

Market Outlook IPE Investment Manager Expectations Indicator

▲ Rise ↑ Positive shift (from last month)
 ■ Stable – No view
 ▼ Fall ↓ Negative shift (from last month)

The IPE Investment Manager Expectations Indicator represents the results of a regular monthly survey of asset managers with one or more European segregated mandates. The 6-12 month views of the 94 respondents to this month's questionnaire for equities, bonds and currencies are shown below. For aggregated results and a commentary see final page.

	Location	EQUITIES					BOND PRICES				CURRENCIES		
		US	Euro-zone	Japan	Asia	UK	\$	¥	£	€	\$/€	\$/¥	\$/£
Aberdeen Asset Management	UK	▲↑	■↑	■↑	▲↑	■	■	▲↑	■↑	■↑	▼	▼	▼
ACT Currency Partner	Swi	▼	▼	▼↓	▼↓	▼	▼	▼	▼	▼	▲	■	▲
ACTIAM	Neth	▲	▲	▲	▲	▲	▼	▼	▼	▼	■	■↓	▲↑
AEGON Asset Management	Neth	■	■	■	■	■	■↑	■	■	■	▲↑	■	▲↑
A.G. Bisset Associates	US	▼	▼	▼	▼	▼	▲	▼	▼↓	▼	▼	▼	▼
Allianz Global Investors	Ger/UK	■	■	▼	■	■	▼	■	▼	■	■	■	▼
Amundi	Fra	■	▲	■	■	■	■	■↑	■↑	■	■	■	■↓
Apo Asset Management	Ger	▲↑	■↑	■↑	■↑	▲↑	■↓	▼↓	▲	■↓	■	▼↓	▲↑
ASR Vermogensbeheer	Neth	▲	▲	▲	▲	▲↑	■	■	■	■	■	■	■
AVANA Invest	Ger	▼↓	▼↓	▼↓	■	■	▼↓	■	■	▼	■	■↓	■
AXA Investment Managers	Fra	■	▼	▼	▲	■	▲	▼	■	■	▲	▲	▲
Bankhaus Lampe	Ger	■	▲↑	▲↑	■	■	▼	■	▲↑	▲↑	▲↑	▲	■↑
BankInvest	Den	■	▲	■	■↓	■	■	▼	▼	▼	▲	▲	▲
Bank Degroof Petercam	Bel	■	▲	▲	▲	▲	▼	▼	▼	▼	■	■	■
Bank Julius Baer & Co.	Swi	▼↓	■↓	■↓	▲↑	▲	▼	■	▼↓	▼↓	▲↑	▲	▲
Bank J. Safra Sarasin	Swi	▲	■↑	■↑	▲↑	■	■	■↑	▲↑	▼	▼↓	▲	▼↓
Baring Asset Management	UK	■	■	■	■	▲	▼	▼	▼	▼	■	■	▲
BayernInvest	Ger	▲	▲	▲	▲	▲	▼	▼	▼	▼	▲	■	▼
Berenberg Bank	Ger	▲↑	▲↑	▲↑	▲↑	▲↑	▲	■	■↓	▲	▲	■	▲
BNP Paribas Investment Partners	Fra	■	▲	▼↓	▲	▼	▼	■↑	▼↓	■↑	▲↑	▲	▲
BNY Mellon Asset Management	UK	-	-	-	■	■	-	▼	▼	-	-	■	■
Candriam Investors Group	Lux	▼	▼	▼	▼	▼	▲↑	■	■	▲↑	▲	▲↑	▲
CBL Asset Management	Latvia	▼	▼	■	-	-	▼↓	-	-	■	▲	▲	-
CM-CIC Asset Management	Fra	■	■	▼	■	■	■	▼	▲	▲	■	▲	▲
Columbia Threadneedle Investments	US	■↑	■↓	▲	■↓	■↓	■	■	■	■	▲	▲	▲
CPR Asset Management	Fra	■↑	▲	■	■	▲↑	■	▼↓	▲	■	■	▲	▲↑
Credit Suisse	Swi	■	■	■	■	▼	■	■	■↑	■	▲	■	▲↑
DekaBank	Ger	▲↑	▲	▼	▲	▲	▼	▼	▼	▼	▲	▲	▲
Deutsche Asset & Wealth Management	Ger	■	■↓	■↓	▼↓	▼↓	▼	▼↓	▼	▼	▲	■↓	▲
DIAM International	UK	▲	■	■	▲	■	▲	■	▲	■	■	■	■
Dynagest	Swi	-	-	-	-	-	▼↓	■	■	■	▲↑	▲↑	▲↑
Eagle Asset Management	US	▲	■↓	■↓	■↓	■↓	▲	▼↓	▼↓	▼↓	▲	▲	▲
Econopolis	Bel	■	▲	▲	▲	▲	▼	▼	▼	▼	▲	▲	▲
Edmond de Rothschild AM	Fra	■↑	▲	■	▲↑	■	▼	■	▲↑	■↓	▲	■	▲
Erste Asset Management	At	■	■	■	■	■	■	■	■	■	■	▲	▼
Eurizon Capital	It	■	■	■	■	■	▼	▼	▼	▼	■↓	■	▼↓
Federated Investors	US	▲	▲	▲	▲	▲	▼	■	▼	▼	■	▲	■
First Private Investment Management	Ger	■	▲	▲↑	▲	▲↑	▼	▼↓	▼↓	▼	■↓	▲	▲
Fonditel	Spa	■↑	▼	■↑	■↑	■↑	▼↓	■	■↓	■	■↓	■↓	▲
Generali Investments Europe	Ger/It	▼↓	▲	▲↑	▲↑	▲↑	■↑	■	■	■	■↓	■	■↓
GNB Gestao Activos	Por	■	■	■	■	■	■↓	■↓	■↓	■↓	▲	▲	■
Groupama Asset Management	Fra	▲	▲	■↓	■	▲↑	▲	▲	▲	▲	▲	■↓	■↓
Henderson Global Investors	UK	■	■	■	▲	■	■	■	■	■	■↓	■↓	▲
Holberg Fondene	Nor	■	■↓	▲↑	▲	■	▼	■	■	■	▲	▲↑	▲↑
Insight Investment	UK	▲	▲	▲	▲	▼	■	■	■	■	▲	▲	▲
Invesco	Ger	▲	▲	▲	▲	▲	■	■	■	■	■	■	■

