

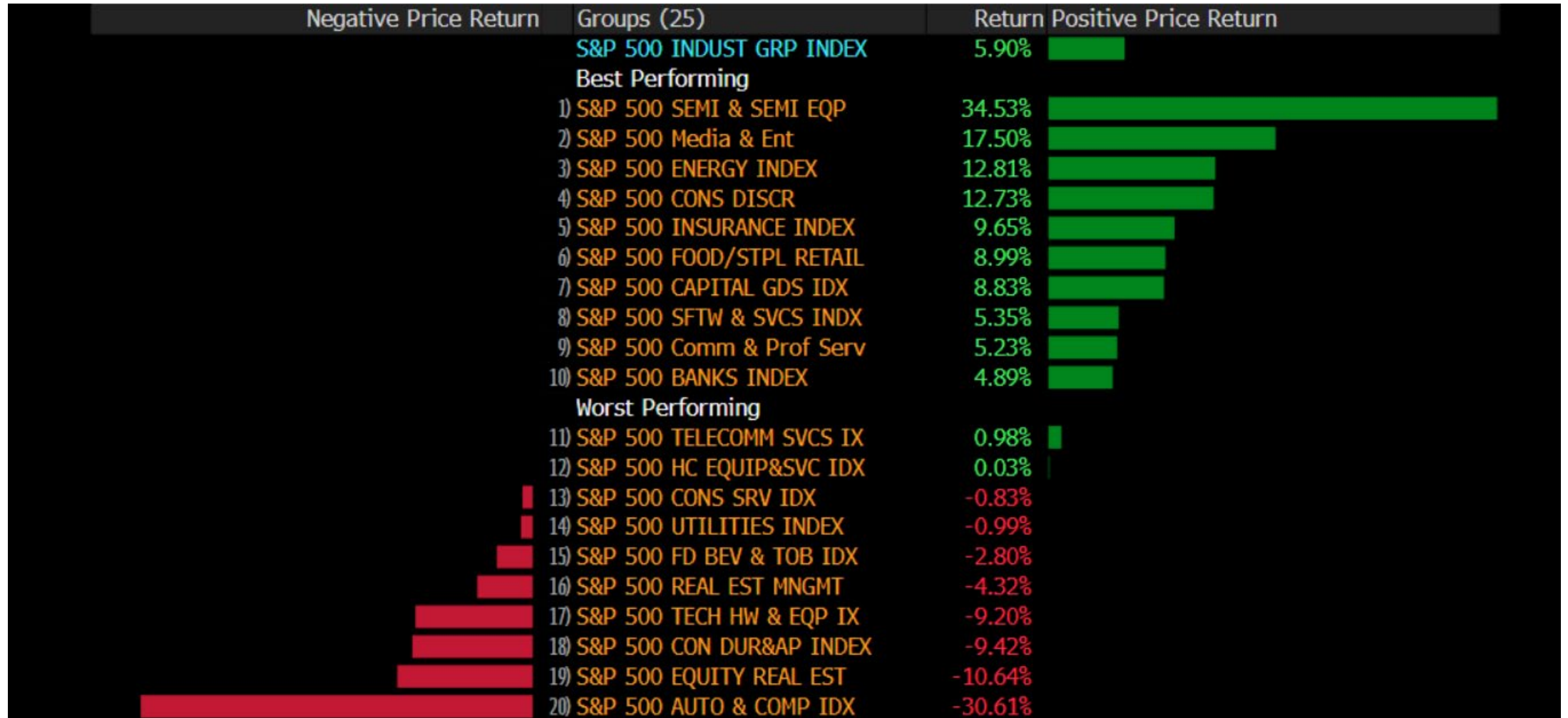
CREDO

BCI Global Investment Conference 2024

Jarrold Cahn



# What has worked - 2024 YTD



# The Magnificent Seven

The tech heavy-hitters have fuelled the rally



Performance of Magnificent 7 vs S&P 500 Index (ex-Mag7)

