



## **TRUSTprocessor Add-On Module Overview:**

### **Portfolio Modeling**

#### **FUNCTION:**

The Portfolio Modeling Module automates the allocation of assets within each account according to pre-defined models. Each model will be designed to meet the needs of a group of clients based on investment objective – ranging from high growth or high risk to very conservative fixed income portfolios.

Each model is structured by selecting which asset mixes to include and the percentage of each mix. Each asset mix specifies what percentage should be held of individual securities.

#### **BENEFITS:**

##### **The Portfolio Modeling Module adds value to the core system by ...**

- allowing definition of over 46,000 models, each one including over 46,000 asset mixes. Each asset mix can include an unlimited number of assets, with allocations totaling to 100%.
- including all types of assets in the model structure, including stocks, bonds, mutual funds, commodities futures, etc.
- designating a model for each account that will use Portfolio Modeling, based on the client's investment objectives.
- automating client-driven reallocations, such as:
  - spreading the assets for a new account.
  - spreading new contributions for an existing account.
  - raising cash to make a disbursement, with money coming out of assets based on the allocation percentages in the model.

(continued on reverse)

# TRUSTprocessor Add-On Module Overview: Portfolio Modeling

## BENEFITS (continued):

### The Portfolio Modeling Module adds value to the core system by ...

- moving an account to a different model.
- liquidating assets in order to close an account.
- automating reallocation of all accounts in a model each quarter (or other regular periodic schedule) or because a market change has suggested prudent adjustments.
- reallocating all accounts to raise funds to pay management fees.
- analyzing each account using the Variance Report to compare current holdings with the model's target percentages.
- creating transactions to buy or sell as needed to meet the model's target percentages. A report shows each trade that was created.
- allowing the release of trades by asset as each trade is executed.

## COMPLEMENTARY MODULE:

- Interactive Data Interface to import daily prices. This ensures the most accurate calculations possible.