.672	-4.325	0	-4.325	-40.347	495	3.901	142.608	-244.293	56.942	5.331.754	4.356.058	8.414.372
18-Jan	-37.511	-9.506	0	-9.506	-28.005	1.107	3.130	44.030	-117.820	41.548	5.294.243	4.360.102	8.372.840
19-Jan	8.198	-7.095	0	-7.095	15.293	2.261	10.403	96.876	-142.726	48.479	5.302.441	4.364.146	8.270.390
20-Jan	8.414	-6.273	0	-6.273	14.687	-135.349	8.358	0	137.149	4.529	5.310.855	4.368.192	8.270.390
23-Jan	53.640	-10.416	0	-10.416	64.056	-61	4.128	0	47.208	12.781	5.364.495	4.380.351	8.270.390
24-Jan	-50.110	459	0	459	-50.569	-1.176	31.628	217.251	-343.216	44.944	5.314.385	4.384.275	8.041.650
25-Jan	-69.152	-15.910	0	-15.910	-53.242	7.959	31.239	63.632	-191.410	35.338	5.245.233	4.387.877	7.977.950
26-Jan	11.608	-68.430	-60.000	-8.430	80.038	66.117	3.717	108.463	-162.962	64.705	5.256.841	4.391.498	7.863.247
27-Jan	77.506	-5.000	0	-5.000	82.506	-116	-6.466	0	83.588	5.500	5.334.347	4.395.410	7.863.247
30-Jan	-104.151	-5.277	0	-5.277	-98.874	52	3.480	0	-118.540	16.134	5.230.196	4.406.528	7.863.247
31-Jan	86.526	-16.415	0	-16.415	102.941	-139.777	12.443	-151.558	321.645	60.188	5.316.722	4.410.243	8.023.525
1-Feb	46.384	-7.875	0	-7.875	54.259	32	5.223	1.499	40.951	6.554	5.363.106	4.414.116	8.021.950
2-Feb	-182.854	-10.653	0	-10.653	-172.201	120.021	2.594	-258.170	-94.840	58.194	5.180.252	4.417.218	8.294.973
3-Feb	51.884	-20.190	-11.000	-9.190	72.074	10.882	3.138	0	52.970	5.084	5.232.136	4.420.504	8.294.973
6-Feb	-7.949	-8.527	0	-8.527	578	8.019	307	0	-22.684	14.937	5.224.187	4.430.173	8.294.973
7-Feb	8.247	-9.292	0	-9.292	17.539	449	-17.465	-110.379	83.773	61.162	5.232.434	4.433.357	8.411.703
8-Feb	-30.798	-13.179	0	-13.179	-17.619	80.059	-19.228	-2.925	-87.804	12.279	5.201.636	4.436.393	8.422.955
9-Feb	35.977	-23.103	-10.000	-13.103	59.080	9.792	14.252	-154.531	132.236	57.331	5.237.613	4.439.548	8.586.377
Feb	-79.109	-92.820	-21.000	-71.820	13.711	229.254	-11.179	-524.506	104.602	215.540	0	5.237.293	8.324.206

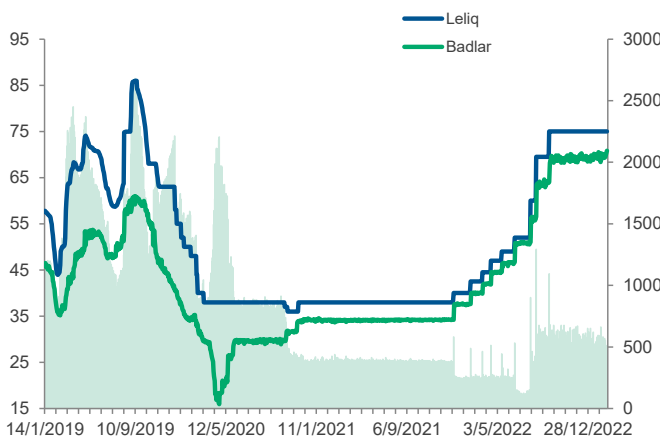
Base Money Growth Drivers MTD | BM Creation