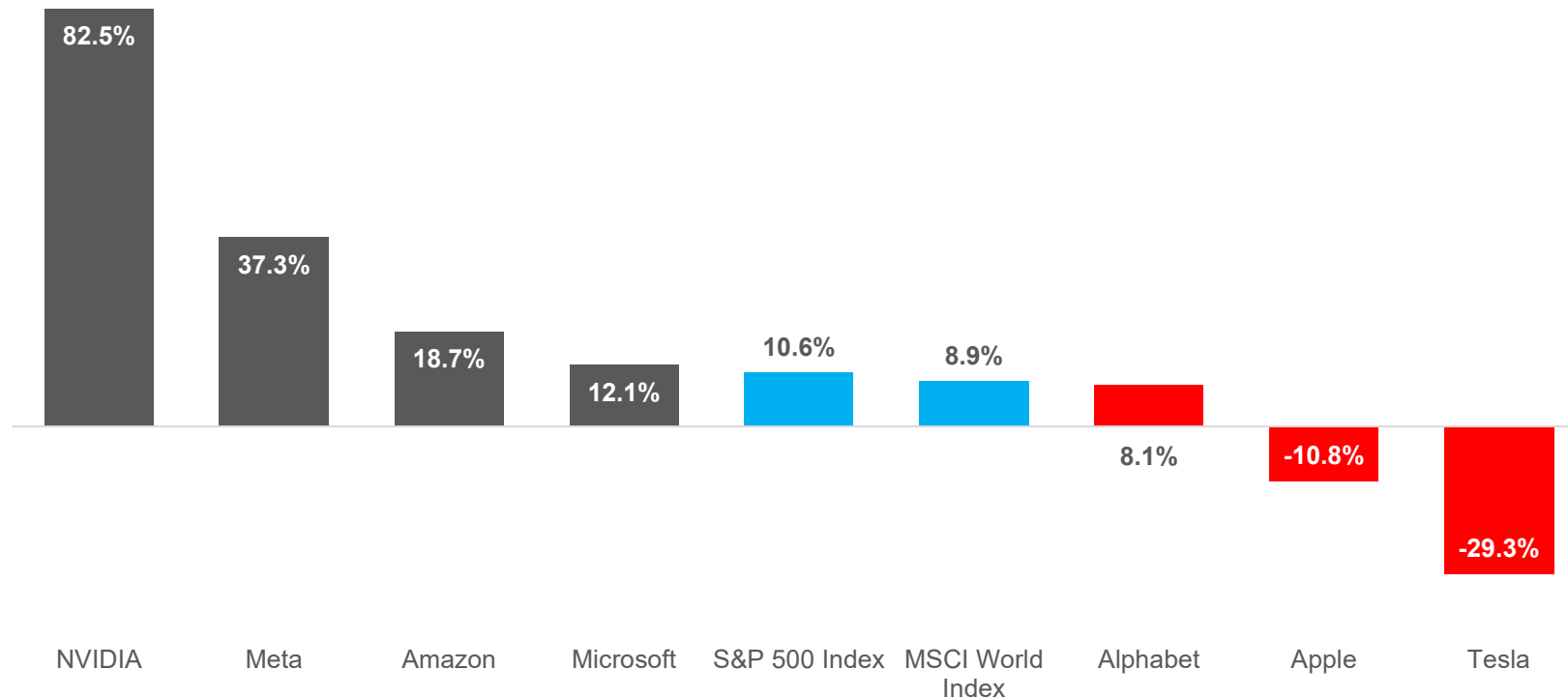


# The Magnificent Seven

However, in Q1 2024 some have given up gains, giving rise to fears of a reversal



Performance of Magnificent 7





## Is the pivot trade still on?



### Stocks Drop After Fed Officials Cast Doubt on Rate Cuts

All 11 of the S&P 500's sectors fall.

By *Karen Langley*

April 4, 2024 ⌚ 2 min read



### Fed Rate Cuts Are Now a Matter of If, Not Just When

U.S. central bank