

UBS Investor Sentiment

Inflation equation

Globally, investors eye stocks and real assets to ease the impact



Key findings

Impending impact | Investors expect to feel the effects of inflation

Anticipating adjustments | Investors look for investment opportunities

Sustainability matters | Business owners see potential benefits

Inflation

Global investors believe inflation will accelerate over the next 12 months

46%

Faster

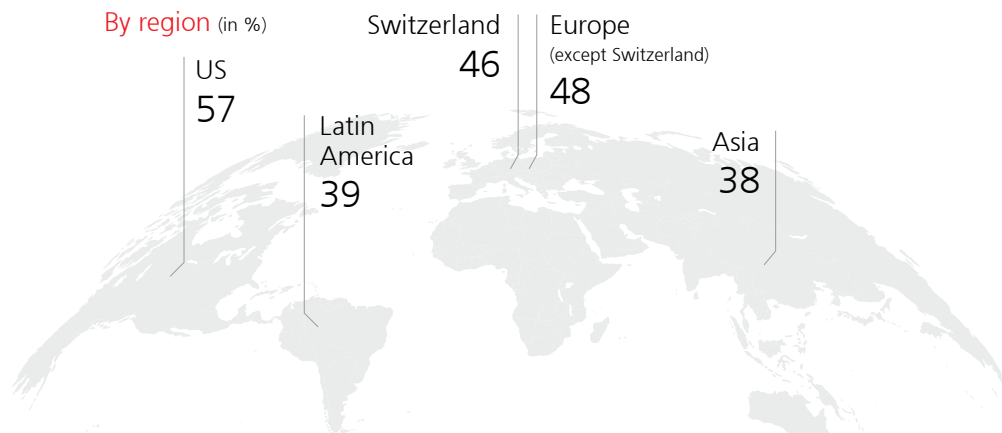
44%

At a similar pace

10%

Slower

By region (in %)

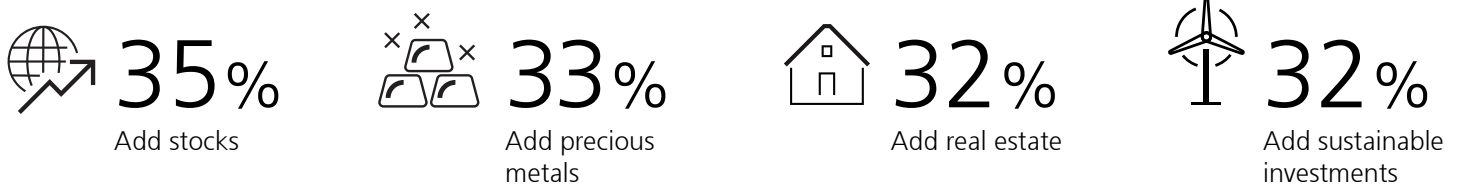


Portfolio strategy

Globally, most believe increased inflation could impact their portfolio



How investors will adjust their portfolio for increased inflation



Overall, many plan to buy stocks in the next 6 months ...

43%
Increase stocks

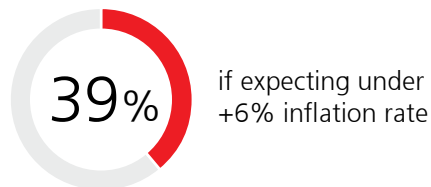
47%
Stay at same level

10%
Decrease stocks

... driven by inflation concerns



vs.



Is now a good time to buy a home?

