

How To Get the Most Out of Your Savings



Goals



Savings



Investing

Portfolios should not look like this

Hot Stock

Unit Trust

F.D.

Blue Chip

Investment
Property



Investment
Linked
Product

Portfolios should look like this

Asia Equities

US Equities

Euro Equities

Gold

REITs

Bonds

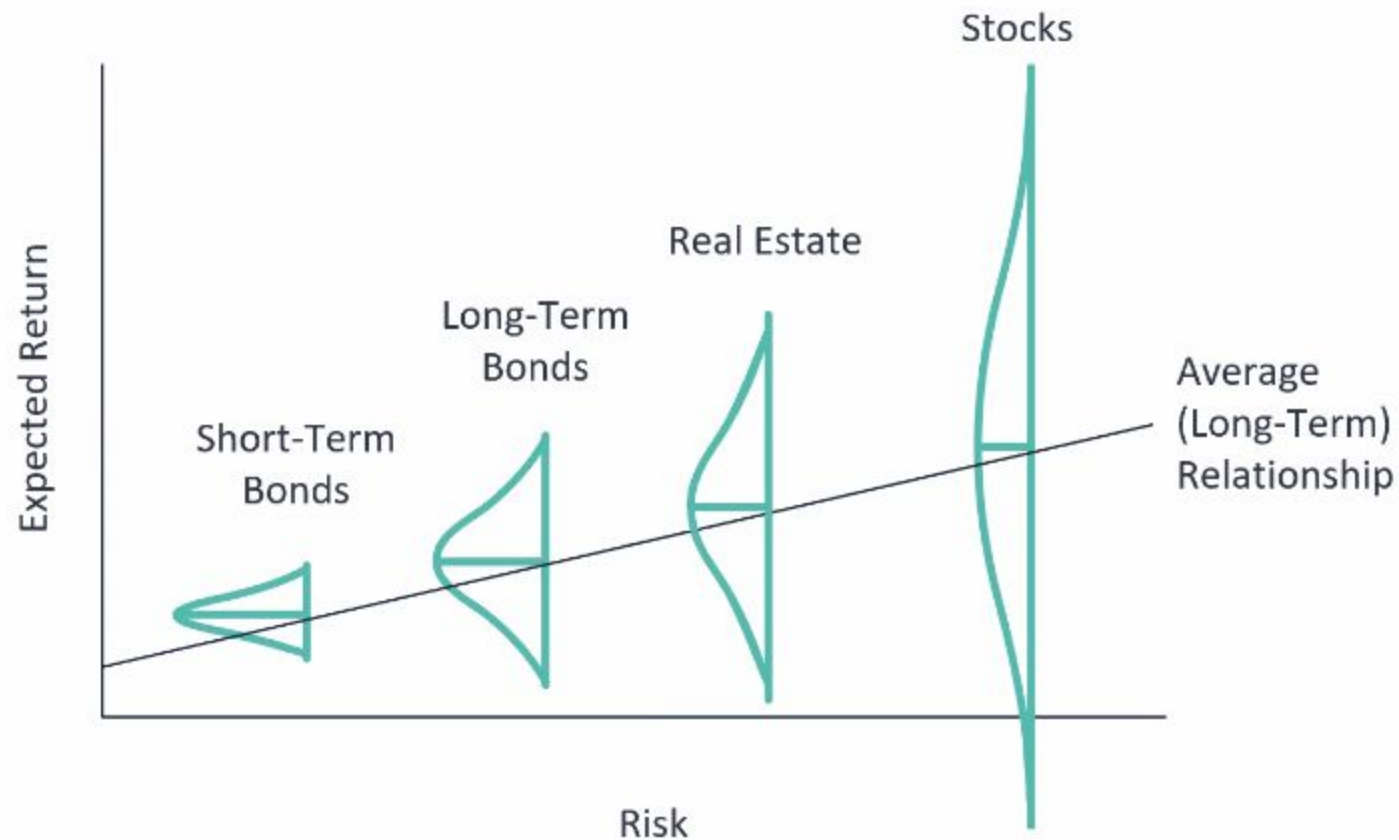
Cash



Asset Classes



Investing Basics: “High Risk, High Return”



Putting Returns into perspective (5 year returns)



US Equities

S&P 500

19.8% p.a.