officials started the year with the wind seemingly at their backs. No more.

By *Nick Timiraos*

April 11, 2024 ⌚ 7 min read

ECONOMY | CENTRAL BANKING

## Powell Dials Back Expectations on Rate Cuts

Inflation and hiring have been firmer than expected this year, weakening the case for pre-emptive rate reductions



# The S&P 500 has shrugged off the recent rise in yields

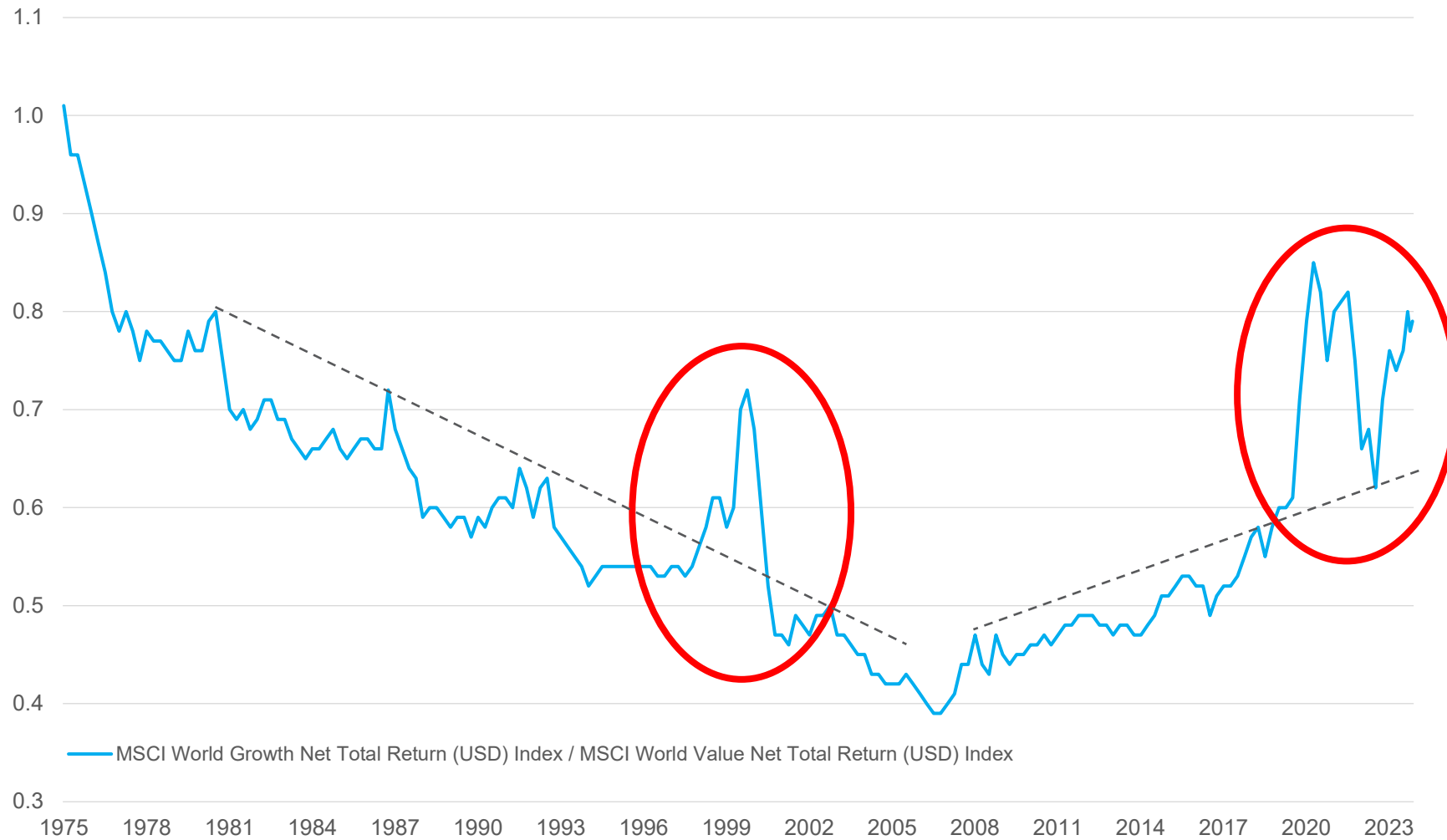
## Is this sustainable?





