



# Tactical Asset Allocation Manager

SimCorp sets new standards within asset allocation software solutions by introducing a module to streamline the tactical asset allocation process. The Tactical Asset Allocation Manager (TAA Manager) is a tool for implementing house views on asset allocation to many clients, whilst taking the client's individual investment profile and restrictions into account.

## FEATURES

The TAA Manager is the newest module added to SimCorp Dimension's comprehensive suite of tools for investment processing. It enables the asset manager to process and implement asset allocation strategies across multiple client mandates in a consistent and highly efficient manner. Additional features of the TAA Manager are:

- A single powerful and flexible cockpit for managing the whole process – from strategy definition over compliance to the final update of the client's individual asset allocation.
- Comprehensive reporting and monitoring of client allocations and investment profiles – providing both overview and insight into all client portfolios – all an integral of TAA Manager cockpit

- Designed for extensive "bulk-processing" fully controlled by the user, who at any stage can interfere and do a fully manual handling of mandates.
- In-house views are defined once and then implemented either top-down or bottom-up and subsequently turned into client specific allocations based on a unique unit of risk concept
- Out-of-the-box tools for fitting the house strategy into the single clients investment restrictions are readily available, from simple averaging methods to volatility based fitting
- In-system processing insuring instant validation and control – and with instant access to all relevant client- and portfolio data



TAA Manager – Cascading The House View Across Multiple Portfolios

# Tactical Asset Allocation Manager

## BENEFITS

The introduction of the TAA Manager allows asset management companies to setup a highly scalable process for managing balanced funds.

The TAA Management module paves the road for an efficient allocation process, which can be executed at minimal cost and - operational risk, meanwhile ensuring a consistency in asset allocation across clients.

Client managers are given the possibility to manage a large number of mandates "in block" whilst ensuring individualised client portfolio management, where clients' individual risk appetite and investment restrictions are evaluated upstream in the final determination of clients asset allocation.

The unit of risk methodology entails a high degree of flexibility allowing the asset manager to define his proprietary methodology and principles in SimCorp Dimension. It is fully integrated in SimCorp Dimension mandate definition ensuring high quality and efficiency in maintenance and control of client data.

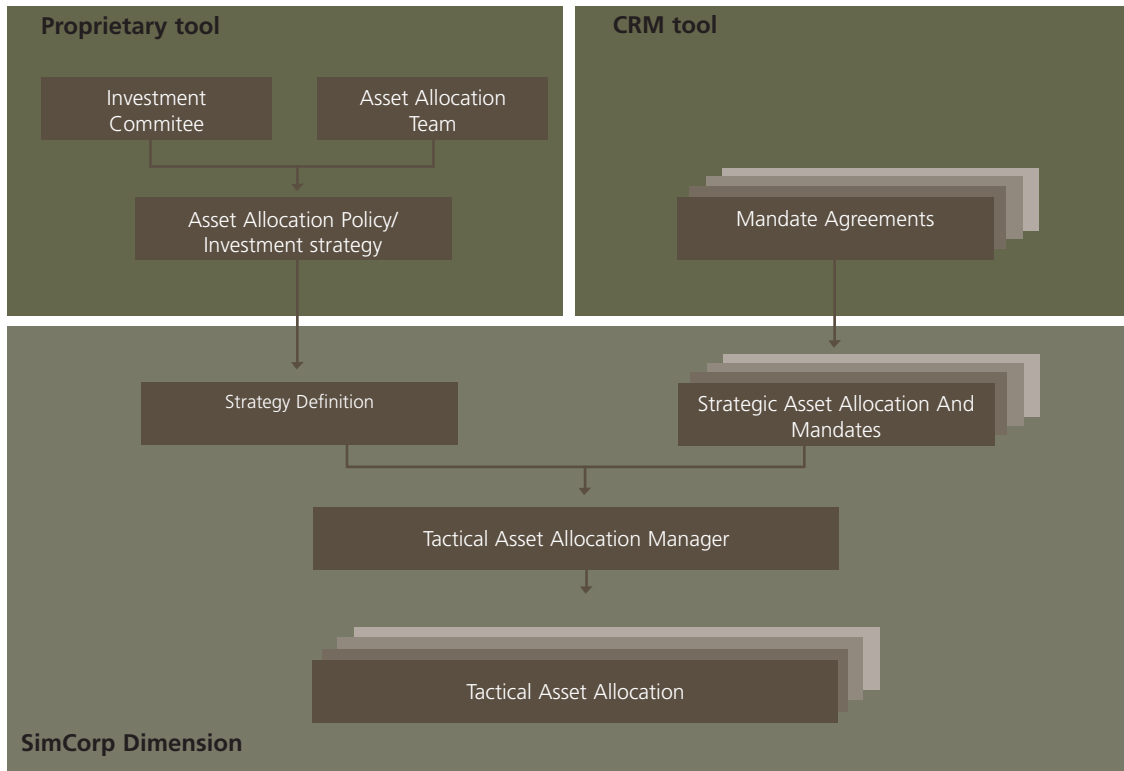
## WORKFLOW IN SIMCORP DIMENSION

The depicted diagram reflects the workflow in SimCorp Dimension, generating streamlined tactical asset allocation bets per client considering their specific constraints.

The Asset Allocation strategy determined by the Investment Committee is defined in SimCorp Dimension with the help of rules and methods translating the 'house view' into client specific asset allocation.

Mandate Agreements, which represent client's investment preferences, are reflected in Strategic Asset Allocation and Mandate Definition. This is the place to set client's specific allocation restrictions and a risk appetite parameter that indicates how aggressively the client follows the 'house view'.

By combining all relevant inputs the TAA Manager automatically cascades and transforms AA strategy into client specific TAA bets across multiple client portfolios, while still allowing for manual amendments to be implemented.



Workflow In SimCorp Dimension