

## Capicura Partners – Asset Allocation adjustments

August 29, 2022

### Risk reduction in our Mandates

- **Global equity markets have rallied markedly since the June lows**
- **Environment remains very challenging – summer rally seems to be losing steam**
- **Recent update from the central banks (Jackson Hole) emphasizes that the fight against inflation is top priority and that they will do whatever it takes to get it under control**
- **We therefore expect interest rates to remain “elevated” for longer – the recession probability is rising**
- **In Europe, the risk of a recession is also increasing as the ECB looks ready to increase interest rates. On top of that, Europe faces its own energy crisis going into winter**
- **Based on higher input costs, corporate earnings expectations could well be too optimistic, leaving room for disappointment**

With above in mind, we reduce risk in our mandates and suggest the following asset allocation going into autumn 2022 (balanced strategy)

Asset Allocation	
Cash	15% (+5%)
Fixed Income	15%
Equities	45% (-5%)
Alternative Investments	25%

The information and opinions in this document are gathered and derived from sources which we believe to be reliable. Nevertheless, we cannot guarantee the reliability, completeness or accuracy of these sources and of the information provided. All information is provided without any guarantees and without any explicit or tacit warranties. The information and opinions in this document do not constitute and shall not be construed as a solicitation, offer or recommendation to purchase or sell any investment or to engage in any other transaction. They are exclusively for information and advertising purposes. We urgently recommend that interested investors consult their personal investment advisor before making any decisions based on this document so that personal investment objectives, financial situation, individual needs, risk profile and other relevant information can be duly taken into account in conjunction. To the extent permitted by law, we exclude all liability for direct, indirect or consequential damages, including loss of profit, arising from the published information.