

NOVEMBER 2019

SHORT-TERM TACTICAL 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

OVERALL POSITIONS

KEY
 Current
 Previous (if changed)

EQUITIES



FIXED INCOME



ALTERNATIVES



CASH



KEY TAKEAWAYS

- Upward momentum of overall equity supports higher stock exposures.** Readings from our economic clock are weak relative to one year ago, but they are slowly improving. We see fewer catalysts for a correction going into the quiet portion of the year — so we're positioned for a neutral equity weight despite the economic risks.
- Treasuries no longer appear to have a clear trend in either direction.** We saw a steady rise in yields until the fourth quarter of 2018, followed by a sharp pullback going into the summer of 2019. We are back to a world of rangebound yields relative to current levels. Overall, it feels appropriate to have neutral policy-level allocations to duration.
- Non-directional strategies — such as absolute return — present compelling opportunities.** This is particularly true because we're cautious on equities and don't want to add to duration. We also believe commodities will do relatively well based on idiosyncratic risks for commodity markets that are asymmetrically tilted to the upside.

WITHIN EQUITIES

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



WITHIN FIXED INCOME

Investment-grade bonds



Securitized bonds



Emerging market bonds



Developed market bonds



TIPS



Treasuries



Municipal bonds



High-yield bonds



WITHIN ALTERNATIVES

Absolute return strategies



Commodities



REITs



Convertibles



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* In U.S. dollars as of September 30, 2019. Source: Ameriprise Q3 Earnings Release. Contact us for more current data.

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