

A black and white photograph of two mountain goats with large, curved horns standing on a dark, layered rock face. The goats are positioned in the upper right quadrant of the image. The background is a dark, textured rock wall with visible horizontal and vertical fissures.

# CG Asset Management

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*Q2 2024 Webinar*

July 2024

**cgam**

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# *Positioning and Returns*

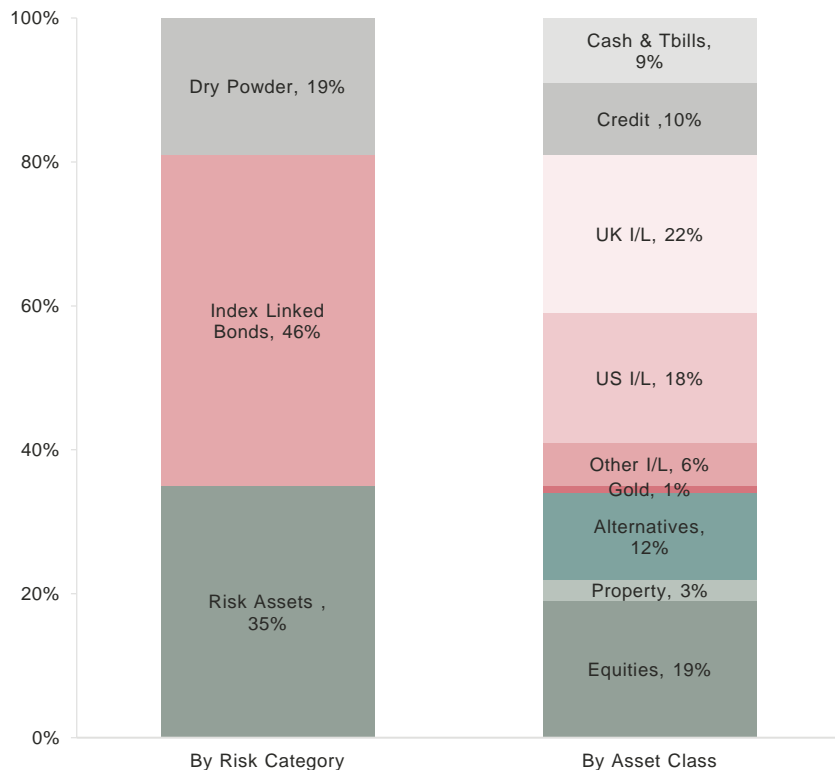
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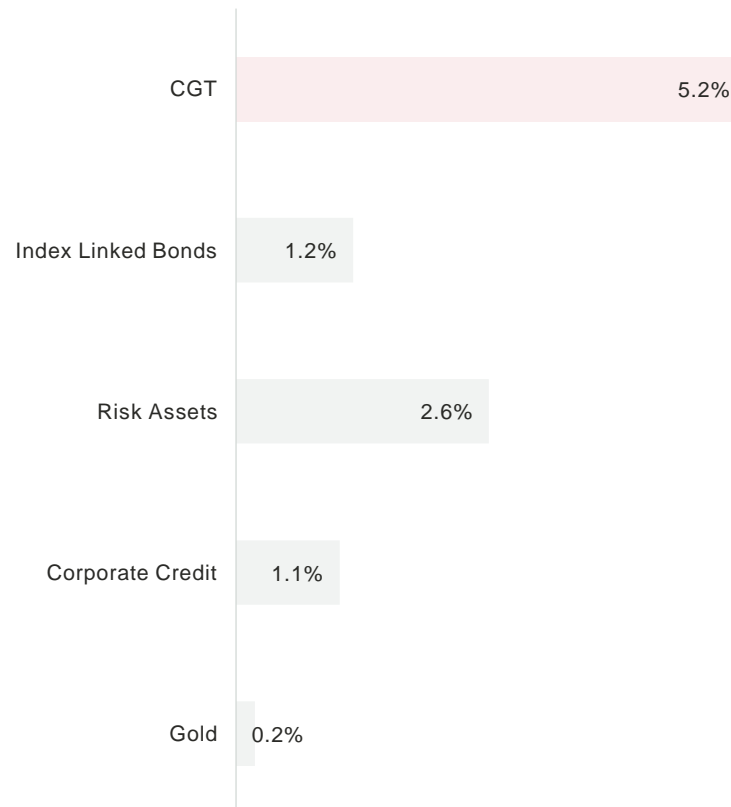
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# Positioning is defensive, with a focus on inflation protection

