

# AMC Management

## Markets view

Less than 24 hours after James Webb delighted us with the wonders of outer space, the June inflation report brought us screeching back to Earth.

US consumer prices climbed 9.1% in June from a year prior, topping expectations of an 8.8% gain. That's the highest rate of inflation since 1981, and a sign that it still hasn't peaked, despite our best efforts to not spend anything on Prime Day.

Last month, the central bank raised the interest rate by 75 bp, the highest since 1994. This inflation report practically cements a rate hike of at least 75 bp at the next meeting. Could they raise rates by 100 bp? Atlanta Fed President Raphael Bostic said that everything is on the line!

A recent report by the Bank for International Settlements (BIS) describes the nightmare scenario for central banks. It concludes that central banks fully understand that the long-term benefits [of safeguarding price stability] far outweigh the short-term costs - credibility is too valuable an asset to be jeopardized. This suggests that a policy pivot is far from being made and that the banks will do anything to fight inflation.

In short term, the direction of stocks from here should be mostly about earnings. 2Q results should shed some light on the outcome. Stock prices should be determined more by earnings than the macro going forward. What's difficult about this stage of the cycle is that individual companies will likely see divergent paths, providing conflicting signals to investors.

## Vision Absolute Value

Performance since inception

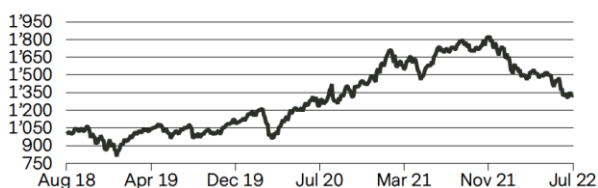


A technical bounce on the US indices is forming, in which case we will move from market neutral to net long. The next 2 weeks will be impacted by corporate results.

The performance is +3.88%. The S&P500 is at -20.98%. HFRI Equity Hedge Index -7.20%.

## Vision Silicon Valley

### Performance since inception



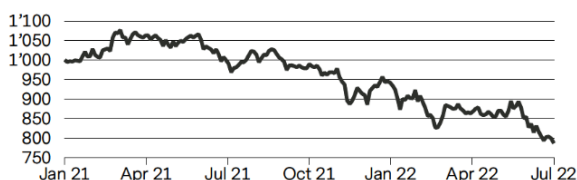
1 month	- 3.36%
YTD	- 22.13%
Previous year	16.02%
3 years p.a.	n.a
5 years p.a.	n.a
since inception	31.98%

Since mid-June we have added JD.com and Nio to increase our exposure to China. Otherwise, we remain underinvested. Our equity market exposure is 20%. We are awaiting the results in order to know if we will increase our allocation.

We have 45% cash. The performance is -22.13%. The Nasdaq is at -28.94%.

## Vision Avenir

### Performance since inception



1 month	- 7.49%
YTD	- 15.61%
Previous year	- 6.78%
3 years p.a.	n.a
5 years p.a.	n.a
since inception	- 21.33%

We have reduced our allocation from 75% to 50% since mid-June. The fears in Europe are significant. We added Partners Group which corrected well from the highs.

We have 50% cash. The performance is -15.61%. The Stoxx600 at -17.30%.