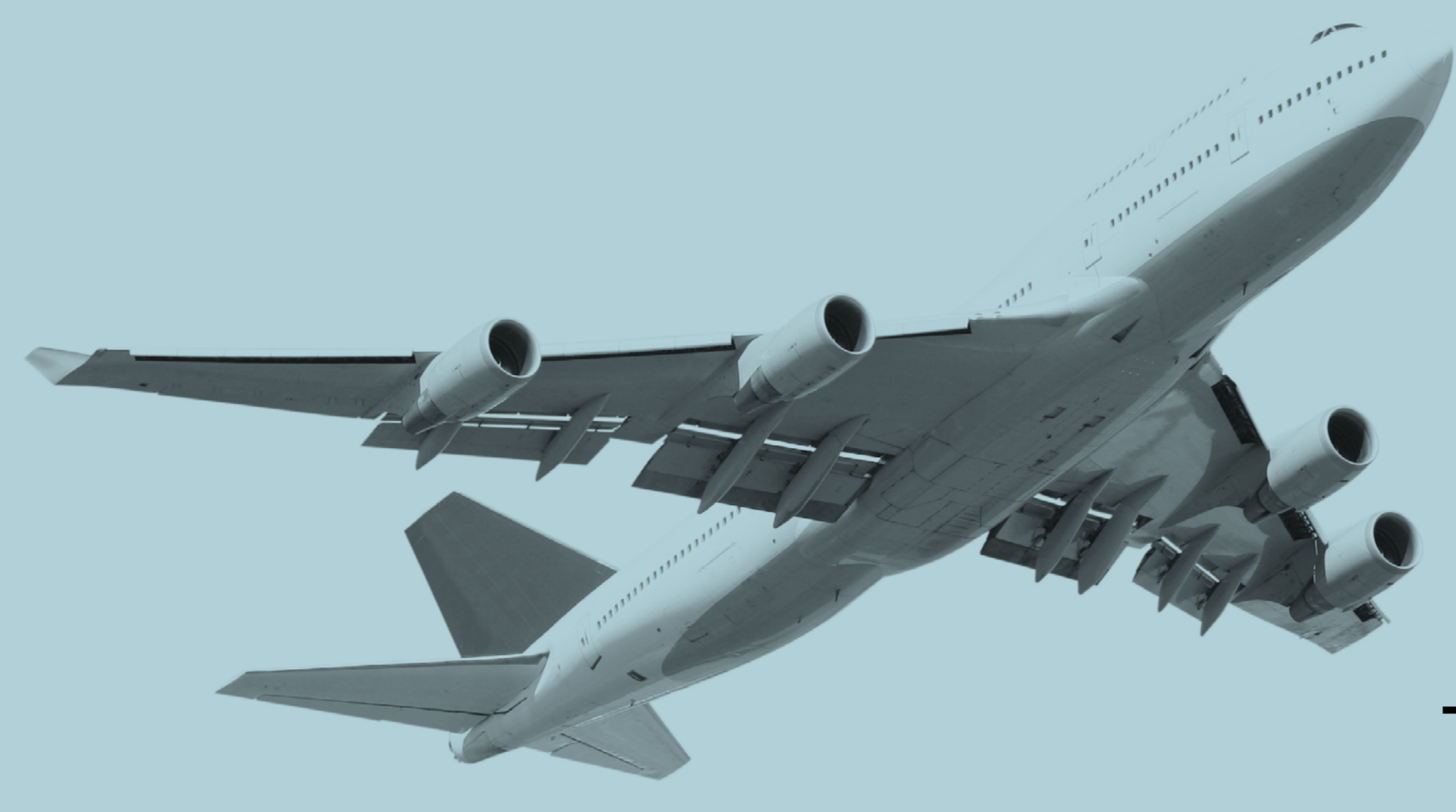
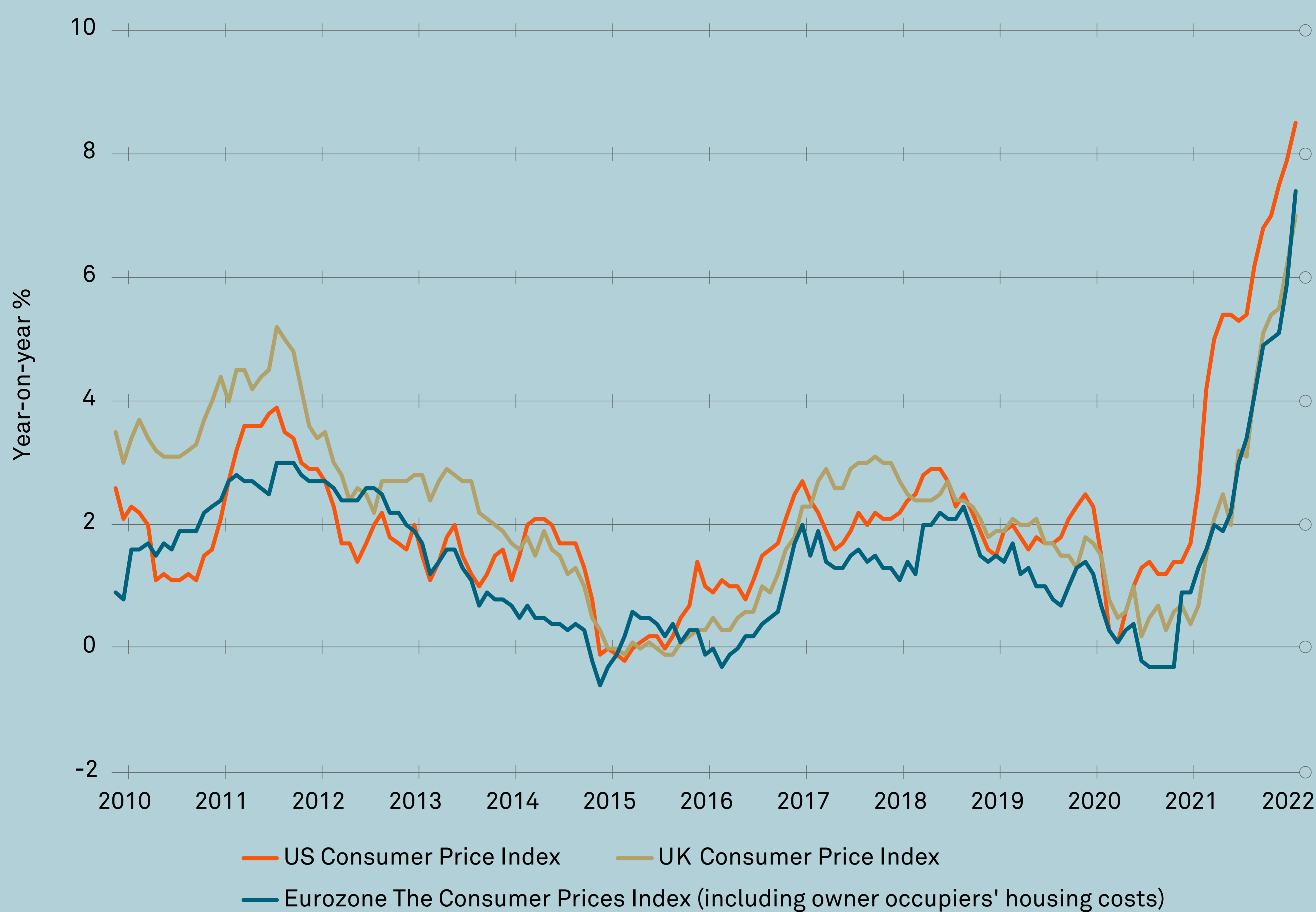