Market Outlook

IPE Investment Manager Expectations Indicator

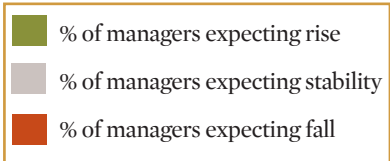
	Location	EQUITIES					BOND PRICES				CURRENCIES		
		US	Euro-zone	Japan	Asia	UK	\$	¥	£	€	\$/€	\$/¥	\$/£
Investec Asset Management	UK	▲	■	▲	▲	▲	■↑	■↑	■↑	■↑	■↓	■↓	▼
IPM Informed Portfolio Management	Swe	▼	▲	■	▼	▼	▲	▲	▼	■	▼↓	▼↓	▲↑
Irish Life Investment Managers	Ire	■	▼↓	▼↓	▼↓	▼↓	▲↑	■	▲↑	■	▲	▲	▲↑
La Française AM	Fra	■↓	▲	■↓	■↓	■↓	▼	■↑	▼	▼	▲↑	■	■↑
Landesbank Baden-Württemberg	Ger	▲↑	■	■	■	▼↓	■↓	■	■	■	■	■	■↓
Legal & General Investment Mngt.	UK	▲	▲	▲	▲	▲	▼	■	■	■↑	▲	▲	▲↑
LGT Capital Partners	Swi	▲↑	▲	■	■	■↓	▼	▼	▼	▼	▲	■	▲↑
LocalTapiola Asset Management	Fin	▼	▼	▼	▼	▼	▲	▲	▲	▲	▲	▲	▼
Lombard Odier Investment Managers	Swi	■↓	▲↑	▲↑	▲	■	■	■↑	■↓	■	■	■	■↑
Lyxor Asset Management	Fra	■	■↑	■	■	■↑	▼↓	■	■↑	■	■	■↓	■↓
Mandarine Gestion	Fra	▼	■	■	▼	▼	▲	■	▲	▲	■	■	▲
MEAG	Ger	▼↓	■↓	■↓	■	▼↓	▼	▼	▼	▼	▲↑	▲	▲↑
Metzler Investment	Ger	▲	▲	▲	▲	■	▼	■	▼	▼↓	▲	▲	▲
MFI Asset Management	Ger	■	■	■	▲↑	■	■↑	■↑	■↑	■↑	■↓	▲	■↓
Mitsubishi UFJ Asset Management (UK)	UK	▲	▲	▲	▲	▲	▼	▼↓	▼	▼	■↓	▲	■↑
Morgan Stanley Investment Mngt.	UK/US	■	▲	▲↑	▲↑	■↑	▼↓	▼	■↑	▼	▼	▼	▼↓
Muzinich & Co.	UK	■↑	■↑	▲↑	■↑	▼	▼↓	■↓	▼↓	■↓	▲↑	▲↑	▲
Natixis Asset Management	Fra	■↓	■↓	■	■	■↑	■↓	■	■↑	■↑	▲↑	▲	▲
NN Investment Partners	Neth	▲	■	▲	■	▲	▼	▼	▼	▼	■	▲	■
Nomura Asset Management	Sing	▼	▼	▼	▼	▼	■	■	■	■	▼	▼	▼
Northern Trust Asset Management	US	▲	▲	▲	▲	▲	■	▲↑	■↑	■	■	■	▲
Oddo Meriten Asset Management	Ger	▼↓	■↓	■↓	■	▼↓	▼	■	▲↑	■↑	▲	▲	▲
OFI Asset Management	Fra	■	▲↑	■	▲↑	■	■	■	■	■	■	▲	■↓
Optiminvest	Swi	-	-	-	-	-	-	-	-	-	▲	▲	▲
Ostrica	Neth	▲	■	▼	▲	▼	■	▼	▲	■	▼	■	▲