CGT Asset Allocation June 2024



NAV Contribution by Asset Class LTM June 2024



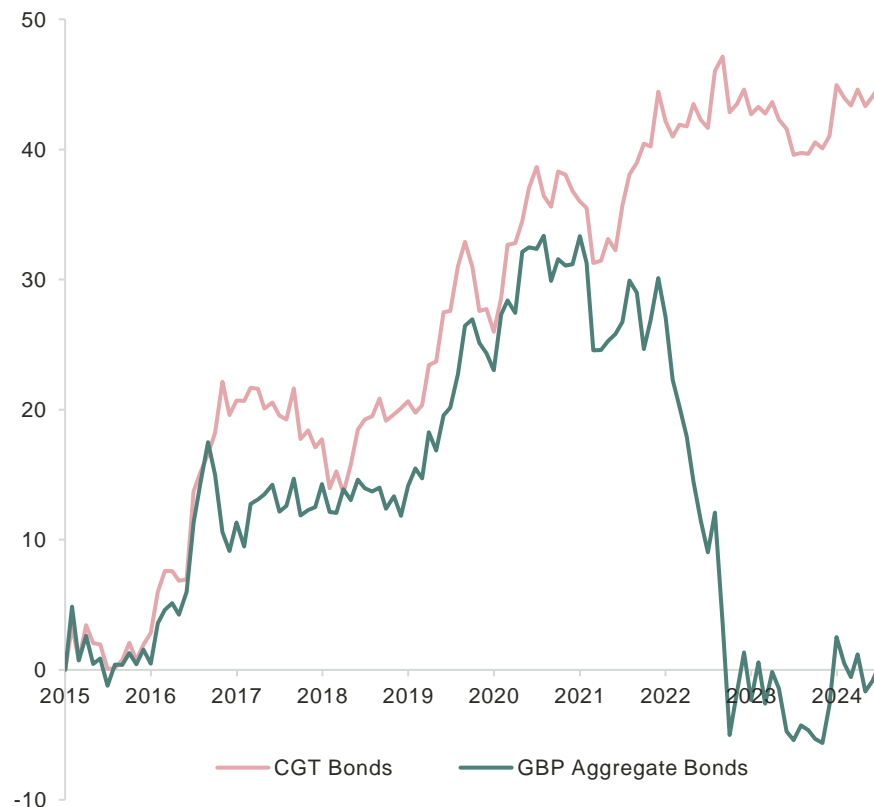
Total performance net of fees  
 Source: CGAM, Bloomberg Finance L.P., Northern Trust

