

MAY 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

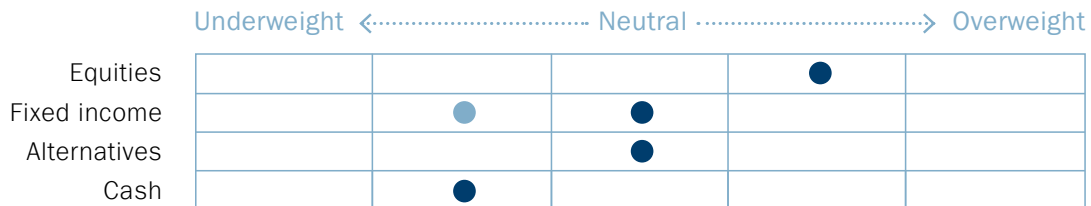
KEY TAKEAWAYS

- While the ongoing volatility and increasing fears of earnings weakness are important to watch, **we do not believe this moment merits reducing equity exposures.**
- **We believe potential aggressive hiking activity by the Fed is priced in at current levels.** For fixed-income allocations, we advocate closing underweights to duration exposures and the asset class overall.
- Generally, traditional markets are a more attractive opportunity to spend a risk budget in the current environment. **Commodities alone remain of interest within the alternatives complex.**

KEY

Current
 Previous (if changed)

OVERALL POSITIONS



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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* Source: Columbia Threadneedle and BMO GAM (EMEA) as of March 31, 2022. Contact us for more current data.

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