# Diving in – Growth versus Value

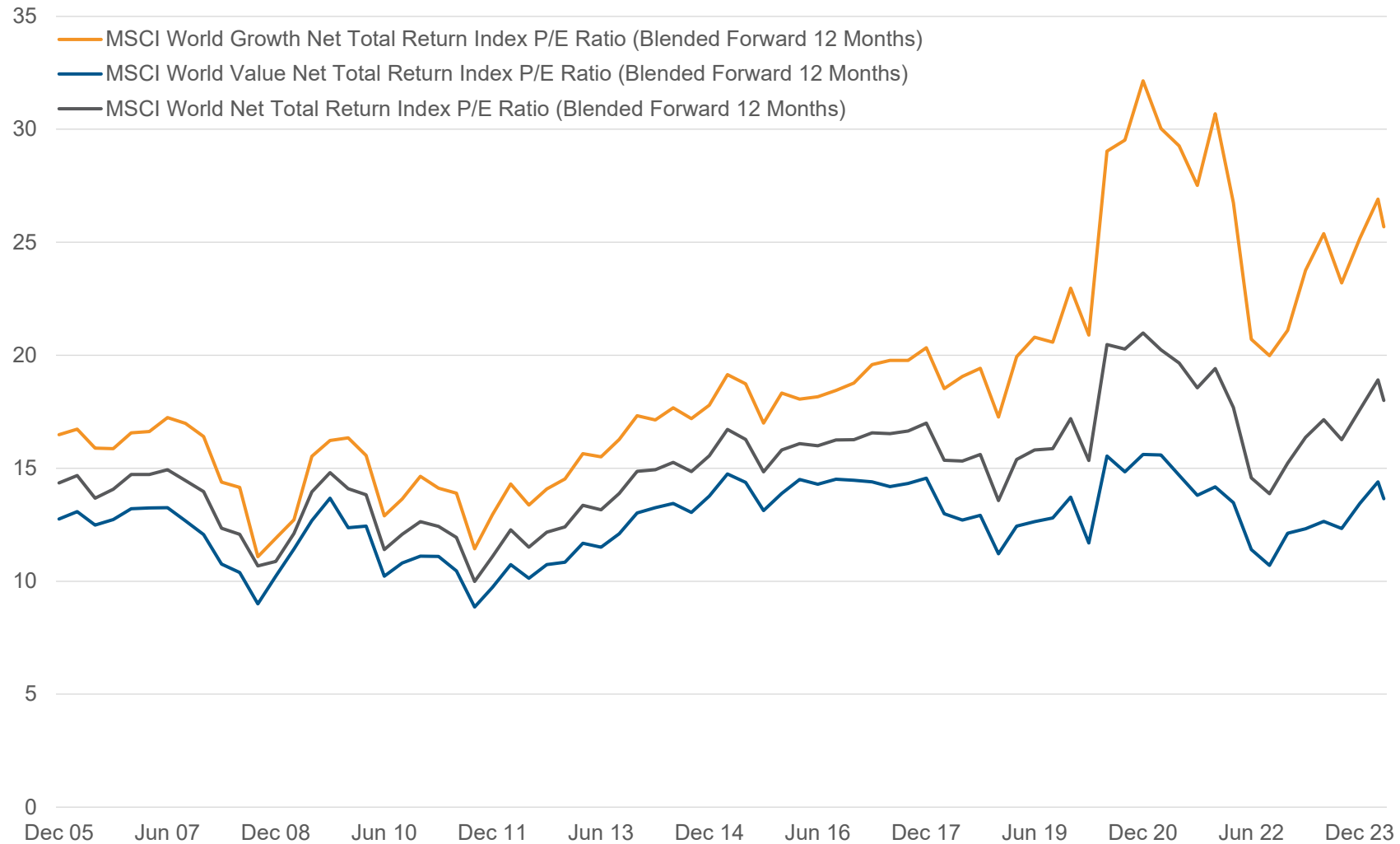
## In historical context







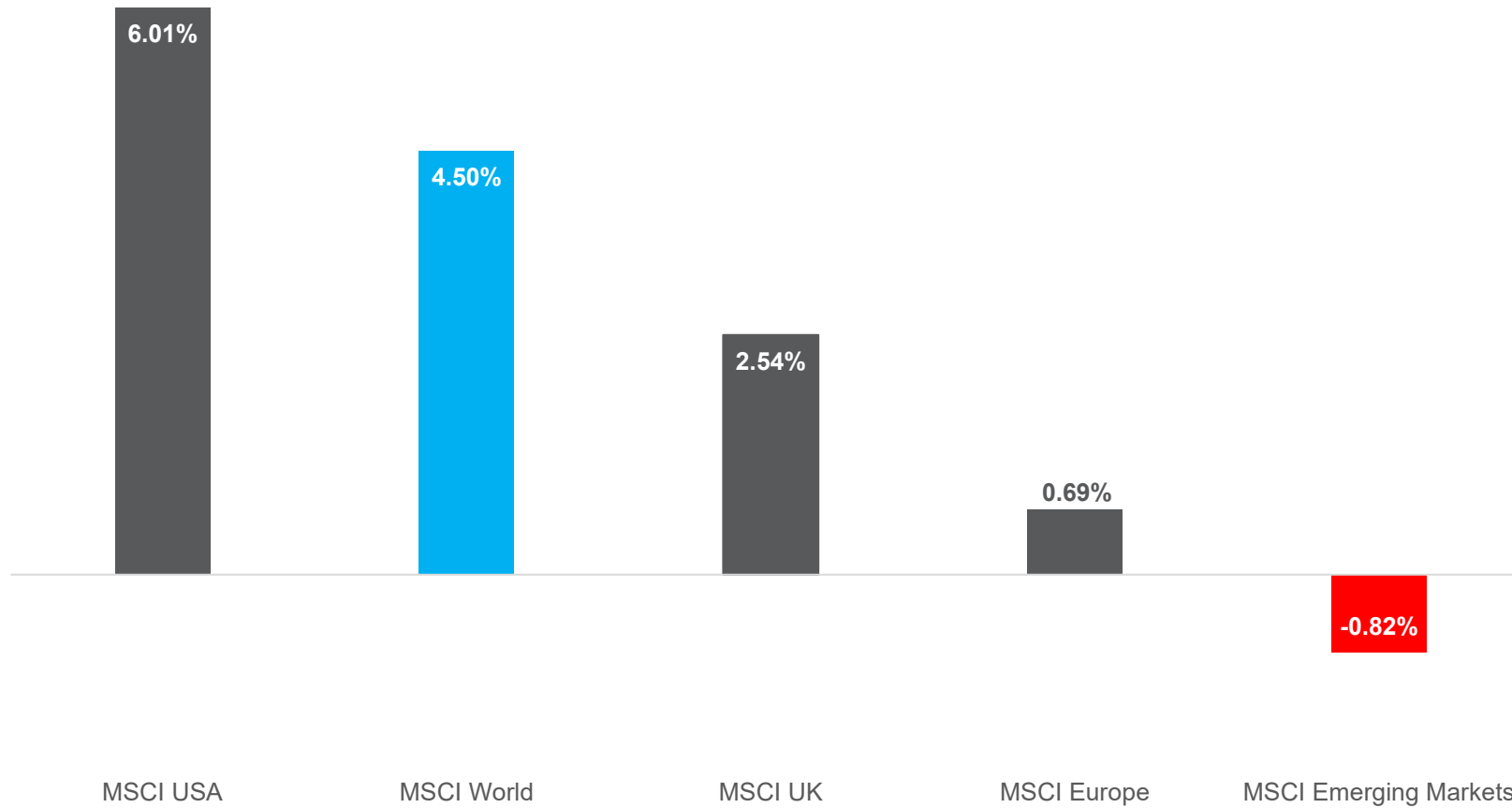
# Growth valuation looking stretched on a long-term perspective





