

Quarterly Market Review

September 2022



Linda Mastny
General Manager

Welcome to our new look Quarterly Market Review.

Following feedback from you, we've simplified the format to make the information more relevant. We've included key developments from the investment quarter, results from our main portfolios over 10 years, and performance of each asset class. You will still receive all of your individual performance reports with individual comments, as we always have, via email.

We have moved to new premises this year, if you haven't been to our new office space at 5a/29 Totara Street, please feel free to come in and have a coffee. We are always available to have a chat.

If you have any questions regarding your portfolio, please don't hesitate to get in touch anytime.

Ngā mihi

Key Developments

September 2022 Quarter

Headwinds from multiple sources

War, inflation and supply chain issues from the pandemic still continue to affect markets.



Bonds suffer largest ever loss

Bonds suffer largest ever loss since records began. Central banks around the world are increasing interest rates in an attempt to fight inflation, but this has a negative affect on the bond prices.



Equities - two steps forwards, one step back

Through July and August equities had a positive return, only to fall back again in September



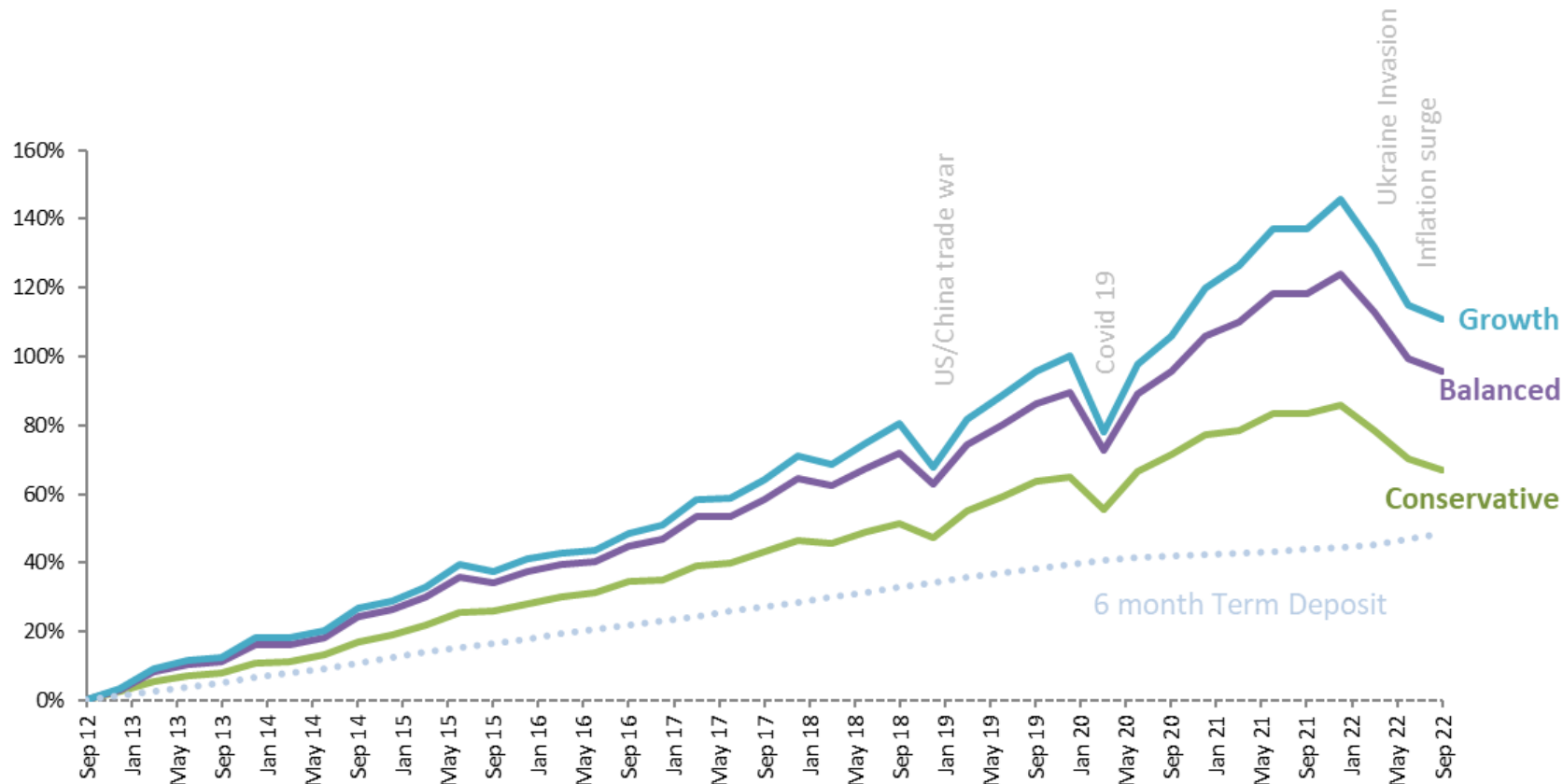
The big picture

Corrections, and negative returns, are expected. The complex international environment continues, presenting us with risks as well as opportunities. You may notice some changes to your portfolio. Any changes we make maximise your chance for a better return within this environment.