# Strong relative performance has helped offset weak underlying markets

CGT Risk Assets Returns Performance to June 2024<sup>1</sup>



CGT Bonds Only Returns Performance to June 2024<sup>1</sup>



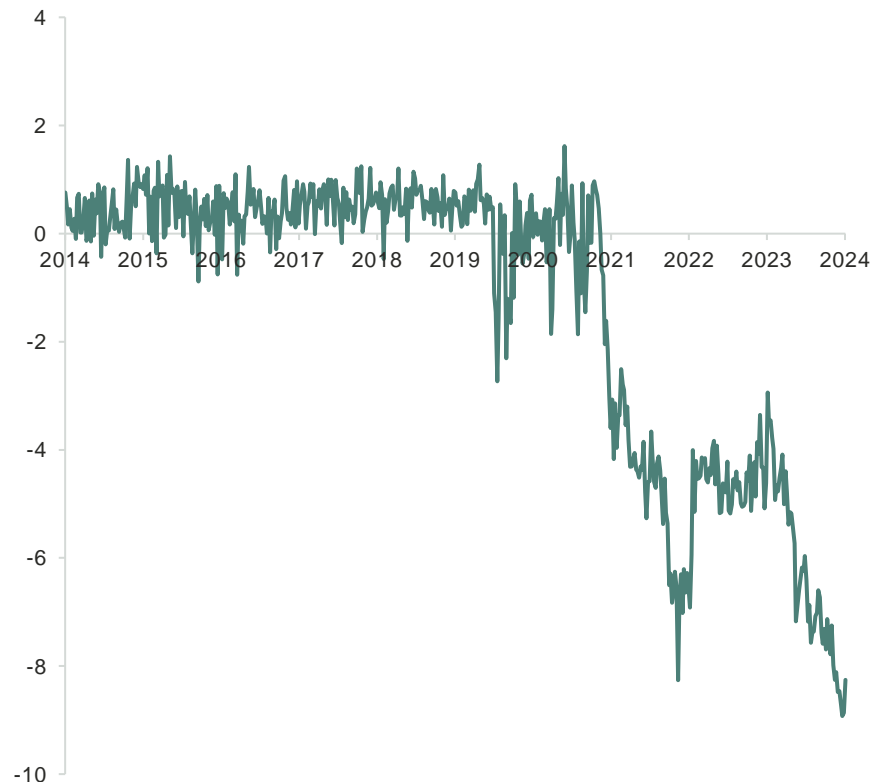
<sup>1</sup>Risk Assets include equities, property, alternatives and gold. Bonds include credit and sovereign bonds (excluding T-Bills and cash), start period reflects the longest period available for CGT under Bloomberg AIM  
Source: Bloomberg Finance L.P., Northern Trust

# Quality growth investment trusts are available in the bargain bin...

Smithson Investment Trust: Premium (+) / Discount (-) %<sup>1</sup>



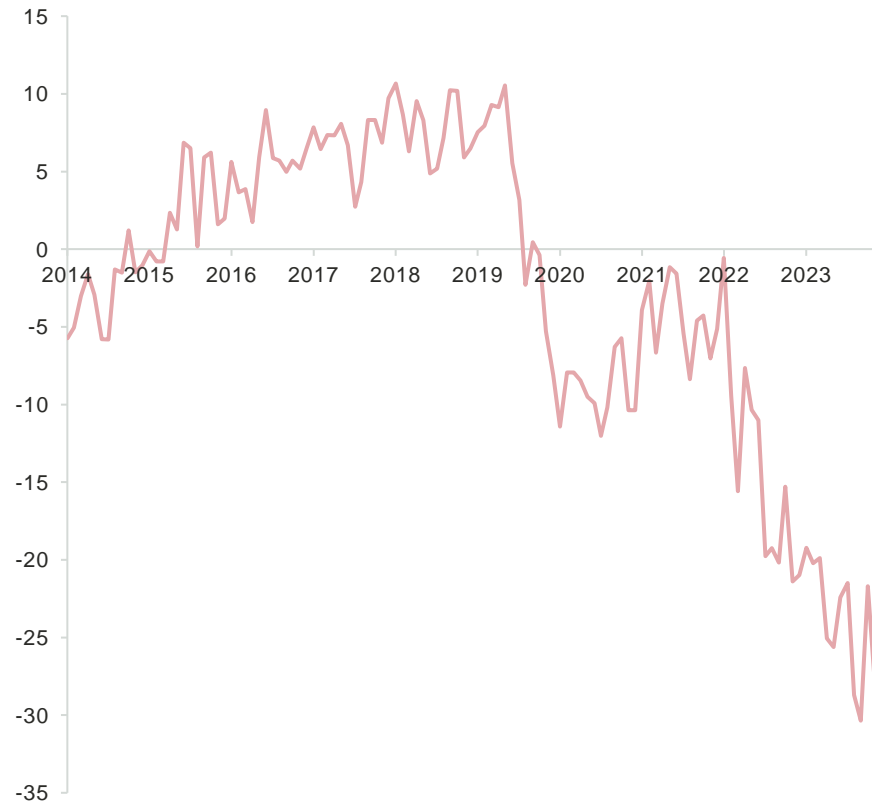
Finsbury Growth & Income: Premium (+) / Discount (-) %<sup>1</sup>



