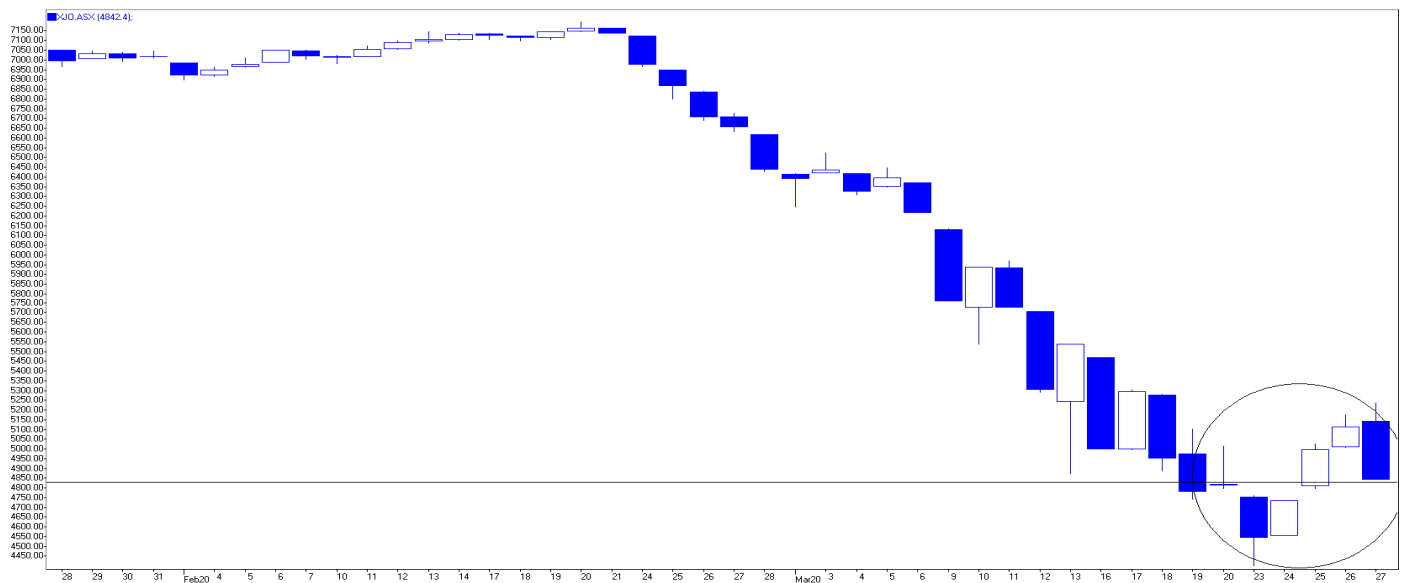


# Market Wrap

## Market Update – 27/03/2020

The ASX 200 held its ground this week. In a falling market it provided some sweet relief, however, it did sell off in the last trading hours to end down 5.3% for the day leaving the market flat for the week. By no means do I expect that this is a bottom but it may indicate that the force selling due to high levels of leverage may be under control. On top of this countries are throwing Billions toward supporting the economy.

We fully expect that the market will get worse, the government is trying to balance lives loss and economic loss. We are currently looking at stage 3 restrictions, which will see more businesses forced to close in the coming weeks, before level 4 being a full lock down. We expect increased restrictions will increase volatility in the market.



We have 2200 critical beds in Australia, this means that we want to keep the number infected to below 22,000, it is now around 3800. The higher the numbers the more volatile the market will be.

The catch is that the once testing improves, cures are found and the rate of infection reduces, the market will bounce back quickly. Trying to time these sells and buys in a time of high volatility is a very risky strategy and not one we recommend or undertake.

ASX 200 close up 0.5% for the week ending 27/03/2020.