

Video 5

Rebalancing

Let's say you plan to invest 100 Rs with 80% to equity or stock based investment and 20% to FD or equivalent investments. As markets go up and down this allocation will change. If markets go up your 80% can become 85% or it can drop down to 70%. It is important that you periodically asset this asset allocation and make adjustments. Doing this will ensure 3things to your portfolio.

No.1 It will retain the risk profile of your investments.

No.2 Without you even being conscious about it you will be buying low and selling high.

and No.3 historical data shows that regularly rebalancing your portfolio improves returns by about 20 -30 %.

Rebalancing is slightly a tricky exercise. You might rebalance with additional new investments or you might have to sell and reinvest your money. This might attract some loads and tax and you will need help of a good wealth manager to do this for you. So set a goal, start investing, stay invested ,invest in good investment auctions and rebalance regularly.100xing your wealth is no big deal.Really.so if you want to stop struggling to put money aside for investments and start seeing your wealth grow year on year and have complete control of your investments on your finger tips reach out to me for scheduling an appointment at the bottom of this page. you can also write to me at bhuvana@bhuvanashreeram.com and also reach out to me through facebook, linkedin or twitter. I will be very glad to be of any help to you to see you grow and live the life you desire and deserve. Thank you very much.