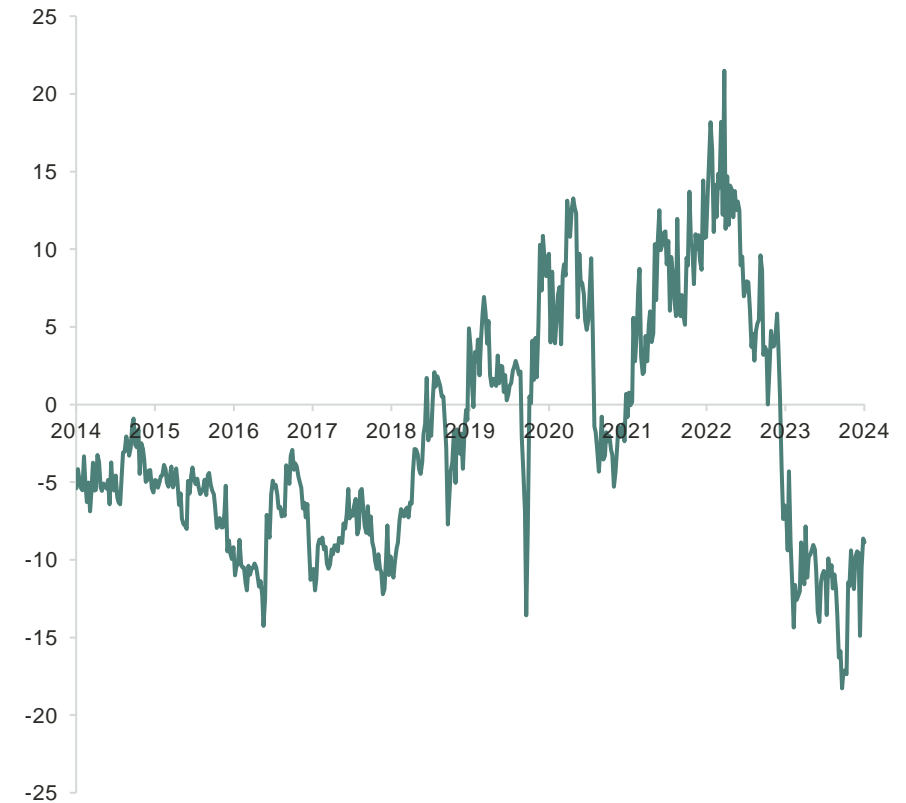
1. Net asset values are reported daily for SSON and FGT  
Source: Bloomberg Finance L.P.

## ... as are diversifiers if you rummage around

RIT Capital Partners: Premium (+) / Discount (-) %<sup>1</sup>



BH Macro: Premium (+) / Discount (-) %<sup>1</sup>



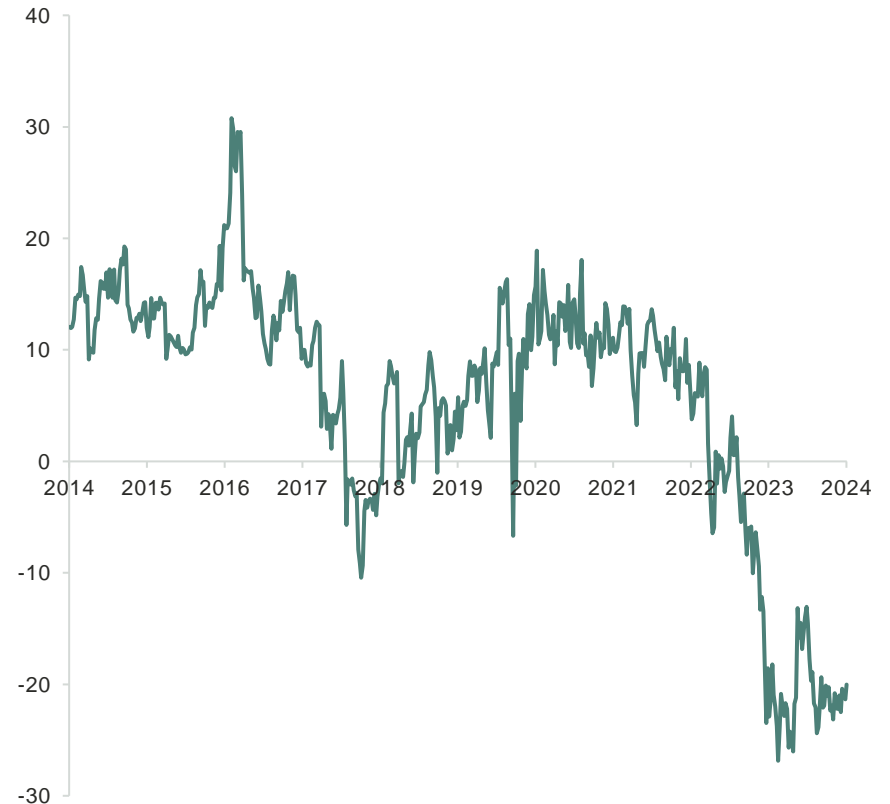
1. Net asset values are reported on a weekly basis for BHMG and monthly for RIT  
Source: Bloomberg Finance L.P.

