

2022 Year Ahead Outlook

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Q1: What is the outlook on commodity prices in 2022?

We are constructive on commodity prices for 2022. In part it is because we have had a pretty strong inflation tailwind in 2021, which we think will continue into next year, and inflation has historically helped commodity markets push higher, but also, commodities have proved to be a great hedge against rising inflationary trends.

Importantly, we think that in an environment of very low inventories, robust GDP growth globally, but also a continued supply bottlenecks, commodity prices will trend higher and investors will benefit from positive commodity returns in 2022.

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