

# farrelly's Investment Strategy Tipping Point Tables

Australian Equities			Developed Market Equities			Emerging Market Equities			G-REITs		
All Ords 8,316.7	10 yr F'cast return	Status	FTSE DM 542.4	10 yr F'cast return	Status	FTSE EM 822.6	10 yr F'cast return	Status	NAREIT Eq REIT 821.20	10 yr F'cast return	Status
10000	3.6%	Overpriced	560	2.7%	Overpriced	1150	2.2%	Overpriced	900	3.8%	Overpriced
9750	4.0%	Overpriced	540	3.1%	Overpriced	1100	2.7%	Overpriced	875	4.2%	Fully priced
9500	4.3%	Fully priced	520	3.6%	Overpriced	1050	3.2%	Overpriced	850	4.6%	Fully priced
9250	4.7%	Fully priced	500	4.0%	Fully priced	1000	3.8%	Overpriced	825	5.0%	Fully priced
9000	5.1%	Fully priced	480	4.5%	Fully priced	950	4.4%	Fully priced	800	5.4%	Fully priced
8750	5.5%	Fully priced	460	5.0%	Fully priced	900	5.0%	Fully priced	775	5.9%	Fully priced
8500	5.9%	Fully priced	440	5.5%	Fully priced	850	5.7%	Fully priced	750	6.3%	Fully priced
8250	6.4%	Fully priced	420	6.1%	Fully priced	800	6.5%	Fully priced	725	6.8%	Fair value
8000	6.8%	Fair value	400	6.7%	Fair value	750	7.3%	Fair value	700	7.3%	Fair value
7750	7.3%	Fair value	380	7.3%	Fair value	725	7.7%	Fair value	675	7.8%	Fair value
7500	7.8%	Fair value	360	8.0%	Fair value	700	8.2%	Fair value	650	8.4%	Fair value
7250	8.3%	Fair value	340	8.7%	Fair value	675	8.6%	Fair value	625	9.0%	Fair value
7000	8.9%	Fair value	320	9.5%	Cheap	650	9.1%	Cheap	600	9.6%	Cheap
6750	9.5%	Cheap	300	10.3%	Cheap	625	9.6%	Cheap	575	10.2%	Cheap
6500	10.1%	Cheap	280	11.3%	Cheap	600	10.2%	Cheap	550	10.9%	Cheap
6250	10.8%	Cheap	260	12.3%	Cheap	575	10.8%	Cheap	525	11.7%	Cheap
6000	11.4%	Cheap	240	13.4%	Cheap	550	11.4%	Cheap	500	12.5%	Cheap

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Developed Market Equities		
FTSE DM <sup>1</sup> 542	F'cast return	Status
560	2.7%	Overpriced
540	3.1%	Overpriced
520	3.6%	Overpriced
500	4.0%	Fully priced
480	4.5%	Fully priced
460	5.0%	Fully priced
440	5.5%	Fully priced
420	6.1%	Fully priced
400	6.7%	Fair value
380	7.3%	Fair value
360	8.0%	Fair value
340	8.7%	Fair value
320	9.5%	Cheap
300	10.3%	Cheap
280	11.3%	Cheap
260	12.3%	Cheap
240	13.4%	Cheap

US Equities		
S&P500 5648	F'cast return	Status
6000	0.1%	Overpriced
5750	0.6%	Overpriced
5500	1.0%	Overpriced
5250	1.5%	Overpriced
5000	2.1%	Overpriced
4750	2.6%	Overpriced
4500	3.2%	Overpriced
4250	3.9%	Overpriced
4000	4.6%	Fully priced
3800	5.2%	Fully priced
3600	5.8%	Fully priced
3400	6.5%	Fully priced
3200	7.2%	Fair value
3000	8.0%	Fair value
2800	8.9%	Fair value
2600	9.8%	Cheap
2400	10.8%	Cheap

World ex US Equities		
World ex US <sup>2</sup> 350.9	F'cast return	Status
510	2.4%	Overpriced
490	2.8%	Overpriced
470	3.3%	Overpriced
450	3.8%	Overpriced
430	4.4%	Fully priced
410	5.0%	Fully priced
390	5.6%	Fully priced
370	6.2%	Fully priced
350	6.9%	Fair value
340	7.3%	Fair value
330	7.7%	Fair value
320	8.1%	Fair value
310	8.5%	Fair value
300	9.0%	Fair value
290	9.4%	Cheap
280	9.9%	Cheap
270	10.4%	Cheap

Emerging Market Equities		
FTSE EM <sup>3</sup> 823	F'cast return	Status
1150	2.2%	Overpriced
1100	2.7%	Overpriced
1050	3.2%	Overpriced
1000	3.8%	Overpriced
950	4.4%	Fully priced
900	5.0%	Fully priced
850	5.7%	Fully priced
800	6.5%	Fully priced
750	7.3%	Fair value
725	7.7%	Fair value
700	8.2%	Fair value
675	8.6%	Fair value
650	9.1%	Cheap
625	9.6%	Cheap
600	10.2%	Cheap
575	10.8%	Cheap
550	11.4%	Cheap

1. FTSE All World DM (Loc)

2. FTSE All World Ex US (Loc)

3. FTSE All World EM (Loc)