# The US market – Envy of the world

Performance in Q1 2024

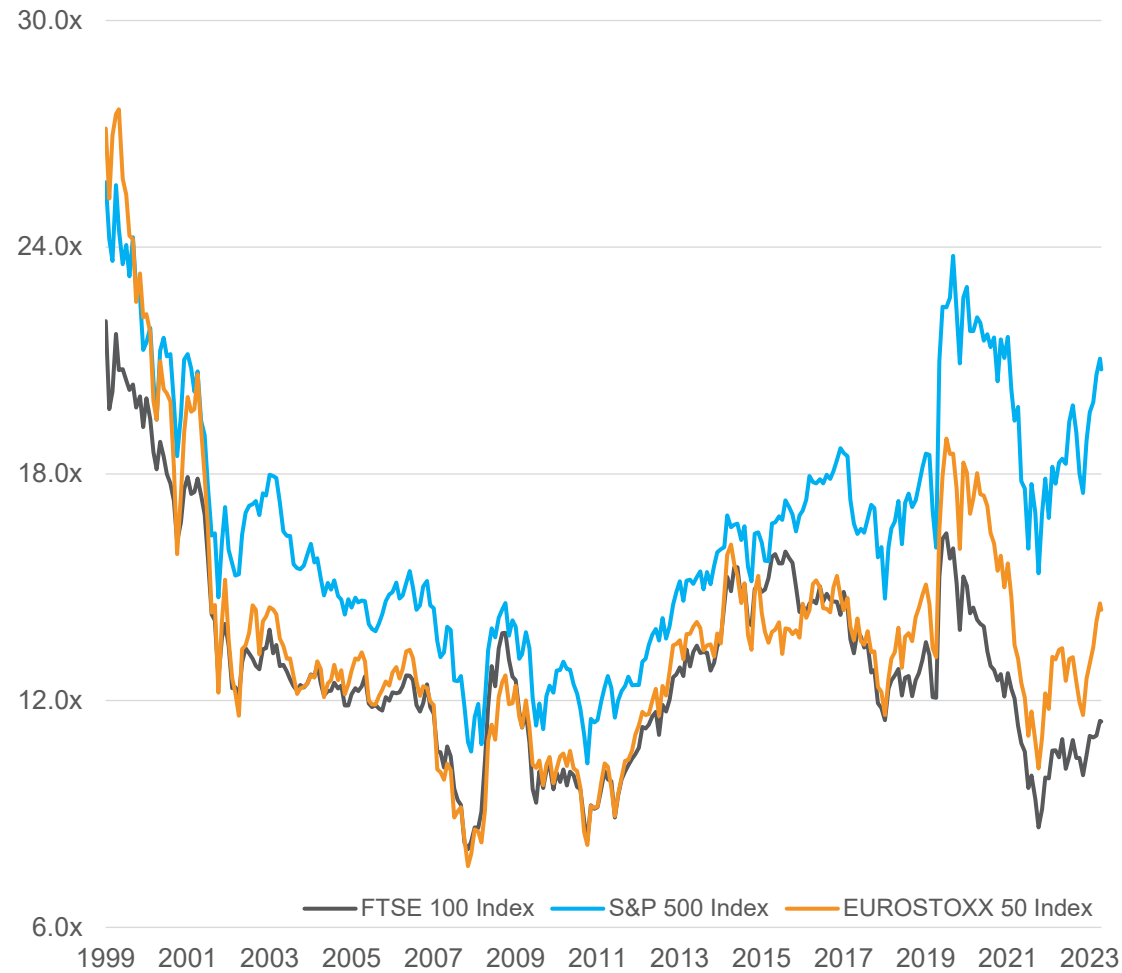




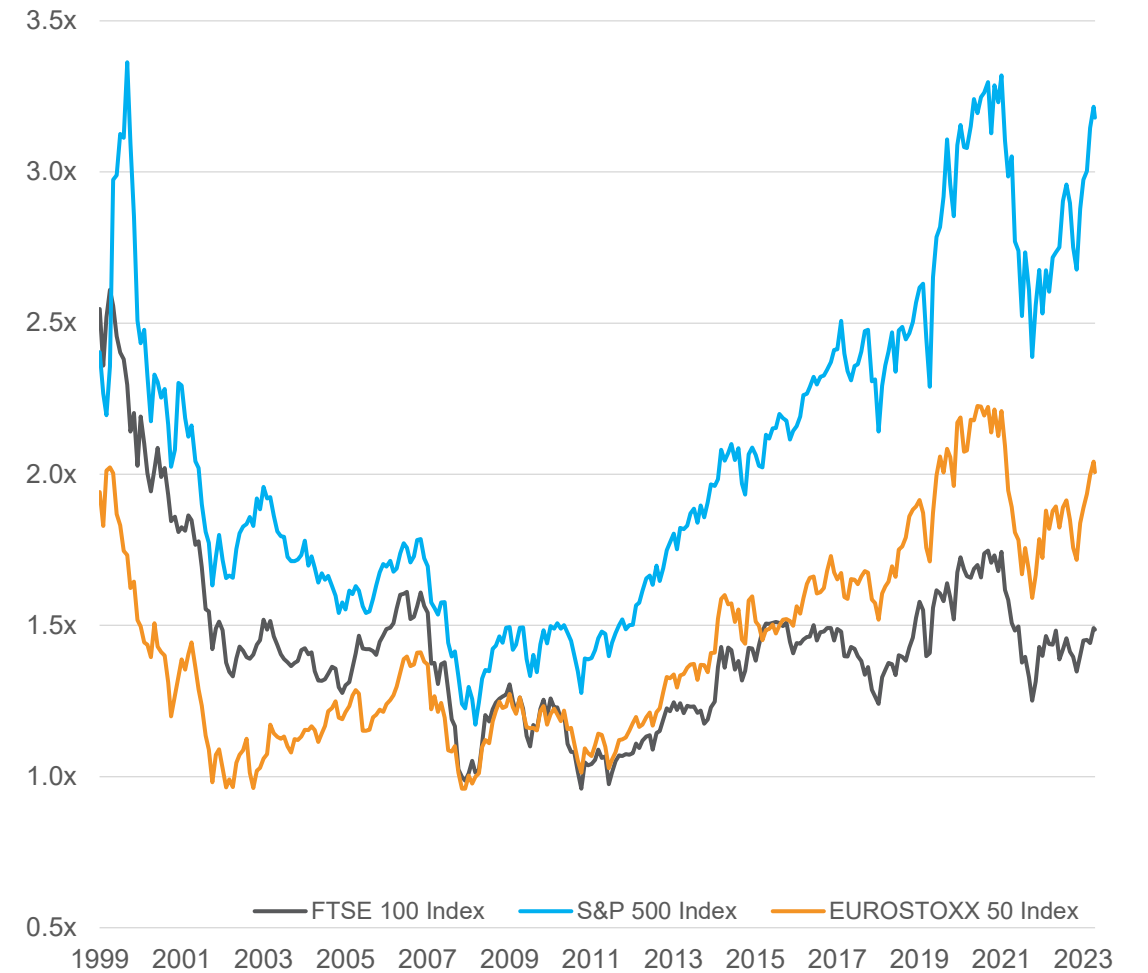
# Europe, US and the UK

## Valuation discrepancies

### P/E Ratio



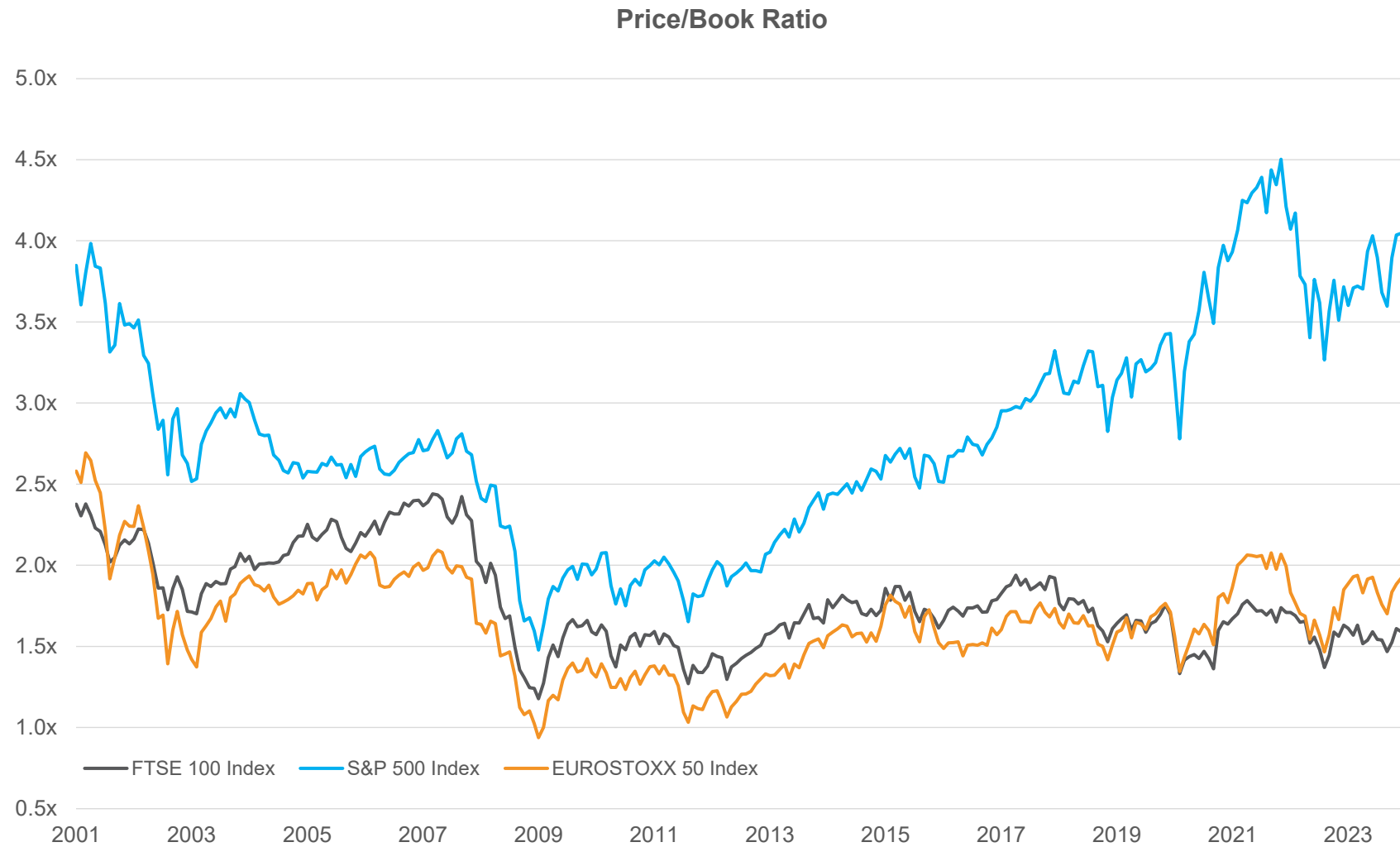
