

Risk Illustrations - Results + Inflation

Last Modified on 19/08/2022 4:04 pm BST

This article is a continuation of article [Risk Illustrations - Results + Costs](#).

The Results + Inflation tab, will display the forecasted return based on the criteria entered and the overall suitability of the illustration plan to meet the objective.

The Results include Inflation:

The screenshot displays the Synaptic Pathways Risk Illustration interface. At the top, there is a navigation bar with various menu items and a search bar. Below this, the 'Risk Illustration' header includes a search bar and action buttons like 'Duplicate Illustration', 'Edit', and 'Delete'. The main content area is divided into several sections:

- Client Information:** Client Name (Client Test), Client Risk Category (Balanced (High End)), and Created Date (19/08/2022, 10:33).
- Investment Parameters:** Term of Investment (10 Years), Initial Amount (£200,000.00), Regular Contribution (£300.00 / pm), Regular Withdrawal (£300.00 / pm), Growth Basis (Without inflation), Rebalanced Annually (Yes), Total Solution Cost (1.70%), and Potential First Year Loss (13.00% or £26,000.00).
- Risk and Objective:** Investment Risk Category (Balanced (Low End)), Objective Risk Category (Balanced (High End)), and Investment Scenario Pathway (Amy Test Portfolio).
- Expected Outcomes:** Expected Outcome (Mean Gain) of £246,160.88 or 23.08%, Lowest Outcome (Min. Gain) of £193,340.00 or -23.33%, and Highest Outcome (Max. Gain) of £357,145.00 or 78.57%.

The 'Results' section is active, showing a 'Forecast based on investment scenario - With Inflation' view. It features two charts comparing 'No Inflation' and 'With Inflation' scenarios. The 'With Inflation' chart shows a lower expected outcome of £219,013.46 or 9.51% compared to the 'No Inflation' scenario of £293,818.46 or 46.91%. A 'Strategic Asset Allocation Comparison' box explains that Moody's stochastic engine is used for probability-based forecasts.

Risk Illustrations - Results + Costs & Inflation