



SAVINGS &
INVESTMENT MONITOR

2023



OLDMUTUAL

MACROECONOMIC BACKDROP

July 2023

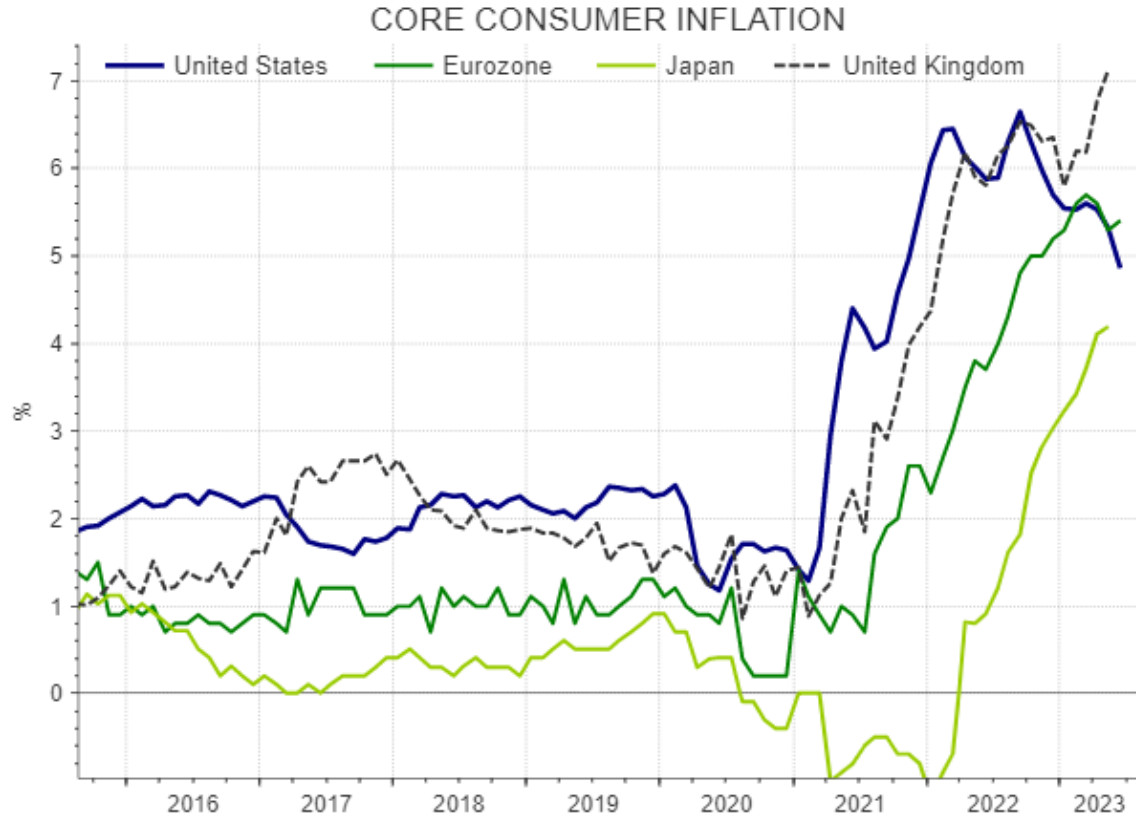


DO GREAT THINGS EVERY DAY





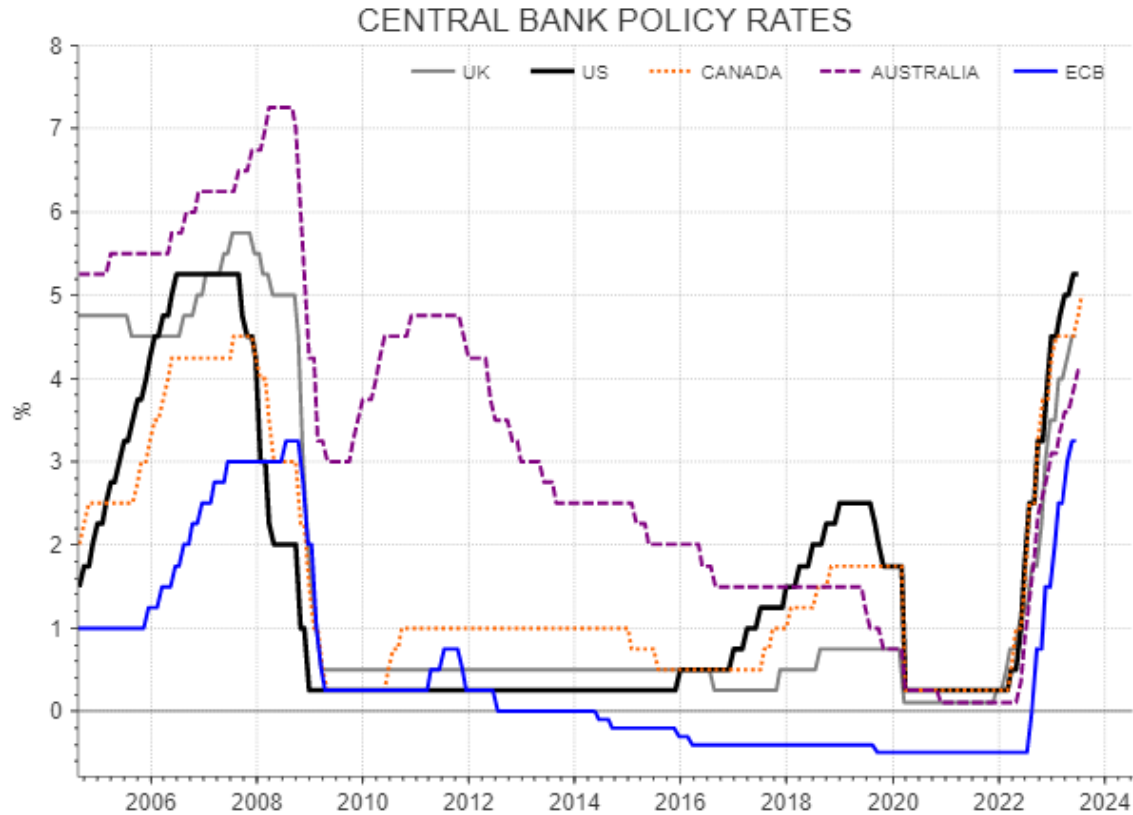
