Hold Your Equity Managers Accountable With Holdings Analysis

Your equity managers may deconstruct their returns to report attribution, but that doesn’t explain how their decisions differ from those of other managers. Use Holdings Analysis to pinpoint where managers are demonstrating independent thinking with stock selections notably different from peers. Analyze their sector, region and style allocations to validate that they’re following their stated investment philosophy or uncover potential style drift.

Use Holdings Analysis To

Know the questions to ask
Prepare for meetings with your equity managers by analyzing their allocation decisions, stock selections and holdings weights in advance. This background data will help you ask better questions and get more insight into your managers’ thought process.

Get behind headline numbers
Most top-quartile managers are delivering similar performance. What differentiates one manager from another is how they’re delivering returns. Holdings Analysis is key to holding your managers accountable for following their stated philosophies and process.

Be an interactive partner
Whether you’re an in-house investment team or work with a consultant, Holdings Analysis helps you interact with managers as a partner and get behind their headline updates.
eVestment Holdings Analysis deconstructs equity manager performance versus not only benchmarks, but also peer averages. This provides insight into where the portfolio team’s decisions are typical of other active peers and where the team demonstrates more independent thinking about sector, region and style allocations. This intelligence equips investors to ask more informed questions of their equity managers. Holdings Analysis can also be used to validate a team’s discipline around its stated process or, conversely, to detect style drift.

**Allocations vs. Peers**
Understand how the product portfolio allocations differ from an average portfolio in the universe.

**Impact of Stock Selection**
View the top contributors and detractors to performance.
Holdings Analysis Capabilities

Portfolio Characteristics vs. Peers
Understand how product portfolio characteristics differ from those of an average peer portfolio.

Allocations Over Time
Track style, sector or region allocations over time to validate discipline around the product’s stated investment philosophy.
Holdings Analysis Capabilities

Holdings Comparison
Understand a product’s holdings in relation to how often those securities are held by other managers in the universe. (Note that specific securities data is viewable only to consultants and investors. Asset managers cannot see the portfolio holdings of other asset managers.)

Active Share
Understand the stock selections that have contributed most to the product’s active share.

Top Holdings in the Universe
View the most frequently held securities in the universe, with the percentage of products holding the position, the average weight and weight changes quarter over quarter.

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