PATRIZIA	Ger	■	▲	▲	▲	■	■	■	■	■	■↓	■↓	■
PGIM Fixed Income	UK	▲	▲	■	▲	▲	■	■	■	■	▼	▼	▼
Pictet Asset Management	Swi	■↑	■↓	▲	▲↑	▲	▲	▼	▼	▼	■	▲	■
PineBridge Investments	US	■↑	▼↓	▲	■	▼	■	▲	▲↑	▲	▲	▲	▲
Pioneer Investments	It	▼↓	▼↓	▲	▲	▼↓	■	■	■↑	■↑	▲	▲	■
Principal Global Investors	US	▲	▲	▲	▲	▲	▼	▼	▼	▼	■	▲	■
Robeco Group	Neth	▲↑	■	▼↓	▲↑	▼	▼	▼	■↑	▼	▼↓	▼↓	▲
Rogge Global Partners	UK	-	-	-	-	-	■	■	■	■	■	▲	▲
Russell Investments	US	▼↓	■↓	■	■	▼↓	▼↓	■	▼↓	▼↓	■↓	▲	▲
Salus Alpha Capital	Liecht	■	■	■	■	■	■	■	■	■	■	■	■
SEB Investment Management	Den	▼	■	■↑	■↑	■↑	▼↓	▼↓	■	■↓	▲	▲↑	▲↑
Standard Life Investments	UK	■	▲	■	▼	■	▼	■	▼	▲	▲	▲	▲
Stone Harbor Investment Partners	US	■	■	■	■	■	■	■	■	■	■	▼	▲
Swiss Life Asset Management	Swi	■↓	■↓	■↓	■↓	▼↓	▼	▼	▼	▼	▲	▲	▲
Sycomore Asset Management	Fra	▼	■	■	■	■	■	■	■	■	■	▲	▲
Syz Asset Management	Swi	■	▲↑	■	▲↑	■	■	■	▼	■	▲	▲	▲↑
TIAA	US	▲↑	■	▼	■	▼	▼↓	■	■	■	▲	■↑	▲
UBS Global Asset Management	Swi/UK	▼	▲↑	■	▲	■	■↓	■	■↑	■	■↓	■↑	■
Union Bancaire Privée	Swi	▲	▲↑	▲↑	▲	■	▼↓	■↓	■↓	▼↓	▲	▲	▲↑
Union Investment	Ger	▼↓	▼↓	▼↓	▼↓	▼↓	▼↓	▼↓	■	■	▲	■↑	▲
Wells Capital Management	US	▼	▲	▲	▲↑	▲↑	▼↓	▲	▲	▲	▼	▼↓	▼
Woodman Asset Management	Swi	■	■↓	■↓	■↓	■↓	▲	■↓	▼↓	■↓	▲	▲↑	▲
Zürcher Kantonalbank	Swi	■↓	■	▲↑	▲↑	■↓	▼	■	▼	■	▲	▲↑	▲
% predicting rise (previous month)		31 (27)	41 (49)	34 (35)	47 (37)	28 (27)	14 (19)	7 (10)	16 (20)	10 (17)	48 (55)	52 (58)	57 (51)
% predicting stability (previous month)		47 (52)	45 (35)	48 (46)	41 (46)	46 (46)	39 (43)	60 (59)	47 (34)	57 (47)	40 (35)	38 (32)	29 (31)
% predicting fall (previous month)		22 (21)	14 (16)	18 (19)	12 (17)	26 (27)	47 (38)	33 (31)	37 (46)	33 (36)	12 (10)	10 (10)	14 (18)

