







Experts of Rietumu Asset Management (RAM) have also evaluated the market impact, depending on the referendum results.

Type of Assets	FOR BREXIT (LEAVES)	AGAINST BREXIT (STAYS)
Real estate 	Negative — Prices for upscale real estate with the value starting from GBP 10mln may go down. Having left the EU, Great Britain can become a country with a more closed economy, which is less attractive for investors.	No effect •••
Gold 	Positive + Growth of uncertainty in the world and political instability in Europe can result in price growth for gold.	Negative — Reduction of political uncertainty in the world may negatively impact the price of gold.
Currencies		
Pound sterling 	Negative — Depreciation of the pound sterling may take place, due to increased inflation, higher risk of flight of capital and reduction of investments in the real economy.	Positive + British currency may compensate its losses involved in speculation regarding the Brexit issue.
Currencies of developed countries (the dollar, the yen) 	Positive + Growth of uncertainty in the world causes flight of capital to the so-called "safe havens". As a result, the dollar and yen may slightly appreciate.	Negative — Reduction of uncertainty in the world causes capital outflow from the so-called "safe havens". As a result, the dollar and yen may slightly depreciate.
Bonds		
UK government bonds 	Negative — The expected growth of inflation and downgrade of the credit rating may result in slightly lower prices for gilts.	Positive + Prices for government bonds may increase, due to the reduction of political uncertainty.
Corporate bonds of Great Britain	Negative — The expected growth in inflation may result in the lower prices for British corporate bonds.	No effect •••
Investment grade bonds	Positive + Growth of uncertainty in the world may cause flight of capital to the so-called "safe havens". As a result, prices of investment grade bonds may slightly increase.	Negative — Prices of investment grade bonds may slightly decrease, as there is a higher possibility of interest rate hike by FED.
Stocks		
UK stocks 	Mixed ↻ Export-orientated companies, on the one hand, may receive stimulus in the form of cheaper pound, but, on the other hand, profitability of companies may suffer as a result of growing tariffs. Companies focused on the internal market may win due to a reduction in competition. Profitability of companies from labour-intensive sectors may decrease, as the expected cease of free labour movement will lead to salary growth of low-wage employees. In general, the financial sector is mostly exposed to risks.	Positive + Companies are expected to resume postponed investment projects and, as a result, economic activity in the state will increase.
European stocks	Negative — Growth of uncertainty with regard to the future of the EU may result in growing volatility of European stocks.	Positive + Reduction of uncertainty with regard to the future of the EU may positively impact the value of European stocks.
World stocks	Negative — Potential growth of uncertainty in the world, growth of protectionism sentiments may influence the value of stocks negatively.	Positive + Reduction of uncertainty in the world may positively impact the value of stocks.

You can also apply for a consultation to RAM managers by phone +371 67025284 or e-mail: ram@rietumu.lv.