Growth of BCRA Liabilities | BCRA Liabilities



Leliq & Badlar Rates | Rates



Ex-Ante Real Rates | Rates



Economic Calendar & Base scenario

	Indicator	Period	Published by	Print	Previous	Revisions of previous prints and/or comments
8/2/2023	Industrial production	December	INDEC	-2,70%	1,40%	1,00%
8/2/2023	Construction	December	INDEC	-10,60%	-1,50%	
10/2/2023	Wage Index	December	INDEC	5,30%	6,70%	
THIS WEEK						
14/2/2023	CPI	January	INDEC			
	%yoy			98,80%	94,80%	
	%mom			6,00%	5,10%	
15/2/2023	Use of Industrial Capacity	December	INDEC		68,90%	
15/2/2023	Use of Public Services	November	INDEC		5,20%	
16/2/2023	Wholesale prices	January	INDEC		6,10%	
NEXT WEEK						
22/2/2023	Trade balance	January	INDEC		USD 1,102mn	
22/2/2023	Primary balance	January	Treasury		-ARS 441.5bn	
23/2/2023	EMAE monthly economic activity gauge	December	INDEC			
	%yoy				2,60%	
	%mom				-0,70%	

		2020	2021	1Q22	2Q22	3Q22	4Q22	2022
Economic Activity								
GDP Growth	%yoy	-9,9	10,4	6,0	9,1	3,5	2,4	5,3
Nominal GDP	ARSbn	27,2	46,3	60,2	71,6	86,9	104,4	80,8
	USDbn	385	487	565	607	640	648	615,0
	BCS USDbn	218	255	280	328	289	329	306,6
Nominal GDP Growth	%yoy	26,1	70,2	62,7	54,0	83,9	91,9	74,5
Prices								
Headline CPI - eop	%yoy	36,0	50,8	55,0	64,0	83,2	97,9	97,9
Headline CPI	all % items	2,6	3,5	5,1	5,5	6,9	6,0	5,9
ARS Official fixing	USDARS	82,7	101,9	109,4	122,8	143,4	170,1	170,1
ARS BCS	USDARS	150,4	216,2	202,9	235,5	300,9	325,5	325,5
Monetary policy								
Leliq rate - eop	% NAR	38,0	38,0	43,2	50,4	72,6	74,0	74,0
Badlar rate - eop	% NAR	34,2	34,2	40,5	48,2	66,5	68,1	68,1
Fiscal Policy								
Primary balance	ARSbn	-1750	-1407	-193	-592	-370	-900	-2054
	% of GDP	-6,4	-3,0					-2,5
External								
Gross international reserves	USDbn	39387	39662	43137	42787	38400	36500	36500
Net international reserves	USDbn	4846	2325	3851	4985	2200	1750	1750
Current account balance	12-mo USDbn	322	5566	2545	-200	-1300	-1500	-1500
	pp of GDP	0,1	1,1	0,5	0,0	-0,2	-0,2	-0,2

		%mom	%yoy		Official fixing	BCS	BCS premium		Leliq rate	Badlar rate	MonPol - Funding rate spread
Dec-22	Data	5,1%	94,9%	Data	172,62	326,22	89,0%	Data	75,0	69,3	570
Jan-23		6,0%	98,9%		180,39	335,02	85,7%		75,0	69,5	553
Feb-23		5,7%	100,8%		187,59	365,00	94,6%		72,0	66,3	570
Mar-23		6,5%	100,4%		196,12	383,98	95,8%		69,0	63,3	570
Apr-23		6,3%	101,0%		206,01	408,17	98,1%		67,0	61,3	570
May-23		6,2%	103,1%		217,50	433,48	99,3%		69,0	63,3	570
Jun-23	Estimate	6,8%	105,8%	Estimate	232,29	462,95	99,3%	Estimate	71,0	65,3	570
Jul-23		6,8%	104,6%		249,67	494,43	98,0%		74,0	68,3	570
Aug-23		7,0%	104,6%		270,64	529,05	95,5%		75,0	69,3	570
Sep-23		7,5%	107,1%		295,00	568,72	92,8%		76,0	70,3	570
Oct-23		7,2%	108,9%		320,48	601,48	87,7%		78,0	72,3	570
Nov-23		7,0%	113,1%		347,40	626,74	80,4%		78,0	72,3	570
Dec-23		7,0%	116,9%		376,59	644,29	71,1%		78,0	72,3	570

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