Portfolio Performance

September 2022

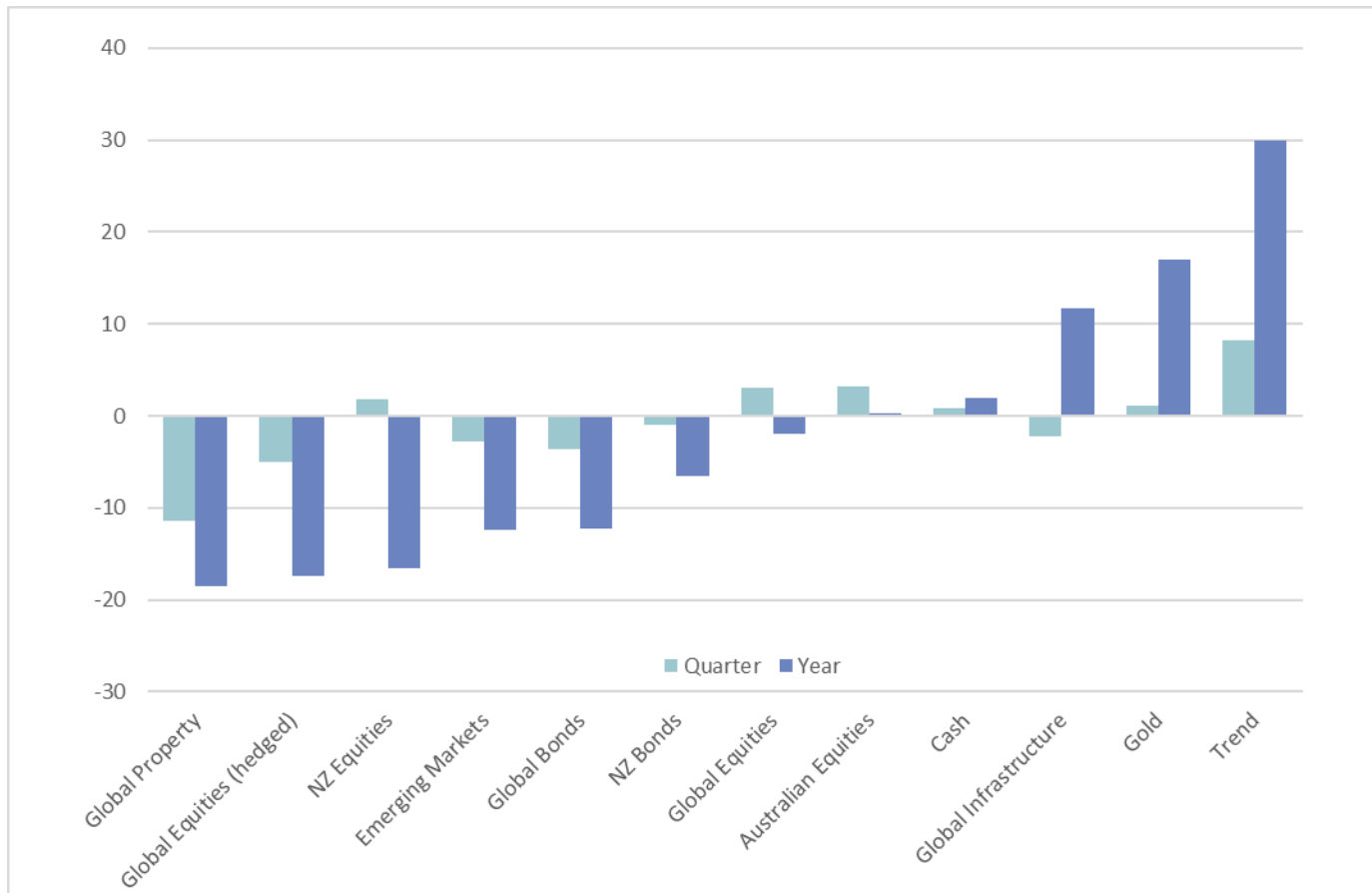


- Before tax performance of IWIinvestor main portfolios for the last 10 years, after Fund Managers fees are taken out.
- 6 month Term Deposit retail rate from www.RBNZ.govt.nz.

Asset Class Performance

September 2022

The chart shows index returns for each asset class. An index is used to track the performance of a group of assets. For more information on the indices here [contact us](#).



Source: Morningstar Direct, MyFiduciary. Returns are in NZD

Future considerations

September 2022



Fixed interest – returns look positive for the future

The fixed interest portion of your portfolio has been negatively affected by various factors over the past year. However, the unusual negative returns for this asset class look likely to end soon – and we can continue to rely on fixed interest assets to provide lower risk more stable returns in the future.



Research into climate change opportunities

Our research partner, MyFiduciary, are researching new assets, following the major law change in the USA – the “Inflation Reduction Act 2022”. This Act provides tax incentives to businesses who “decarbonize”. Decarbonising means reducing the amount of gaseous carbon compounds they release in the course of doing business. Many businesses will now be more likely to participate in the carbon capture, removal, transport and storage ecosystems. This may be an area of investment opportunity – watch this space!

Further Reading

September 2022



Economic & Market Commentary – Q3 2022

Link [HERE](#)



Model Portfolio information

Link [HERE](#)

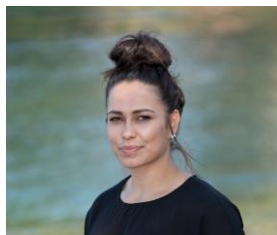
About Us

- We have been providing investment advice for Trusts, Hapū, IWI and other Māori entities, as well as individuals and whanau, since 1996
- We provide market-leading low cost, independent and socially responsible portfolios
- We provide investment advice to retail clients and administration services to wholesale investors

The Team



Linda Mastny
General Manager



Ariana Dais
Operations Manager



Sarah Delany
Investment Adviser



Nikki Pask
Compliance Manager



Jasmin Rakei
Accounts Officer



Rosa Shaw
Office Manager