

Presentation to Probus Club

Tim Rocks

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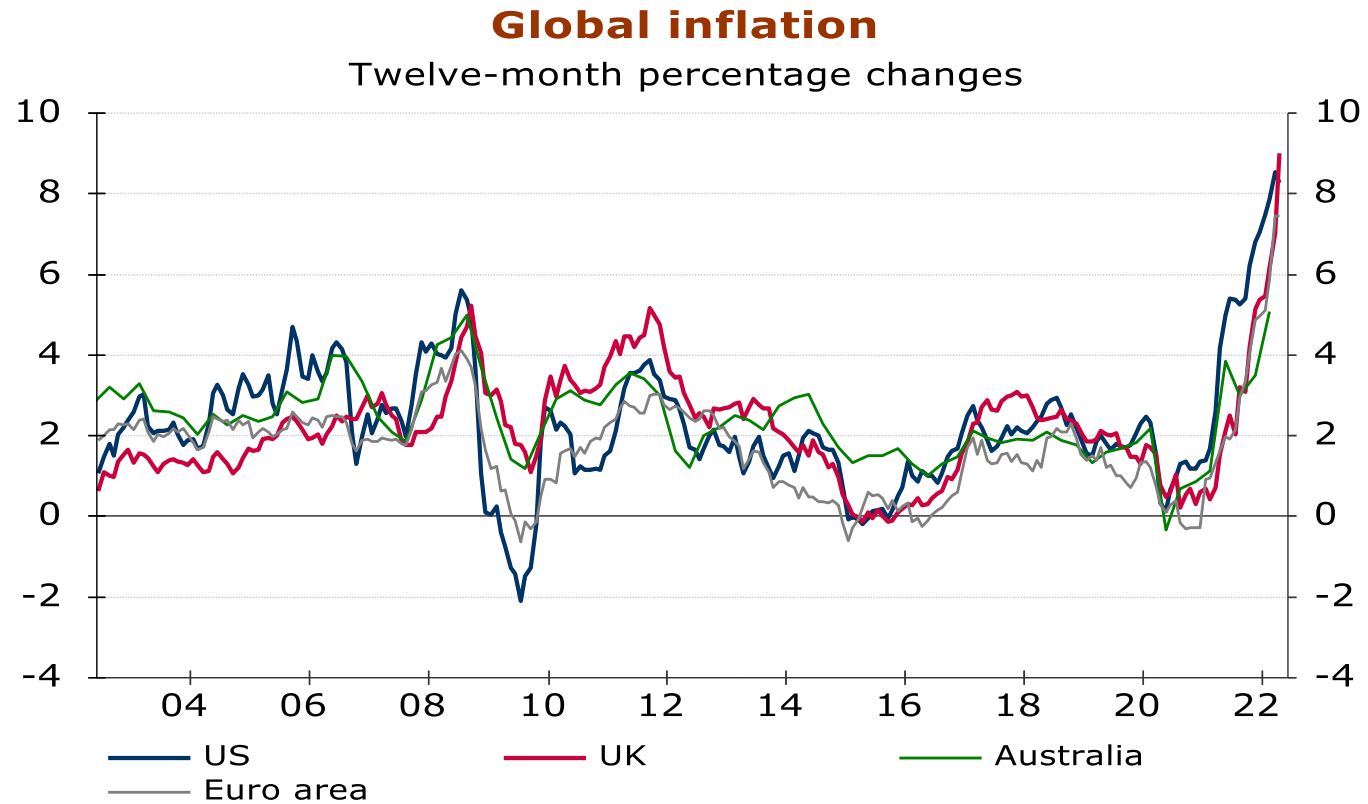
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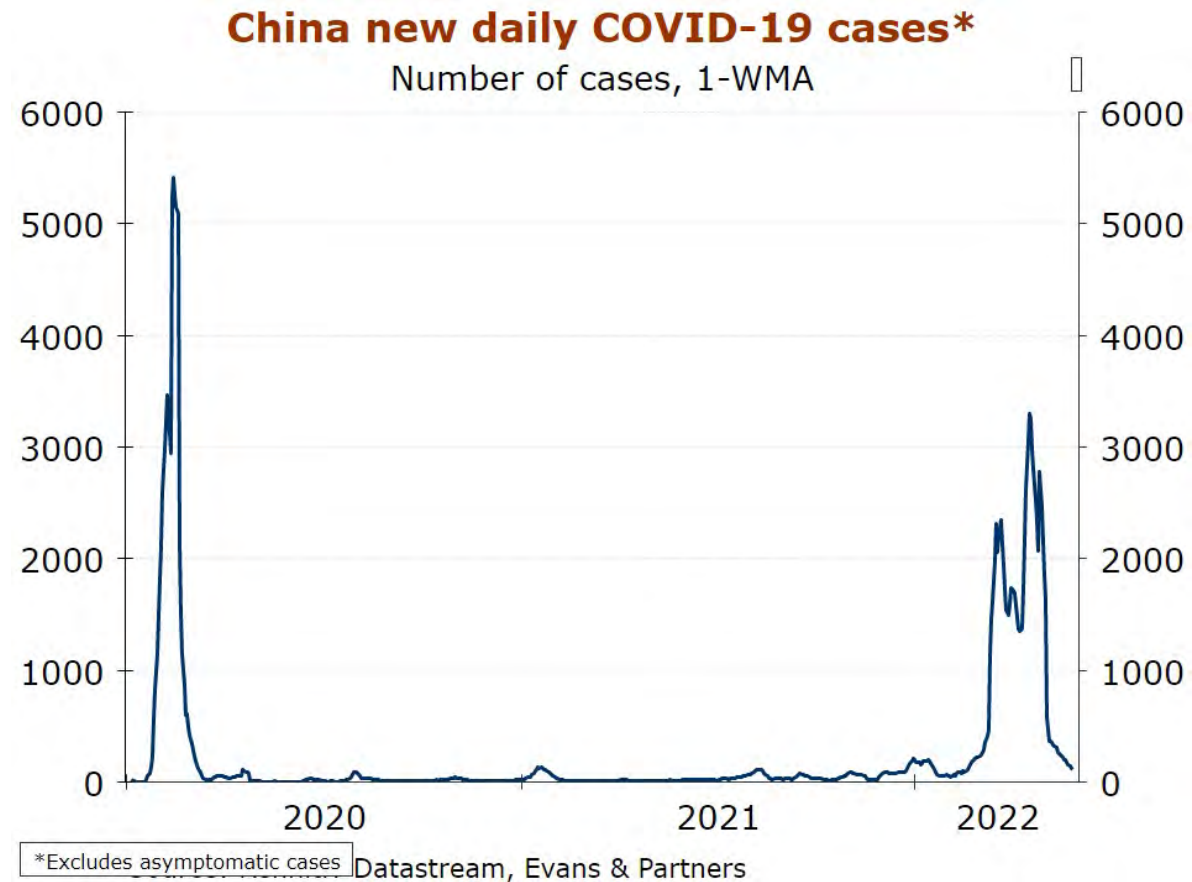
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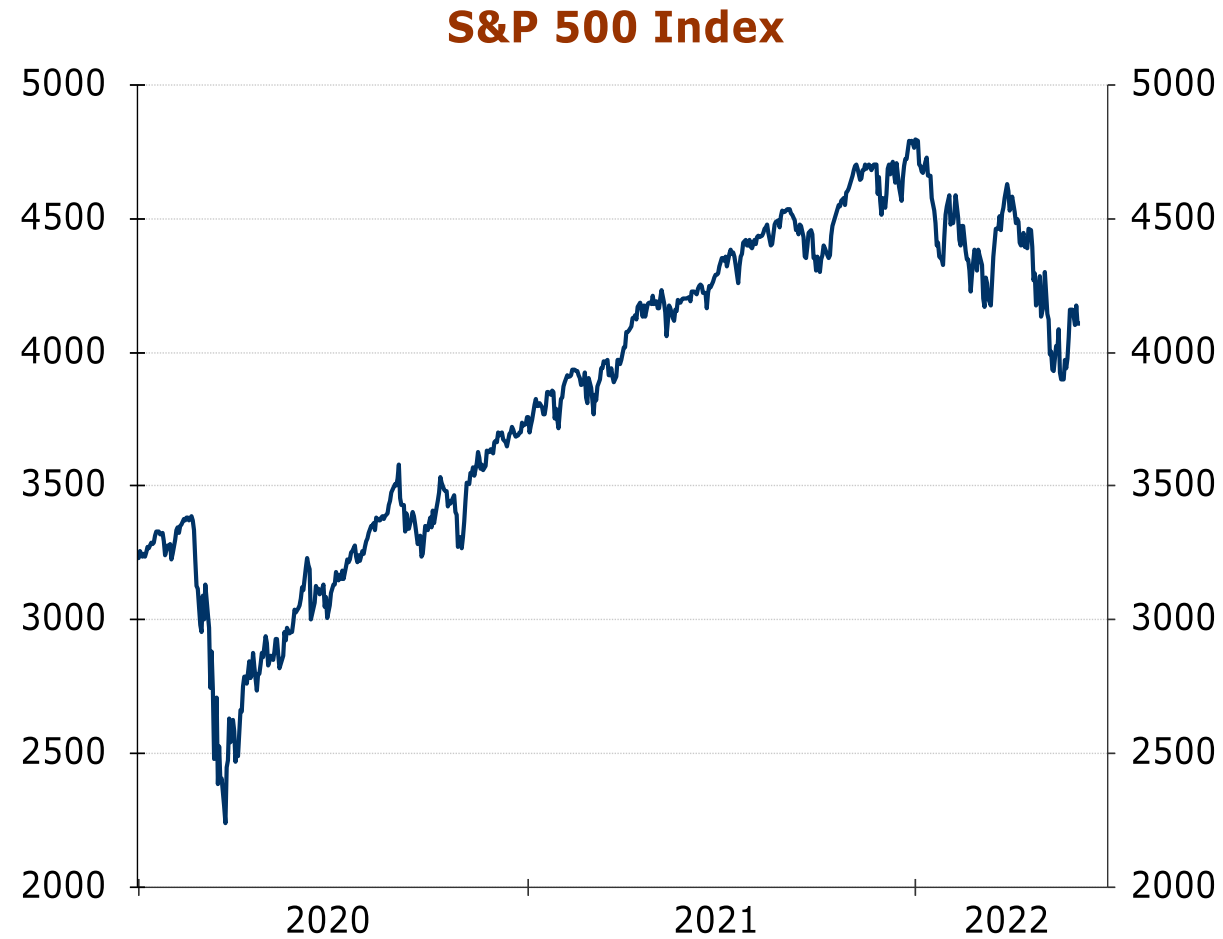


