HSBC Asset Management

Power up your portfolio

Seize the opportunities through multi-asset and active fixed income solutions

For International Active Investors Only. Investment carries risk. For further information, please contact Capital and Marketing Communications. The value of investments and the income from them can go down as well as up and may be affected by changes in exchange rates.

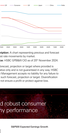
What's happening in markets?

Usually, in a high-interest rate environment, investors are rewarded for taking extra risk.

Now, falling interest rates mean it is more difficult to find attractive returns in cash and low-risk assets.

1 Markets have already priced in the bulk of rate cuts

What it means for investors

Central banks in developed markets continue to cut rates, and markets have already priced in the bulk of these rate cuts.

Yields on short-term government bonds have fallen by around 1.5 percentage points (pp) since the start of 2024, as investors have rushed to lock in income by turning to elevated yields.