

Webinar Summary Notes

The Paradigm Shift and the Case for Credit

Overview

On February 14th, 2023, Liam O’Sullivan, Principal & Co-Head of Client Portfolio Management, moderated a discussion with William (Bill) Moriarty, Senior Advisor at RPIA, where they reviewed the ever-changing macro-economic environment and its impact on fixed income going forward. They discussed the attractiveness of corporate bonds relative to equities, government bonds, GICs, and private debt, and provided suggestions for potential adjustments to institutional portfolios. Bill shared his breadth of knowledge gained from his 30+ years of industry experience.

[Watch the Replay](#)

Speaker



William Moriarty
Senior Advisor

Moderator



Liam O’Sullivan
Principal, Co-Head
of Client Portfolio
Management

Key Takeaways

- Given high global debt levels, de-globalization, decarbonization, demographics, geopolitics, and the likelihood of more frequent supply shocks, there are strong reasons to suggest that the world has experienced a major regime change.
- This marks a paradigm shift for investors – one that will be exemplified by tighter monetary policy, less liquidity, and more volatility.
- At current valuations, corporate bonds appear to be attractive, equities to have more downside, and the illiquidity premium for private debt less justified than in the past.
- Corporate bonds are well-suited to insulating portfolios from future market weakness but an active approach is warranted in a market with continued volatility.

If you have any questions, please feel free to reach out to a member of our team!