GLOBAL INFLATION IS LOWER, BUT NOT LOW ENOUGH



Source: Refinitiv Datastream/ Old Mutual Multi-Managers



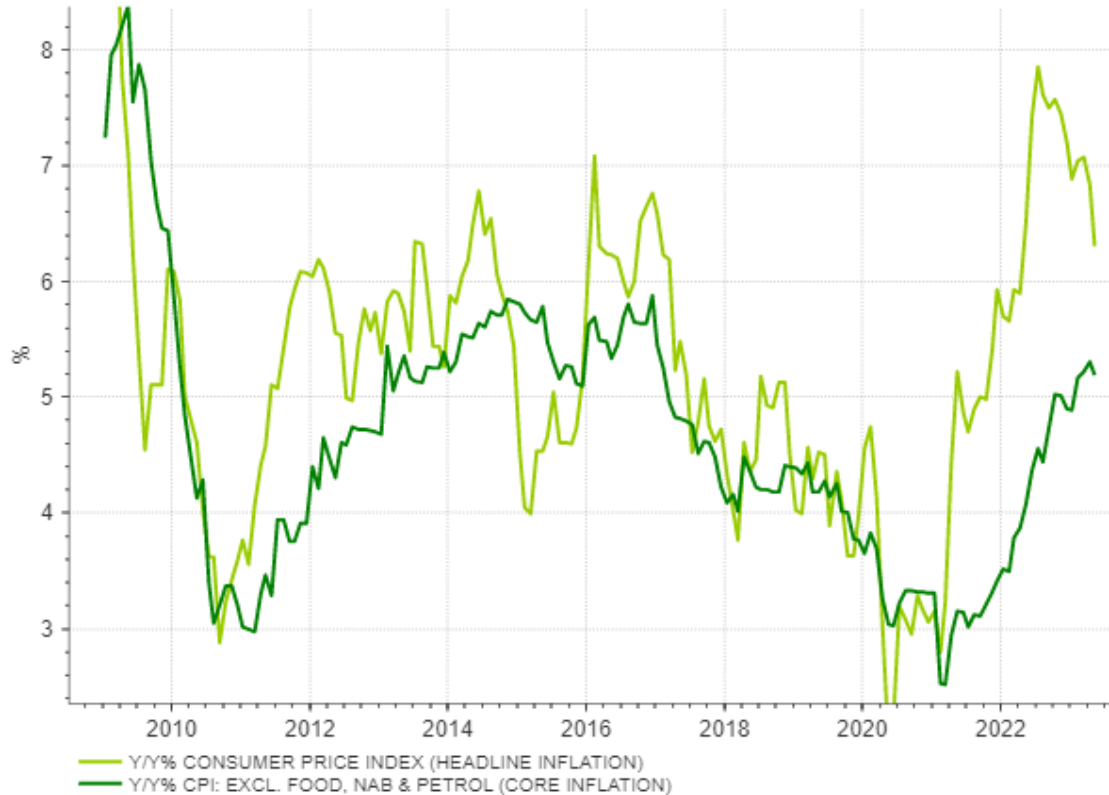
A HIGHER FOR LONGER INTEREST RATE ENVIRONMENT



