



# Positioning for the transformation

2025 Global Outlook Investment Guide – APAC

**BlackRock**

THIS MATERIAL IS NOT INTENDED TO BE RELIED UPON AS A FORECAST, RESEARCH OR INVESTMENT ADVICE, AND IS NOT A RECOMMENDATION, OFFER OR SOLICITATION TO BUY OR SELL ANY FINANCIAL INSTRUMENT OR PRODUCT OR TO ADOPT ANY INVESTMENT STRATEGY.

**We have argued since 2020 that we are not in a business cycle.** Historical trends are being permanently broken in real time as mega forces, like the rise of artificial intelligence (AI), transform economies. The ongoing outsized response of long-term assets to short-term news shows how unusual this environment is. We stay risk-on as we look for transformation beneficiaries – and go further overweight US stocks as the AI theme broadens out. We have more conviction inflation and interest rates will stay above pre-pandemic levels. Read the BlackRock Investment Institute’s (BII) [2025 Global Outlook](#) for more.

**Below, we look at how to position portfolios for the BII’s three key investment themes for 2025, with examples of funds investors can use to implement these views.**

# 01.

## Financing the future

Mega forces including AI are transforming economies. We see capital markets – especially private markets – playing a vital role in building this transformation.

### Our highest-conviction ideas

Sizeable capital will be needed as the transformation unfolds, and that investment is happening now. We think private markets will play a vital role in financing the waves of transformation as mega forces drive a broad infrastructure buildout.

*Investing in Infrastructure*



*Tapping into Tech & AI*



# 02.

## Rethinking investing

This transformation raises questions about how to build portfolios for an ever-changing outlook. We think investors should focus on dynamism and granularity more than broad asset class views and put more weight on tactical views.

### Our highest-conviction ideas

We think investors should focus more on granularity and less on broad asset classes. Greater volatility points to a need to be more dynamic with portfolio allocations.

*Systematically Managing Volatility*



*Flexibility Across Asset Classes*



*Income and Flexibility in Bonds*



# 03.

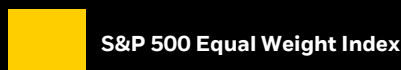
## Staying pro-risk

We remain pro-risk and further upgrade US stocks thanks to US corporate strength. But we stay nimble. Key signposts for changing our views include any surge in long-term bond yields or an escalation in trade protectionism.

### Our highest-conviction ideas

We have more conviction in US equities outperforming their international peers. We recognise valuations are rich in US equities but don’t see them as a near-term market driver.

*Leaning into US Market Breadth*



*Diversifying with Income*



*Unlocking Alpha Opportunities*



References to specific investments are for illustrative purposes only and are not intended and should not be interpreted as recommendations to purchase or sell such investments. The opinions expressed are as of date shown and may change as subsequent conditions vary. There is no guarantee that any forecasts made will come to pass. Reliance upon information in this material is at the sole discretion of the reader.

Index investing idea  
 Alpha-seeking idea

# Important disclosures

This material is prepared by BlackRock and is not intended to be relied upon as a forecast, research or investment advice, and is not a recommendation, offer or solicitation to buy or sell any securities or to adopt any investment strategy. The opinions expressed are as of the date shown above and may change as subsequent conditions vary. The information and opinions contained in this material are derived from proprietary and non-proprietary sources deemed by BlackRock to be reliable, are not necessarily all-inclusive and are not guaranteed as to accuracy. As such, no warranty of accuracy or reliability is given and no responsibility arising in any other way for errors and omissions (including responsibility to any person by reason of negligence) is accepted by BlackRock, its officers, employees or agents. This material may contain 'forward looking' information that is not purely historical in nature. Such information may include, among other things, projections and forecasts. There is no guarantee that any forecasts made will come to pass. Reliance upon information in this material is at the sole discretion of the reader. This material is intended for information purposes only and does not constitute investment advice or an offer or solicitation to purchase or sell in any securities, BlackRock funds or any investment strategy nor shall any securities be offered or sold to any person in any jurisdiction in which an offer, solicitation, purchase or sale would be unlawful under the securities laws of such jurisdiction. Investment involves risks. Past performance is not an indication for the future performance.

**In Hong Kong**, this material is issued by BlackRock Asset Management North Asia Limited and has not been reviewed by the Securities and Futures Commission of Hong Kong.

**In Singapore**, this material is issued by BlackRock (Singapore) Limited (company registration number: 200010143N). This advertisement or publication has not been reviewed by the Monetary Authority of Singapore. Past performance is not a guide to future performance and should not be the sole factor of consideration when selecting a product. All financial investments involve an element of risk. Therefore, the value of your investment and the income from it will vary and your initial investment amount cannot be guaranteed. Investors may not get back the amount they invest. Changes in the rates of exchange between currencies may cause the value of investments to go up and down. Fluctuation may be particularly marked in the case of a higher volatility fund and the value of an investment may fall suddenly and substantially. Levels and basis of taxation may change from time to time. The Funds may use or invest in financial derivatives. The above warnings are explained in greater detail in the fund specific risks in the Fund's current Singapore Prospectus and you should read them before investing. This document is for informational purposes only and does not constitute an offer or invitation to anyone to invest in any BlackRock Group funds and has not been prepared in connection with any such offer. Subject to the express requirements of any client specific investment management agreement or relating to the management of a fund, we will not provide notice of any changes to our personnel, structure, policies, process, objectives or, without limitation, any other matter contained in this document.

No part of this material may be reproduced, stored in retrieval system or transmitted in any form or by any means, electronic, mechanical, recording or distributed without the prior written consent of BlackRock.

©2024 BlackRock, Inc. or its affiliates. All Rights Reserved. BLACKROCK is a registered trademark of BlackRock, Inc. or its affiliates. All other trademarks are those of their respective owners.