### EV/Sales Ratio





# Europe, US and the UK

## Valuation discrepancies



# Credo Global Equity Fund

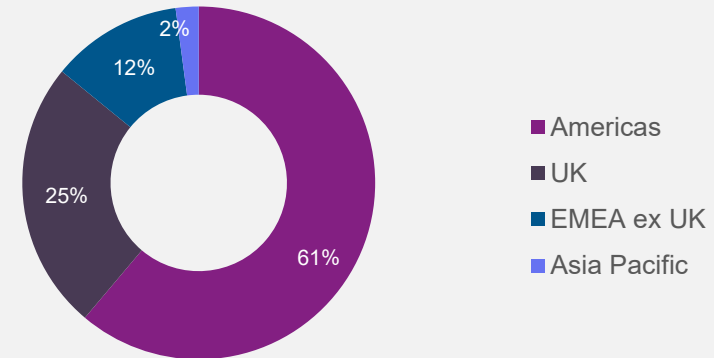
Snapshot at 28 March 2024



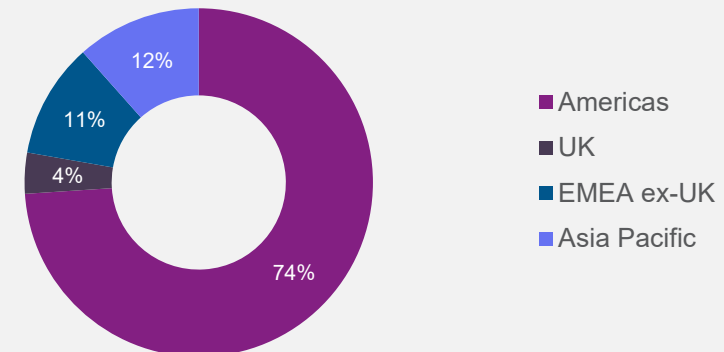
## Top 10 Holdings (%)