Source: Refinitiv Datastream/ Old Mutual Multi-Managers



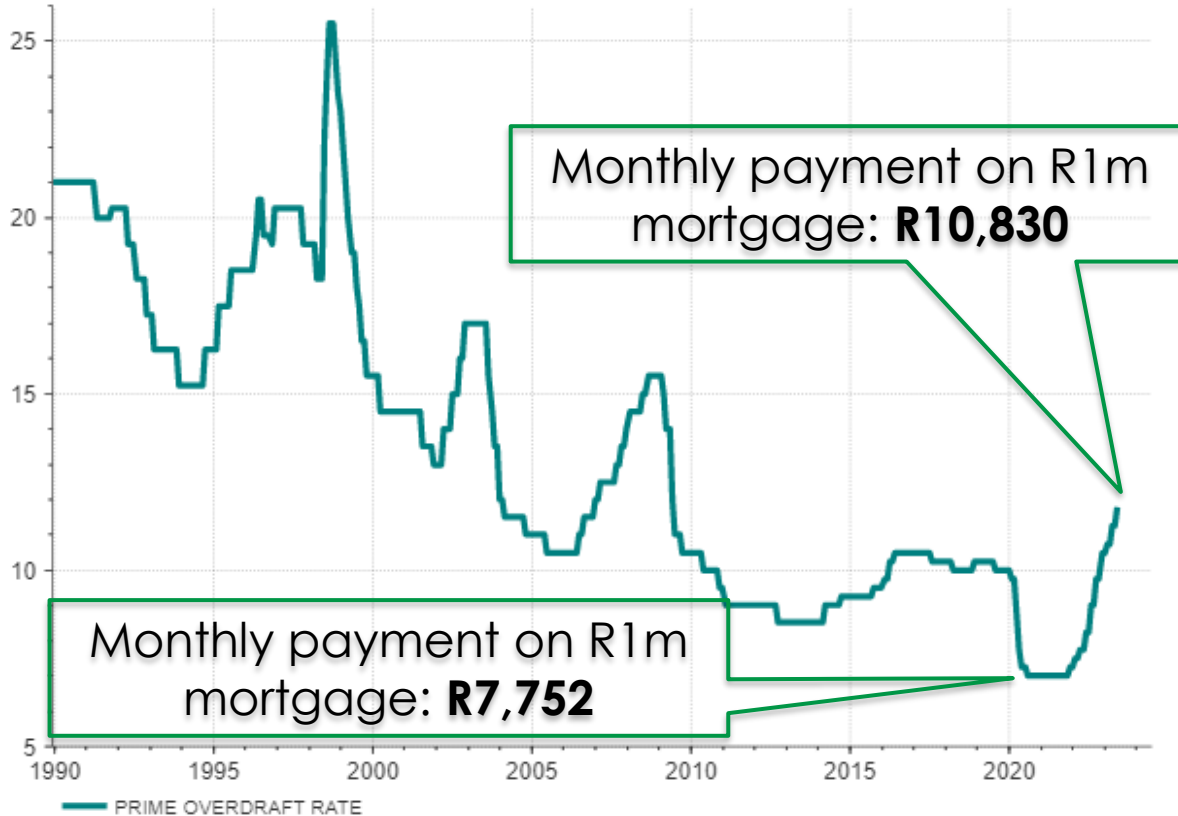
SA INFLATION IS EASING... THE WORST IS BEHIND US



Source: Refinitiv Datastream/ Old Mutual Multi-Managers