Up, up and away



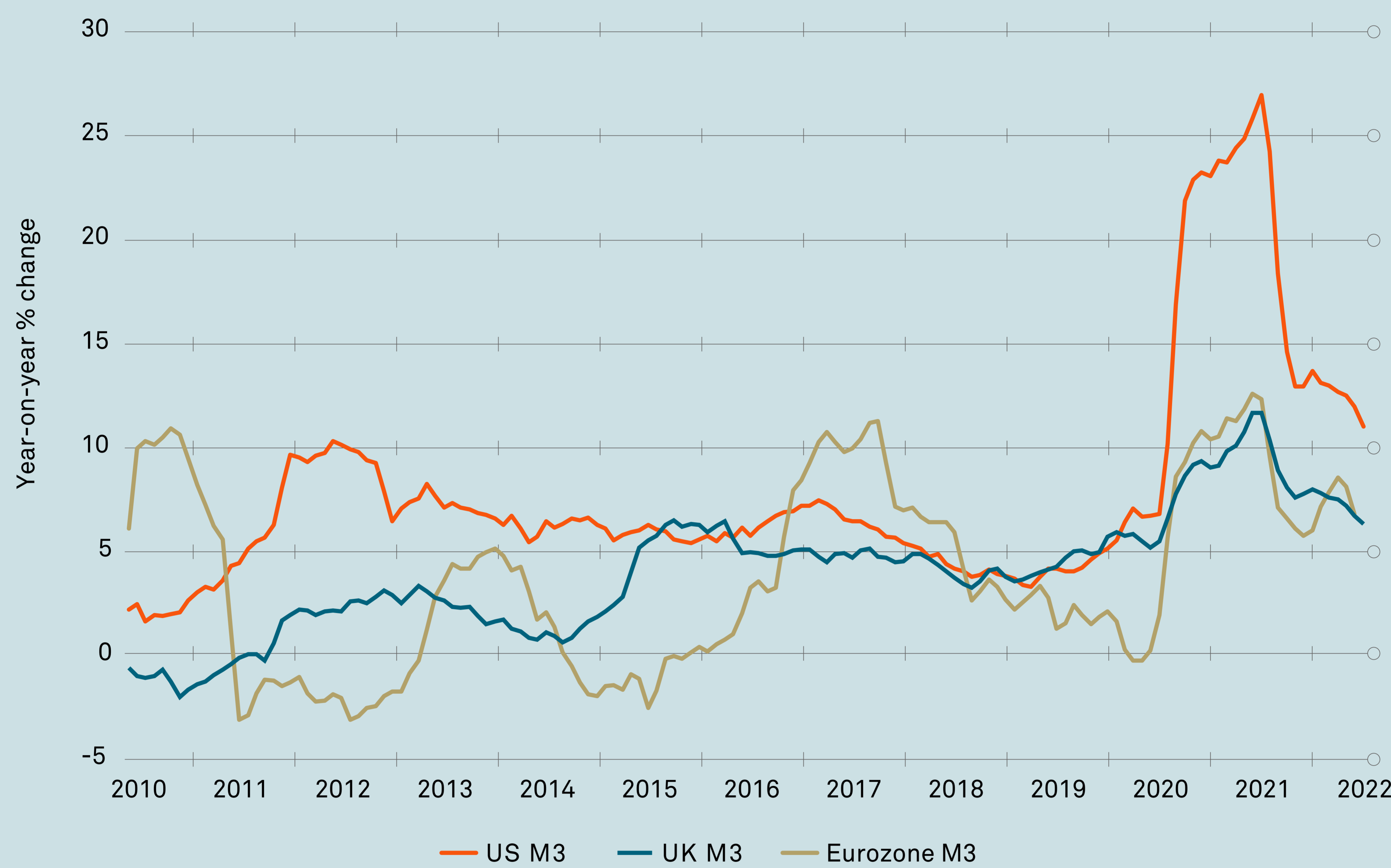
Around the world, inflation has accelerated to multi-decade highs...

GLOBAL INFLATION LEVEL