Name	Sector	Weight
Progressive Corp	Financials	5.5
HCA Healthcare Inc	Health Care	5.0
Microsoft Corp	Information Technology	4.8
Admiral Group plc	Financials	4.4
Visa Inc	Financials	4.2
RTX Corp	Industrials	4.0
Diageo plc	Consumer Staples	3.8
Shell plc	Energy	3.7
Autozone Inc	Consumer Discretionary	3.7
Ryanair Holdings plc	Industrials	3.6
<b>Total</b>		<b>42.7</b>

## Global Equity fund geographic allocation (%)



## MSCI World Index geographic allocation (%)

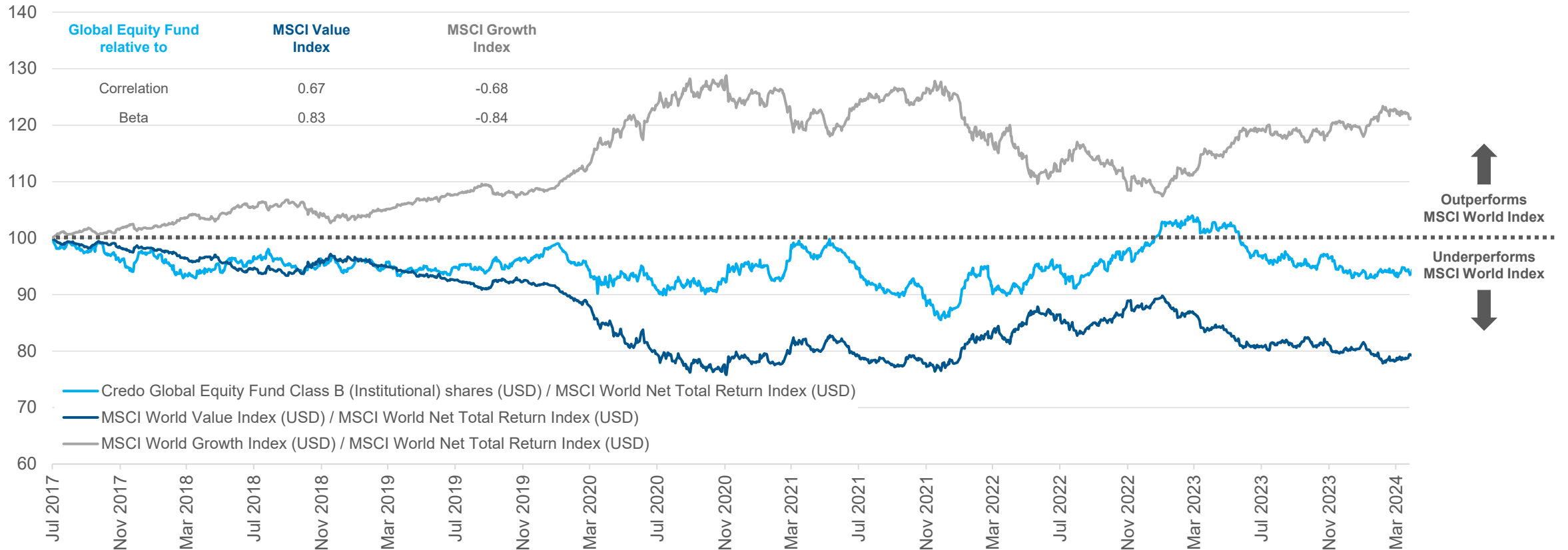


Source: Bloomberg, Credo, as at 28 March 2024. Data for iShares MSCI World ETF 13



