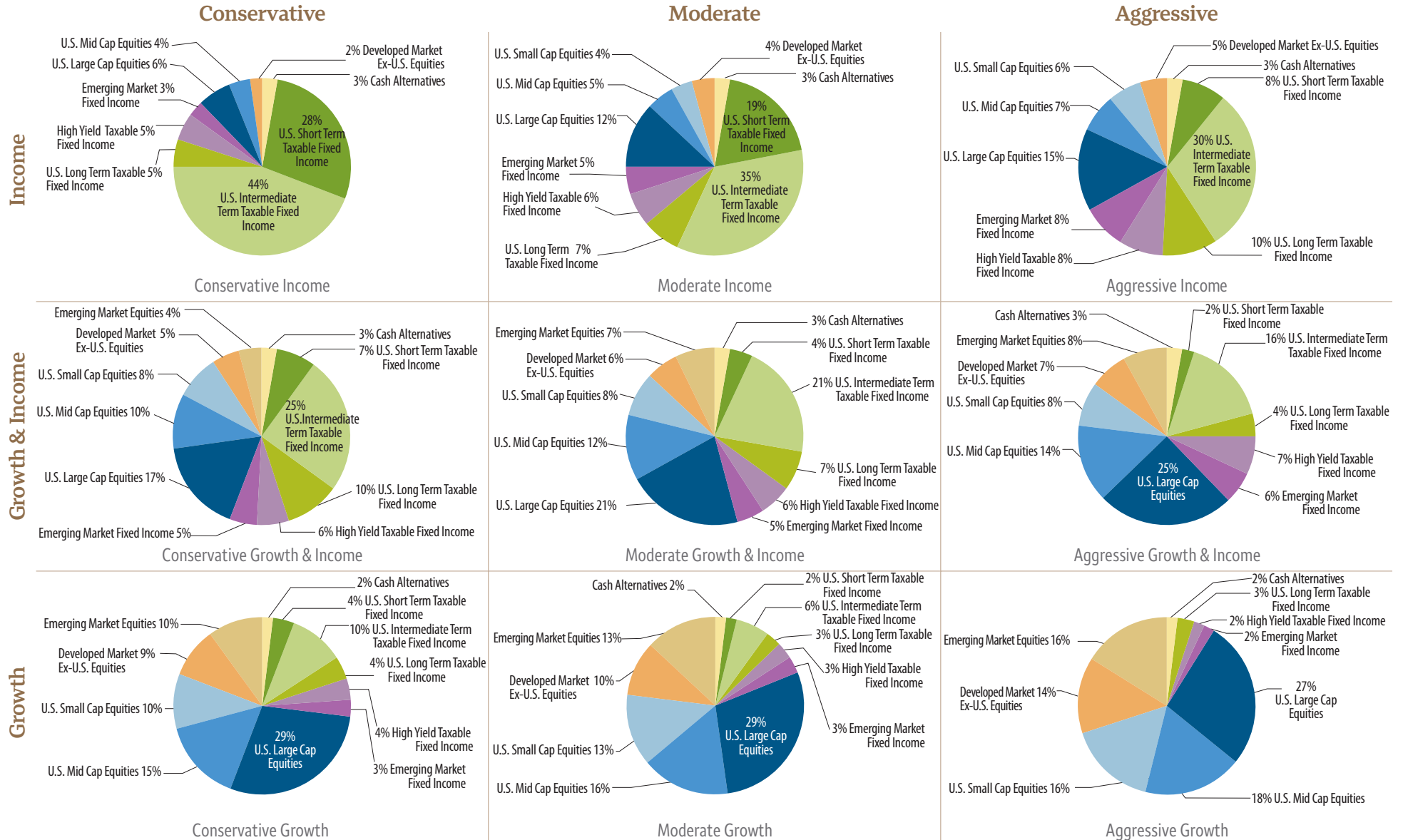


GLOBAL INVESTMENT STRATEGY

# Strategic Allocation Models

Three Asset Groups: Fixed Income, Equities, Real Assets



Source: Wells Fargo Investment Institute, July 2020. Note: Current strategic allocations to real assets are 0%, but these asset classes may be included as part of a tactical allocation.

**Investment and Insurance Products:** ► NOT FDIC Insured ► NO Bank Guarantee ► MAY Lose Value

## Risk Factors

Stock markets, especially foreign markets, are volatile. Stock values may fluctuate in response to general economic and market conditions, the prospects of individual companies, and industry sectors. Foreign investing has additional risks including those associated with currency fluctuation, political and economic instability, and different accounting standards. These risks are heightened in emerging markets. Mid- and small-cap stocks are generally more volatile, subject to greater risks and are less liquid than large company stocks. Bonds are subject to market, interest rate, price, credit/default, call, liquidity, inflation and other risks. Prices tend to be inversely affected by changes in interest rates. High yield (junk) bonds have lower credit ratings and are subject to greater risk of default and greater principal risk.

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