

# Global investment opportunities

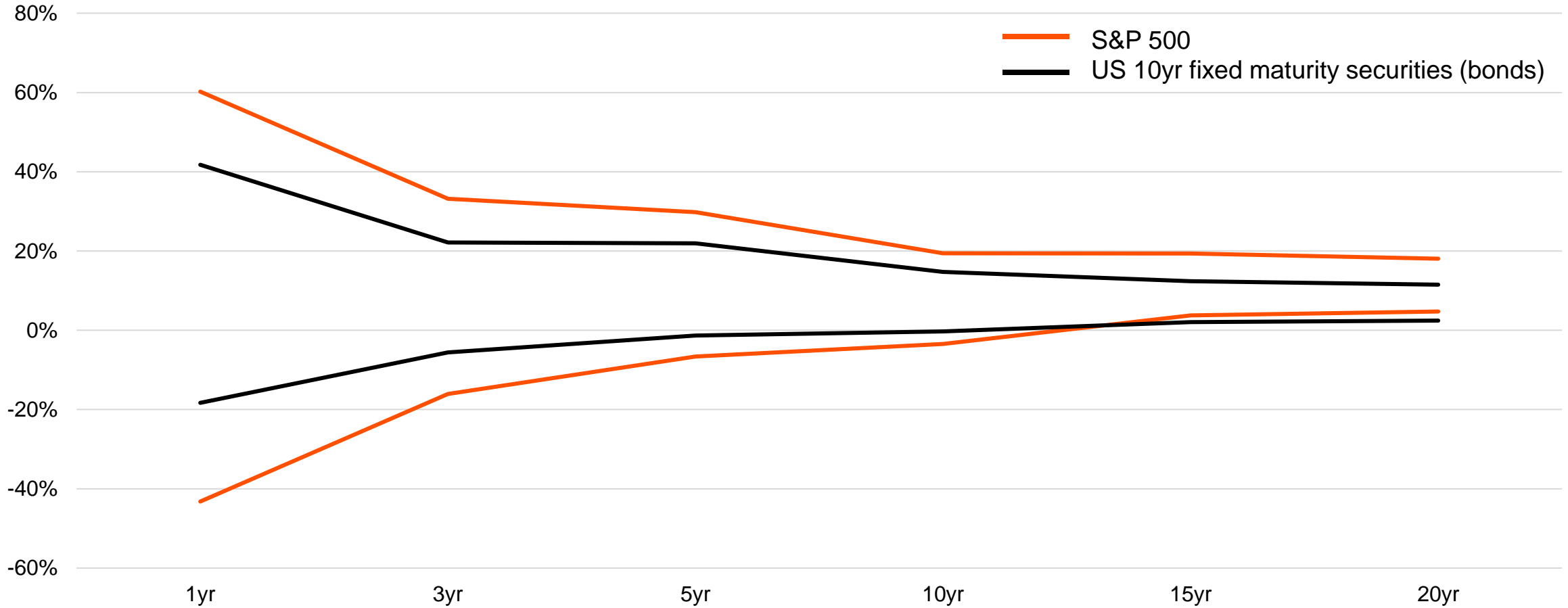
## Focus on what matters

2 February 2023