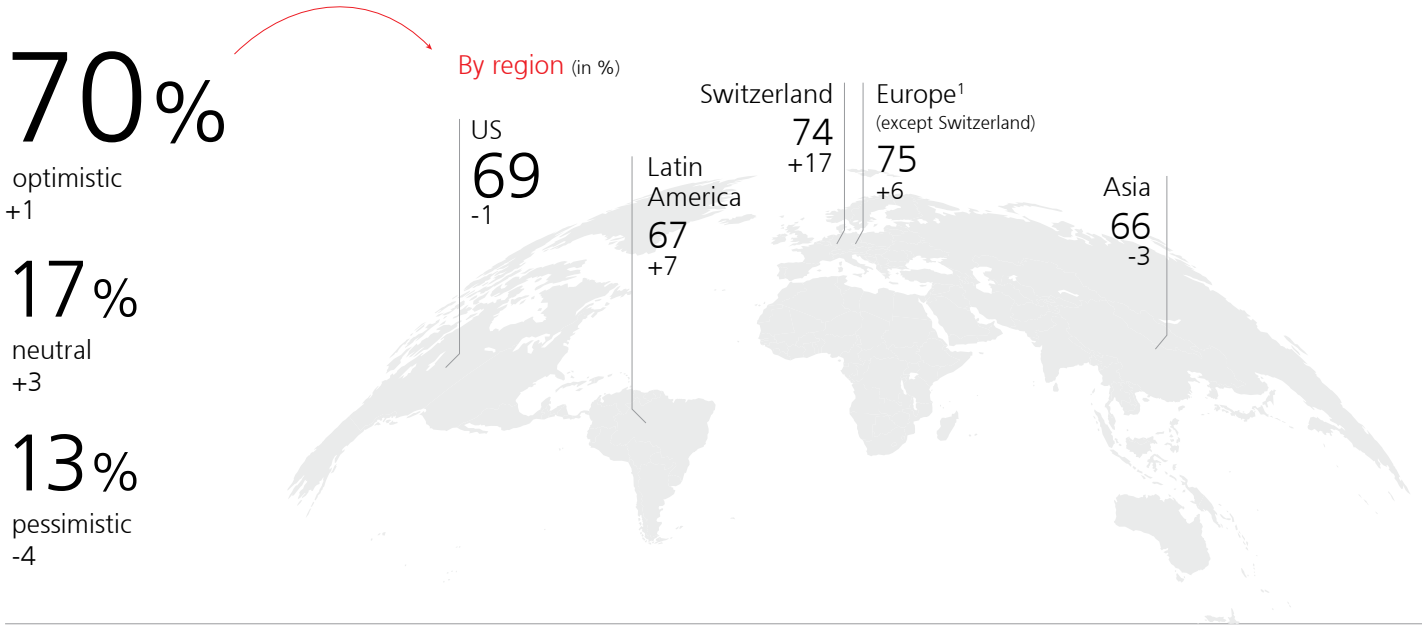
51%
Very good

26%
Somewhat good

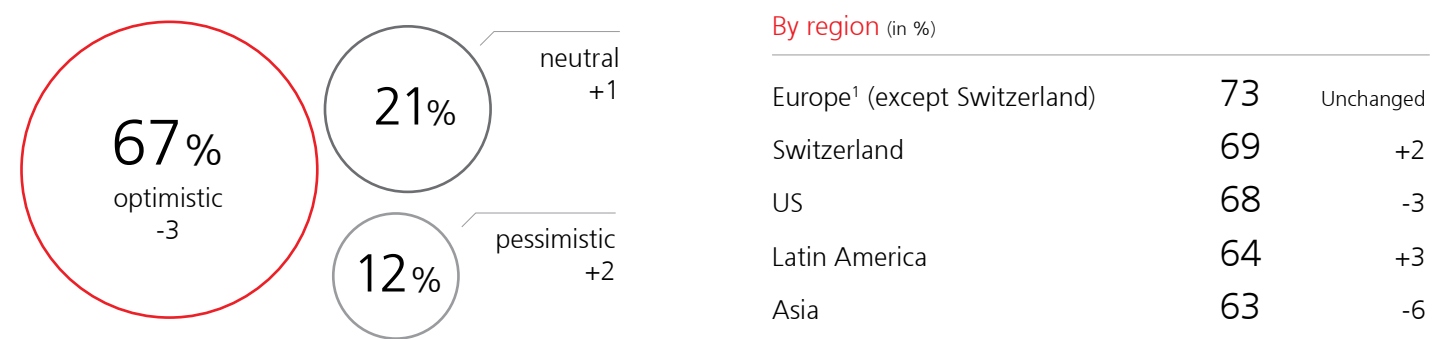
23%
Not good

Outlook tracker

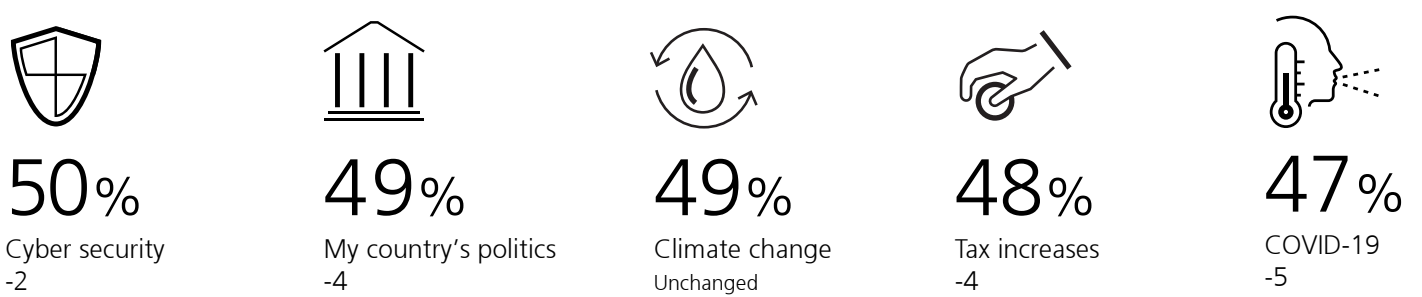
Global optimism remains high on own region's economy for next 12 months*



Investors also confident in stock market for next 6 months*



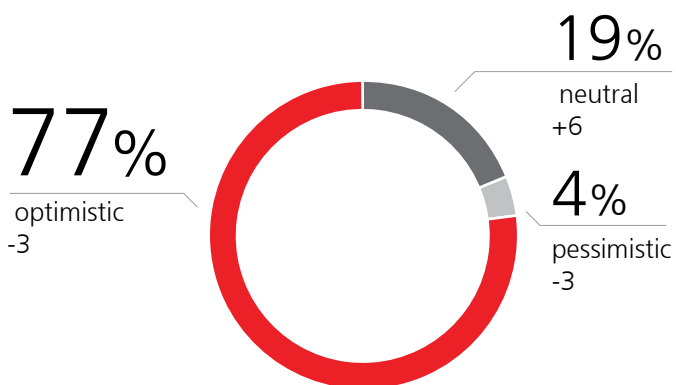
Top concerns*



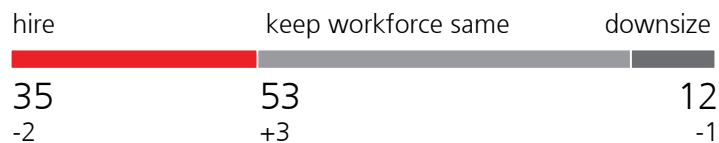
* Changes since 1Q21
¹ Russia added in 2Q

Business owners

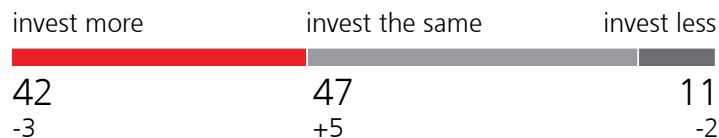
Confidence in own business for next 12 months remains strong*



Hiring and business investment plans too* (in %)



Net hiring¹ | +23 (-1)

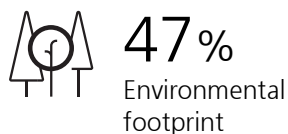


Net investing² | +31 (-1)

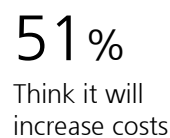
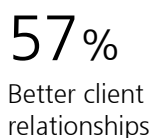
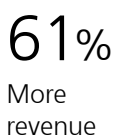
¹ Hire minus downsize

² Invest more minus invest less

What sustainability issues are most relevant to business owners



How sustainability practices could benefit businesses over next 3 years



Are you prepared for the impact of inflation? Talk to your UBS Advisor.

*Changes since 1Q21

About the survey: UBS surveyed 2,999 investors and 1,201 business owners with at least \$1M in investable assets (for investors) or at least \$1M in annual revenue and at least one employee other than themselves (for business owners), from June 23 – July 12, 2021. The global sample was split across 15 markets: Argentina, Brazil, Mainland China, France, Germany, Hong Kong, Italy, Japan, Mexico, Russia, Singapore, Switzerland, the UAE, the UK and the US. For the 1Q21 results, UBS surveyed 4,000 investors and business owners globally, from March 30 – April 18, 2021. The global sample was split across 14 markets: Argentina, Brazil, Mainland China, France, Germany, Hong Kong, Italy, Japan, Mexico, Singapore, Switzerland, the UAE, the UK and the US.

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