Source: Refinitiv Datastream, Evans & Partners

China lockdowns?



Market panic

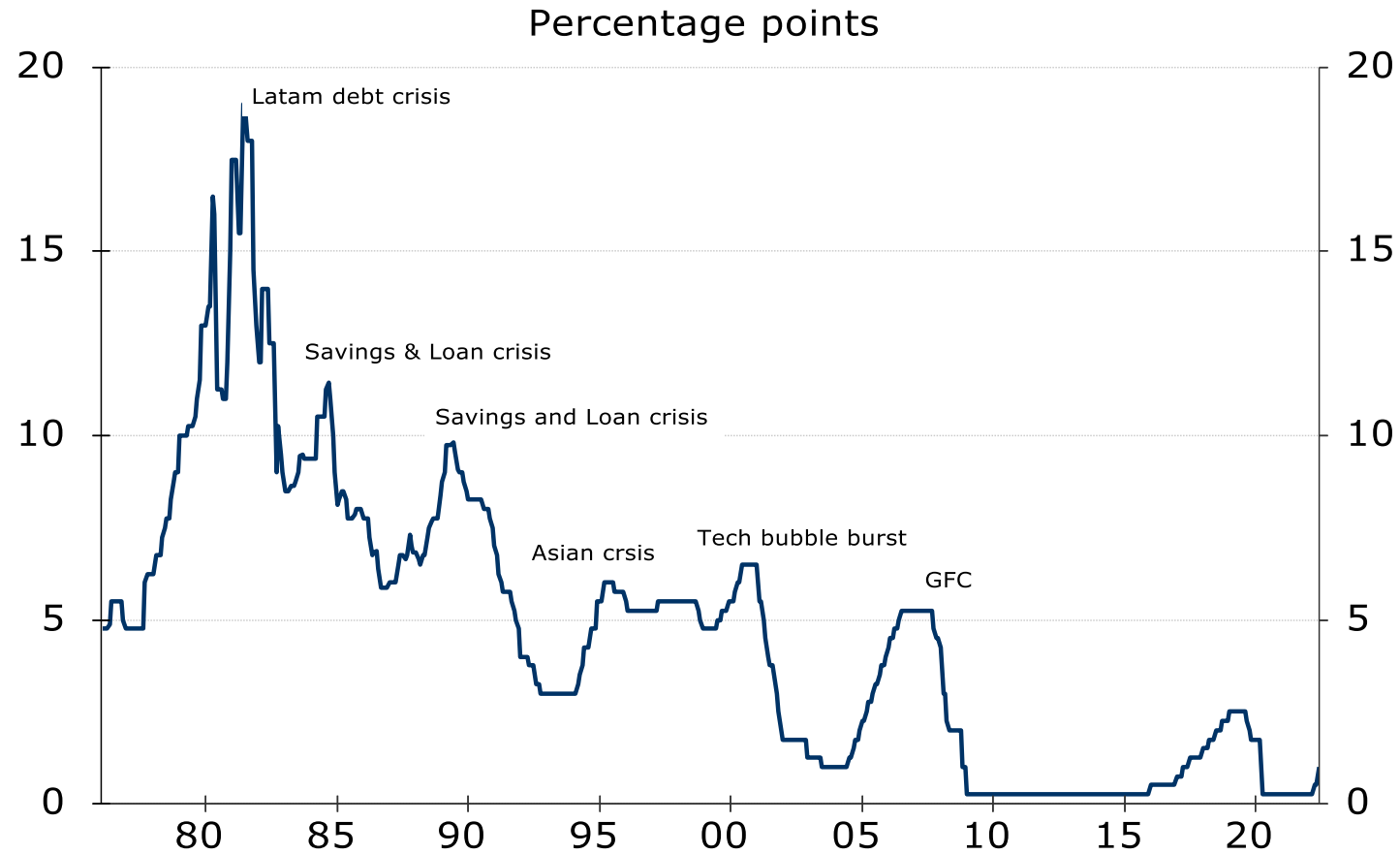


Source: Refinitiv Datastream, Evans & Partners

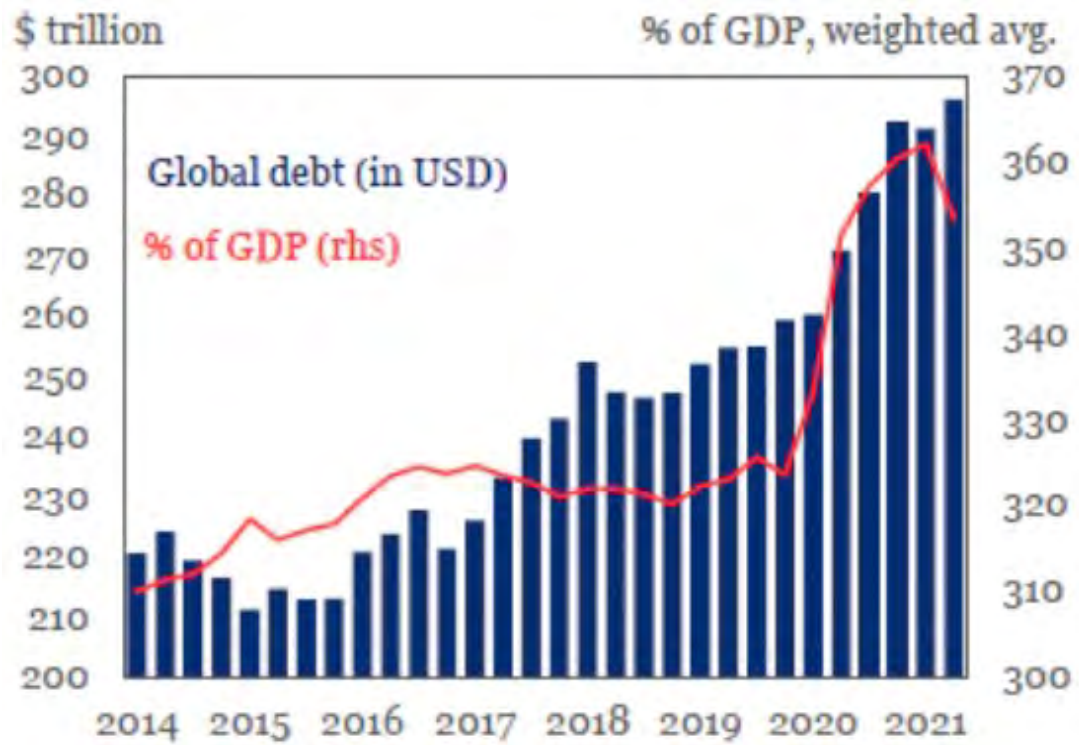
Corrections and bear markets

Previous US corrections and bear markets					
Peak	Trough	Business Days from Peak to Trough	Total fall %	Forward PE at start	Business Days to return to previous
Jul-98	Aug-98	31	-19.3	22.2	60
Jul-99	Oct-99	65	-12.1	24.5	22
Sep-00	Oct-02	547	-48	23.2	
Jan-03	Mar-03	40	-14	16.6	40
Oct-07	Mar-09	421	-56.7	14.7	
Apr-10	Jul-10	51	-16	14.2	88
Apr-11	Oct-11	111	-19.4	13.3	103
May-15	Aug-15	68	-12.5	17.2	229
Nov-15	Feb-16	72	-13.3	16.7	82
Jan-18	Feb-18	9	-10.2	18.6	141
Sep-18	Dec-18	67	-19.8	17	90
Feb-20	Mar-20	23	-33.9	18.5	87
Jan-22	?	108 so far	-18.7 so far	21.7	
Median for corrections		58	-15	17.1	88