# Opportunities depend on investment horizon

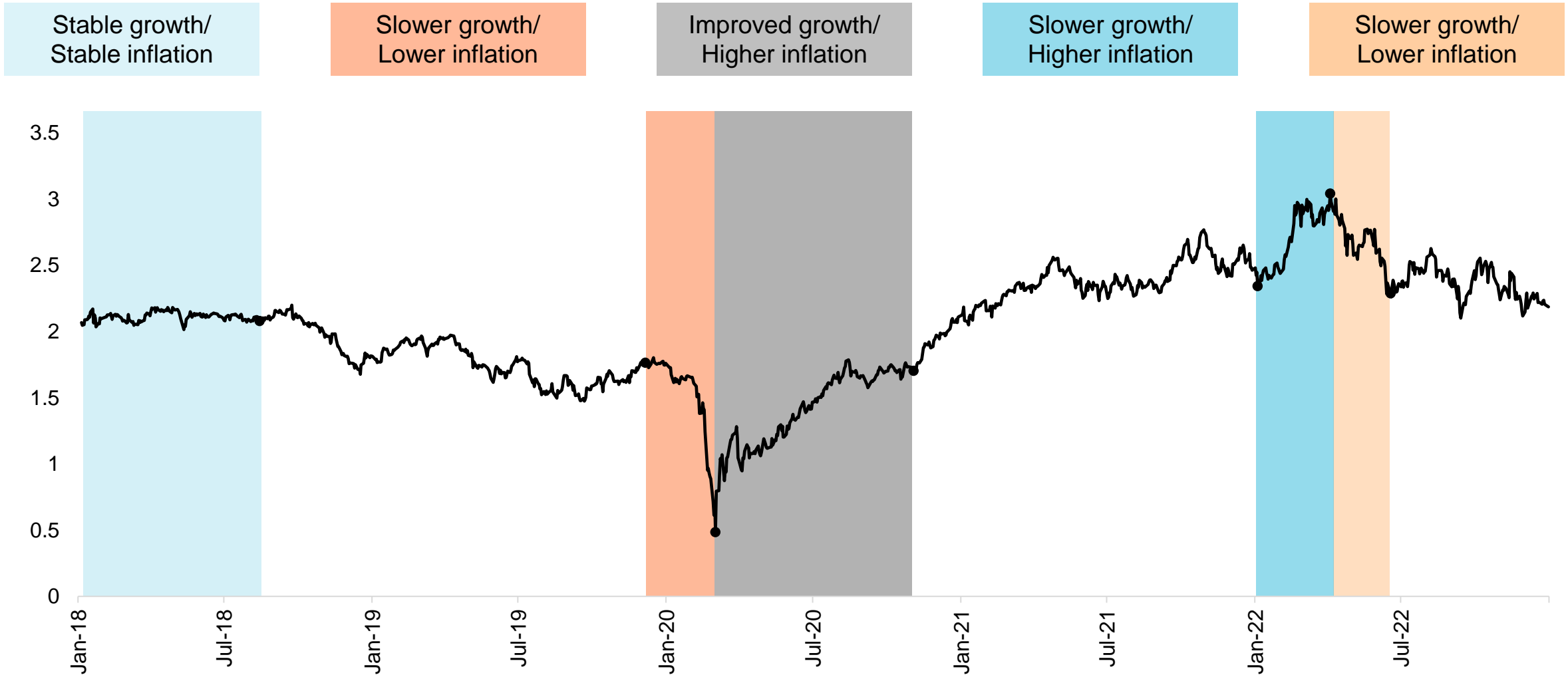
Focus on what matters over short and long term