Source: Insight and Bloomberg. Data as at 31 March 2022.

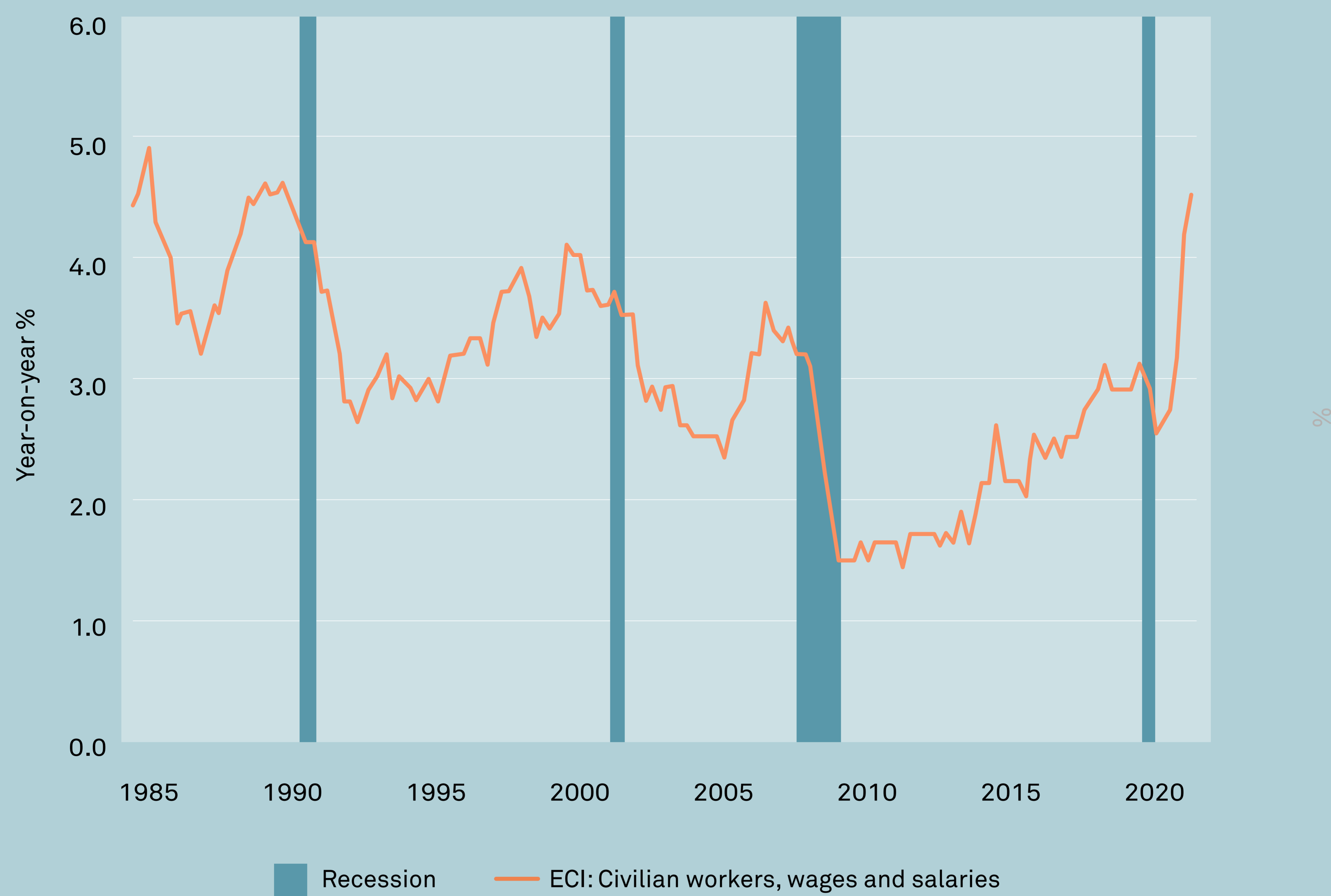
...with money supply growth, particularly in the US, escalating sharply during the pandemic...



