

Twitter Thread by BVDDY



BVDDY

@BvddyCorleone



This year, for the first time, I started sharing my thoughts on various topics in Investing/Economics/Law.

Here's a 'Master Thread' of my main write-ups this year.■

First, a special thanks to all the brilliant people I've met & learned from on Twitter. To name a few:

@profplum99 @hkuppy @Convertbond @contrarian8888 @jam_croissant @pineconemacro @verdadcap @WayneHimelsein @LT3000Lyal @HFI_Research @SahilBloom @coloradotravis @SantiagoAuFund

Why Inflation Will Kill the Ponzi Sector and Catalyze the Growth/Value Rotation,

9/19/2020 <https://t.co/1RTLabcJh1>

Why Inflation Will Kill the Ponzi Sector (and Catalyze the Long-Awaited Sector Rotation from Growth to Value)...

A thread.

This topic was a black box to me a few weeks ago. I will try to crystallize what (I think) I now understand.

— BVDDY (@BvddyCorleone) September 19, 2020

Why Fund Flows and the Shift to Fiscal Stimulus Will Drive the Rotation,

10/8/2020 <https://t.co/LQuw7f3mqY>

1- For the record, Iu2019m most convinced that the 2 primary drivers of this sector rotation will be i) fund flows and ii) the shift to fiscal stimulus. <https://t.co/TQ2mUwHJhg>

— BVDDY (@BvddyCorleone) October 8, 2020

Inflation, Rising Yields, and Risk Parity: The Biggest Danger in Finance,

10/10/2020 <https://t.co/TmrFKWd2VW>

Why the Biggest Risk in Finance is Inflation (and a rising 10Y Treasury Yield).

A thread.

Hint: it has to do with the ubiquitous Risk Parity framework.

— BVDDY (@BvddyCorleone) [October 10, 2020](#)

What Will Bring About Inflation?,

10/10/2020 <https://t.co/sYYqVkAMsT>

I\u2019m getting this question a lot. Where will inflation come from? What will cause it to rise?

I know the opinions on inflation are many and varied, but here\u2019s my take.

A thread. <https://t.co/0Y5yaqiBH9>

— BVDDY (@BvddyCorleone) [October 11, 2020](#)

The Consistency of Inflation Through History,

10/12/2020 <https://t.co/xH6bTTbxgv>

1- Great chart. Deflationary downdrafts will not be extinguished, but throughout history, inflation is quite consistent.

Note also that each low on the chart is higher than the previous, and so is each high. <https://t.co/lmzCtWlcBS>
[pic.twitter.com/3fmiEstDXV](https://t.co/lmzCtWlcBS)

— BVDDY (@BvddyCorleone) [October 12, 2020](#)

Why We're on the Precipice of Another #Bitcoin Mania,

10/14/2020 <https://t.co/es50d3kTy9>

Why We're on the Precipice of Another Bitcoin Mania...

A thread.

Note: it has nothing to do with Bitcoin replacing fiat money anytime soon.

— BVDDY (@BvddyCorleone) [October 14, 2020](#)

Why NatGas & Related Equities Will Surprise to the Upside,

10/22/2020 <https://t.co/NY60UVpa7P>

Time for a thread about US NatGas and why it will surprise to the upside...

There's an exceptional opportunity setting up in the energy space, in particular for US NatGas and related equities.

I'll explain the setup in this thread and also reveal my top pick. \U0001f920

— BVDDY (@BvddyCorleone) [October 22, 2020](#)

The 3 Stages of Price Inflation,

10/24/2020 <https://t.co/GFS0NwzCCT>

The progression of price inflation can be explained in 3 stages:

Stage 1: Low Inflation. Low inflation is when prices increase just a little. People don't much notice. Life goes on.
<https://t.co/G0G1covcsa>

— BVDDY (@BvddyCorleone) [October 24, 2020](#)

Getting Wobbly: Bad Week for Risk Parity,

10/30/2020 <https://t.co/tKQROIB4CT>

This week was... interesting. The election turbulence that some were predicting finally materialized.

The most notable day of the week, IMO, was Wednesday: stocks sold off by more than 3.5%, while Treasuries offered no protection.

Risk Parity continues to teeter.

A thread.

— BVDDY (@BvddyCorleone) [October 30, 2020](#)

'Descriptive MMT' vs. 'Prescriptive MMT',

11/1/2020 <https://t.co/xr1Z826pP8>

I finally gave this episode a listen. Great and provocative interview as always from [@ErikSTownsend](#).

