



Leicestershire County Council

Investment Portfolio Benchmarking Analysis

March 2022

Group Members:

Amber Valley Borough Council
City Of Lincoln Council
Doncaster Metropolitan Borough Council
Leicestershire County Council
Lincolnshire County Council
Melton Borough Council
North East Lincolnshire Council
North Kesteven District Council
Nottingham City Council
Nottinghamshire Fire And Rescue Service
South Kesteven District Council
The Police And Crime Commissioner For Lincolnshire
West Lindsey District Council

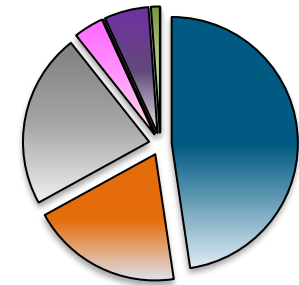
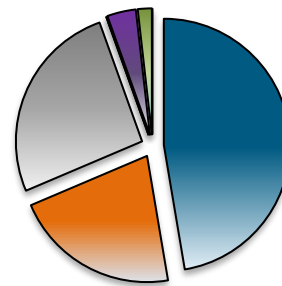
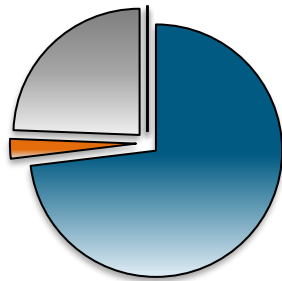
Leicestershire County Council

Summary Sheet

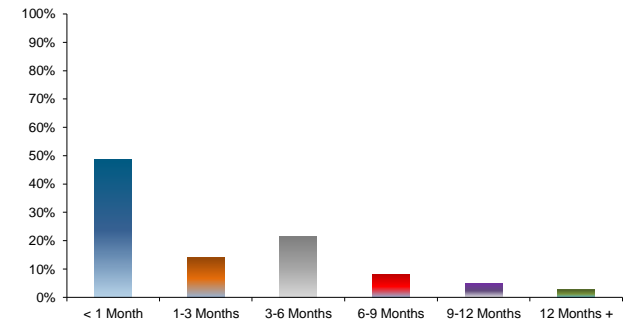
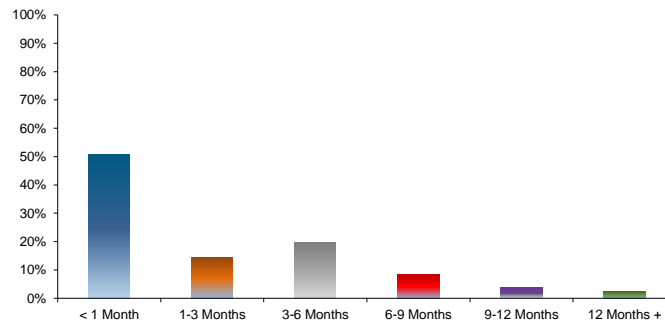
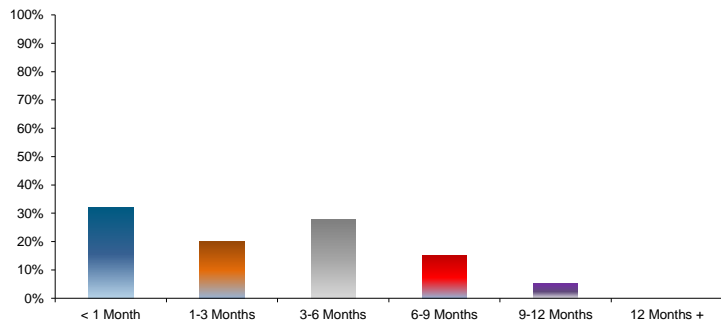
Leicestershire County Council		Benchmarking Group 11 (13) Basic Portfolio Characteristics		English Counties (14)	
WARoR	0.56%		0.51%		0.50%
WAM	97		98		109
WATT	192		159		210
WA Credit Risk	3.44		2.88		2.73
Model WARoR	0.48%		0.46%		0.48%
Difference	0.07%		0.05%		0.01%
Model Band	0.39% - 0.58%		0.36% - 0.56%		0.39% - 0.58%
Performance	Inline		Inline		Inline

