



momentum
investments

INVESTMENT MATTERS

Scenarios playing out in SA and the globe

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Muddle through: Base case



60%



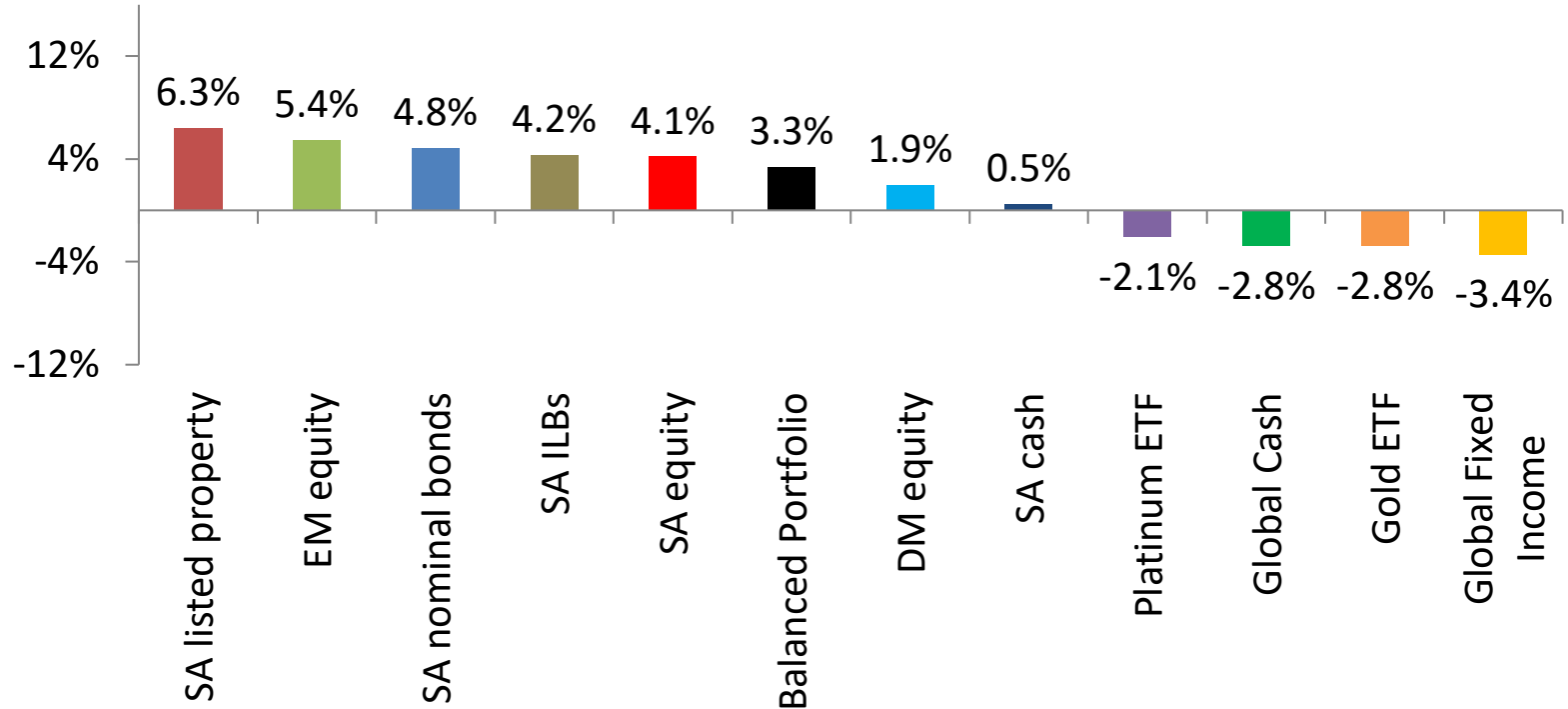
A continuous **cyclical** interaction between global growth and policy measures prove only **partly effective** in negating post-crisis contractionary forces and as a result, there is only a **partial normalisation** of macro variables to below pre-crisis norms

Muddle through: Strategic asset class preferences



Overweight SA listed property, emerging market and SA equities, as well as SA nominal and real bonds