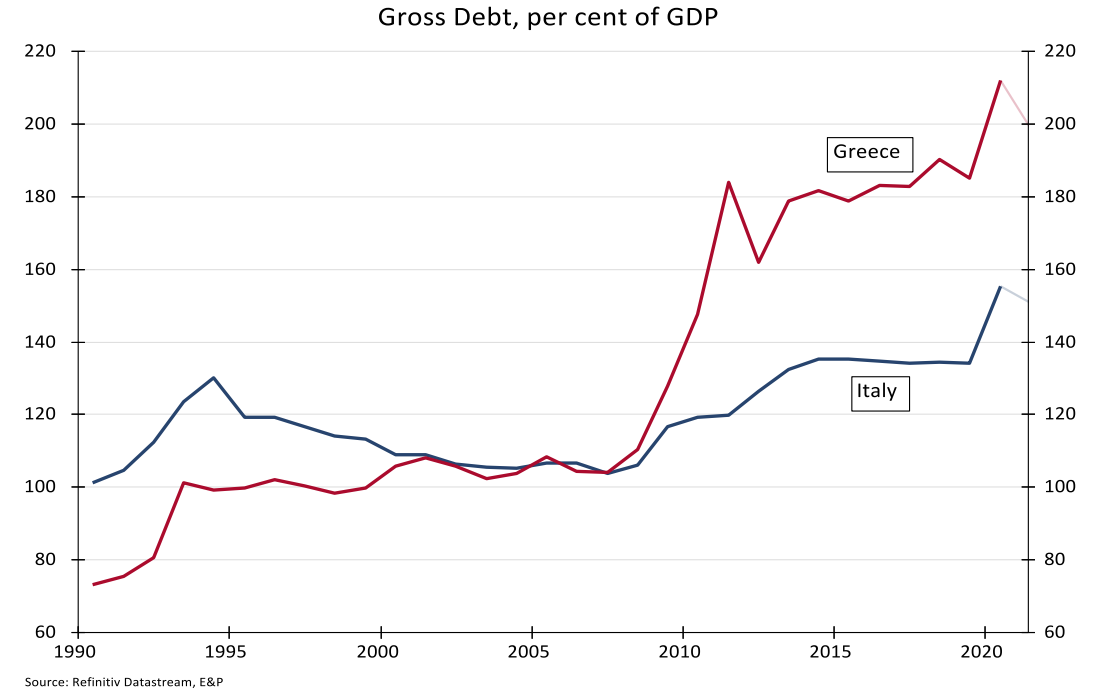
Fed hikes and Financial Crises



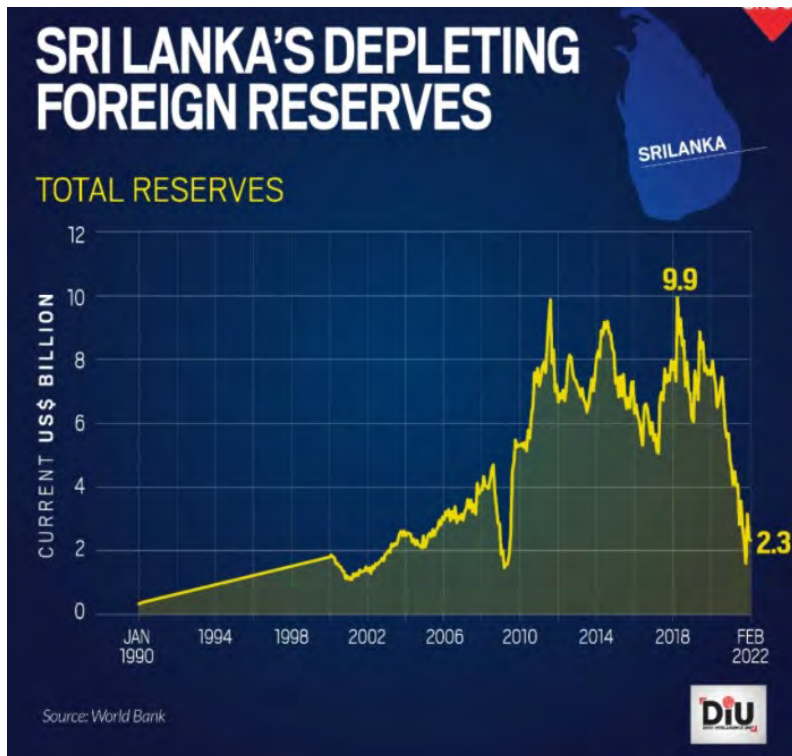
Too much debt



Europe government debt

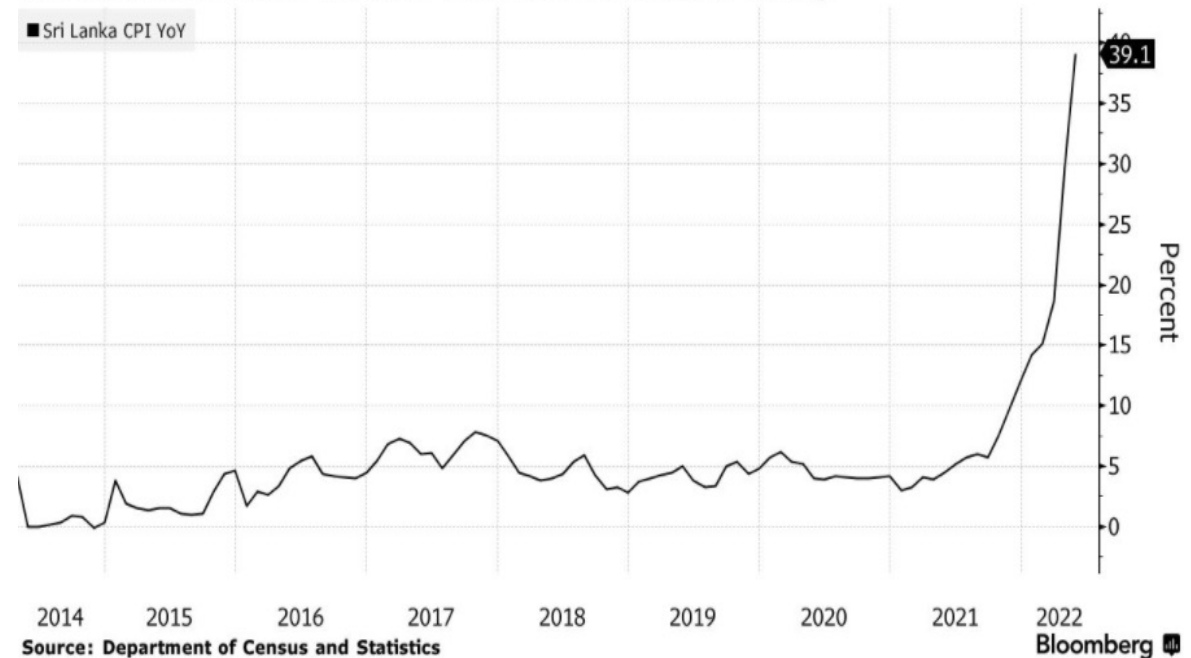


Crises starting

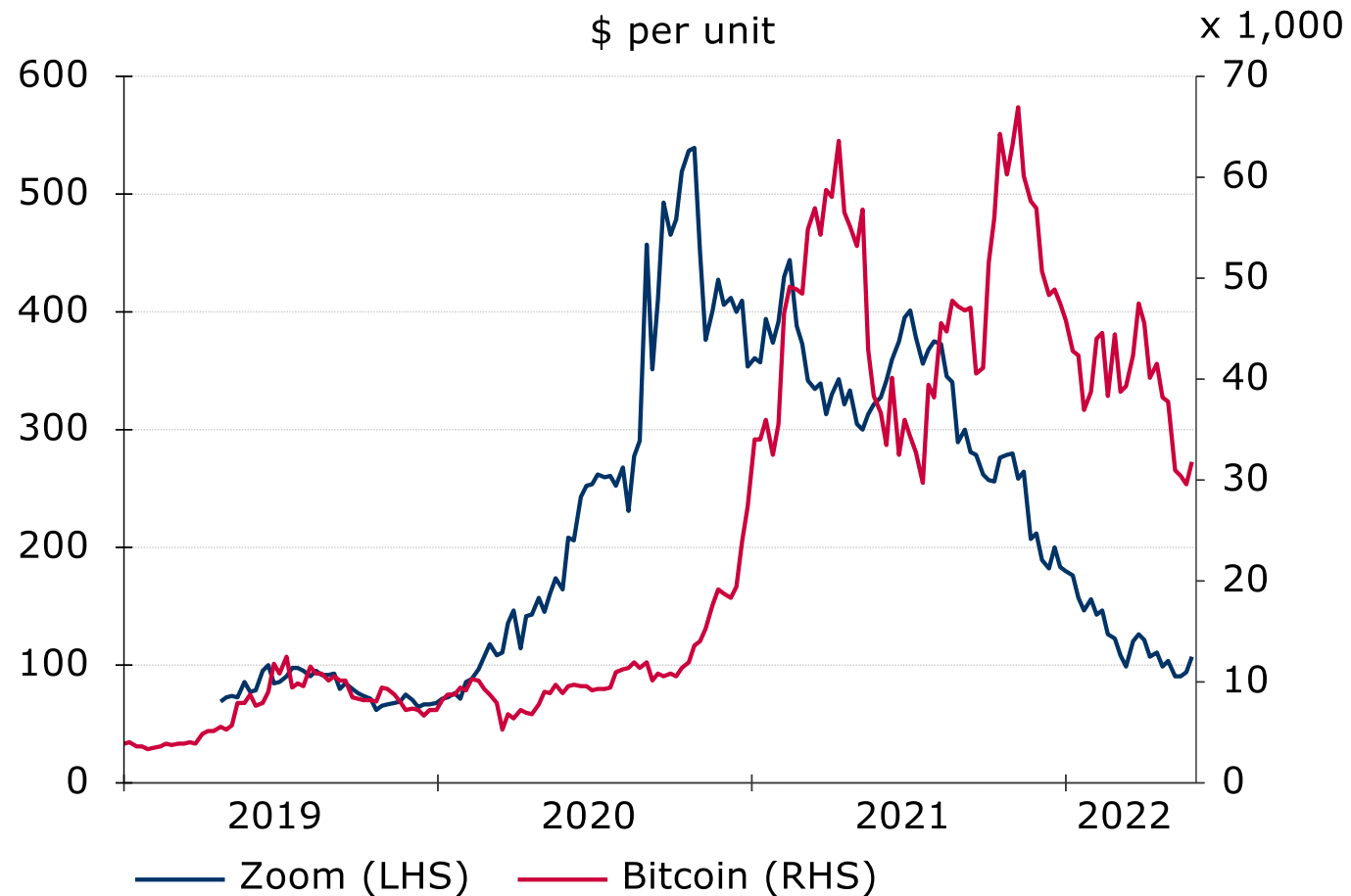


Soaring Prices

Sri Lanka's consumer inflation rises to a new record in May



Liquidity and bubbles

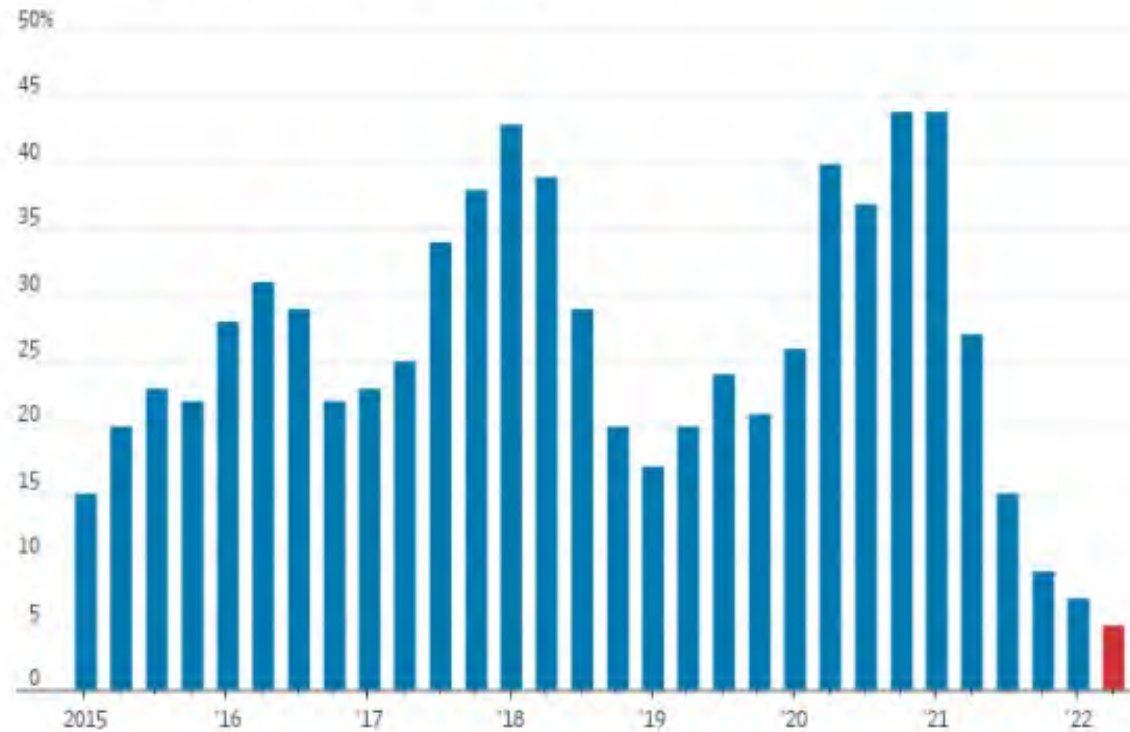


