

Asset allocation cheat sheet

The **Asset allocation** report is designed to:

- benchmark asset class returns
- calculate a composite index return for comparison with the portfolio's performance
- compare current allocations to target allocations.

To generate an Asset allocation report:

1. Ask your administrator to create a **strategy template**
2. Set your portfolio's strategy.
3. Generate the report.

Strategy templates

Strategy templates are asset allocation strategies that are created by your administrators so you can link them to your clients' portfolios.

To create a strategy template:

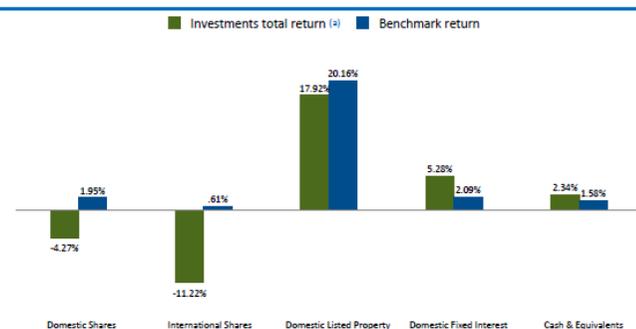
1. From the **Portfolio Details** menu, click **Asset Allocation**.
2. From the STRATEGY TEMPLATES tab, click **New strategy**.

Asset allocation

01 Jul 2015 to 06 Jun 2016

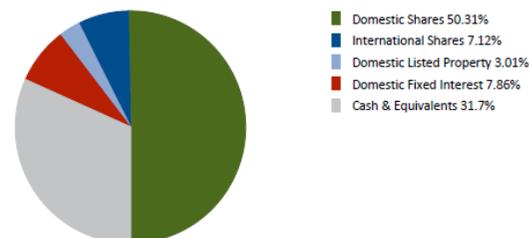
Comparison of returns

Asset class	Benchmark	Investments return (a) %	Benchmark return %
Domestic Shares	S&P/ASX 200 ACCUMULATION INDEX	-4.27	1.95
International Shares	THOMSON REUTERS US 500 IDX	-11.22	0.61
Domestic Listed Property	S&P/ASX 200 A-REIT Accumulation Index	17.92	20.16
Domestic Fixed Interest	BLOOMBERG AUSBOND BANK BILL INDEX	5.28	2.09
Cash & Equivalents	ABS AUSTRALIAN CPI AUD INDEX plus 1.00%	2.34	1.58
Composite index return (b)		4.52	
Portfolio return before expenses (c)		1.00	

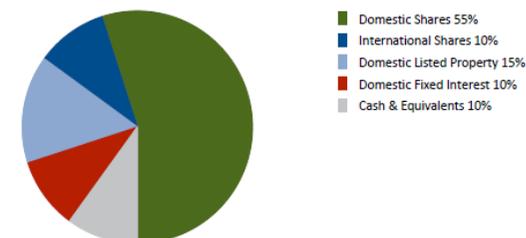


Current versus target allocation

Portfolio allocation 06 Jun 2016



Target allocation for Balanced



(a) The 'Investments total return' is the time-weighted percentage return from all investments held over the period in the relevant asset class. Refer to the 'Investment movements' report for the return on individual investments.
 (b) The composite index return is the sum of the benchmark returns weighted by the target allocation for the relevant asset class.
 (c) The portfolio return including cash and before expenses has been calculated using the time-weighted return (TWR) method.

Setting the portfolio strategy

Portfolio strategies are set from the **Portfolio Details > Asset Allocation** screen. If you offer a tailored service for your client, a **strategy template** may not be appropriate. In this case, if you have update access to the portfolio, you have the option to **set custom targets**.

Asset allocation targets

THIS PORTFOLIO
STRATEGY TEMPLATES

Strategy Overrides

Targets over time

Since 13 Jul 2016

Balanced Portfolio

03 Jul 2016 to 12 Jul 2016

Custom targets

New targets

Custom targets 03 Jul 2016 to 12 Jul 2016 Save

Asset class	Fixed target allocation	Target allocation range	Benchmark index
Show 0% targets			
Growth assets			
Domestic Shares	75 %	% to %	S&P/ASX 200 ACCUMULATION INDEX + % p.a.
Domestic Listed Property	10 %	% to %	S&P/ASX 200 A-REIT ACCUMULATION INDEX + % p.a.
Total growth assets	85 %		
Income assets			
Domestic Fixed Interest	15 %	% to %	RBA CASH RATE INDEX + 1 % p.a.
Total income assets	15 %		
Total	100 %		

You have the option to set fixed targets and/or a range. If you want to calculate a composite index return you should always enter at least fixed targets.

Make sure you select a benchmark index for just the asset classes with a target.

Click **New Targets** to link a strategy template or set custom targets.

You can add a margin to the benchmark return. For example, this will display on the report as **RBA CASH RATE INDEX PLUS 1%**

- To set the portfolio's strategy:**
1. Click **New targets**.
 2. Type the date from which you want the new targets to apply to the portfolio.
 3. From the **Strategy** dropdown list, select **<Set custom targets>** or an appropriate **strategy template**.

Set new targets for +206884

From date
Enter the date from which you want to start reporting against the new targets.

From date

Strategy type
Link this portfolio to a strategy template or select < Set custom targets >.

Strategy