Total returns: Max/Min range of outcomes



# Macro dominates short term outcomes

A historic view, using 10yr breakeven inflation spread

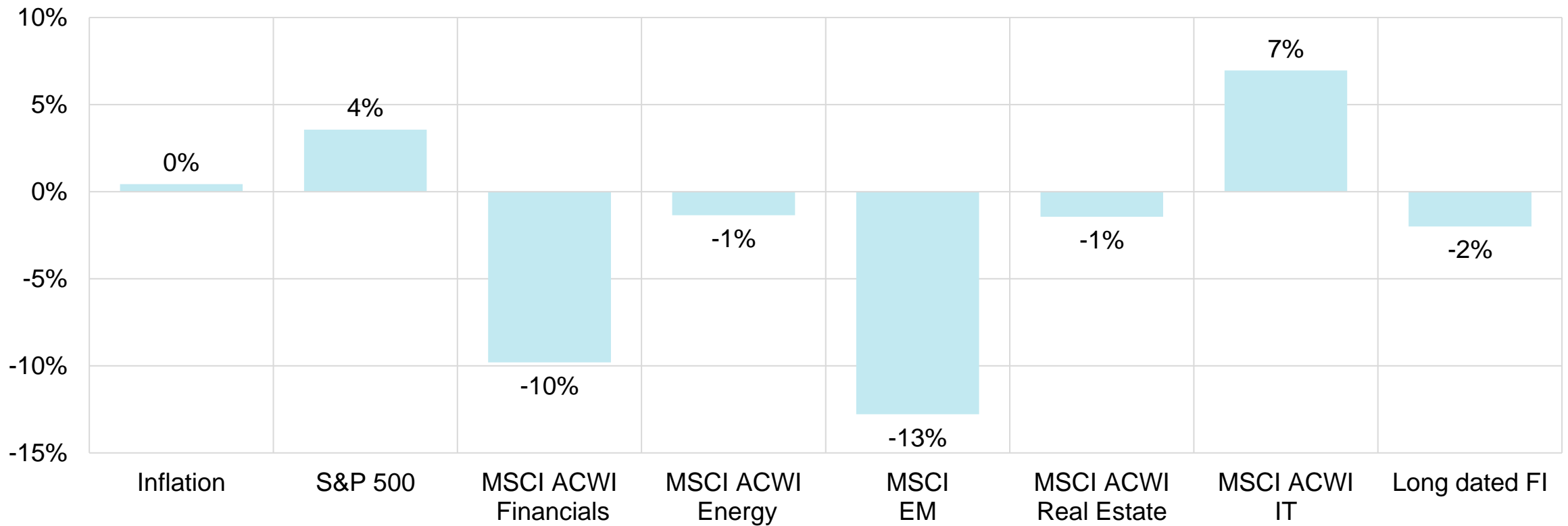


# 'Stable' macro

Little change in inflation and growth expectation

18 January 2018 – 28 August 2018

■ Stable growth/stable inflation



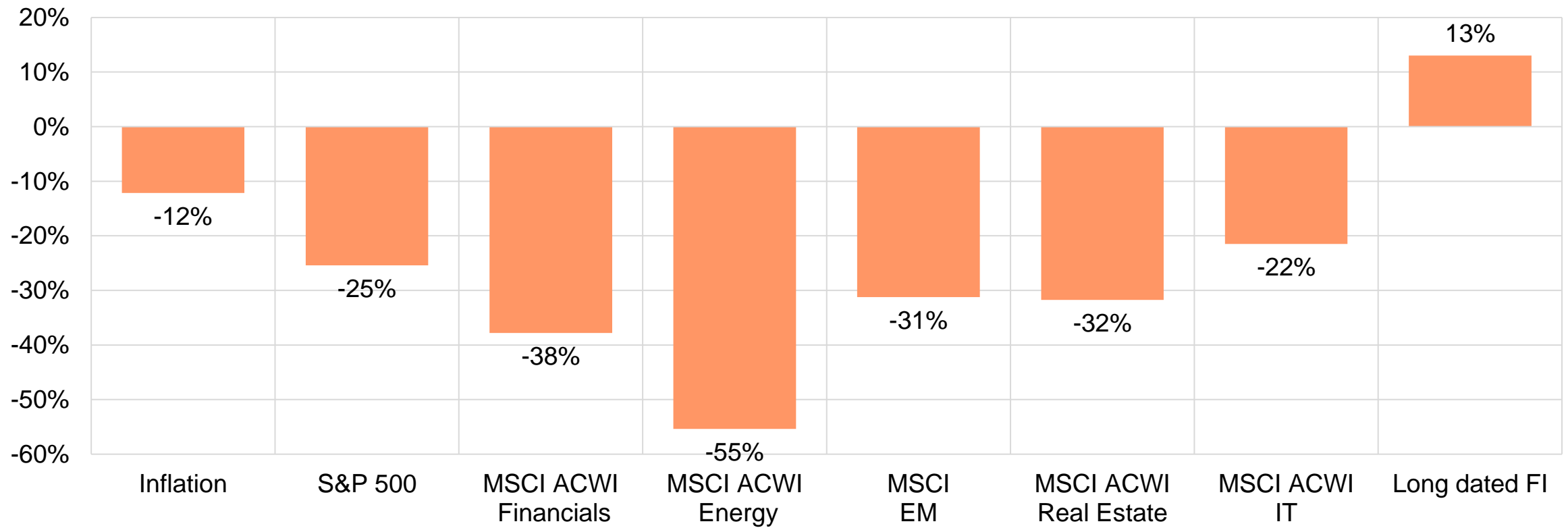
Source: Refinitiv  
Price returns in USD.  
Inflation percentage reflects the cumulative change in inflation expected over the next decade.