## Bond proxies are also available at a knock down price

**International Public Partnerships: Premium(+) / Discount (-) %**



**HICL: Premium (+) / Discount (-) %**



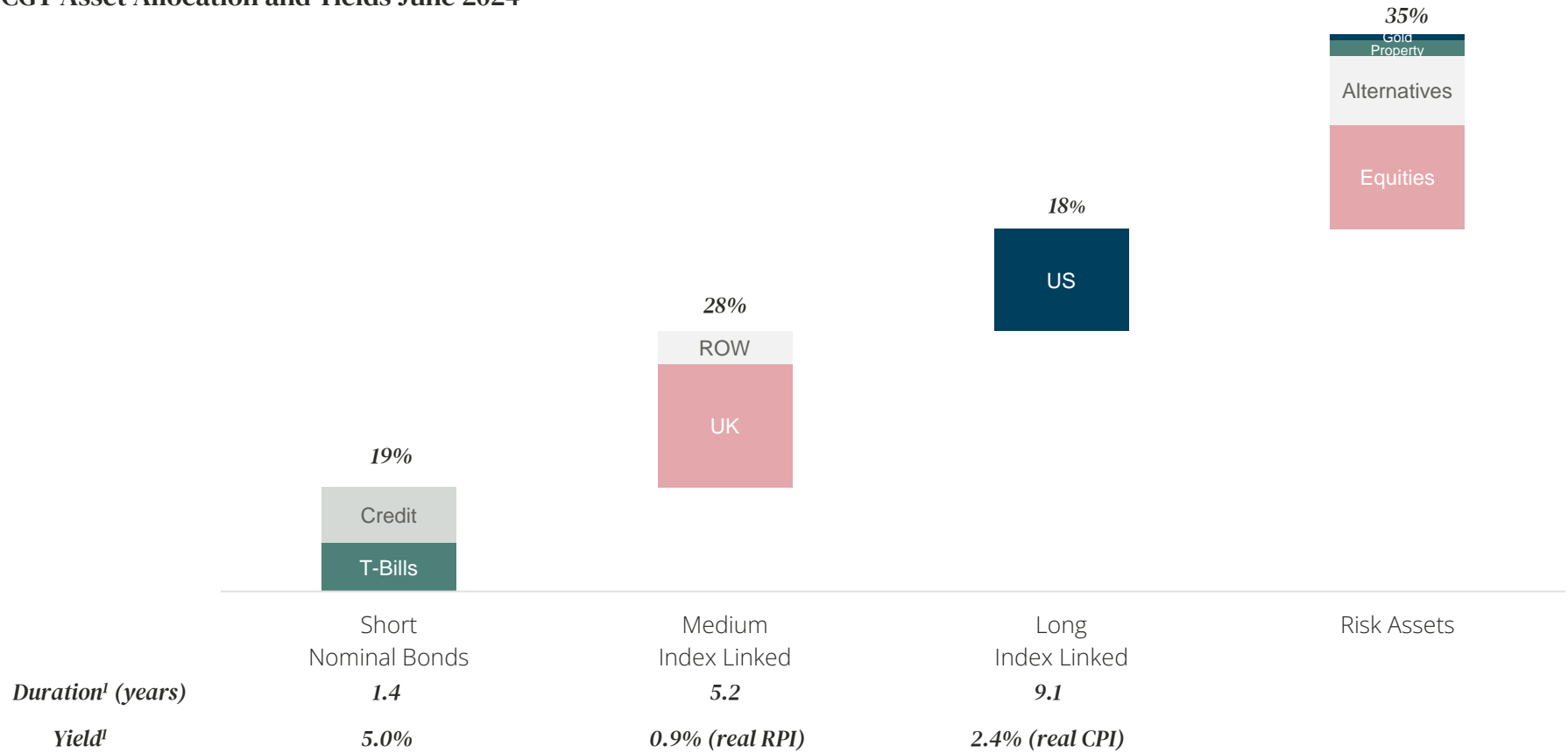
1. Net asset values are reported on a quarterly basis

