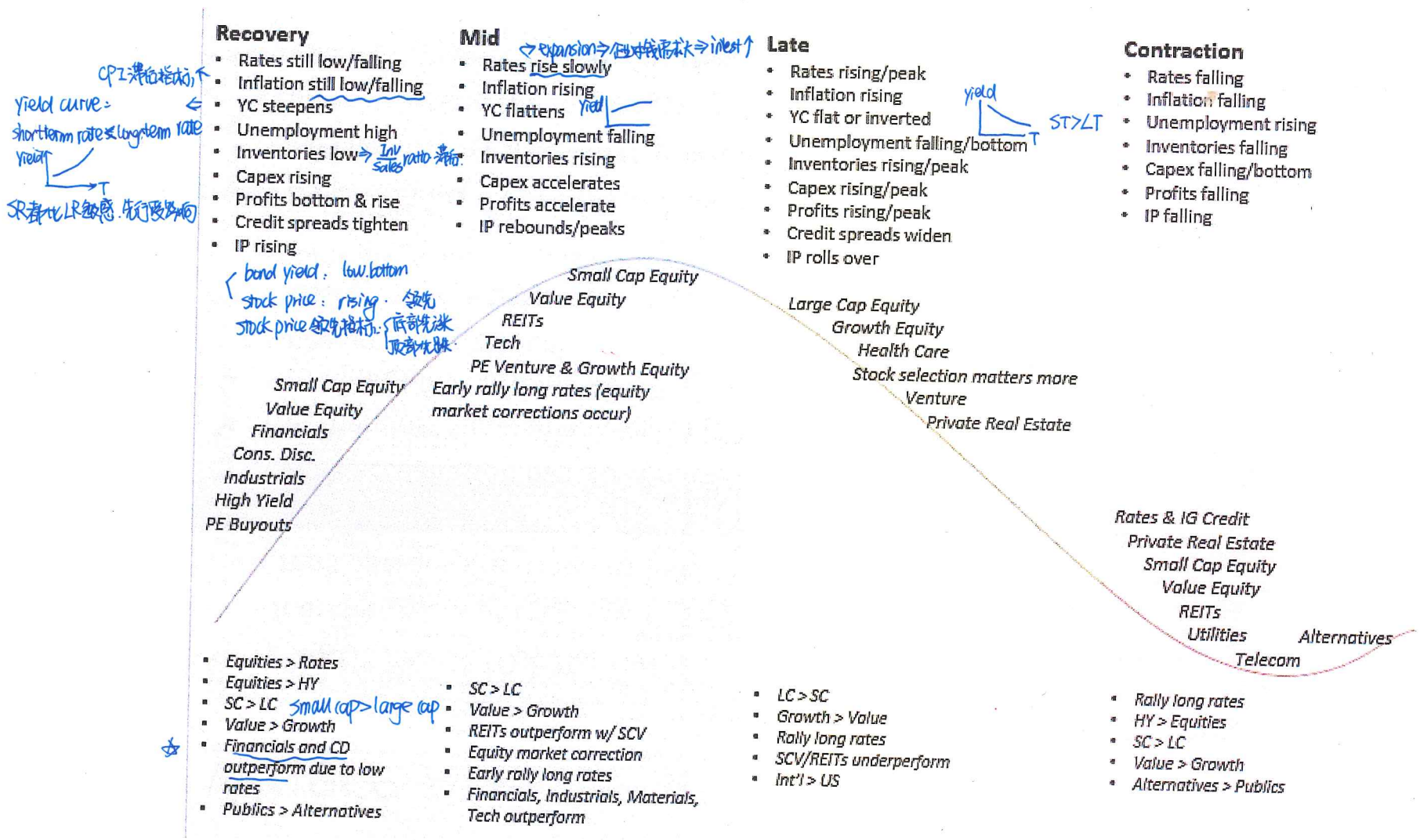
# Economic Cycles & Asset Class Returns



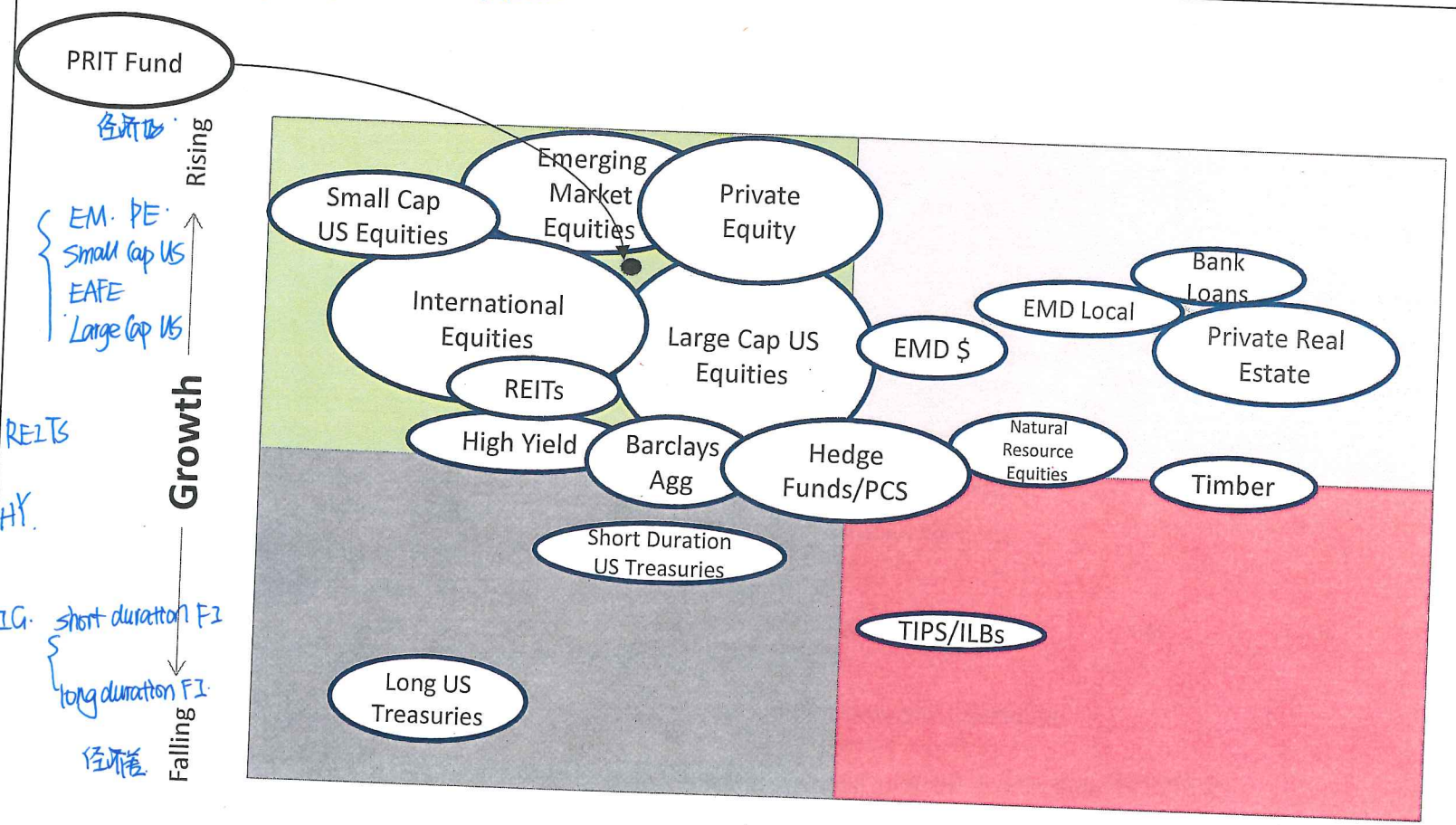
# Asset Class Performance & Inflationary Regimes

Deflationary | Stagflationary | Inflation Between 0% - 5% | High Inflation (Over 5%) + Growth

