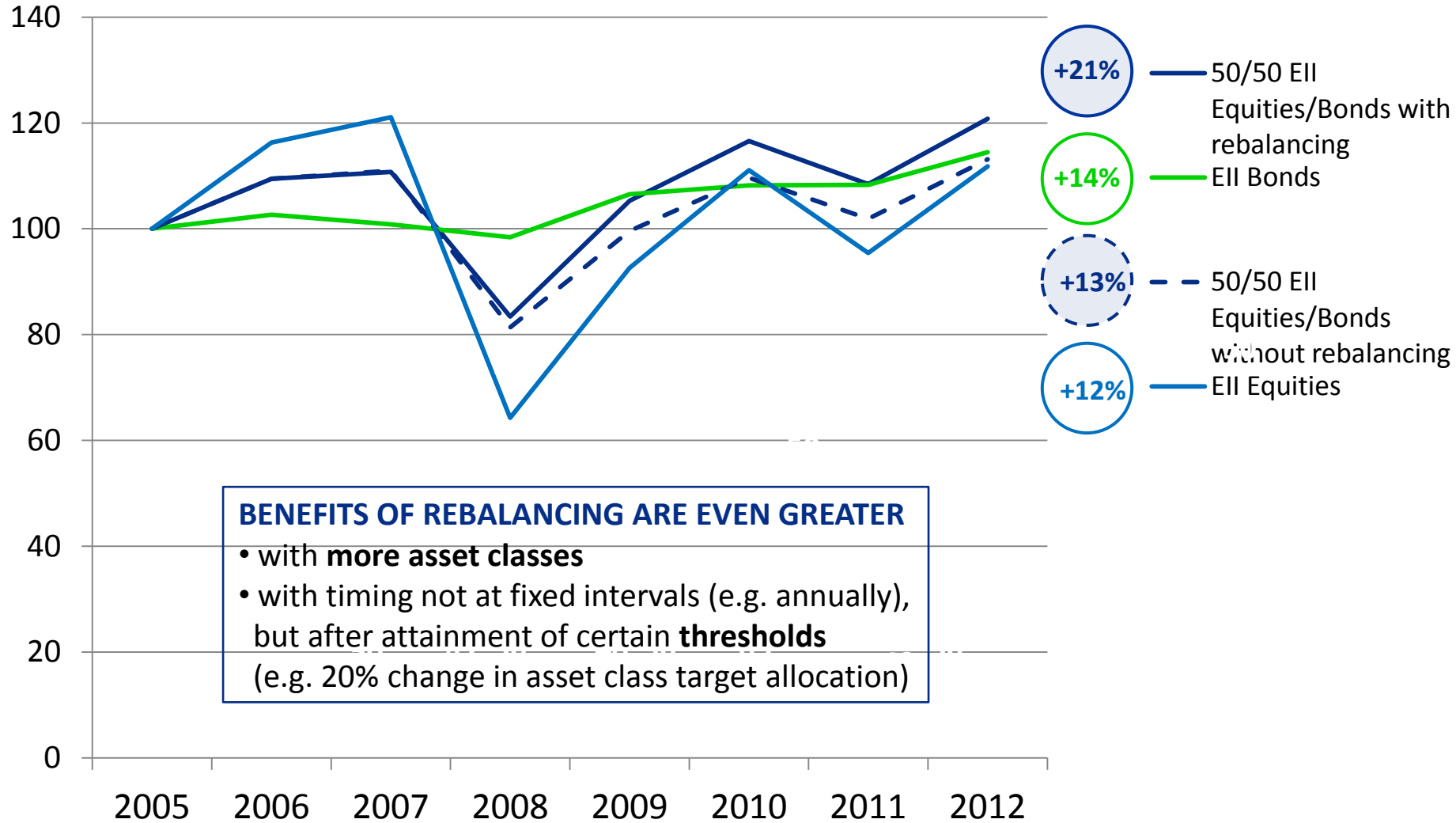


Portfolio rebalancing with a fixed allocation can generate higher returns

REBALANCING EXAMPLE (2/2)

Growth of portfolio value (31.12.2005 = 100)



BENEFITS OF REBALANCING ARE EVEN GREATER

- with **more asset classes**
- with timing not at fixed intervals (e.g. annually), but after attainment of certain **thresholds** (e.g. 20% change in asset class target allocation)

Source: Tareno (Luxembourg) S.A.

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