Source: Refinitiv Datastream, Evans & Partners

Bubble unwind

River Runs Dry

Amazon's quarterly revenue, change from a year earlier



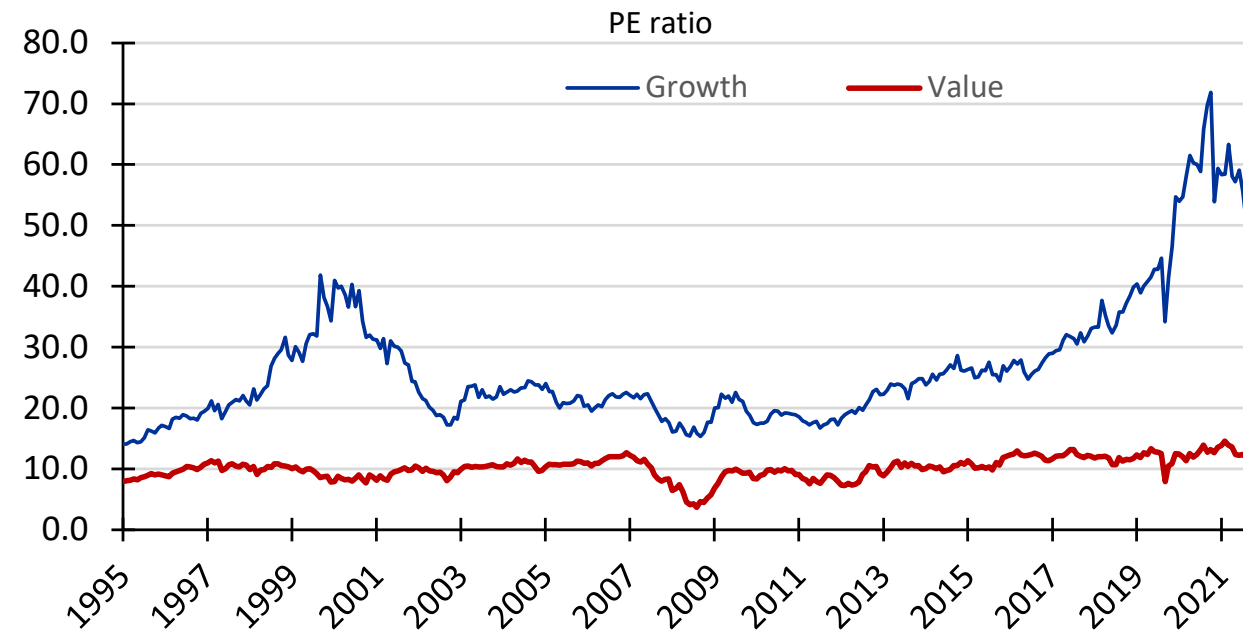
Note: Q2 of 2022 is midpoint of company projection

Source: the company



Bubble unwind

Australian Growth and Value Stock Valuations*



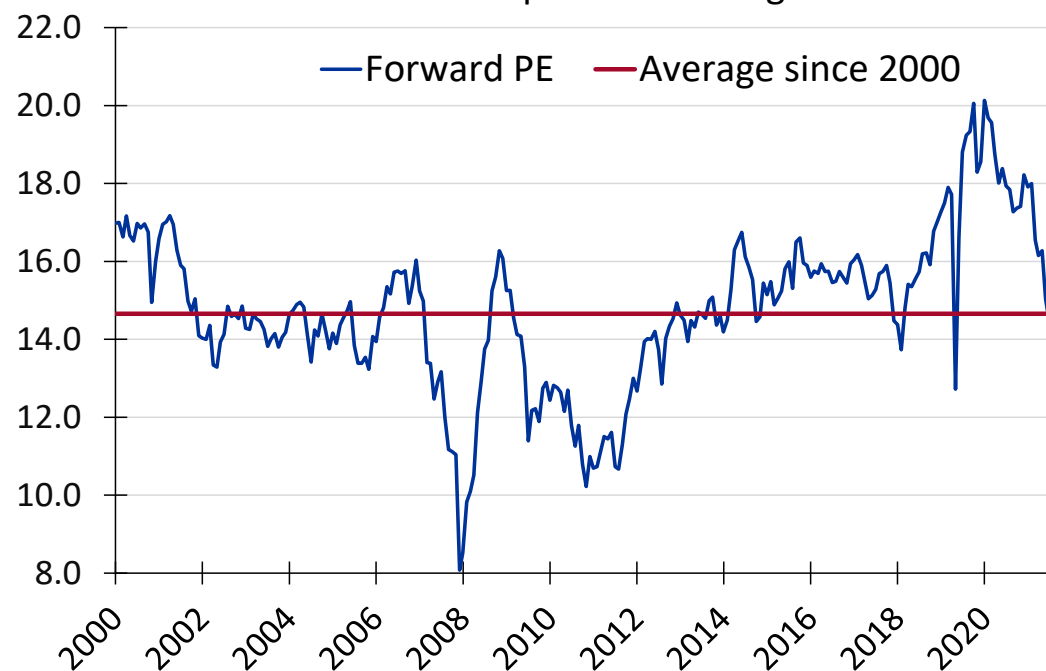
*PE of the 90th and 10th percentile stock in the ASX 200 Industrials when ranked by PE