Underweight global nominal bonds and cash, as well as commodities



Reflation: Best case



15%

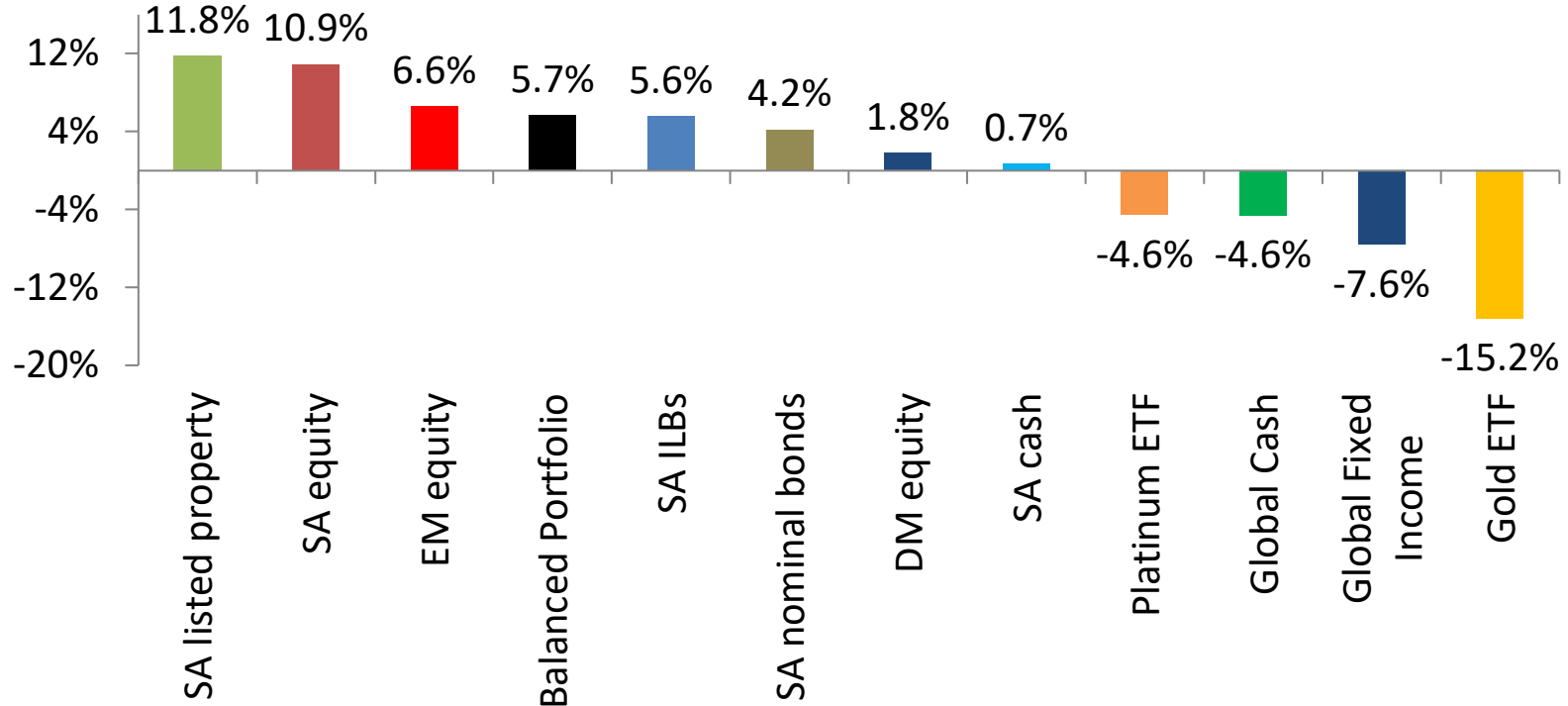
Policy measures are **fully effective** to structurally restore the global economy to long-term trends, with macro **variables fully normalising** to pre-crisis levels

Reflation: Strategic asset class preferences



Overweight SA listed property, SA and emerging market equities, as well as SA inflation-linked bonds

