



ACTIVE ASSET ALLOCATION

### Who we are

Active Asset Allocation is an investment solution designer providing institutional investors, pension funds and asset managers with state-of-the-art asset allocation techniques.

### What we offer

We advise our clients on how to make the best use of the assets they select. To do so, we design dynamic asset allocation models, which take into account each investor's risk and allocation constraints.

Our approach is solely based on downside risk management, through a continuous control of the drawdown levels.

Our advanced risk allocation techniques provide an alternative to traditional asset allocation practices and they do not necessitate to speculate on the future performance of asset classes. Our services include absolute return as well as asset & liability management solutions.

- ▶ **Pension funds:** we help them achieve full funding as quickly as possible by locking-in the funding ratio progresses and minimizing the sponsor's required contributions. Our solutions also fit employee saving plans with defined contributions.
- ▶ **Insurers, Mutual funds and Endowments:** we help improve their asset & liability management in order to comply with regulatory requirements (ex: Solvency 2 - management under SCR constraints) and liquidity constraints.
- ▶ **Asset Managers and Private Banks:** we act as product or solution designers. Our solutions enable investors to maximise performance while limiting the maximum drawdown to their pre-defined level.

Prior to implementation, our asset allocation models are tested and adjusted on a large number of simulated market scenarios. Asset allocation is revised regularly and portfolios are monitored on a daily basis.

\* funding ratio = assets / liabilities, in other words, an indicator of the fund's solvency

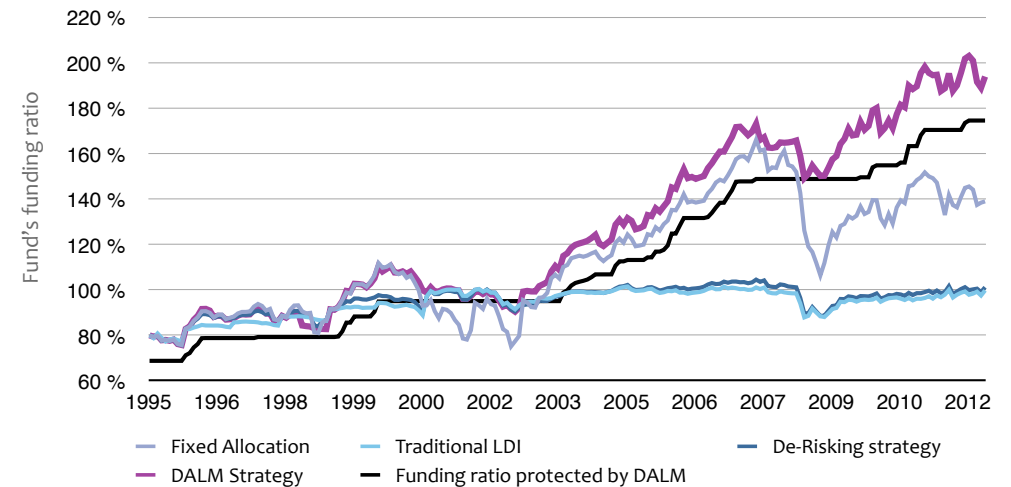
# Funding Ratio Control

Active Asset Allocation uses the most advanced actuarial techniques combined with powerful modelling of asset classes behaviour in order to help define a dynamic asset allocation for investors with liabilities (DB pension funds, insurers, etc).

Our DALM solution (Dynamic ALM) helps our clients to make sure that full funding is achieved as quickly as possible, to lock-in the funding ratio progress, while minimizing the contributions needed.

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|  | Allows multiple asset classes selected by the clients |  | Protection of a progressive level of funding ratio |
|  | Significant decrease in funding ratio's volatility    |  | Reduction of the needed contributions              |

### Example of funding ratio evolution for different strategies



*This material does not provide or offer financial or other advice. You should not rely on it as a financial advice. Active Asset Allocation is registered in France under No B000183 with ACIFTE, an association regulated by the French Authority of Financial Markets (AMF).*

FOR MORE INFORMATION

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