

Global Investment Manager

A global investment manager who wanted to cut through “the noise in the marketplace” approached ECRI to improve their cyclical risk management process for entering and exiting investment positions.

Managing Portfolio Risk with ECRI’s Cyclical Framework

Objective

To cut through “the noise in the marketplace” and improve portfolio performance by including growth and inflation cycle risk in timing the entry and exit of investment positions.

Approach

The investment manager engaged us to manage international growth and inflation cycle risks.

Our solution drew on dozens of our objective proprietary leading indexes to systematically identify the risk of a turning point in global and country-specific cycles in economic growth, inflation, and employment.

Our research team delivers the information through meetings, calls, reports and data. Meetings and calls help to communicate conviction, including our level of certainty about growth rate cycle calls, which have a one-to-one correspondence with stock market risk.

Results

We helped the investment manager navigate contradictory economic and market signals and opinions, so that the portfolio was well-positioned for cycle turns in growth and inflation in both developed and emerging economies, improving risk-adjusted returns.