Source: Bloomberg Finance L.P., Numis



# We are excited about medium term returns despite our defensive positioning

## CGT Asset Allocation and Yields June 2024



1. Weighted portfolio option adjusted duration and yield to maturity. UK real reflects RPI  
 Source: Bloomberg Finance L.P., Northern Trust

# *Outlook*

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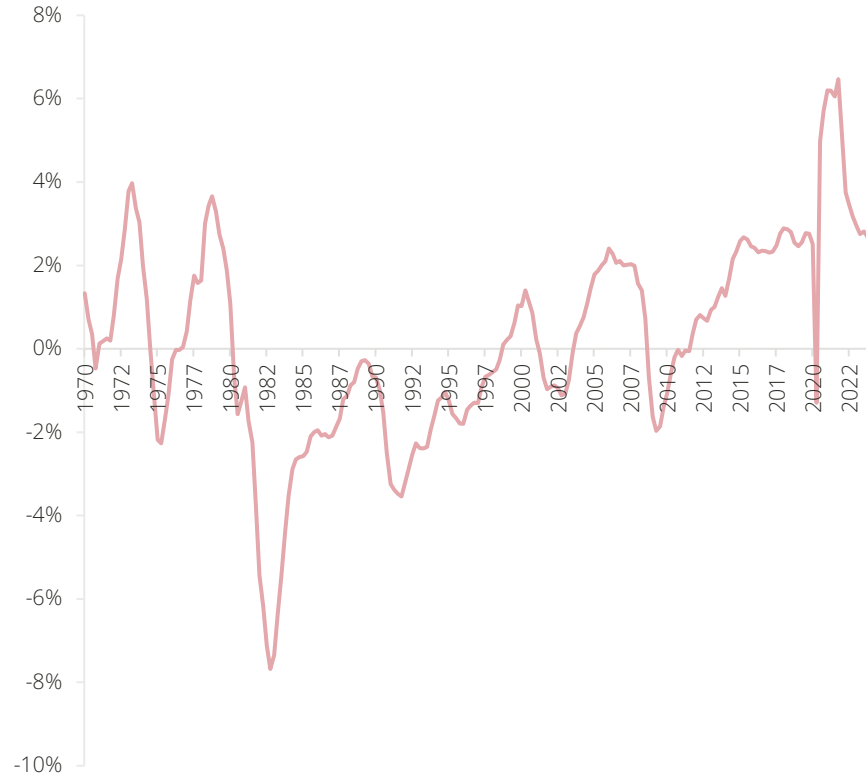
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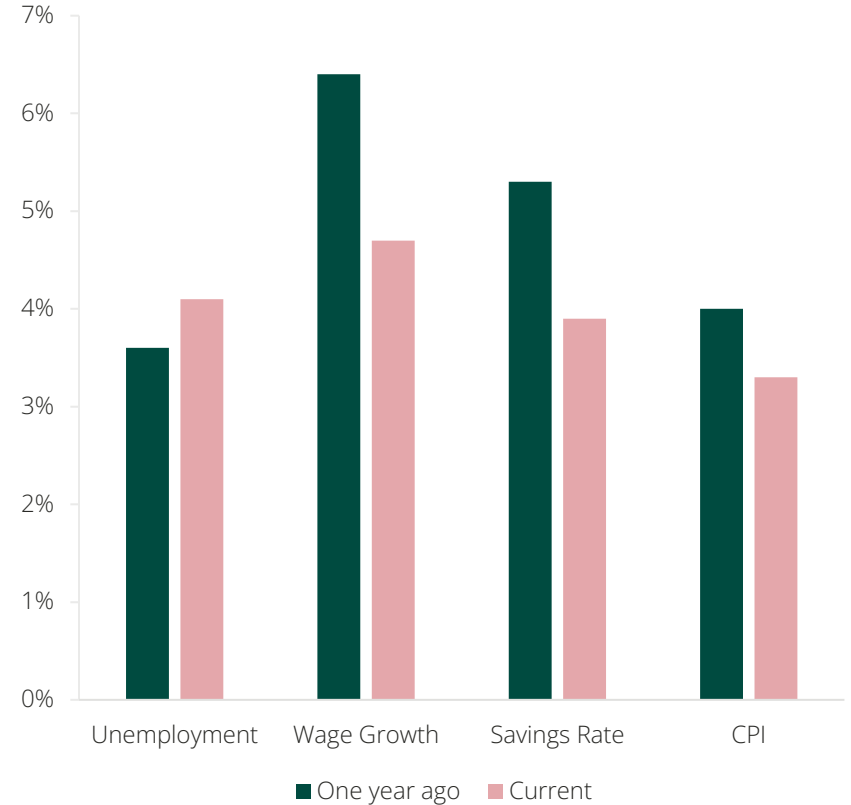
## Outlook

