Basis of Illustration - Suitability

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The **Suitability** tab will display an **Efficient Frontier** graph:



Included in this screen is a **Value at Risk Statement** at the bottom of the graph:



Efficient Frontier

The output shown here is the efficient frontier, which displays your target Portfolios Asset Allocation in relationship to the optimised and active Synaptic Strategic Asset Class based Portfolios that are designed and updated on a quarterly basis to ensure their minimum gain hits the fixed risk

If the mean return % is to the right of the curve then you may be taking more risk than required to achieve the return; if the mean return is too low then you may need to consider taking more risk by adjusting or changing

Suitability is assessed on the basis of whether the investment is likely to deliver on the objectives of the financial plan, and whether there is alignment between the components of the risk governance model relatis to the Client investment goals. The need to take risk - the Client risk odel relating profile: - the Clients capacity for loss.

Use the efficient frontier and investment plot to demonstrate that a portfo or fund is aligned for risk and return.

Next tab to review is the Ex-Ante Statement. See article Basis of Illustration - Ex-Ante Statement.