Asian Equities

ETF: AAXJ

10.2% p.a.



Gold

Spot Price

6.6% p.a.



EPF

Dividend Rates

5.8% p.a.



Real Estate

NAPIC: KL & S'gor

5.2% p.a.



International Govt. Bonds

ETF: IGOV

1.4% p.a.



F.D.

Comparison Sites

1.8% p.a.*



Malaysian Equities

FBMKLCI

-0.5% p.a.

Note: All returns are compounded annualised returns

* FD returns are current advertised rates



StashAway
Academy

4 Things to Look Out for When Making Investment Decisions



Your Timeline



Risk Tolerance



Diversification



Fees. (They matter. A lot.)

Why is Your Timeline Important?



Target Risk Should Reflect Your Personal Situation, Goals, Timeline, and Preferences



Mark

Retire in 30 Years

Conservative

Aggressive



Rachel

Conservative

Aggressive



Diversification: Don't Put All Your Eggs in One Basket



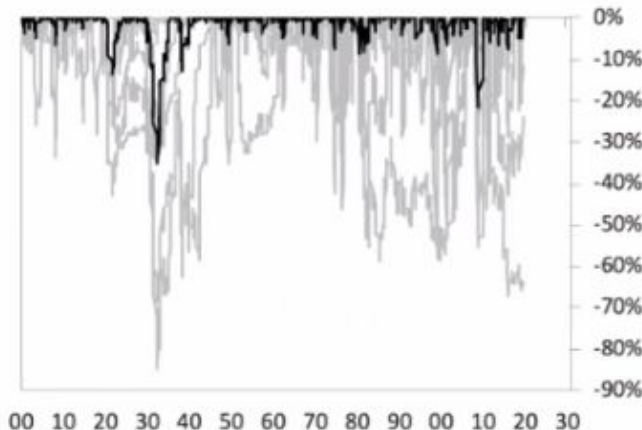
Diversification: Don't Put All Your Eggs in One Basket



Diversified Portfolios are crucial to remain invested

Total Return Drawdown

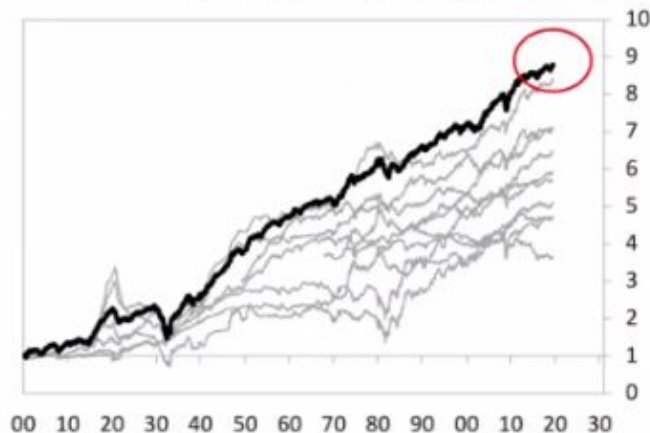
— Individual Asset Classes
— Equal Weighted (Re-balanced Monthly)



Diversified portfolios beat individual asset classes as it avoids underperformance

Cumulative Excess Returns (at 10% Vol)