# The US economy is coming into better balance...

### US Output Gap (%)



### US Headline Economic Indicators

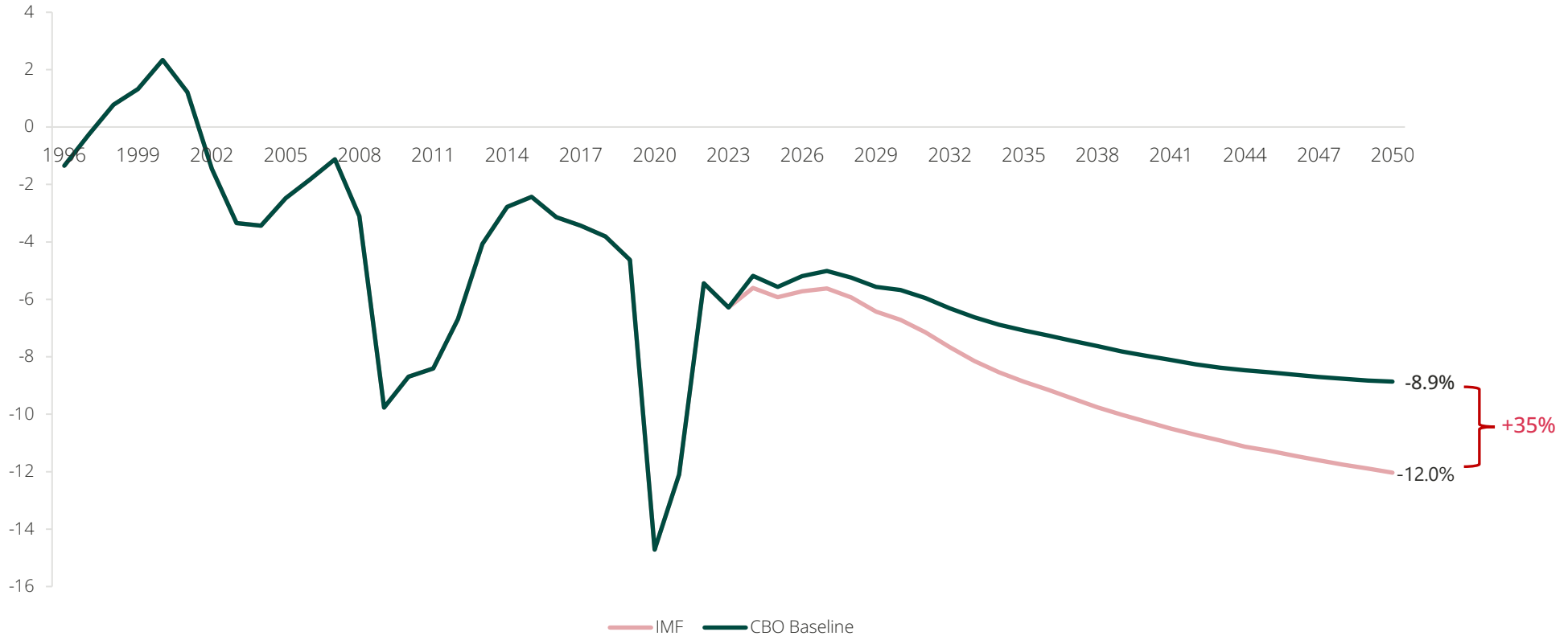


Source: Federal Reserve Bank of New York, US Bureau of Labor Statistics, Bloomberg Finance L.P.

