Select

The Investment Summit for Advisers

Artemis

Simon Edelsten – Dealing with turbulence...

- Our strategy today is about not giving capital gains away too easily. They disappear if you don't keep an eye on the downside
- We hold 50-70 stocks and believe we can find quality growth companies that are good value for money
- We have been moving the fund to be more defensive as the cycle has matured
- Peace is unlikely to break out at the G20 summit. The trade war isn't going to go away and it matters for the stock market
- The US economy is slowing and the slowdown is more dramatic than people recognise
- But economic cycles don't die of old age and they are not the same as the stock market cycle
- A slowdown, yes, but not necessarily a recession
- Inflation is still very low and bond yields are likely to be lower for longer. The only people who know how that works in practice are those involved in the Japanese equity market
- The 'total economy' debt keeps going up, which worries us, but we can avoid it in our stock selection
- This is not a time to have all your eggs in one basket. We have only 2.5% in any one stock
- We have a lot of stocks that investors won't have heard of - Synopsys, Weyerhaeser, Daifuku
- Daifuku, for example, is a leader in automated warehouses. It is not bad value for money for a technology company
- We have owned the FANGs, but we don't any more
- The European economies are not going well. There is a demographic decline and a reliance on the motor industry