

# Capital Market Assumptions

AS Capital Market Assumptions are a new generation of asset allocation inputs for investors to gauge expected returns and risk.

## New Generation

### A new generation of capital market assumptions

Expected return and risk estimates are the starting point for any asset allocation problem. Our CMA estimates are produced using a new-generation modelling approach underpinned by our [AS Asset Market and Macro Model](#).

AS Capital Market Assumptions move beyond traditional approaches to CMAs through:

#### Consistent Modelling

AS CMAs are forward-looking and consistent with market pricing of consensus expectations at each point in time.

#### Advanced Risk Engine

Our innovative asset class simulation approach provides the flexibility to analyse returns and risk across investment horizons.

#### Common Macro Drivers

Expected return and risk estimates incorporate common macro exposures across asset classes.

## Make Better Allocation Decisions

### How AS Capital Market Assumptions Add Value

Our CMAs provide comprehensive visibility on investment opportunities and risk, helping investors construct and maintain robust and optimal asset allocations and portfolios.

- **Daily estimates with histories** - Real-time assessments incorporating the latest market developments, with historical estimates available.
- **Multi-horizon** - Expected returns and risk from 1 to 30 years, available in multiple currencies and in nominal and real terms.
- **Simulated asset class return paths** - Simulation paths allow investors to test their strategies, create scenarios, and impose their own views in a consistent way.
- **Comprehensive coverage** - Global equities, fixed income, and private assets, including coverage of country, segment, and sector components.
- **Efficient delivery** - Current and historical estimates delivered through API and interactive dashboards.

### Comprehensive coverage of globally investible asset classes, markets, and segments