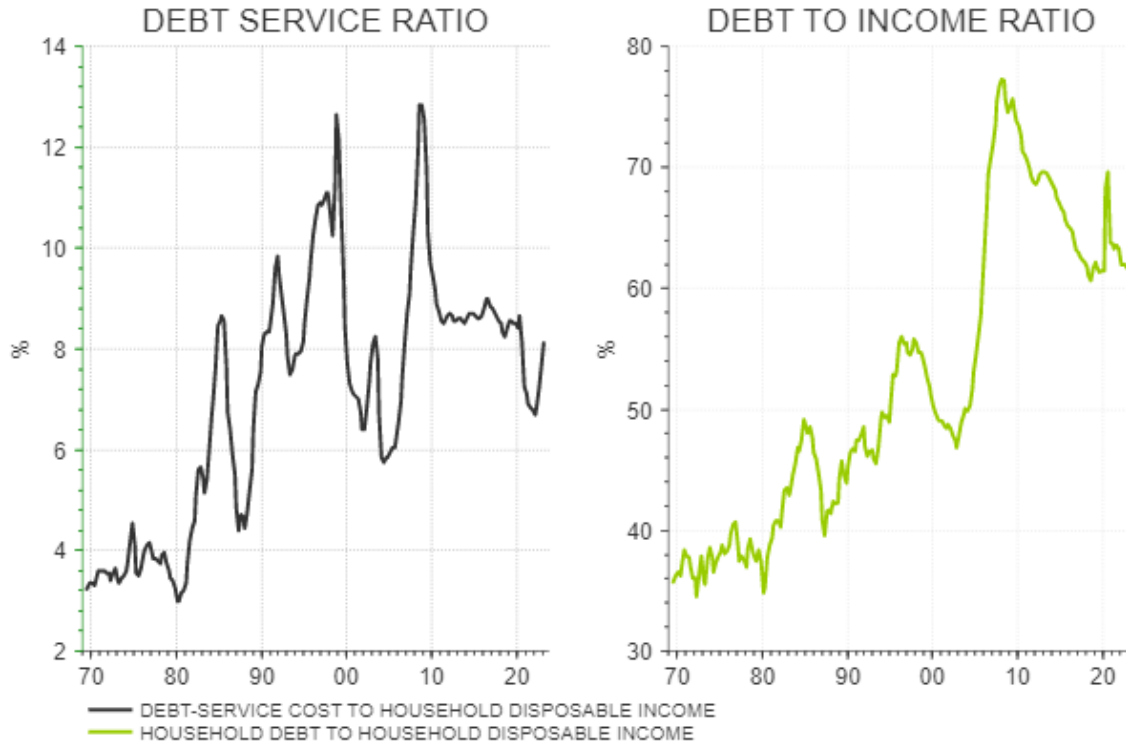
BUT NO RATES RELIEF IN SIGHT YET





SA CONSUMERS ARE DOWN BUT NOT OUT

SA HOUSEHOLD DEBT

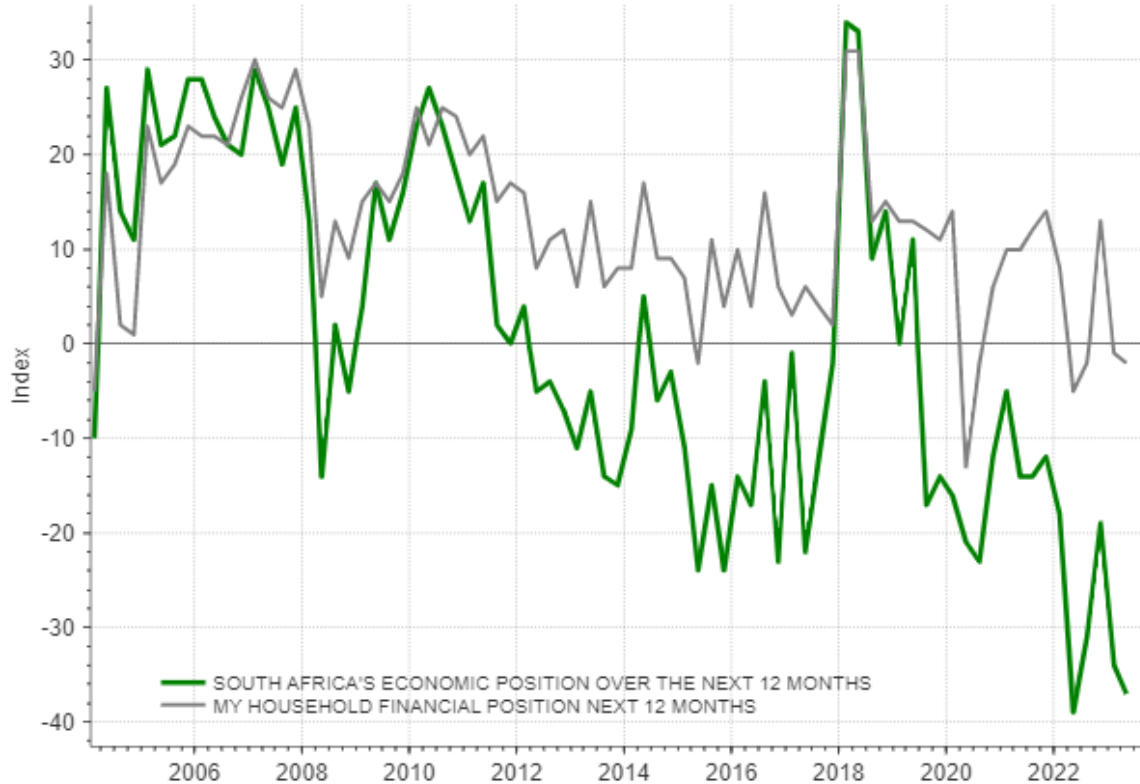