Asset Breakdown

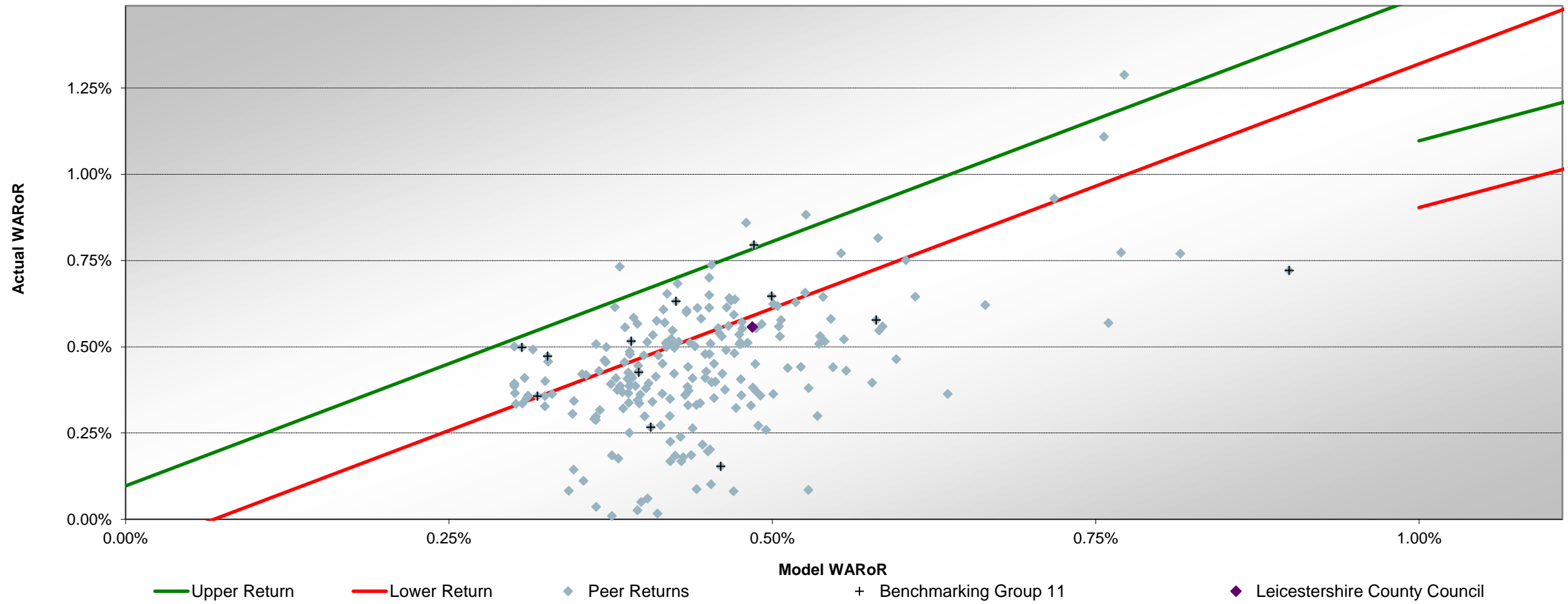
- Fixed Deposits
- Calls & O/N
- MMFs
- USDBFs
- Struct. Prods.
- Bonds
- CDs



