

Fixed income cheat sheet:

Ways to invest as markets shift

The world's bonds markets provide a rich and varied toolkit for investors to help diversify risk in their portfolios and seek additional sources of potential return.



Capturing potential income

- Following the substantial fall in bond prices in 2022, yields may be looking more attractive than they have for many years, and some investors are raising their allocations to fixed income again.*
- The investment environment is likely to remain complex owing to uncertainty around the pace of inflation, direction of interest rates and a shifting economic growth outlook.



Harnessing versatility

- Versatility of fixed income could mean a range of potential opportunities to match each stage in a shifting market environment.
- Through a selective approach, fixed income could be used to help diversify risk and seek additional sources of potential returns.



Seizing potential opportunities

- To help make sense of these challenging conditions we've identified a set of investable ideas outlined on the next page.

* **European investors return to bond and equity markets** – Investment Week, 22 February 2023.

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Fixed income opportunity set



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To learn more:

Read our Reset Roadmap, a series of articles exploring ideas for resetting bond allocations



Readying for the reset



Diverging paths ahead



Regaining potential value in high-income



And our fixed income outlook

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