Source: Refinitiv Datastream/ Old Mutual Multi-Managers



MORE CONCERNED ABOUT THE ECONOMY

FNB/BER CONSUMER CONFIDENCE INDEX



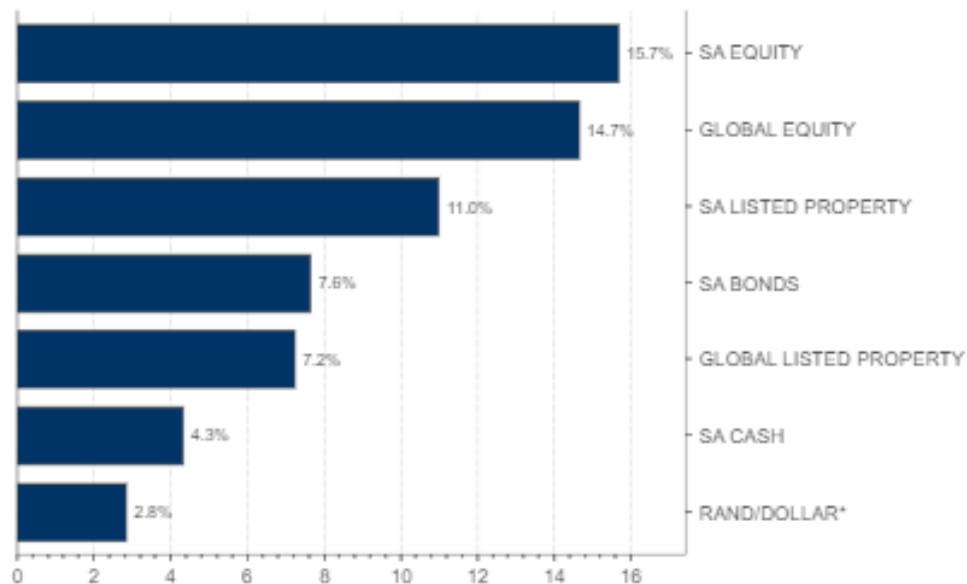
Source: Refinitiv Datastream/ Old Mutual Wealth