Below I'll share some general comments on MMT along with some thoughts that came to mind while listening

to Erik\u2019s conversation with [@StephanieKelton](#).

A thread. <https://t.co/ORvjCZJyd8>

— BVDDY (@BvddyCorleone) [November 1, 2020](#)

Colossal & Historic Blowout in the Large Growth/Small Value Spread,

11/09/2020 <https://t.co/4XgQjILeQt>

Mega blowout in [\\$QQQ](#) / [\\$IWN](#) spread this morning.

Energy complex on fire too. \U0001f525

Tech at incredibly stretched levels, with increasingly negative beta to C19.

Markets teaching us a lesson about fast & violent sector rotations. 1100bps this morning... Keep pushing till it snaps.
<pic.twitter.com/UHpFEJuZHu>

— BVDDY (@BvddyCorleone) [November 9, 2020](#)

Real Rate Positioning and the Impact of Flows from Tech to Energy,

11/10/2020 <https://t.co/OON5foFBXd>

Fantastic thread. Brief summary:

-Mkt cap of lower real rate beneficiaries (tech, bonds, etc.) is ~\$24T, comprising largest share of [\\$SPX](#) + [\\$RTY](#) mkt cap (69%) in history.

-Equities are positioned for deflation/lower real rates, when higher rates are more likely over next 12mos.
<https://t.co/yga7ifdUnw>

— BVDDY (@BvddyCorleone) [November 10, 2020](#)

Huge Week for the Home Team (Tech vs. Energy & Small Value),

11/13/2020 <https://t.co/3wJgEsGt0Z>

What a week.

Tech (QQQ) -1.32%

Small Value (IWN) +8.82%

Energy (XLE) +17.04%

Who\u2019s having fun? <pic.twitter.com/tyubwjZmuG>

— BVDDY (@BvddyCorleone) November 13, 2020

What's Up With Bond Yields?,

11/16/2020 <https://t.co/PU4V0u9Qox>

What's up with bond yields?

The consensus scenario appears to be that yields stay pegged at zero forever and beyond. I just don't buy it.

Let's imagine why long term rates would rise (Part 1), and what would happen if they did, even if just a little (Part 2).

A thread. <https://t.co/DfsG81HWbb>

— BVDDY (@BvddyCorleone) November 16, 2020

The Next #Bitcoin Mania is Here,

11/20/2020 <https://t.co/HZdHgU3qae>

The Next Bitcoin Mania is Here...

The main thesis (explained in the thread below) has been that rising institutional demand coupled with an already-tiny float will catapult Bitcoin higher in the short to medium term.

Brief update. <https://t.co/es50d3kTy9>

— BVDDY (@BvddyCorleone) November 20, 2020

Why \$GBTC is the Key Ingredient to the Present #Bitcoin Mania,

11/20/2020 <https://t.co/eDhM1NzeZl>

1- \$GBTC makes it a lot easier for institutions and retirement accounts to own Bitcoin. So in a sense, it does increase demand, by increasing accessibility.

Institutions that otherwise would not have been able to buy are now buying thanks to \$GBTC (and other similar products). <https://t.co/hekHzeVmEN>

— BVDDY (@BvddyCorleone) November 20, 2020

Why the Growth/Value Rotation is Still in it's Early Innings,

11/29/2020 <https://t.co/gEq6cxZtRR>

Why the Growth/Value Rotation is Likely Still in its Early Innings...

A thread.

Lots of talk about whether this 'value pop' in Nov will prove to be short-lived or whether it has legs.
<https://t.co/1RTLabcJh1>

— BVDDY (@BvddyCorleone) November 30, 2020

A Note on my Proxies for Monitoring Growth and Value,

12/10/2020 <https://t.co/21tf0JjJc>

Brief note on the Growth/Value Rotation.

I have been using the \$QQQ / \$IWN ratio to proxy the Large Growth and Small Value factors respectively.

Admittedly, these are imperfect proxies, as they conflate Growth/Value factors with Momentum/Anti-Momentum factors. <https://t.co/gEg6cxZtRR>

— BVDDY (@BvddyCorleone) December 10, 2020

Macro Themes with Kyle Bass,

12/20/2020 <https://t.co/GPu8lfZay0>

The problem with listening to @Jkylebass is that he can convince me of almost anything.

Great episode nonetheless with many interesting topics covered. Kyle made some points that I think are worth discussing.

Here are some highlights.\U0001f447\U0001f447 <https://t.co/oJHQkmOa3q>

— BVDDY (@BvddyCorleone) December 21, 2020