Assessing your risk profile

Based on your answers overleaf, you can calculate your total score, determine your risk profile and match it with an appropriate asset allocation following the three easy steps.

A. Calculate your total score

Question	Answer Option				
	a	b	c	d	e
1	5	10	15	20	25
2	5	10	15	20	25
3	5	10	15	20	25
4	5	10	15	20	25
5	5	10	15	20	25

Your total score is ______________________

B. Match your score with your risk profile

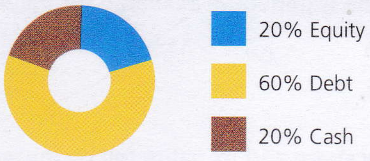
Your Risk Profile	Min	Max
Very Conservative	01	35
Conservative	36	55
Moderate	56	75
Aggressive	76	100
Very Aggressive	101	125

Your risk profile is ______________________

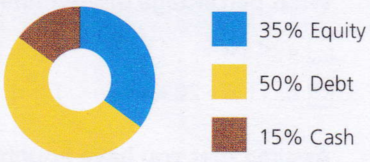
C. Match your risk profile with your suggested asset allocation

Very Conservative

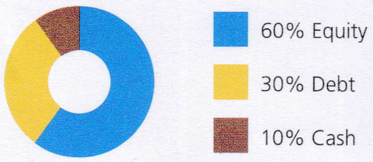
Conservative



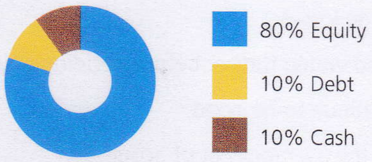
Moderate



Aggressive



Very Aggressive



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Know your risk profile

Client Name: ______________________ Date: __________

Contact No: ______________________ Age: __________

Knowing your risk profile will help you to decide what your investment pattern should be. So go on, take the test and discover the kind of investor you are. Simply tick the box that best describes how you would react in a given situation to get started.

Have you invested any money in the past? If yes, what has been your experience so far?

- ☐ a. I have just started investing and do not have any prior investment experience
- ☐ b. I invest mainly in fixed deposits, post office savings
- ☐ c. Option b plus debt-based mutual funds, monthly income plans and traditional insurance plans
- ☐ d. Option b & c plus equity-based mutual funds and ULIPs
- ☐ e. Option b, c & d plus a mix of equity shares, real estate and derivatives

What percentage of your monthly income is generally available for investment?

- ☐ a. < 10%
- ☐ b. 11% - 20%
- ☐ c. 21% - 30%
- ☐ d. 31% - 40%
- ☐ e. > 41%

Assume that you have bought an equity share and its value fell by more than 25%, but there is no change in the fundamentals of the company. What will you do?

- ☐ a. Sell the entire holding
- ☐ b. Sell part of the holding to prevent large losses
- ☐ c. Maintain current holding and wait and watch further before deciding anything
- ☐ d. Increase holding as fundamentals continue to be good
- ☐ e. Buy very aggressively, to bring down the average cost of acquisition

Which statement best describes your approach as an investor?

- ☐ a. I want my investment to be completely safe and I don't mind accepting very low returns for it
- ☐ b. I want to preserve my capital in the long term, however, I don't mind taking small risks for little extra returns
- ☐ c. I want my investments to grow in the long run; I don't mind losing a part of my principal in the short term
- ☐ d. I want very high returns, and I am willing to take some amount of risk
- ☐ e. I want my investments to grow substantially and it should earn the highest possible returns

Which age group do you belong to?

- ☐ a. 61 yrs and above
- ☐ b. 51 to 60 yrs
- ☐ c. 41 to 50 yrs
- ☐ d. 31 to 40 yrs
- ☐ e. 18 to 30 yrs