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A wide range of investors use our capital market assumptions to ensure that investment policies and decisions are based on real-world, consistent views and can be tested under a variety of market scenarios.

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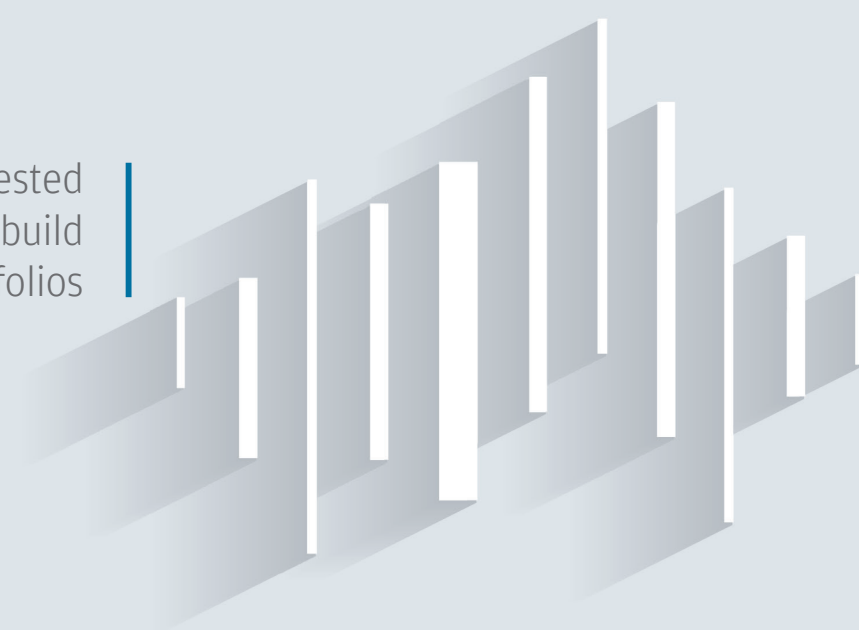
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2017 Long-Term Capital Market Assumptions

21st Annual Edition | Assumptions matrix: Swedish Krona

Time-tested
projections to build
stronger portfolios



SWEDISH KRONA ASSUMPTIONS

	Compound Return 2016 (%)														
	Annualized Volatility														
	Arithmetic Return 2017 (%)														
	Compound Return 2017 (%)														
Swedish Cash	1.00	1.00	0.50	1.25	1.00										
Swedish Equities	6.00	7.28	16.75	7.50	-0.22	1.00									
Developed World Equity hedged	5.50	6.41	14.00	6.25	-0.29	0.78	1.00								
Emerging Markets Equity hedged	8.25	10.47	22.50	9.00	-0.16	0.65	0.81	1.00							
Swedish Government Bonds	1.00	1.10	4.50	1.50	0.17	-0.26	-0.44	-0.39	1.00						
World Government Bonds hedged	0.75	0.79	3.00	1.75	0.15	-0.13	-0.20	-0.12	0.74	1.00					
Global /World Credit hed hedged	2.25	2.37	5.00	-	-0.03	0.37	0.37	0.46	0.31	0.61	1.00				
U.S. High Yield Bonds hedged	4.75	5.13	9.00	5.75	-0.18	0.59	0.75	0.74	-0.35	-0.16	0.53	1.00			
Emerging Markets Sovereign Debt hedged	4.50	4.97	10.00	5.50	-0.05	0.49	0.58	0.70	0.02	0.29	0.78	0.71	1.00		
U.S. REITs hedged	5.00	6.37	17.25	5.00	-0.22	0.49	0.72	0.58	-0.09	0.10	0.47	0.65	0.58	1.00	

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Note: All estimates on this page are in Swedish Krona terms. Given the complex risk-reward trade-offs involved, we advise clients to rely on judgement as well as quantitative optimisation approaches in setting strategic allocations to all the above asset classes and strategies. Please note that all information shown is based on qualitative analysis. Exclusive reliance on the above is not advised. This information is not intended as a recommendation to invest in any particular asset class or strategy or as a promise of future performance. Note that these asset class and strategy assumptions are passive only—they do not consider the impact of active management. References to future returns are not promises or even estimates of actual returns a client portfolio may achieve. Assumptions, opinions and estimates are provided for illustrative purposes only. They should not be relied upon as recommendations to buy or sell securities. Forecasts of financial market trends that are based on current market conditions constitute our judgement and are subject to change without notice. We believe the information provided here is reliable, but do not warrant its accuracy or completeness. This material has been prepared for information purposes only and is not intended to provide, and should not be relied on for, accounting, legal or tax advice.

Source: J.P. Morgan Asset Management; data as of September 30, 2016, except hedge funds, private equity, real estate and infrastructure, as of June 30, 2016. Alternative asset classes (including hedge funds, private equity, real estate, direct lending and infrastructure) are unlike other asset categories shown above in that there is no underlying investible index. The return estimates for these alternative asset classes and strategies are estimates of the industry average, net of manager fees. The dispersion of return among managers of these asset classes and strategies is typically significantly wider than that of traditional asset classes. Return estimates for direct real estate and REITs are unlevered. Correlation figures shown above are rounded to 2 significant figures, which may cause a loss of information. All returns are nominal. For reference index information, please visit our website.