

Long-Term vs. Short-Term Investing

January 1988-December 2005

Overlapping Periods (annualised)

	One-Month UK T-Bill	20% Equity Balanced Fund	40% Equity Balanced Fund	60% Equity Balanced Fund	80% Equity Balanced Fund	100% Equity Balanced Fund	FTSE All-Share Index
1 Year (205 periods)							
Best Return	15.94	18.68	27.33	39.26	52.11	66.02	46.21
Worst Return	3.67	-3.60	-10.53	-17.18	-23.50	-29.52	-29.81
3 Years (181 periods)							
Best Return	14.34	13.99	16.41	20.41	24.43	28.43	26.57
Worst Return	3.97	0.61	-3.32	-7.25	-11.15	-15.01	-15.35
5 Years (157 periods)							
Best Return	12.43	12.73	13.64	14.72	17.66	20.63	20.60
Worst Return	4.40	3.28	1.36	-0.68	-2.80	-5.03	-6.58
10 Years (97 periods)							
Best Return	9.20	10.16	11.35	12.47	14.15	15.77	16.99
Worst Return	5.34	5.46	5.41	5.22	4.92	4.52	5.50
15 Years (37 periods)							
Best Return	7.96	8.10	8.39	9.34	10.28	11.15	11.09
Worst Return	6.14	6.90	7.27	7.34	7.30	7.15	8.02
Total Period January 1988-December 2005							
Annualised Return	7.35	8.03	8.88	9.63	10.29	10.84	10.84
Standard Deviation	0.95	3.10	6.05	9.06	12.08	15.10	14.45
Growth of £1	3.58	4.01	4.62	5.23	5.83	6.37	6.38

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