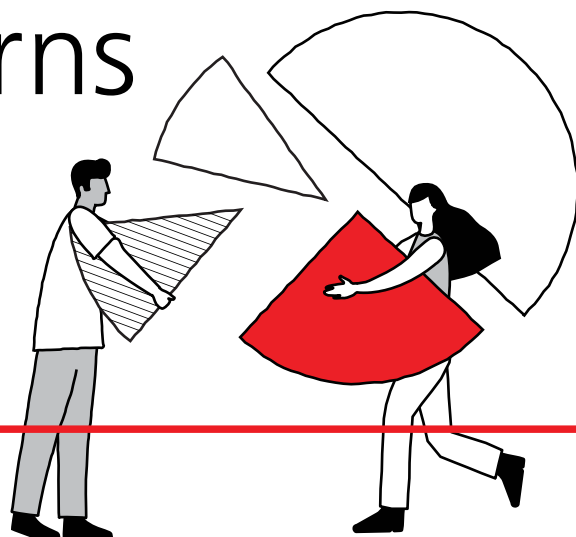


UBS Investor Sentiment

Inflation concerns intensify

Sentiment improves, but inflation leads top concerns



Key findings

Optimism | COVID vaccine improves overall sentiment

Inflation worries | Investors are ready to make changes to their portfolios

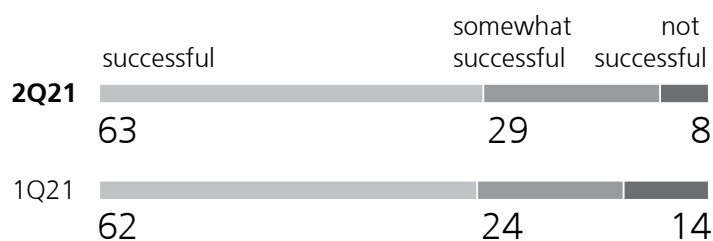
Investment priorities | Business owners plan ahead for a post-COVID world

Economy

Global economic outlook slightly up amongst Mexican investors ... (in %)

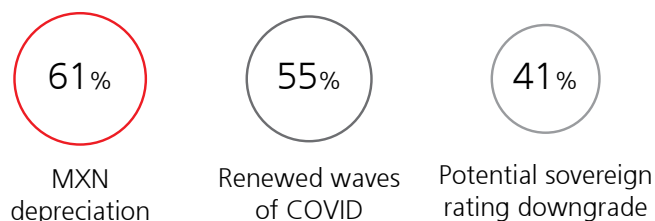


... as well as the current vaccine rollout (in %)



Top sources of optimism ...

... and concern



Market outlook

Mexican investors optimistic on their investment returns over the next 6 months ... (in %)

Own portfolios



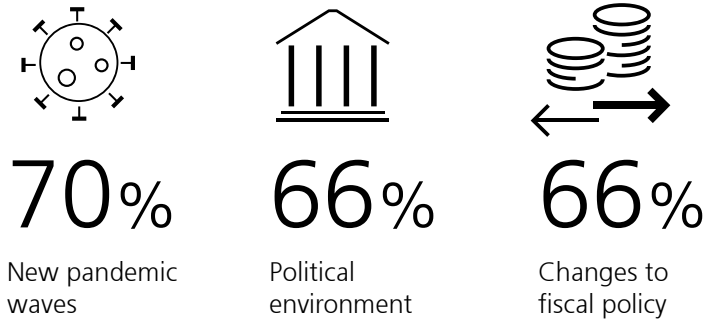
Global market indices



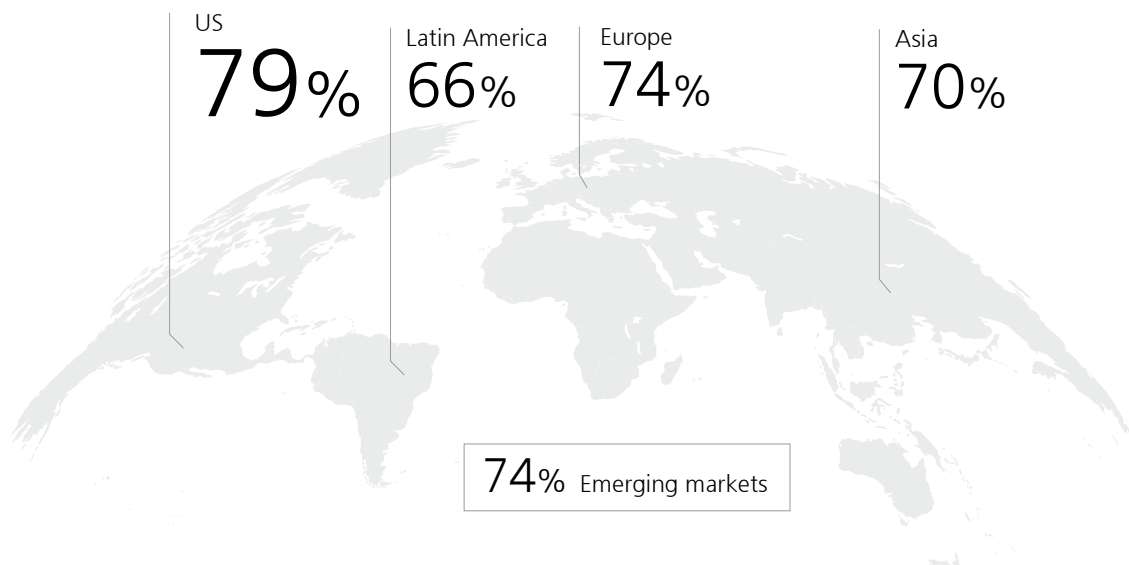
... and plan to further increase their equity allocation ...



