

Key messages

Market corrections can create attractive opportunities

How emotions can lead you astray: the MSCI AC World Index



Stock market losses are often followed by rebounds to new highs

Source: Refinitiv, August 2019

Past performance is not a reliable indicator of future performance

| Volatility



Key messages

Avoid stopping and starting investments

The impact of missing the five or 30 best-performing days over the long term*

31/12/1992 to 30/6/2019	Total return for the entire period	Total return minus five best-performing days	Total return minus 30 best-performing days
CAC 40	591%	331%	7%
DAX	702%	405%	20%
FTSE 100	573%	353%	52%
Hang Seng	1188%	564%	24%
Nikkei 225	26%	-20%	-80%
S&P 500	1045%	659%	133%
ASX 200	1162%	865%	277%

Source: Refinitiv, Fidelity International, August 2019 *Period of analysis: 31/12/1992 – 30/06/2019. All calculations use local currency total returns, except for the Nikkei 225, for which the calculations are based on the price index

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What the Experts Say

These quotes from some of the most successful money managers illustrate how investing in stock markets can be a challenging yet rewarding venture requiring strong research skills, a rational, dispassionate mind-set, a long-term horizon, and patience.

Peter Lynch



“

Everyone has the brainpower to make money in stocks. Not everyone has the stomach. If you are **susceptible to selling everything in a panic**, you ought to **avoid stocks** and mutual funds **altogether**.

”

Sir John Templeton



“

Bull markets are born on pessimism, grow on scepticism, mature on optimism and die of euphoria.

”

What the Experts Say

Warren Buffett



“

You pay a very high price for a cheery consensus. It won't be the economy that will do in investors; it will be the investors themselves.

Uncertainty is actually the friend of the buyer of long-term values.

”

George Soros



“

If investing is entertaining, if you're having fun, you're probably not making any money. **Good investing is boring.**

”

Peter Lynch



“

Far more money has been lost by investors preparing for corrections, or trying to anticipate corrections, than has been lost in corrections themselves.

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