

# Navigating Volatile Markets

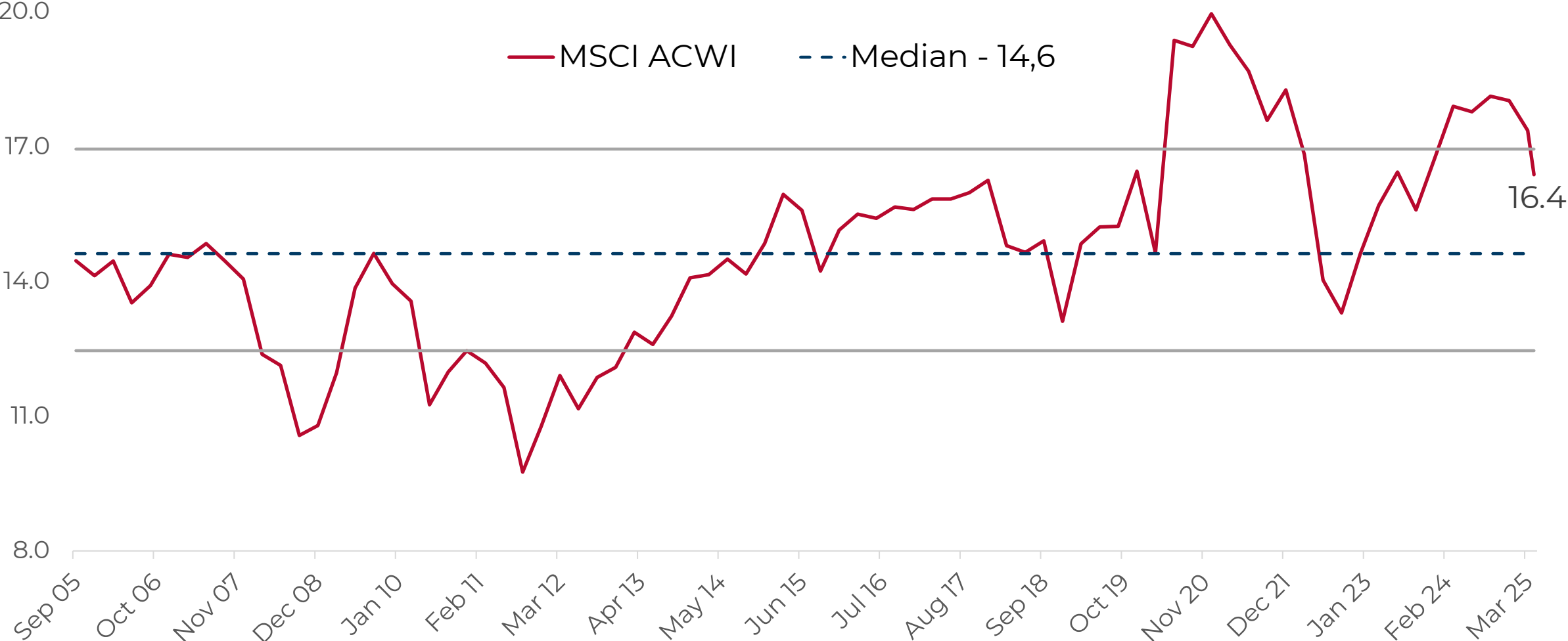


FLAGSHIP  
ASSET MANAGEMENT

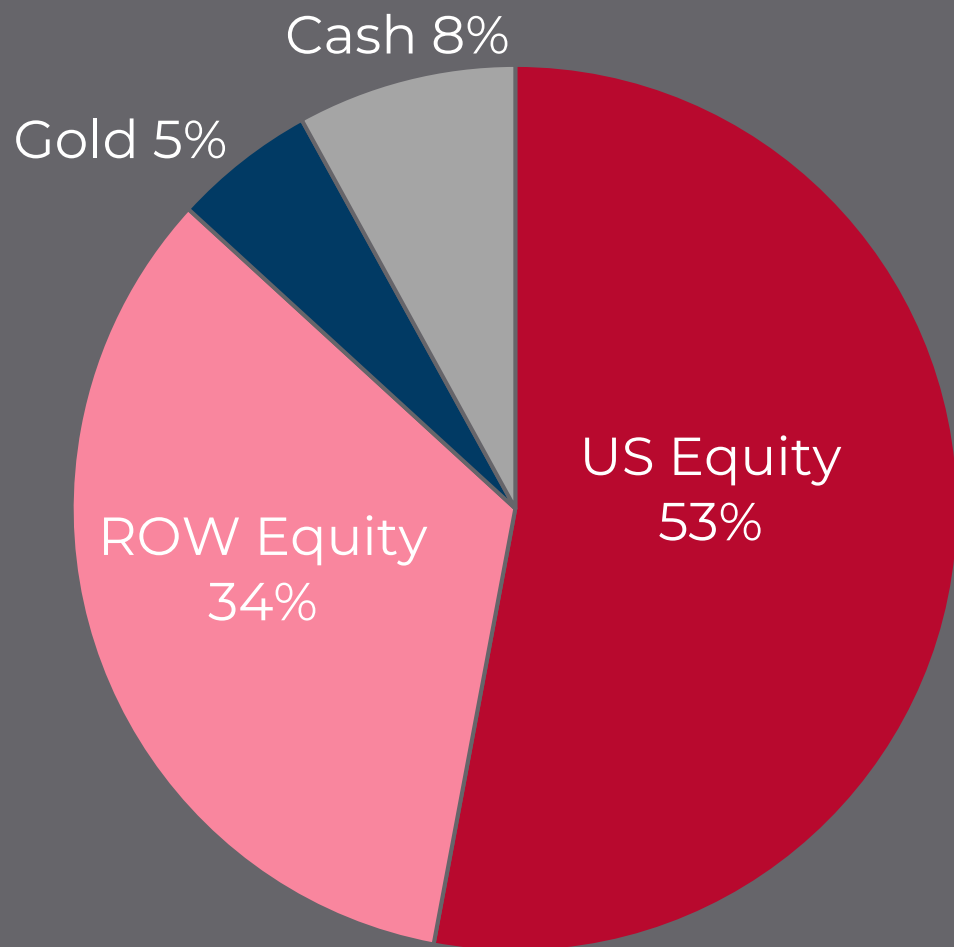
Navigate Safely Forward

# Markets are somewhat expensive

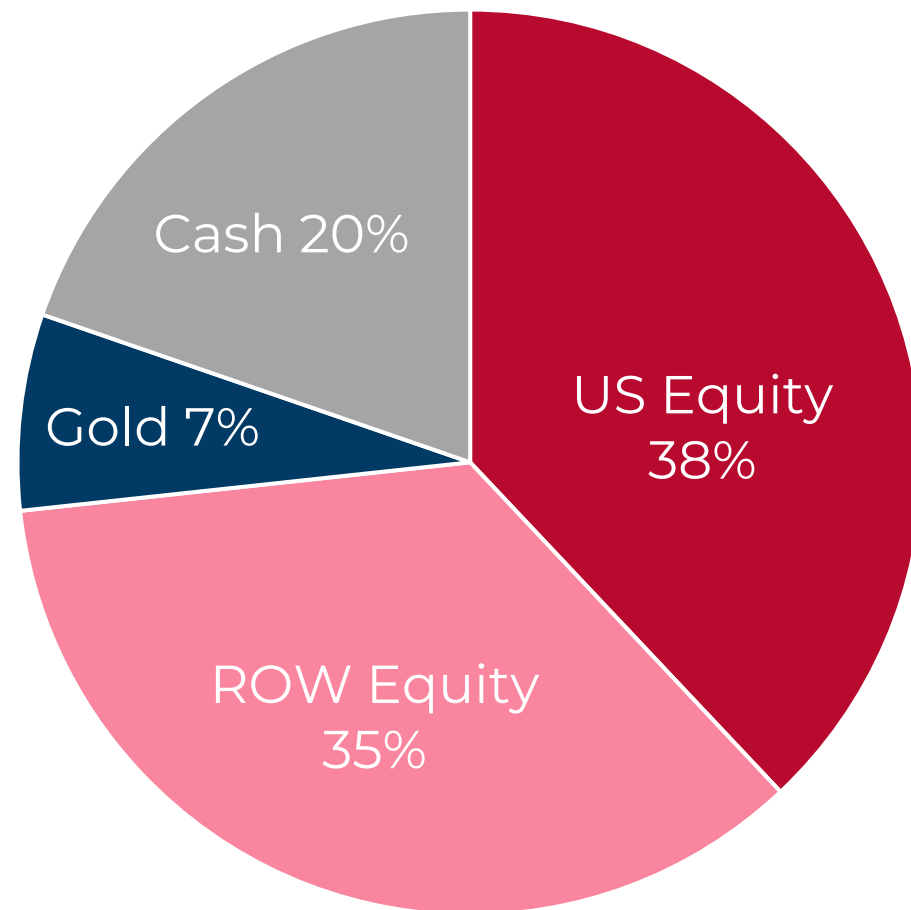
MSCI ACWI BF PE



# We decreased equity exposure



1 Jan 2025 - Equity 87%



31 Mar 2025 - Equity 73%



# Why change?



## Signal 1

Announced 3-3-3 policy, includes “cutting US deficit to 3% of GDP vs Biden’s 6%”

~January 5

"We're seeing the hangover from the excess spending in the Biden years. In 6 to 12 months, it becomes Trump's economy."

~March 1

"There's going to be a natural adjustment as we move away from public spending to private spending," he said. "The market and the economy have just become hooked. We've become addicted to this government spending. And there's going to be a detox period."