Market Outlook

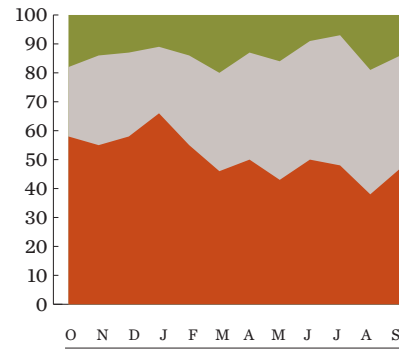
IPE Investment Manager Expectations Indicator
Summary of managers' expectations

Commentary by

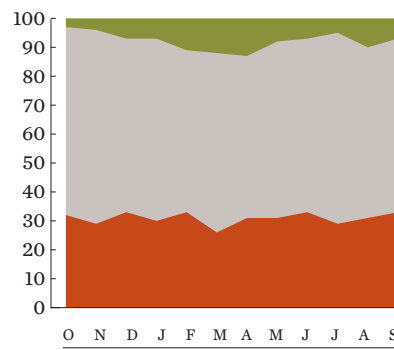
*Peter Laurelli,
Vice-president, global head of research,
eVestment*



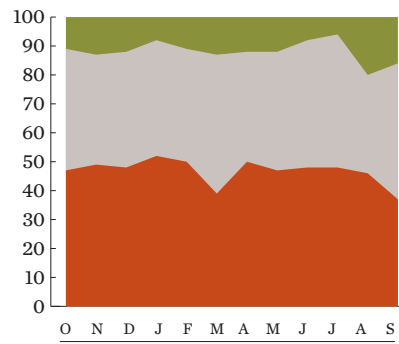
\$ Bonds



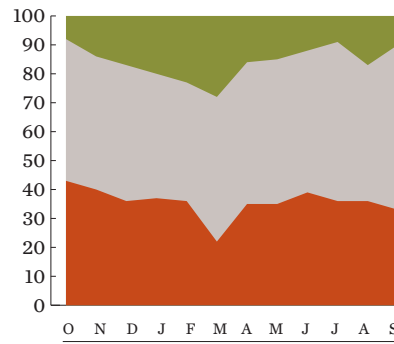
¥ Bonds



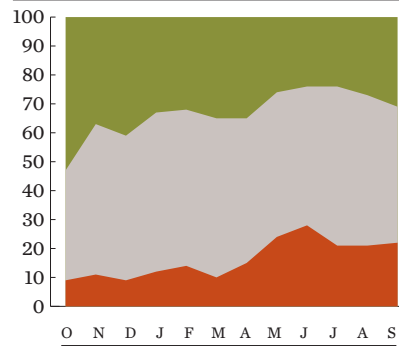
£ Bonds



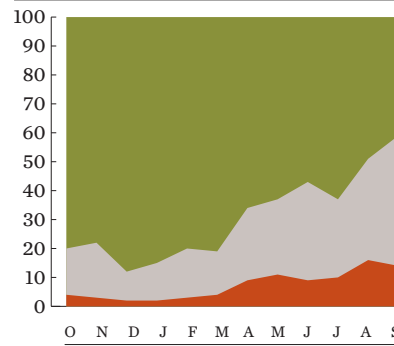
€ Bonds



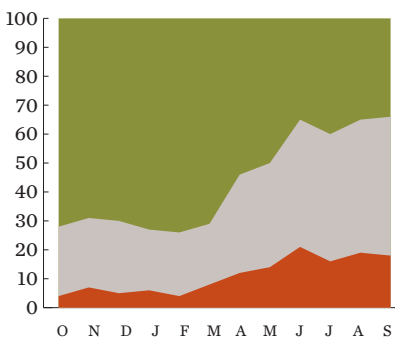
US equities



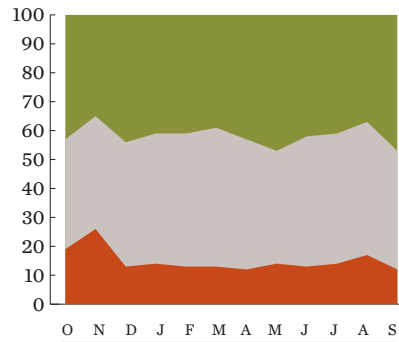
Euro-zone equities



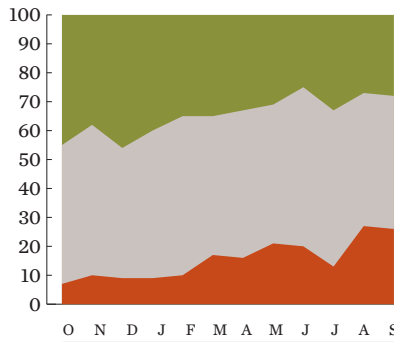
Japan equities



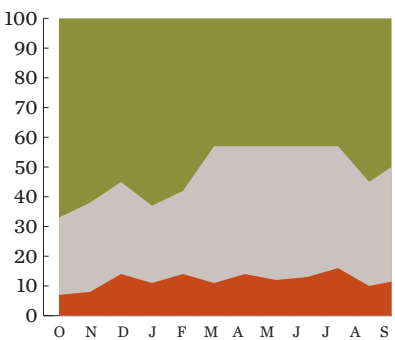
Asia equities



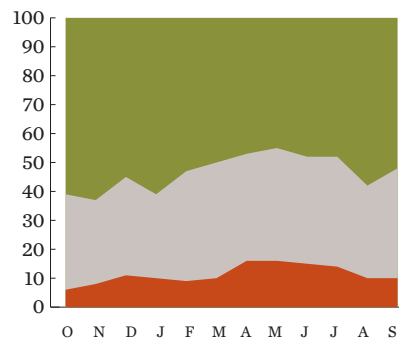
UK equities



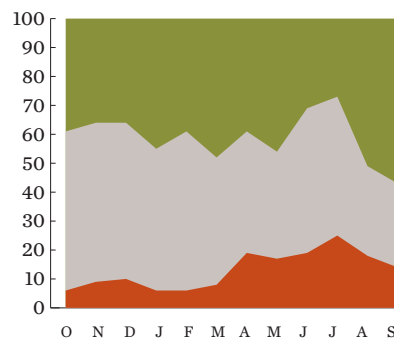
\$/€



\$/¥



\$/£



Overview

As time passes since the UK's decision to leave the EU, some of the trends of the months prior have returned. This includes: outperforming US equity markets and dwindling faith in US dollar strength against the euro and yen (albeit with some volatility) and in sterling, which continues to drift lower after its post-Brexit decline. Whether managers' expectations have recovered as quickly as these trends is the subject of this month's review.

Bonds

The increase in positive bond sentiment in the post-Brexit survey period quickly reversed in the most recent period, with fewer managers now expecting sterling bond prices to rise. And after negative sentiment on dollar bonds fell to a long-term low in the August survey period, expectations have reversed quickly in the current outlook period. Expectations for lower dollar bond prices were once again highest among any denomination, and expectations for stability the lowest.

Equities

Managers seemed less willing to reverse their expectations towards equity markets. US markets, which bucked the risk-aversion theme of the prior period, continued to see heightened positive expectations, but also declines. The outlook for Asia was the only big reversal during the month, with an increase of 10% in the number of managers expecting a rise. Expectations for UK equities remained mostly unchanged from the immediate post-Brexit survey period. The proportion expecting stability was unchanged and remains the majority. Only in Asian equities is the consensus anything but stability.

Currencies

Manager expectations for sterling weakness rose sharply in the prior survey period and the proportion expecting further declines against the dollar rose to a long-term high, while expectations for the currency's stability fell to a long-term low. While sterling would seem destined to decline, expectations for dollar strength against the euro and yen declined from the prior month's near-term highs. Though the majority still believes the dollar will rise versus the euro and yen, prior to the Brexit vote the trend had been for this conviction to lessen. While the direction was similar (the dollar weakening), expectations are not nearly back in-line with the downward pre-Brexit trend.