

# INVESTMENT STRATEGY REVIEW

## THE ANALYSIS AND REPORT

Periodic review of the investment strategy ensures that it remains in line with investment objectives and reflects changing circumstances.

A set of objectives may include constraints and conflicting goals, and these would be taken into account in assessing a suitable balance. The investment strategy review would consider the following.

- Asset allocation
- For Defined Benefit schemes
  - Profile of the scheme's liabilities
  - Exposure to interest rate and inflation risk
  - Funding level implications
- Total and relative risk
- Active and passive approaches
- Allowance for Environmental, Social and Governance Factors including climate change
- Performance objectives and benchmarks
- Market practice
- Market trends
- Regulatory requirements

The following metrics could be calculated for proposed investment strategies

- Interest and inflation hedging ratios
- Expected return
- Expected variance in return
- Impact of one-off stresses on the funding position (e.g inflation +1%pa)

## WHO WOULD FIND THIS SERVICE USEFUL?

- Trustees of Defined Benefit ("Final Salary") pension schemes
- Employers with pension schemes
- Insurance and life assurance companies
- Trustees of charitable trusts

## HOW LONG DOES THIS PROCESS TAKE?

The length of time taken will depend on the size and complexity of the fund to be reviewed. At the time of an enquiry a timescale will be mutually agreed between us and the client.

## CHARGES

The cost of the service is calculated on a time-spent basis and will depend upon your specific needs.

## BWCI GROUP

The BWCI Group is the largest group of actuaries and consultants in the Channel Islands, with offices in both Guernsey and Jersey. It is a member of Abelica Global, the international network of leading independent actuarial consulting firms.

## FURTHER INFORMATION

For further information on this and other investment services provided by the BWCI Group please contact [invservices@bwcigroup.com](mailto:invservices@bwcigroup.com), or visit our website at [www.bwcigroup.com](http://www.bwcigroup.com).



### **Focused**

We are focused on our clients' needs and provide a service to suit their individual requirements.

### **Practical**

We deliver solutions in practical, commercial and cost-effective ways.

### **Innovative**

We seek innovative solutions to complex financial problems using advanced analytical tools and software.

**Guernsey office** | PO Box 68, Albert House  
South Esplanade, St Peter Port  
Guernsey, GY1 3BY  
**Tel** | +44 (0)1481 728432  
**Fax** | +44 (0)1481 724082  
**Web** | [www.bwcigroup.com](http://www.bwcigroup.com)

**Jersey office** | Osprey House  
5-7 Old Street, St Helier  
Jersey, JE2 3RF  
**Tel** | +44 (0)1534 880112  
**Web** | [www.bwcigroup.com](http://www.bwcigroup.com)