~March 7

# Signal 2...

## US Consumer sentiment



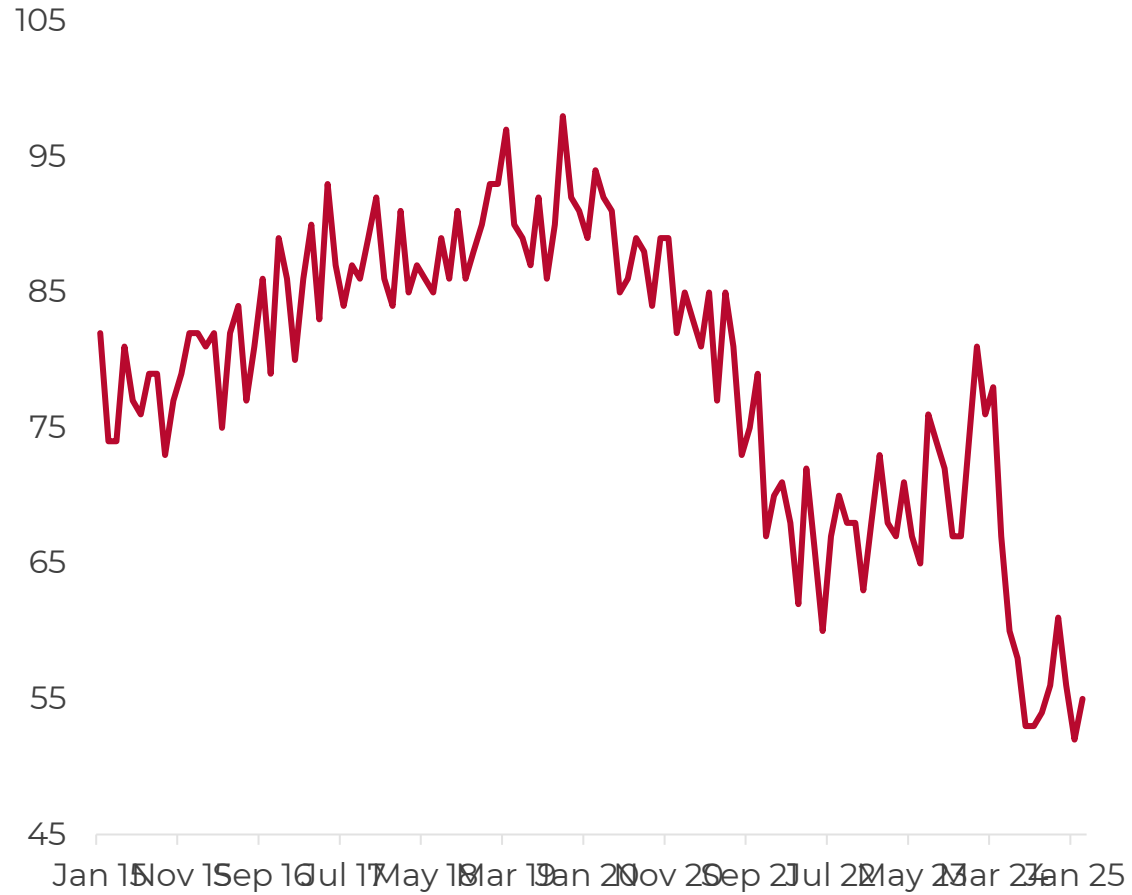
## US Inflation expectations



# ...Signal 2

Expected change in real income and...

in business conditions in 1 years' time



# Signal 3

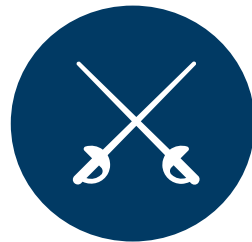
MSCI ACWI expected earnings per share for CY2025 (US\$)



# Why are we 7% invested in gold?



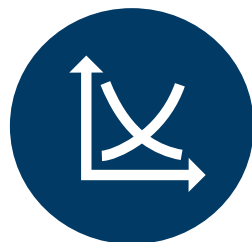
Truly risk-free asset



Trade wars



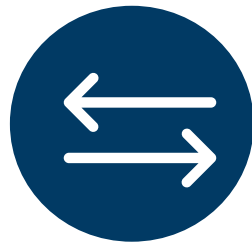
Geopolitics



Stagflation



Safe haven



Diversification



# Why are we 0% invested in bonds?



Increasing US debt



Political interference



Sticky inflation



Risk demands return

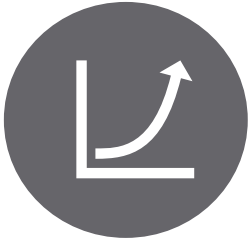


Tariffs



SA priced for happy days

# What we're watching



Inflation



Spending efficiency



US bond yields



Debt/GDP



Rate cuts (maybe hikes)



Quantitative easing

# Flagship Worldwide Flexible Strategy



Risk Mitigation



Unconstrained



Truly Global



Equity Centric



Nimble



Experience



# FLAGSHIP

ASSET MANAGEMENT

Navigate Safely Forward



# Disclaimer

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