Source: Refinitiv, Evans & Partners

Australian equities stand out

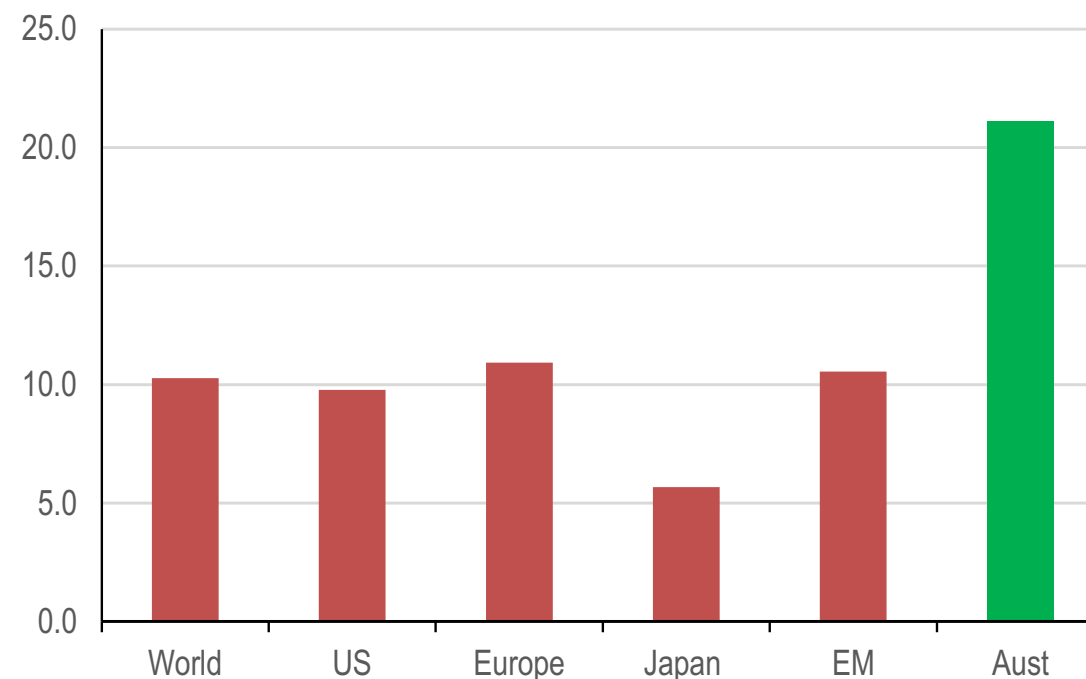
ASX 200 Valuations

12 month forward price to earnings ratio



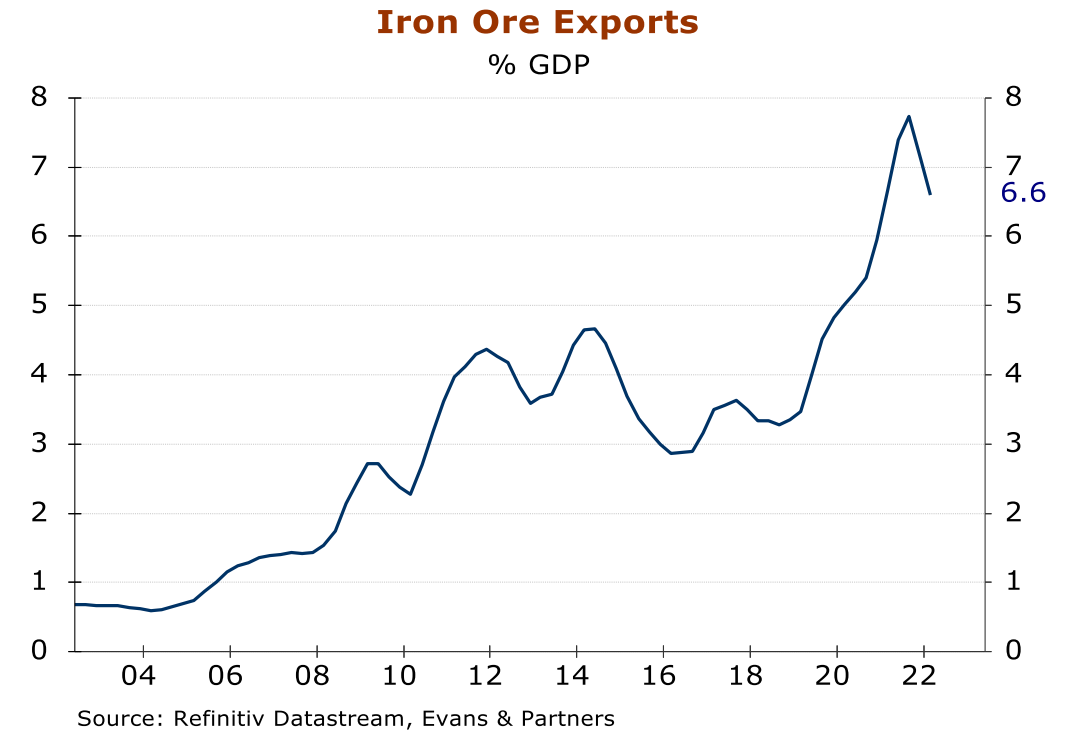
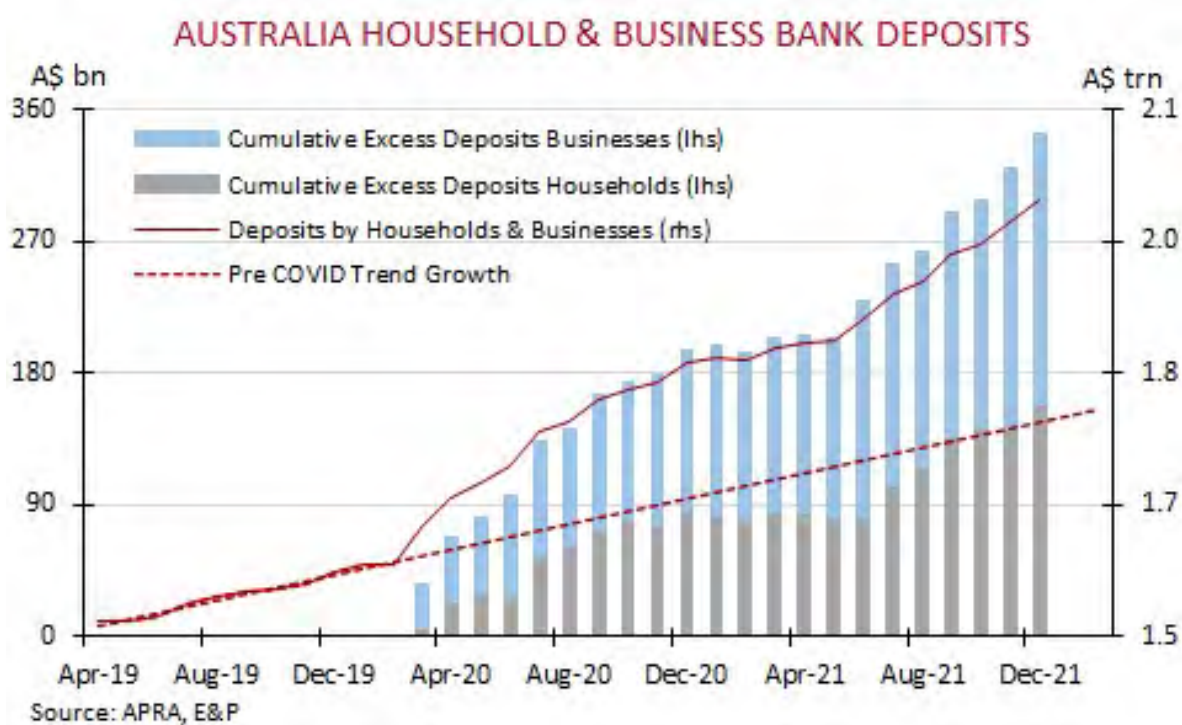
Source: Refinitiv, Evans & Partners

