

# farrelly's Investment Strategy Tipping Point Tables NZ

Australasian Equities		
All Ords 6,940.6	10 yr F'cast return	Status
9500	0.7%	Overpriced
9250	1.0%	Overpriced
9000	1.3%	Overpriced
8750	1.7%	Overpriced
8500	2.0%	Fully priced
8250	2.4%	Fully priced
8000	2.8%	Fully priced
7750	3.2%	Fully priced
7500	3.6%	Fully priced
7250	4.1%	Fully priced
7000	4.6%	Fair value
6750	5.1%	Fair value
6500	5.6%	Fair value
6250	6.1%	Fair value
6000	6.7%	Fair value
5750	7.3%	Cheap
5500	7.9%	Cheap

Developed Market Equities		
FTSE DM 391.4	10 yr F'cast return	Status
560	1.3%	Overpriced
540	1.7%	Overpriced
520	2.1%	Fully priced
500	2.5%	Fully priced
480	3.0%	Fully priced
460	3.5%	Fully priced
440	4.0%	Fully priced
420	4.5%	Fair value
400	5.1%	Fair value
380	5.6%	Fair value
360	6.3%	Fair value
340	7.0%	Cheap
320	7.7%	Cheap
300	8.5%	Cheap
280	9.4%	Cheap
260	10.3%	Cheap
240	11.4%	Cheap

Emerging Market Equities		
FTSE EM 887.5	10 yr F'cast return	Status
1300	0.5%	Overpriced
1250	1.0%	Overpriced
1200	1.4%	Overpriced
1150	1.9%	Fully priced
1100	2.4%	Fully priced
1050	2.9%	Fully priced
1000	3.4%	Fully priced
950	4.0%	Fully priced
900	4.6%	Fair value
875	5.0%	Fair value
850	5.3%	Fair value
825	5.6%	Fair value
800	6.0%	Fair value
775	6.4%	Fair value
750	6.8%	Cheap
725	7.2%	Cheap
700	7.6%	Cheap

A-REITs		
ASX REIT 1,339.6	10 yr F'cast return	Status
2300	0.8%	Overpriced
2200	1.4%	Overpriced
2100	2.0%	Fully priced
2000	2.6%	Fully priced
1900	3.3%	Fully priced
1800	4.0%	Fully priced
1700	4.8%	Fair value
1600	5.7%	Fair value
1500	6.6%	Fair value
1450	7.1%	Cheap
1400	7.6%	Cheap
1350	8.2%	Cheap
1300	8.8%	Cheap
1250	9.4%	Cheap
1200	10.0%	Cheap
1150	10.7%	Cheap
1100	11.5%	Cheap

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Developed Market Equities		
FTSE DM <sup>1</sup>	10 yr F'cast return	Status
391.4		
560	1.3%	Overpriced
540	1.7%	Overpriced
520	2.1%	Fully priced
500	2.5%	Fully priced
480	3.0%	Fully priced
460	3.5%	Fully priced
440	4.0%	Fully priced
420	4.5%	Fair value
400	5.1%	Fair value
380	5.6%	Fair value
360	6.3%	Fair value
340	7.0%	Cheap
320	7.7%	Cheap
300	8.5%	Cheap
280	9.4%	Cheap
260	10.3%	Cheap
240	11.4%	Cheap

US Equities		
S&P500	10 yr F'cast return	Status
3811.15		
4000	1.6%	Overpriced
3900	1.9%	Fully priced
3800	2.2%	Fully priced
3700	2.5%	Fully priced
3600	2.8%	Fully priced
3500	3.1%	Fully priced
3400	3.4%	Fully priced
3300	3.7%	Fully priced
3200	4.1%	Fully priced
3100	4.5%	Fair value
3000	4.8%	Fair value
2900	5.2%	Fair value
2800	5.7%	Fair value
2700	6.1%	Fair value
2600	6.5%	Fair value
2500	7.0%	Cheap
2400	7.5%	Cheap

World ex US Equities		
World ex US <sup>2</sup>	10 yr F'cast return	Status
301.1		
510	1.3%	Overpriced
490	1.7%	Overpriced
470	2.2%	Fully priced
450	2.6%	Fully priced
430	3.1%	Fully priced
410	3.7%	Fully priced
390	4.2%	Fully priced
370	4.8%	Fair value
350	5.5%	Fair value
340	5.8%	Fair value
330	6.2%	Fair value
320	6.6%	Fair value
310	6.9%	Cheap
300	7.3%	Cheap
290	7.7%	Cheap
280	8.2%	Cheap
270	8.6%	Cheap

Emerging Market Equities		
FTSE EM3	10 yr F'cast return	Status
887.5		
1300	0.5%	Overpriced
1250	1.0%	Overpriced
1200	1.4%	Overpriced
1150	1.9%	Fully priced
1100	2.4%	Fully priced
1050	2.9%	Fully priced
1000	3.4%	Fully priced
950	4.0%	Fully priced
900	4.6%	Fair value
875	5.0%	Fair value
850	5.3%	Fair value
825	5.6%	Fair value
800	6.0%	Fair value
775	6.4%	Fair value
750	6.8%	Cheap
725	7.2%	Cheap
700	7.6%	Cheap

1. FTSE All World DM (Loc)

2. FTSE All World Ex US (Loc)

3. FTSE All World EM (Loc)