# Credo Global Equity Fund

## Profile against Value and Growth - Relative performance since inception



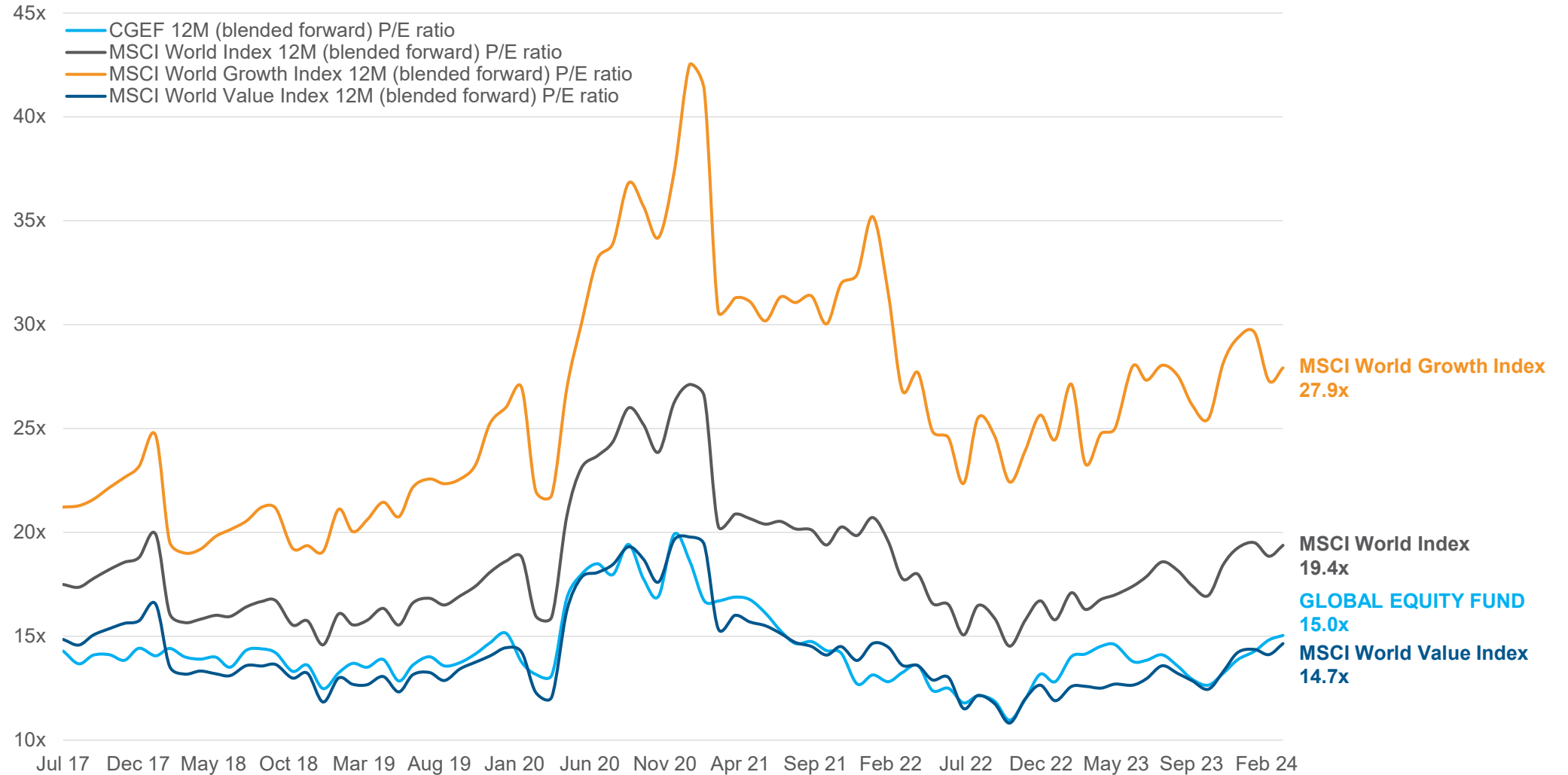
*Note: The Global Equity Fund is not managed to a benchmark and the comparatives are included for information only. Annualised performance since inception is 9.8% (GBP Class A Retail) and 9.4% (USD Class B Retail). The highest annual performance % for the GBP (A) Retail class was 27.0 and lowest was -6.1. The highest annual performance % for the USD (B) Retail class was 32.1 and lowest was -11.6. Annualised performance is the weighted average compound growth rate over the period measured. Investment performance is calculated by taking the actual initial fees and all ongoing fees into account for the amount shown; all income is reinvested on reinvestment dates. Actual annual performance figures are available to the investor on request. The investment performance shown above is for illustrative purposes only. Correlation and Beta are based on 5 years of monthly data, ending 28 March 2024. Inception date of the Credo Global Equity Fund is 03 July 2017*

*Source: Bloomberg for the period 04 Jul 2017 to 28 March 2024.*



# Credo Global Equity Fund

## Profile against Value and Growth - Valuation



# Credo Global Equity Fund

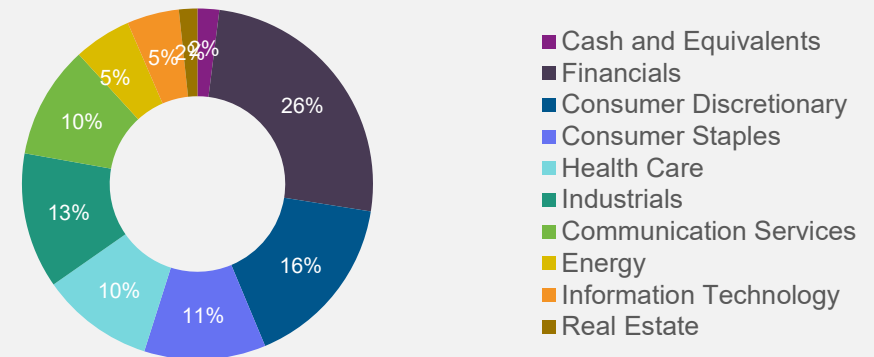
Snapshot at 28 March 2024



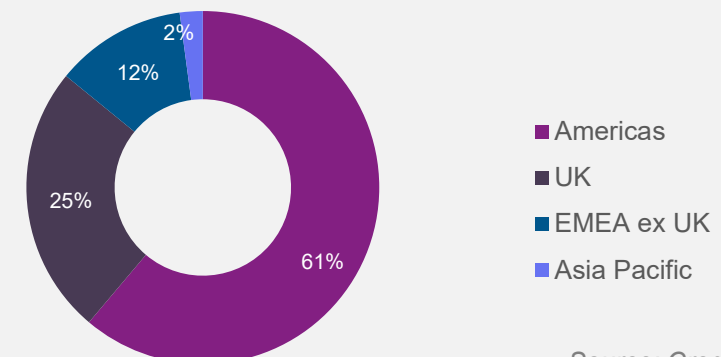
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<b>Total</b>		<b>42.7</b>

## Sector Allocation (%)



## Geographic Allocation (%)







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