2022 Earnings growth by region (%)



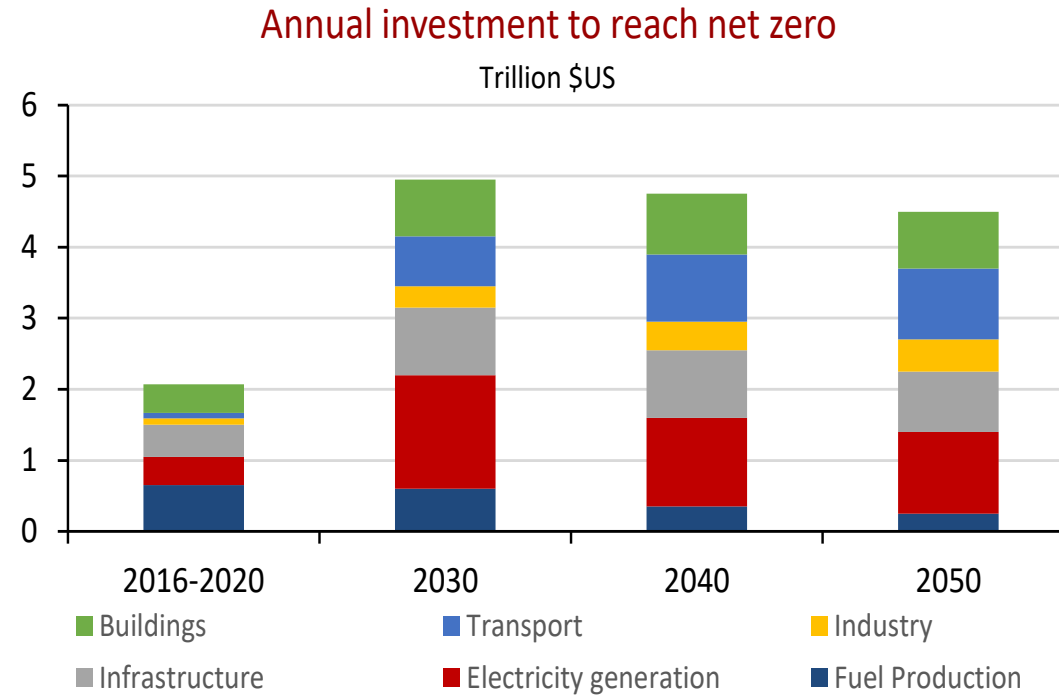
Source: Datastream, Evans & Partners

Aussie port in a storm

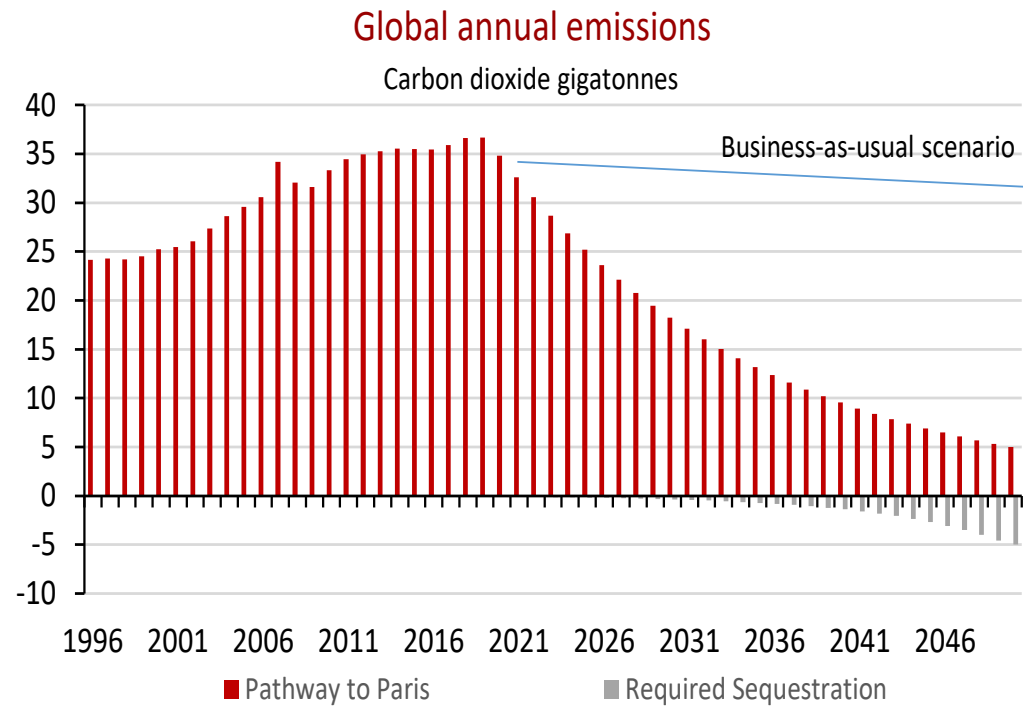


But: building boom?

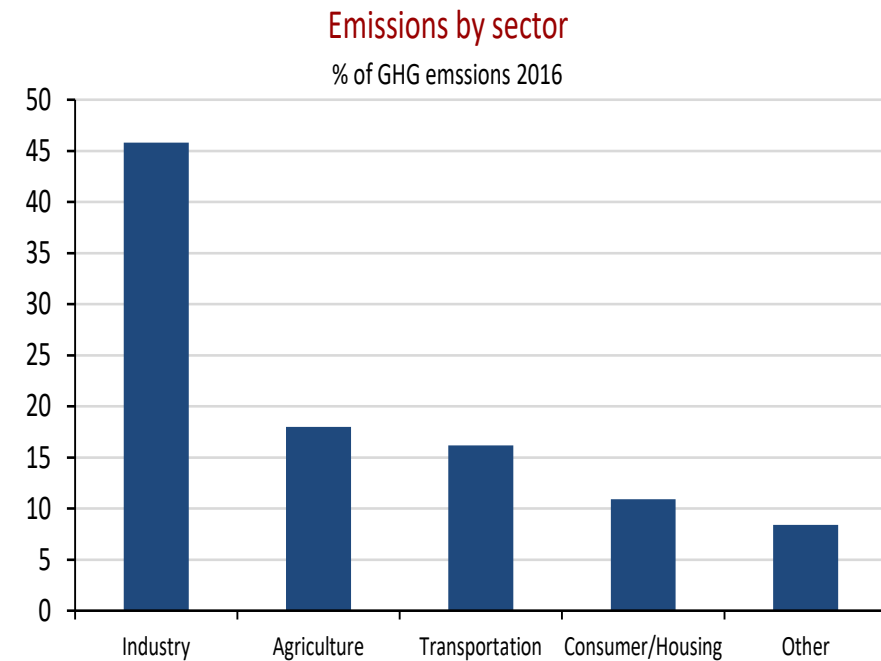
- Conditions are ripe for the strongest investment spending in a generation



Source: IEA, Evans & Partners



Source: Statista, Evans & Partners



Source: IEA, Evans & Partners

Mobile phone

**In 1985, AT&T forecast for cell-phone adoption by the year 2000:
900,000 subscribers**



Source: Tony Seba

Mobile phone

In 1985, AT&T forecast for cell-phone adoption by the year 2000:

