

2019 Year Ahead Outlook

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Where are we in this market cycle? And where are we headed in 2019?

In 2018, the S&P 500 bull market became the longest of all time. And in 2019, by the middle of the year, the U.S. economic expansion will have become the longest of all time. So we certainly think we're late in the cycle. I think markets have already begun to adjust to that and that's why the returns in 2018 and, I think, in early 2019 are going to remain fairly low and fairly volatile. But we think by the middle of next year, we should have seen the worst positioning... profits. Policy at that stage, we think, will become much more supportive for markets and then people can look forward to a new upswing in risk asset prices.

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