



Market Update – September 2022

The challenges for investors continued in September where hawkish central banks aggressively sought to tame persistently high inflation diminishing prospects for growth and leading to a turbulent month for global markets. Unwavering determination from central banks to tame inflation has seen government bond yields continue to rise and as investors weight the effects of companies' higher costs of servicing debt, the higher rates and discounting also weigh on valuations. While USD continued to significantly strengthen, GBP slid as issues in the UK arose on the back of the new government's fiscal plan which added stress to the gilt market and culminated with intervention from the Bank of England who purchased long-dated bonds.