Underweight commodities, as well as global nominal bonds and cash



Deflation: Worst case



25%

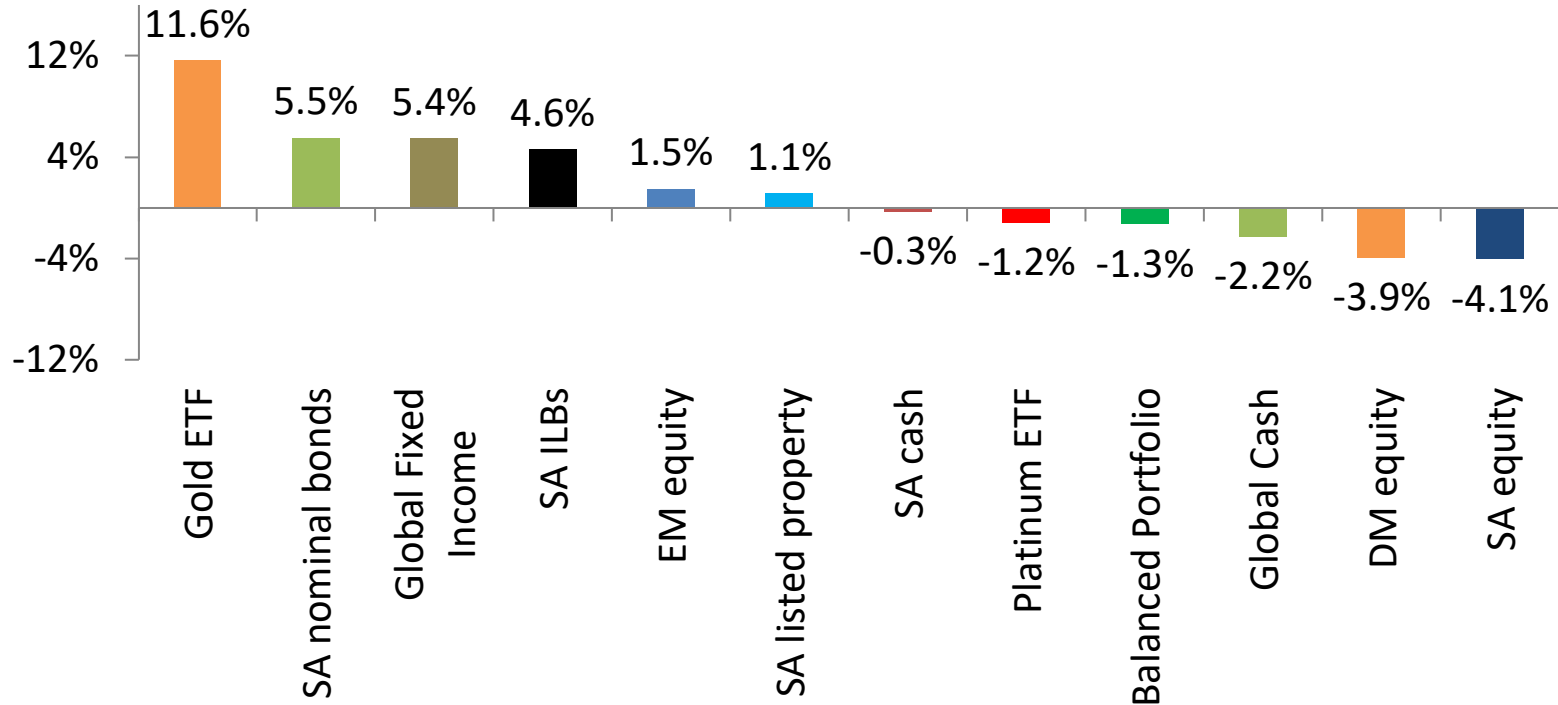
Policy tools prove **ineffective** and monetary policy actions **fail to stimulate** real demand, leaving economies in a **liquidity trap**

Deflation: Strategic asset class preferences



Overweight gold, global and SA nominal bonds, as well as SA inflation-linked bonds

Underweight SA and developed market equities, global cash, as well as platinum



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