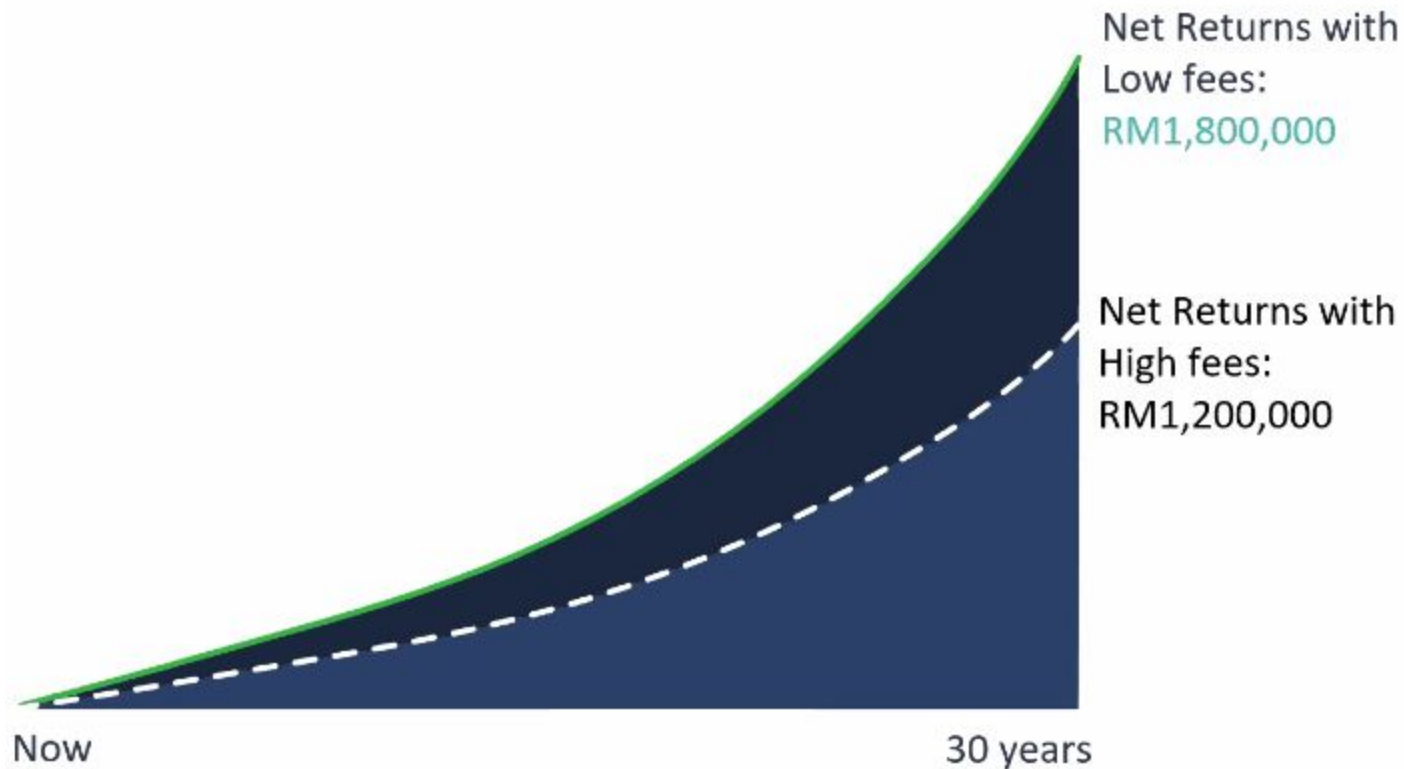
— Individual Asset Classes
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Diversified portfolios beat individual asset classes as it avoids underperformance

! above includes the following asset classes: US equities, US bonds, US credit, US IL bonds, global IL bonds, global bonds, global DM ties, global EM equities, and gold

This Is Why Fees Matter



**What does it mean to
time the market?**

But what if im pessimistic about markets?



Data Source: S&P 500 Total Return, YCharts, Ritholtz Wealth Management

Opportunity Cost of Timing the Market Wrong is Very High

Markets Chart of the Day

Returns of S&P 500

Performance of a \$10,000 investment between January 3, 1995 and December 31, 2014



This chart is for illustrative purposes only and does not represent the performance of any investment or group of investments.

Source: Prepared by J.P. Morgan Asset Management using data from Lipper. 20-year annualized returns are based on the S&P 500 Total Return Index, an unmanaged, capitalization-weighted index that measures the performance of 500 large capitalization domestic stocks, representing all major industries. Past performance is not indicative of future returns. An individual cannot invest directly in an index. Data as of December 31, 2014.

J.P.Morgan
Asset Management

BUSINESS INSIDER