# Dramatic change in growth and inflation risk

Covid-19 pandemic

31 December 2019 – 19 March 2020

■ Slower growth/lower inflation



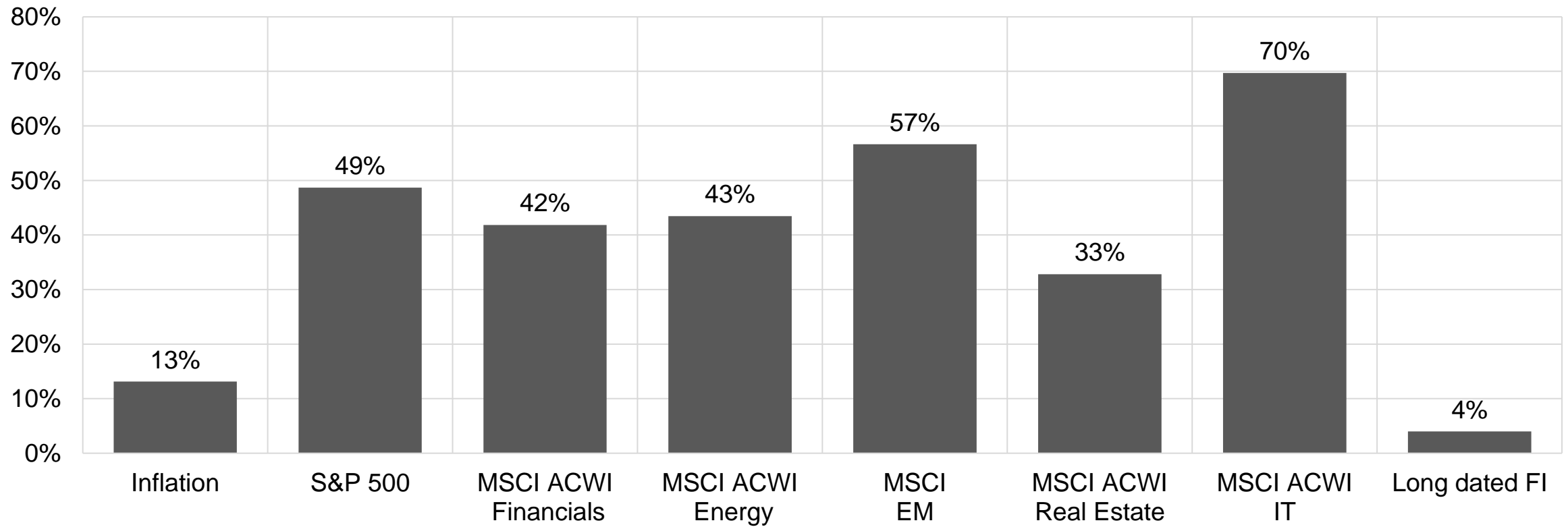
Source: Refinitiv  
Price returns in USD.  
Inflation percentage reflects the cumulative change in inflation expected over the next decade.

# Rapid improvement in growth and inflation expectations

Covid-19 stimulus improves growth expectations

19 March 2020 – 19 November 2020

■ Improved growth/higher inflation



Source: Refinitiv

Price returns in USD.

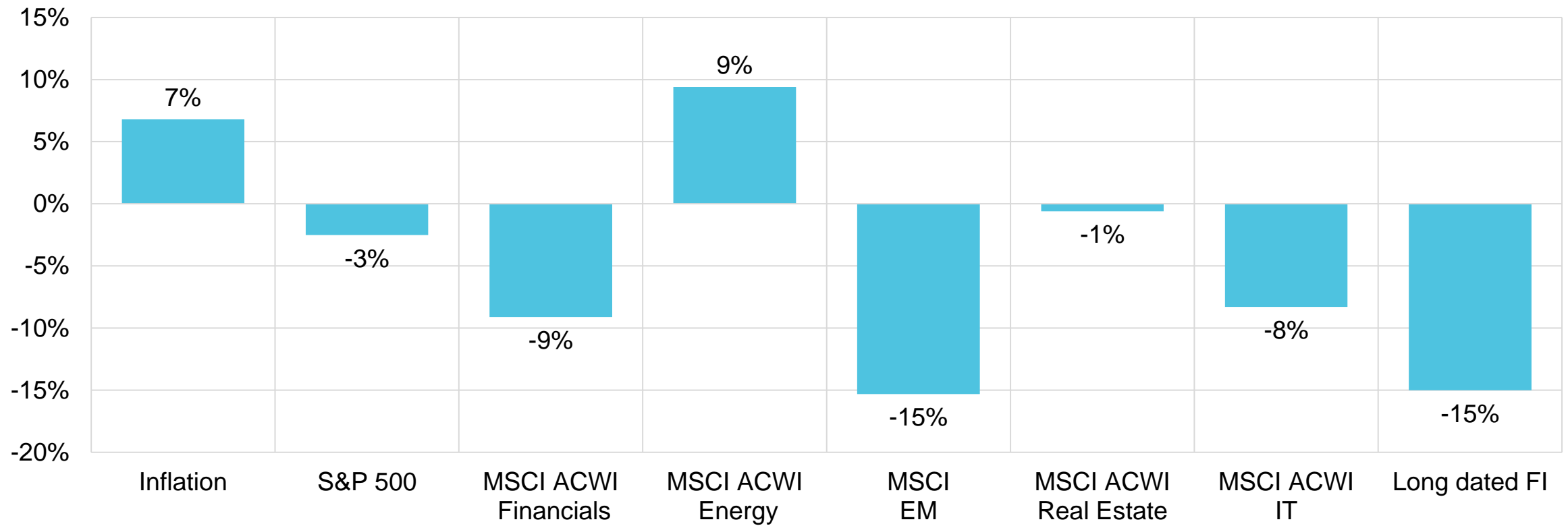
Inflation percentage reflects the cumulative change in inflation expected over the next decade.

