

2021 Long-Term Capital Market Assumptions

25th Annual Edition | Assumptions matrix: Japanese yen

Time-tested projections
to build stronger portfolios



JAPANESE YEN ASSUMPTIONS

Table with columns for Compound Return 2020 (%), Annualized Volatility (%), Arithmetic Return 2021 (%), and Compound Return 2021 (%). Rows are categorized into Fixed Income, Equities, and Alternatives, listing various assets like Japanese Inflation, Japanese Cash, U.S. Government Bonds, Japanese Equity, U.S. Large Cap, etc.

Note: All estimates on this page are in Japanese yen terms. Given the complex risk-reward trade-offs involved, we advise clients to rely on judgment as well as quantitative optimization approaches in setting strategic allocations to all of these asset classes and strategies. Please note that all information shown is based on qualitative analysis.

Source: J.P. Morgan Asset Management; as of September 30, 2020. Alternative asset classes (including hedge funds, private equity, real estate, direct lending, global core infrastructure and global core transport) are unlike other asset categories shown above in that there is no underlying investible index.

PORTFOLIO INSIGHTS

J.P. MORGAN ASSET MANAGEMENT'S LONG-TERM CAPITAL MARKET ASSUMPTIONS are developed each year by our Assumptions Committee, a multi-asset class team of senior investors and strategists from across the firm. The Committee relies on the input and expertise of a range of portfolio managers and product specialists, striving to ensure that the analysis is consistent across asset classes. As a final step in the process, the team, along with senior leaders at J.P. Morgan Asset Management, conducts a rigorous review of the proposed assumptions and their underlying rationale.

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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