

Pawleys Investment Advisors: Portfolio Benchmarking

Weighting	Investment	Starting Portfolio	Portfolio Return	Ending Portfolio
20%	Money Market	\$ 20,000.00	0.00%	\$ 20,000.00
25%	Bond Fund	\$ 25,000.00	4.23%	\$ 26,057.50
25%	Large Cap Fund	\$ 25,000.00	7.04%	\$ 26,760.00
15%	Small Cap Fund	\$ 15,000.00	4.76%	\$ 15,714.00
15%	International Fund	\$ 15,000.00	-0.64%	\$ 14,904.00
		\$ 100,000.00		\$ 103,435.50

Although the Large Cap Fund made money, it gained 7.04% which lags behind the DJ Industrial Average return of 8.35% seen below. It is time to scrutinize this fund and consider

Weighting	Correlated Benchark	Starting Hypo	Bench Return	Ending Hypothetical
20%	US Treasury T-Bill	\$ 20,000.00	0.03%	\$ 20,006.00
25%	BarCap US Govt	\$ 25,000.00	3.26%	\$ 25,815.00
25%	DJ Industrial Average	\$ 25,000.00	8.35%	\$ 27,087.50
15%	Russell 2000	\$ 15,000.00	2.49%	\$ 15,373.50
15%	MSCI EAFE	\$ 15,000.00	-2.94%	\$ 14,559.00
		\$ 100,000.00		\$ 102,841.00

Contrarily, seen above the International Fund lost -0.64%. But since it lost less than the MSCI EAFE return of -2.94%, it came out ahead and should be



Figures for funds should be after all fees and expenses. The BarCap US Govt, DJIA, Russell 2000 and MSCI EAFE are indices and you cannot invest directly in an index. Past performance does not indicate current or future results and you may incur investment losses.

Source: Morningstar