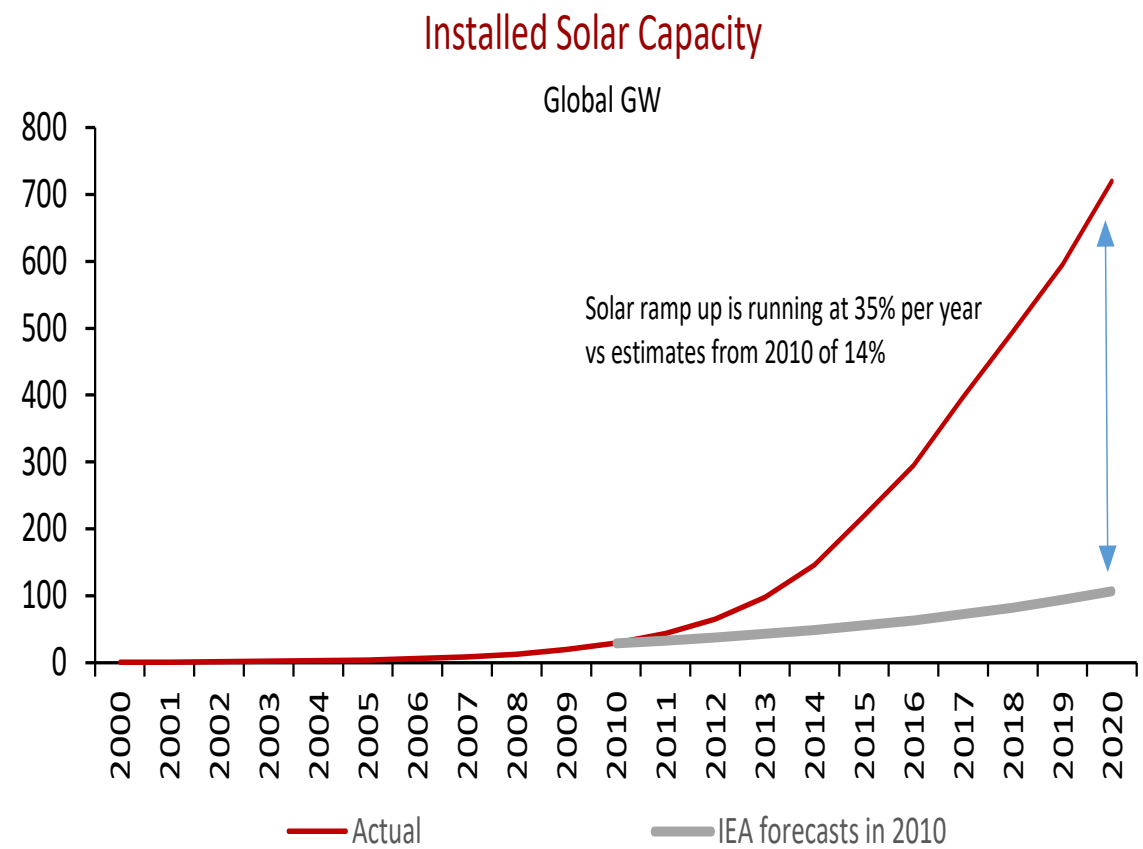
- 900,000 subscribers

The actual number was 109 million



Source: Tony Seba

Technology play a big role

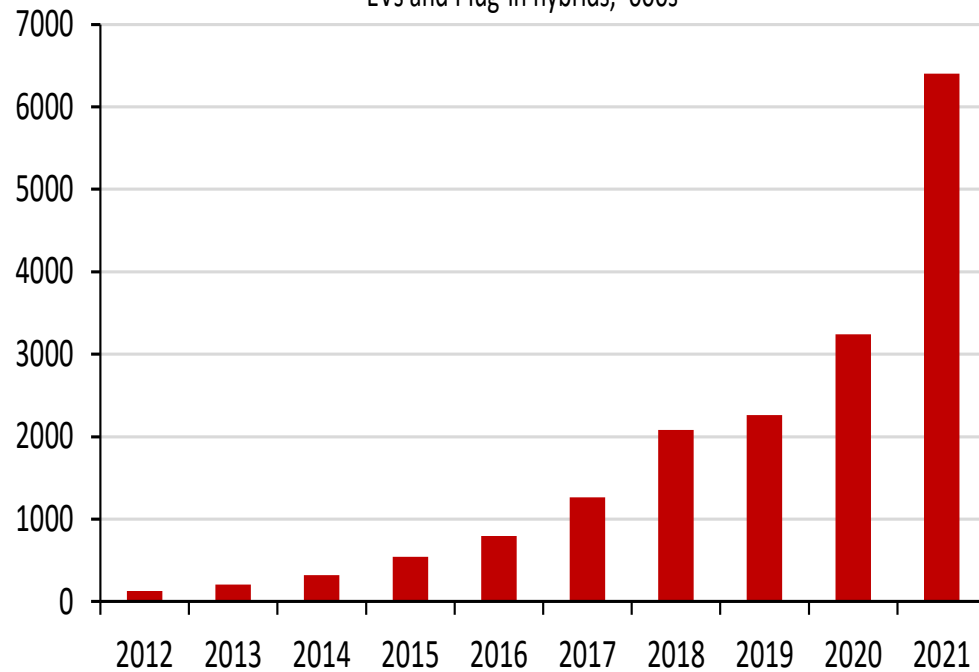


Source: Refinitiv, Evans & Partners

Electric vehicles

Global plug-in vehicles

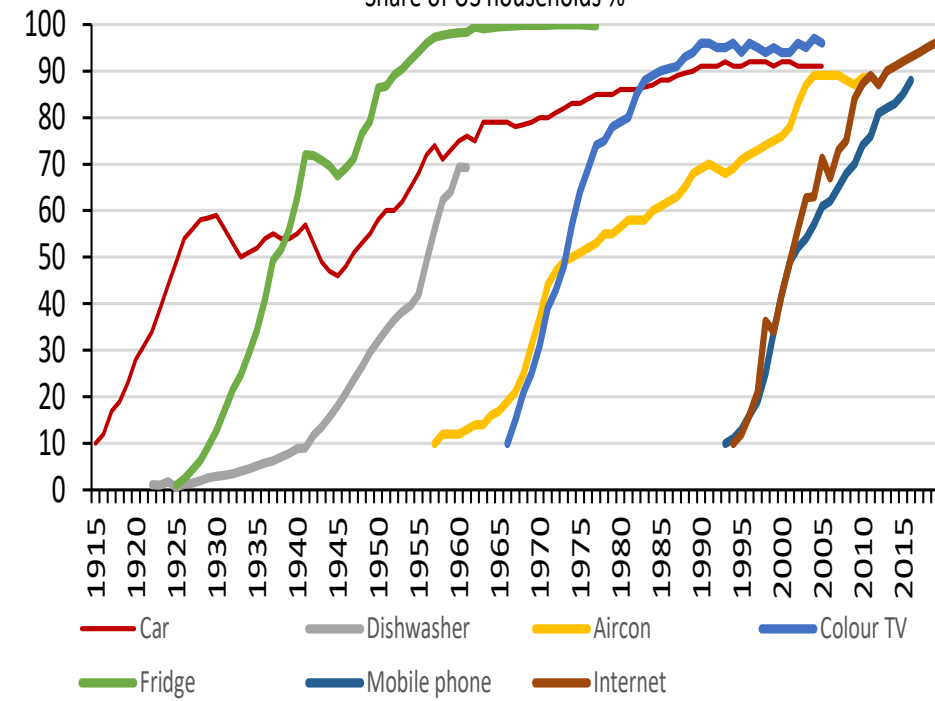
EVs and Plug-in hybrids, '000s



Source: IEA, Evans & Partners

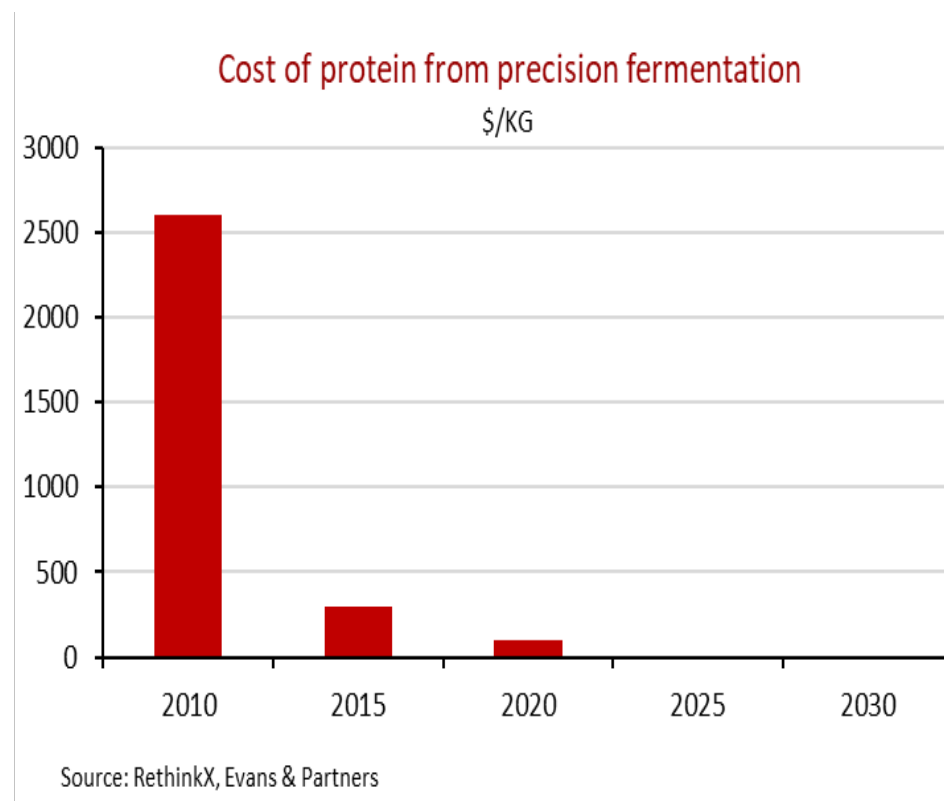
Technology adoption in the US

Share of US households %

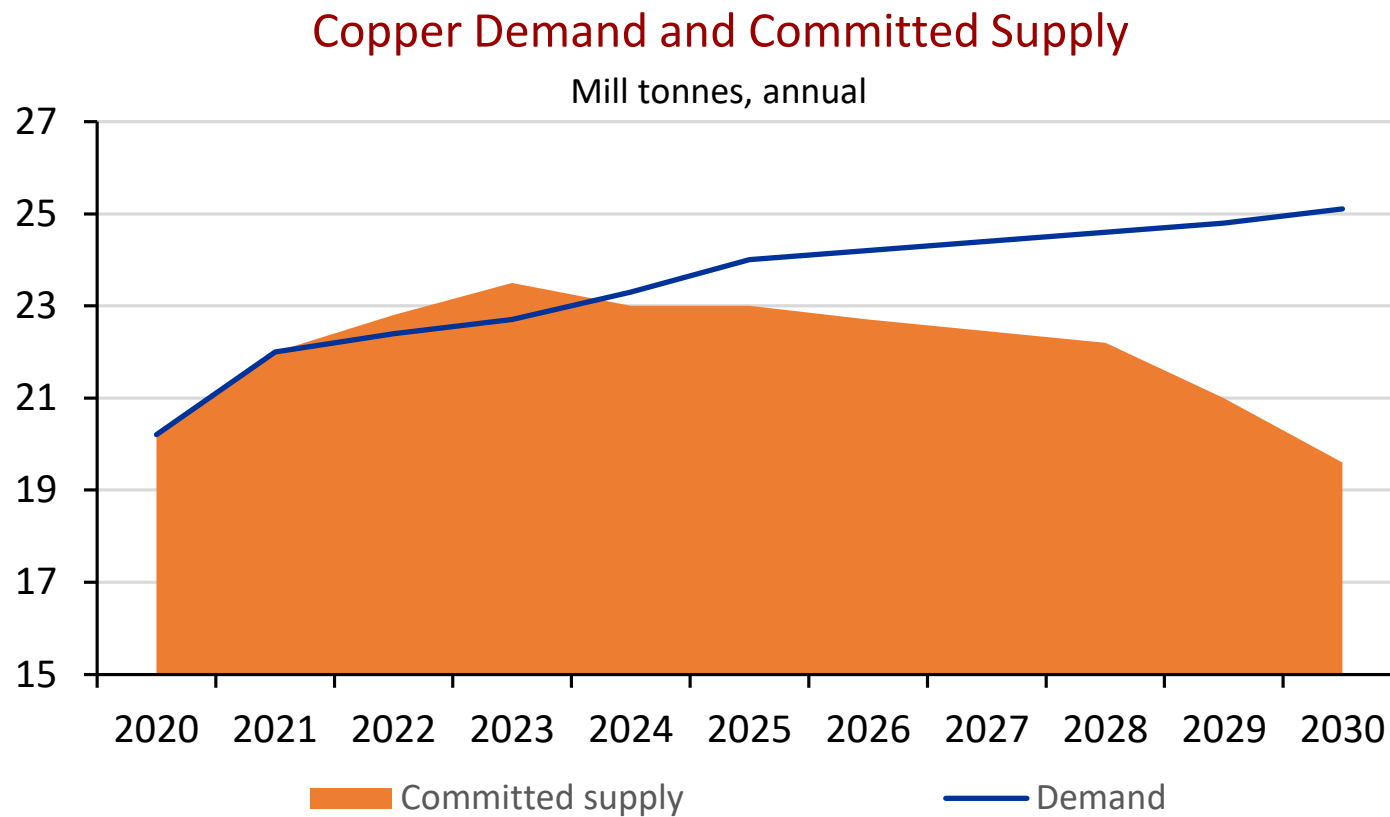


Source: Refinitiv, Evans & Partners

