

# In-House Discretionary - Compliance Tab

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This article is a continuation of [In-House Discretionary - Funds](#)

The compliance tab can be found within In-house discretionary portfolios.

Compliance can be found in the tabs at the top of the portfolio, as seen below:

The screenshot shows the 'Fund Table' tab selected in the 'Test InHouse Portfolio' interface. The 'Fund Search' panel on the left lists various Vanguard funds, with 'Vanguard Diversified Growth Index ETF AUD' selected. The 'Fund Table' panel displays a table with columns for Code, Shareclass Lock, Name, Promoter, Asset Allocation, and Weighting %. The table shows one fund entry: U7CP, Vanguard Diversified Growth Index ETF AUD, Vanguard Investments Australia, with a 100% weighting. Below the table, it indicates 'Remaining allocation: 0%' and 'Total allocation: 100%'. On the right, the 'Portfolio Summary' panel shows a risk profile of 'Moderately Adventurous' with a risk rating of 4.2. It also displays performance metrics: Minimum Gain in any 1 Year of -18% or -£1,800.00, Average Gain in any 1 Year of 7.61% or £761.00, and Maximum Gain in any 1 Year of 32.87% or £3,287.00. A bar chart below the summary shows the distribution of gains, and a legend indicates asset class weightings: 68.12% Global Equities (ex UK) and 31.88% Global Bonds (ex UK).

The screenshot shows the 'Compliance' tab selected in the 'Test InHouse Portfolio' interface. The 'How it Works' panel on the left explains the metrics used for compliance: Minimum gain (95th percentile of the distribution graph), Maximum gain (5th percentile of the distribution graph), and Average gain (annualised over 10 year term). The 'Compliance Summary' panel features a 'MIFID II PROD Optional statement to describe the Portfolio' with a text editor containing 'Salesforce Sans' and a toolbar. Below this is an 'Efficient Frontier' chart showing Mean Return % on the y-axis (ranging from 3% to 10%) and an unlabeled x-axis. The chart displays several data points representing different portfolio compositions, with labels for their mean returns: 5.66%, 6.72%, 7.51%, 7.61%, 8.39%, and 8.66%. The 'Portfolio Charges' panel on the right lists: Headline Charge (0.60%), Discretionary Managers Fee / AMC (0.10%), Fund Management Cost (0.20%), Transactional Costs (MIFID) (0.30%), Initial Charge (0.20%), and another Initial Charge (0.20%).

This area allows you to add a compliance summary for the portfolio (This is an optional)

Navigation: Details | Portfolio Builder | Compliance | Asset Allocation | Platforms & Products | Portfolio Factsheet | Historic Performance

### How it Works

An investment's asset allocation is used to calculate the 3 metrics make up a Synaptic risk profile, derived from the Moody's Analytics quarterly simulation (10 year term) to identify viable investment outcome.

**Minimum gain:** Value of investment at 95th percentile of the distribution graph. Customers should expect a loss in region of the min gain value in 1 out of 20 years (5%). This is how we define a 'bad year' in the investment journey; used as the basis of mapping investments to risk categories and consideration of client's Capacity for Loss.

**Maximum gain:** the corollary of the Minimum gain but measured at the 5th percentile of the distribution graph. Useful to demonstrate the asymmetric nature of investment returns to clients.

**Average gain:** Average expected return, annualised, over 10 year term. Useful for growth assumptions in financial planning.

### Compliance Summary

**MiFID II PROD Optional statement to describe the Portfolio**

Salesforce Sans | 12 | B I U | [Rich Text Editor Icons]

### Efficient Frontier

An efficient frontier graph displays where the portfolio sits against the risk categories:

Navigation: Synaptic Pathways | Home | Contacts | Research | Portfolio Builder | Investment Pathways | Configuration | Fund Lists | Knowledge Base | My Apps & Settings | Valuations

Search: [Search...]

Portfolio: **IHD Test Portfolio** | Duplicate Portfolio | Import Funds | Edit

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### Efficient Frontier

### Portfolio Charges

**Headline Charge: 0.75%**

Discretionary Managers Fee / AMC  
**0.25%**

Fund Management Cost  
**0.30%**

Transactional Costs (MIFID)  
**0.20%**

**Initial Charge: 0.40%**

Initial Charge  
**0.40%**

Legend for Efficient Frontier:

- Your Forecast Position (Orange diamond)
- Moderately Cautious LE (Light blue circle)
- Balanced HE (Dark blue circle)
- Adventurous (Green circle)
- Very Cautious (Yellow circle)
- Moderately Cautious HE (Black circle)
- Moderately Adventurous LE (Red circle)
- Very Adventurous (Light blue circle)
- Cautious (Blue circle)
- Balanced LE (Light blue circle)
- Moderately Adventurous HE (Blue circle)

Charges can be found on the right side of the screen:

Portfolio Charges	
Headline Charge	0.75 %
Discretionary Managers Fee / AMC	<b>0.25%</b>
Fund Management Cost	<b>0.30%</b>
Transactional Costs (MIFID)	<b>0.20%</b>
Initial Charge	0.40 %
Initial Charge	<b>0.40%</b>

If any changes need to be made to the Charges, edit them in the Details tab.

For further information on In-House Discretionary Portfolio, see article [In-House Discretionary - Asset Allocation](#)

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