... but remain concerned about potential threats to their financial goals

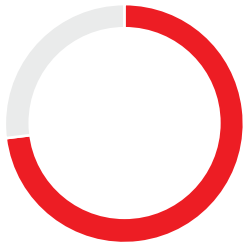


US remains most attractive region for offshore investments



Investments

Although inflation has already impacted Mexican investors, they expect it to continue growing within the next 12 months



73%

expect inflation to continue to grow at a similar rate or faster



64%

of Mexican investors believe that inflation will reach 4% or more over the next 12 months

Top strategies for coping with inflation:

45% Add hedges

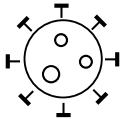
43% Add stocks

42% Add sustainable investments

75% of Mexican investors foresee interest rates growing over the next 2 years

Opportunities

Mexican investors are ...



Interested in new investment strategies post-COVID

76% Protect against inflation

74% Go sustainable

72% Hunt for yield



Considering new long-term theme investments for their portfolios

76% Fintech

76% Clean air and carbon reduction

74% Enabling technologies



Interested in receiving more advice from their CAs on

81% How to increase SI allocation

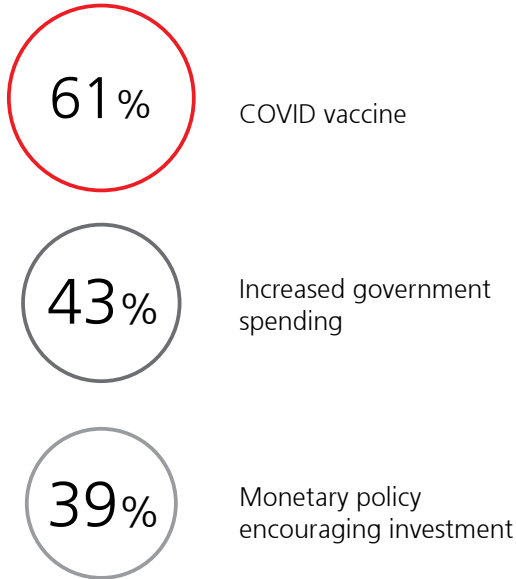
80% Reviewing my financial plan

79% How to diversify into private markets

Business owners

Confidence in own businesses very linked to COVID vaccine

Sources of optimism

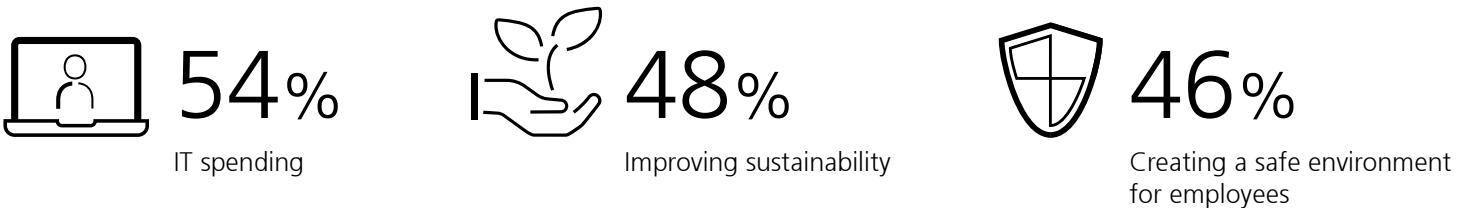


Whereas employees choosing not to be vaccinated leads the top concerns

Sources of concern



Mexican business owners have clear investment priorities



Is your portfolio ready to turn the corner? **Talk to your UBS Advisor.**

About the survey

UBS surveyed 150 investors and 50 business owners in Mexico 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 8, 2021. For the 1Q21 results, UBS surveyed 150 investors and 50 business owners in Mexico, from March 30 – April 18, 2021.

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