



JANUARY 2022

TACTICAL ASSET ALLOCATION OUTLOOK

A snapshot of current views on equity, fixed-income and alternative asset classes — updated monthly to help you tactically adjust for opportunities and risks

KEY TAKEAWAYS

- Continuing concerns over supply chain disruptions could result in higher volatility over the coming months, and we could see a decelerating pace of earnings improvements. However, while acknowledging that markets are at or near all-time highs, **we believe tilts toward risky assets will continue to reward investors.**
- The fear of future hawkish interest rate policy and rising yields has us concerned about fixed-income allocations. **Credit markets will most likely continue to attract attention as investors hunt for higher yields. But there are reduced opportunities for upside.**
- While we see opportunities for alpha in some areas of alternatives markets, **traditional markets are a more attractive opportunity to spend a risk budget** in the current environment.

KEY

● Current ● Previous (if changed)

OVERALL POSITIONS

Underweight <..... Neutral> Overweight

Equities			●	
Fixed income	●			
Alternatives		●		
Cash	●			

KEY

● Current ● Previous (if changed)

WITHIN EQUITIES

Underweight <----- Neutral -----> Overweight

U.S. equities

			●	
U.S. large caps		●		
U.S. small caps		●		
U.S. growth	●			
U.S. value			●	

Developed markets

			●	
U.K.			●	
Eurozone			●	
Japan				●
DM Asia ex-Japan			●	

Emerging markets

				●
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WITHIN FIXED INCOME

Underweight <----- Neutral -----> Overweight

Investment-grade bonds	●			
Securitized bonds	●			
Emerging market bonds		●		
Developed market bonds	●			
TIPS		●		
Treasuries	●			
Municipal bonds			●	
High-yield bonds			●	

WITHIN ALTERNATIVES

Underweight <----- Neutral -----> Overweight

Absolute return strategies		●		
Commodities			●	
REITs		●		
Convertibles		●		

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* In U.S. dollars as of September 30, 2021. Source: Ameriprise Q3 Earnings Release. Contact us for more current data.

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