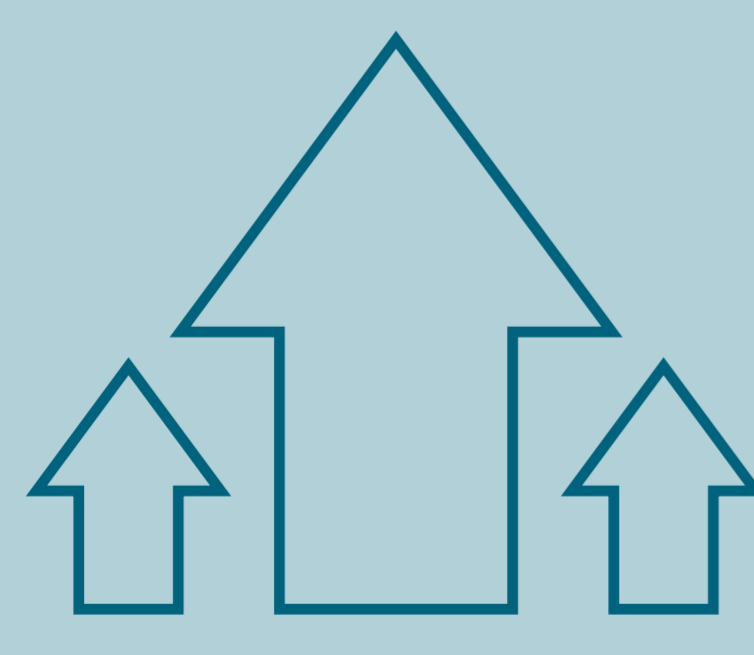
Source: Insight, Bloomberg, OECD. Data as at 31 March 2022. M3 is a broad measure of money supply that includes large deposits, institutional money market funds and short-term repurchase agreements.

and surging commodity prices exacerbated by the invasion of Ukraine, supply chain issues in China and increasing wages all adding pressure.

WAGE GROWTH RELATIVE TO INTEREST RATES



Source: HSBC, US Bureau of Labor Statistics, Refinitiv Datastream, taken from 'When inflation surges' published 27 April 2022.



40 year

inflationary high of 9% hit by the UK in May 2022.¹



2.9%

US interest rate forecast for early 2023.²



0.7%

reduction in world GDP growth forecast for 2022.³



¹ BBC News. UK inflation hits 40-year high of 9% as energy bills soar. 19 May 2022.

² The Guardian. Federal Reserve announces biggest interest rate hike since 2000 (based on Economist Intelligence Unit figures). 04 May 2022.

³ FitchRatings. World Growth Forecasts Cut as Inflation Intensifies due to War. 21 March 2022.