If: port mngt =

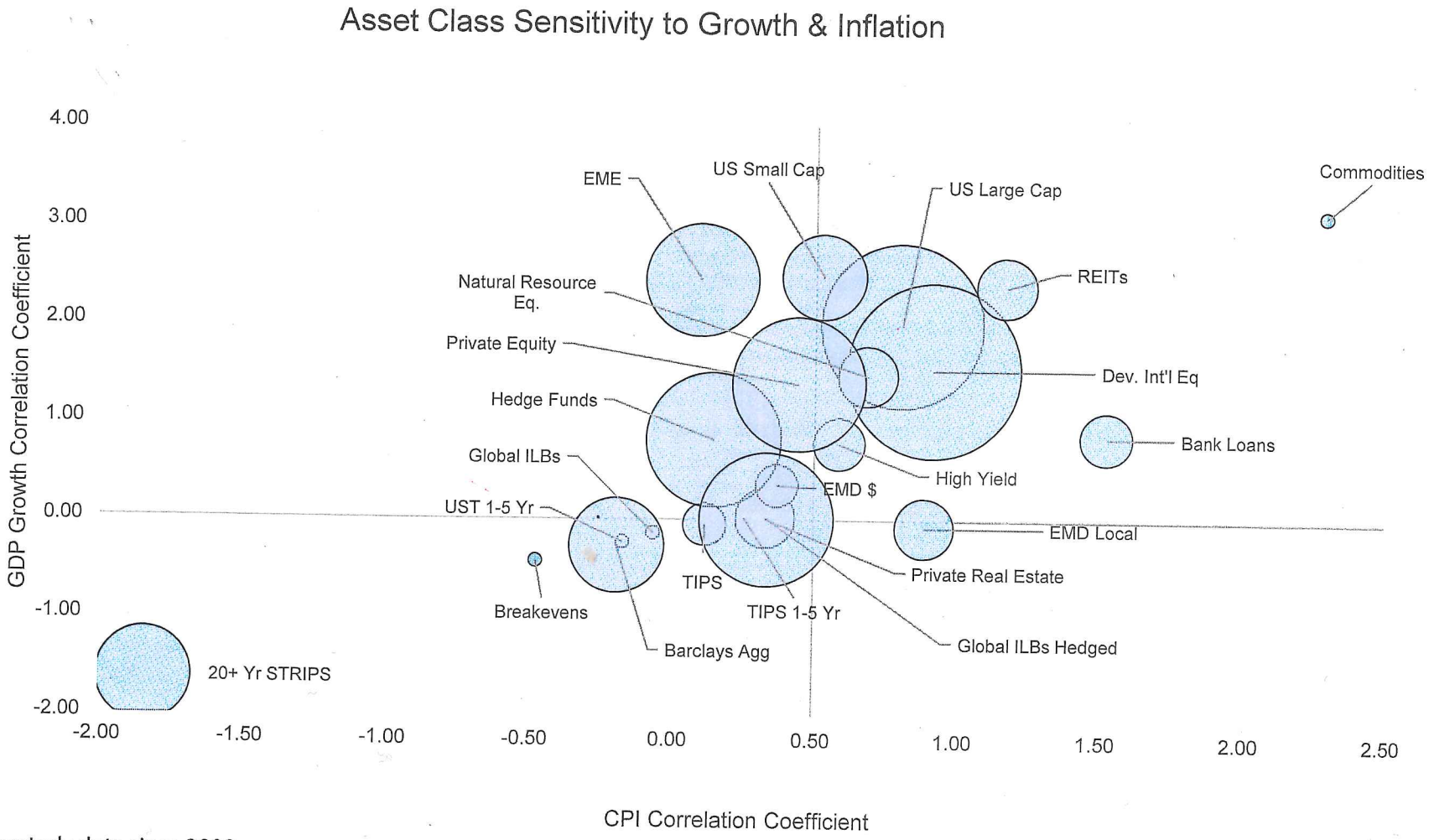
经济不好⇒企业不以⇒资金需求↓⇒interest ↓ ⇒ PV(bond)↑ ⇒ ↑duration (因为此时对port有利，所以让自己多expose一些。) 买bond时买入短期利率产品.

经济好⇒企业扩张⇒资金需求↑⇒interest ↑ ⇒ PV(bond)↓ ⇒ ↓duration




PENSION RESERVES INVESTMENT MANAGEMENT BOARD

# Asset Class Sensitivity to Growth & Inflation




- Quarterly data since 2000.
- Doesn't include stagflationary time periods. Homogeneous time period - narrow distribution of CPI/GDP