Food tech: the disruption of the cow

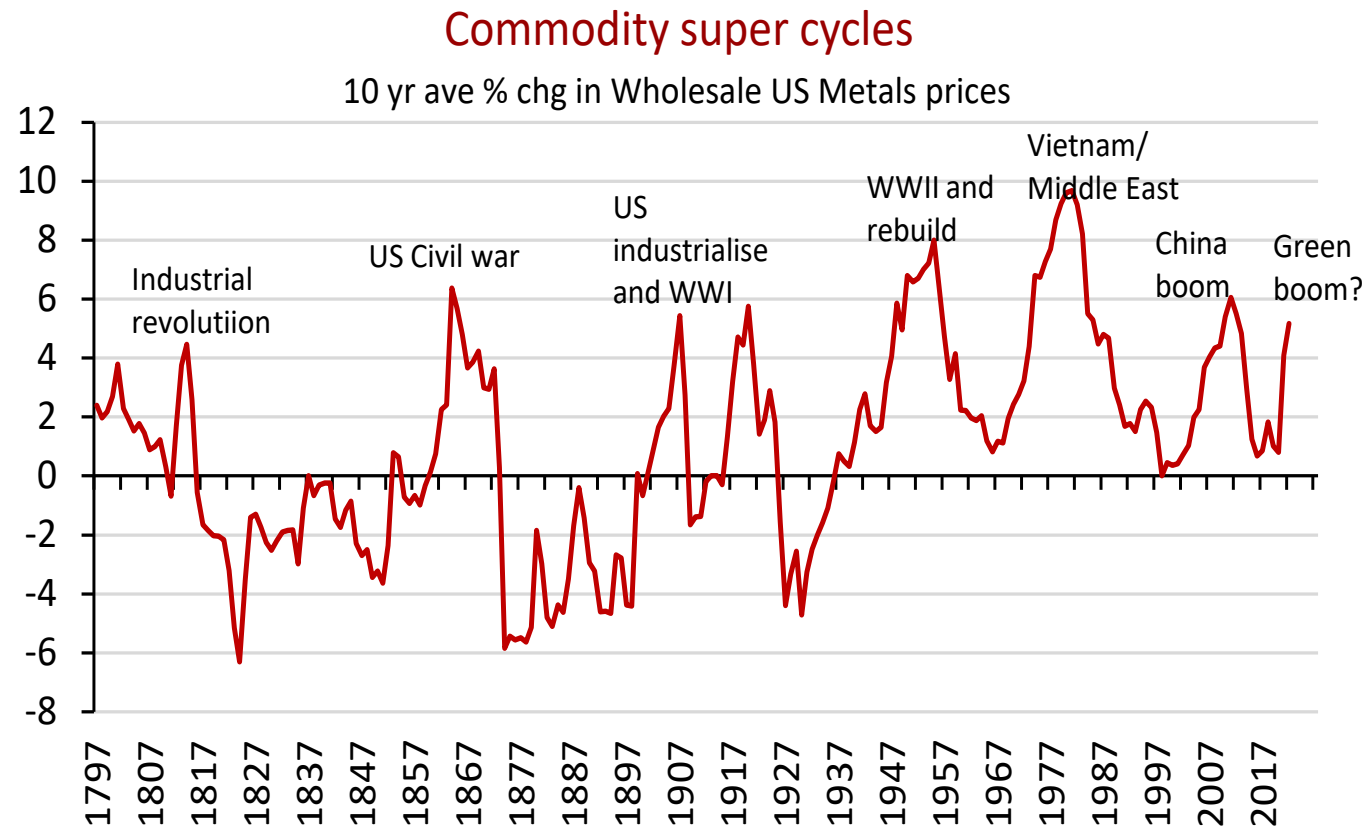


Copper and the supercycle



Source: Refinitiv, Evans & Partners

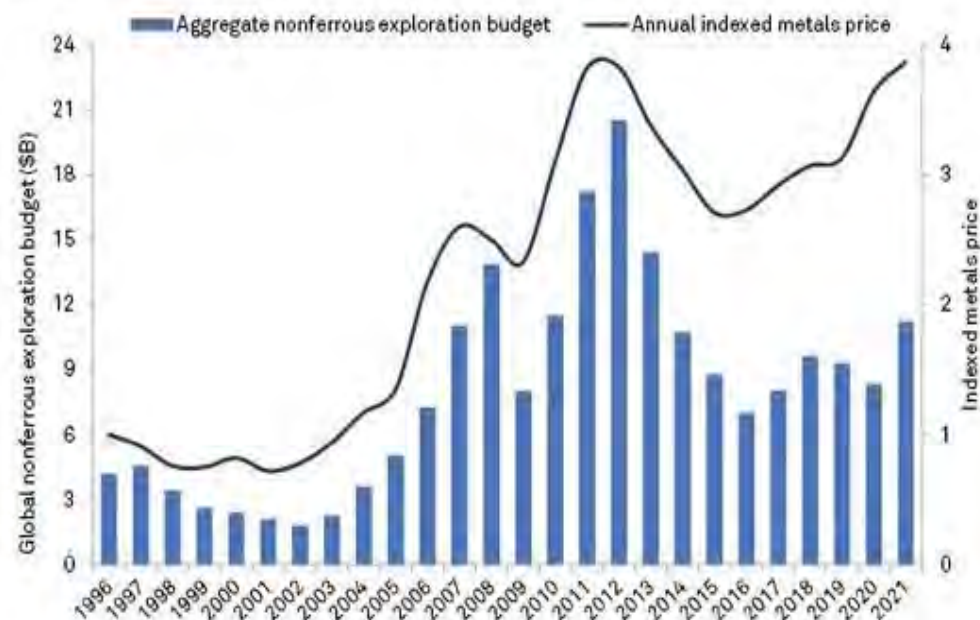
Another supercycle?



Source: Refinitiv, Evans & Partners

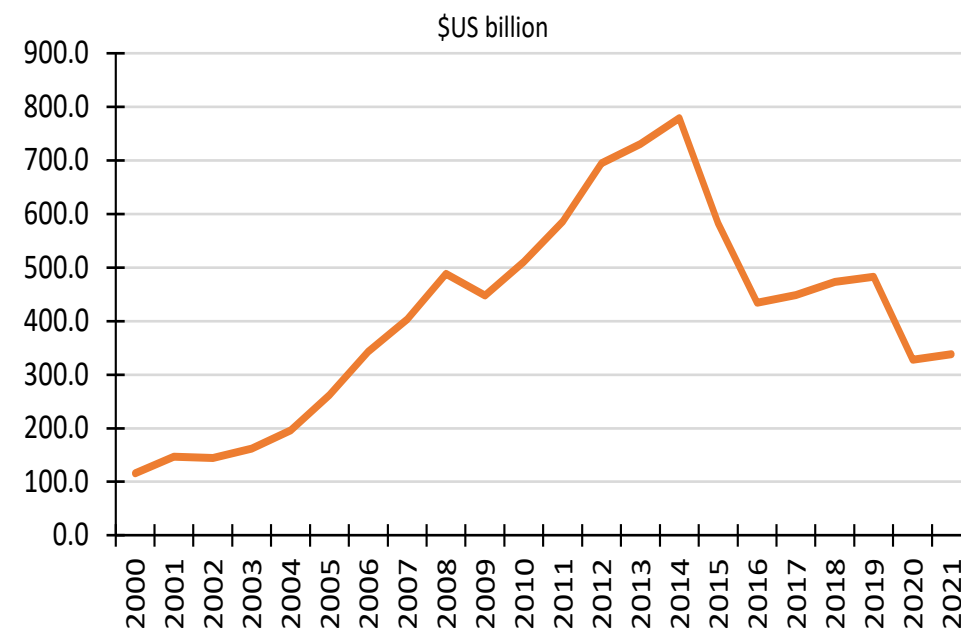
No investment in commodities

Annual nonferrous exploration budgets, 1996-2021



Data as of Sept 25, 2021.
Source: S&P Global Market Intelligence

Global Upstream investment in oil and gas



Source: US Energy Information Administration, Evans & Partners

Conclusion