Outlook

# ...but the budget deficit could be much wider than forecast

US fiscal deficit projections (% of GDP)

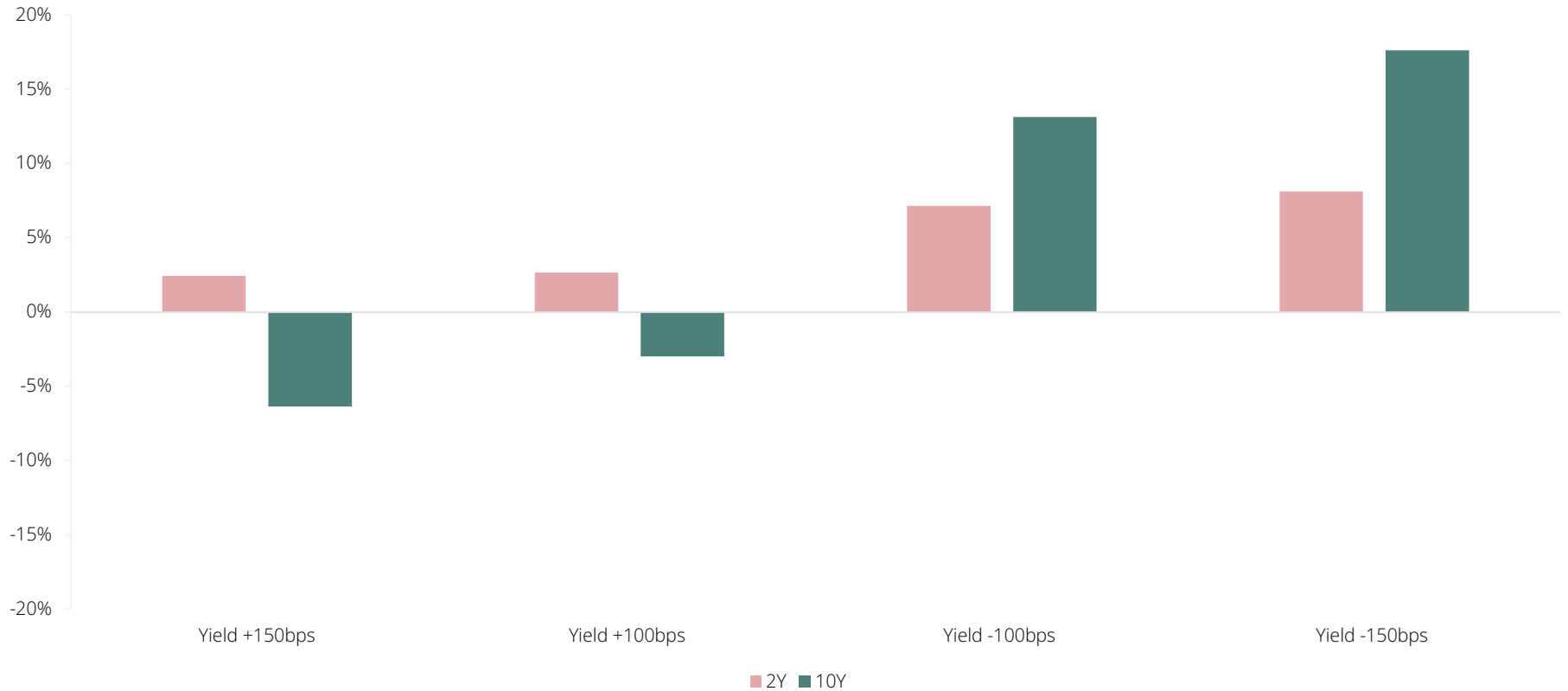


Source: US Congressional Budget Office, International Monetary Fund, Bloomberg Finance L.P.

Outlook

# In an environment of elevated uncertainty, expected payoffs lead us to prefer to hold duration

## 1Y Total Return from US 2Y and 10Y Treasuries



Source: Bloomberg Finance L.P.

*Outlook*

**Any questions?**

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