# Diverging growth and inflation outcomes - diverse effect

Russia/Ukraine tension and invasion

21 January 2022 – 28 April 2022

■ Slower growth/higher inflation



Source: Refinitiv

Price returns in USD.

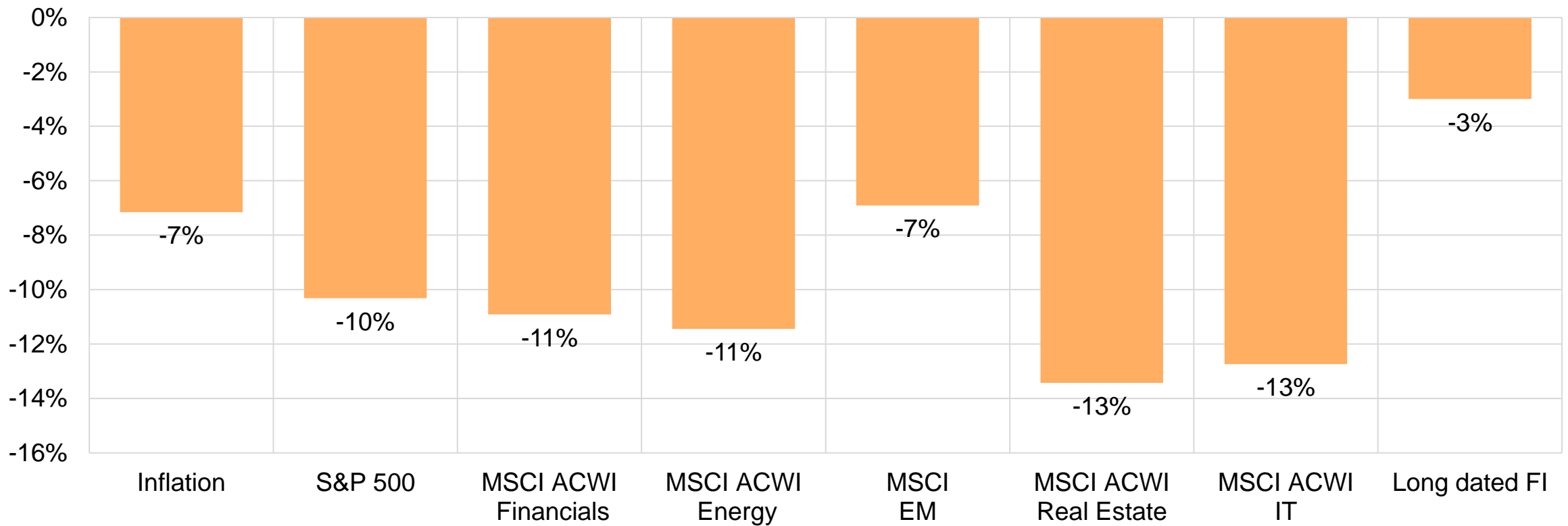
Inflation percentage reflects the cumulative change in inflation expected over the next decade.

# Rising recession risk to achieve lower inflation

Fed raises interest rates (puts growth at risk)

28 April 2022 – 6 July 2022

■ Slower growth/lower inflation



Source: Refinitiv

Price returns in USD.

Inflation percentage reflects the cumulative change in inflation expected over the next decade.



# Key take outs

Focus on what matters

Be clear about investment horizon

When investing for the long-run, focus on fundamentals

Invest in global assets that complement SA assets

# Disclosures

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