DECENT RETURNS FOR INVESTORS, DESPITE UNCERTAINTY

3 YEAR ANNUAL ASSET CLASS RETURNS IN RAND

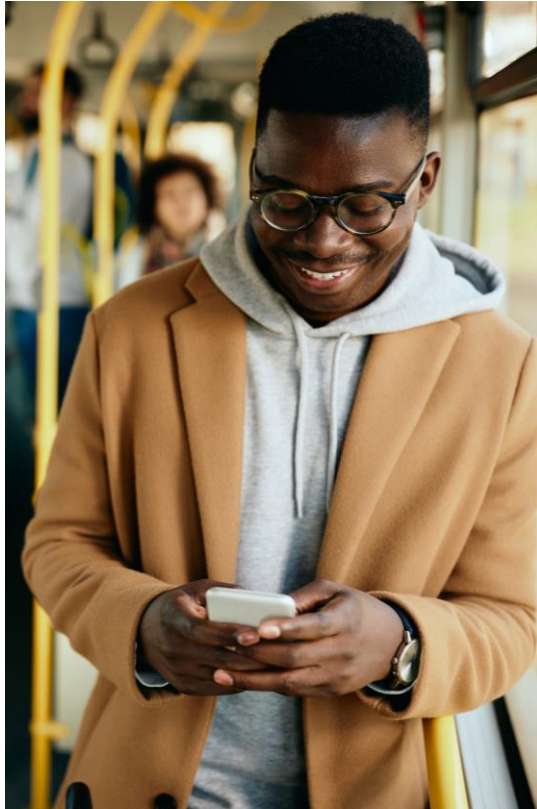
Jun 2023



Source: Refinitiv Datastream/ Old Mutual Multi-Managers



SUMMARY



Global

- Global economic growth has been resilient in the first half of 2023, with consumer spending supported by near-record low unemployment in rich countries. China's reopening has underwhelmed.
- Inflation is declining, but not necessarily fast enough amid tight labour markets and solid consumer spending.
- Major central banks might need to raise interest rates further, and the bar for any cuts is very high.

South Africa

- South Africans are despondent, but not everything is as bad as it seems.
- South Africa's economy has taken a beating from loadshedding, low confidence & high inflation.
- The medium-term outlook is better as massive private investment in renewables takes off and other reforms take effect.
- Local interest rates have increased by more than expected, and this will add to the strain on household finances.
- However, inflation has peaked and should return to target during the year.
- Despite all the shocks that hit the economy over the past three years, returns from a diversified portfolio has been decent.



IMPORTANT INFORMATION

SAVINGS &
INVESTMENT MONITOR
2023

Old Mutual Multi-Managers is a Division of Old Mutual Life Assurance Company (South Africa) Limited. A licensed Financial Services Provider and Life Insurer.

The portfolios mentioned are market-linked and policy-based. Investors' rights and obligations are set out in the relevant policy / investment contract. For market-linked portfolios, certain investment risks may be inherent such as market and currency risks.

Past performance is not necessarily a guide to future performance. As the performance of financial markets fluctuates, an investor may not get back the full amount invested. All returns are rand returns, unless otherwise stated.

Old Mutual Multi-Managers
P O Box 44604, Claremont, 7735
Mutualpark, Jan Smuts Drive, Pinelands, 7405