Maturity Profiles



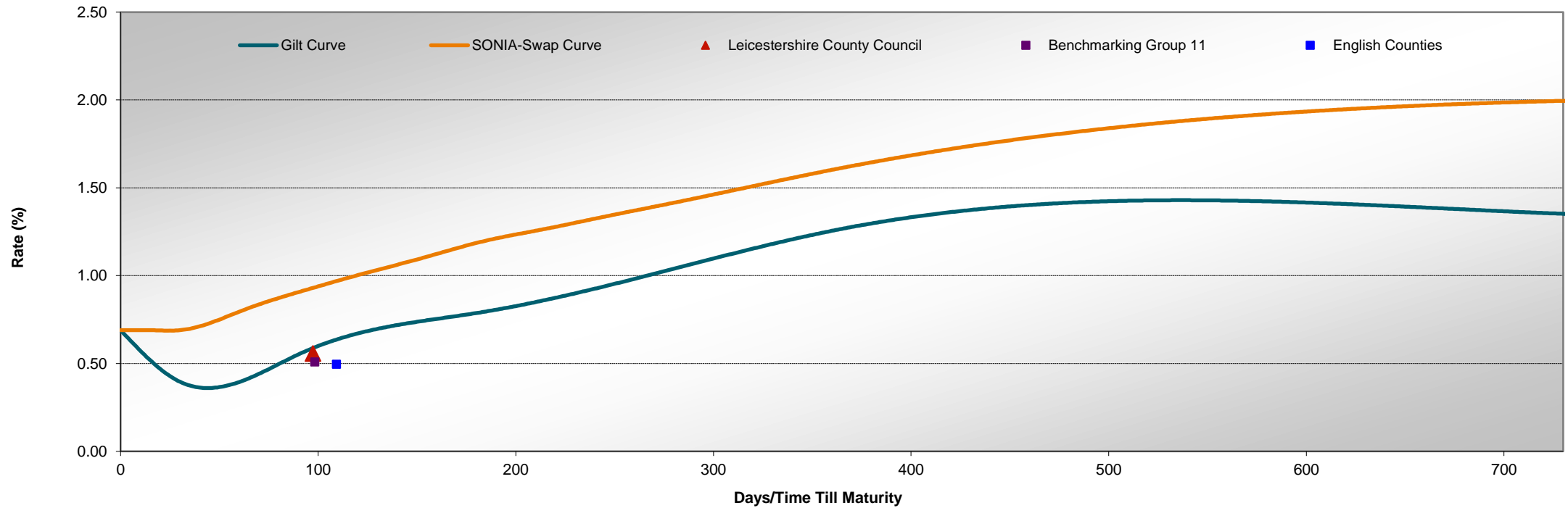
Population Returns against Model Returns



	Actual WARoR	Model WARoR	Difference	Lower Bound	Upper Bound	Performance
Leicestershire County Council	0.56%	0.48%	0.07%	0.39%	0.58%	Inline

Leicestershire County Council

Returns Comparable Against the Risk-Free Rate and SONIA Swap Curve



	WARoR	WAM	WATT	WARisk	Gilt	SONIA-Swap	Difference		Model Bands	Performance
							Gilt	SONIA-Swap		
Leicestershire County Council	0.56%	97	192	3.44	0.59%	0.93%	-0.03%	-0.37%	0.39% - 0.58%	Inline
Benchmarking Group 11	0.51%	98	159	2.88	0.59%	0.93%	-0.08%	-0.42%	0.36% - 0.56%	Inline
English Counties	0.50%	109	210	2.73	0.64%	0.97%	-0.14%	-0.47%	0.39% - 0.58%	Inline

Leicestershire County Council

Peer Comparison

	Leicestershire County Council	Benchmarking Group 11 (13)		English Counties (14)		Population Average (224)	
Basic Characteristics							
Principal	£396,800,000	£113,002,871		£302,049,025		£109,495,009	
WARoR	0.56%	0.51%		0.50%		0.44%	
WAM	97	98		109		74	
WATT	192	159		210		142	
WA Credit Risk	3.44	2.88		2.73		2.95	
Portfolio Breakdown							
Fixed Deposits	73.08%	47.34%	11	47.65%	13	48.80%	193
Calls & O/N	2.52%	21.27%	11	19.34%	12	23.73%	190
MMFs	24.40%	25.92%	11	22.35%	12	23.21%	159
USDBFs	0.00%	0.00%	0	3.83%	4	1.14%	19
Struct. Prods.	0.00%	0.00%	0	0.00%	0	0.13%	4
Bonds	0.00%	3.68%	3	5.69%	2	0.82%	14
CDs	0.00%	1.79%	3	1.14%	2	2.16%	22
Institution Breakdown							
Banks	71.82%	45.77%	12	46.57%	13	45.43%	213
Building Socs.	3.78%	3.85%	4	2.76%	4	5.41%	76
Government	0.00%	23.41%	8	23.38%	11	24.19%	140
MMFs	24.40%	25.92%	11	23.46%	13	23.18%	159
USDBFs	0.00%	0.00%	0	3.83%	4	1.14%	19
MLDBs	0.00%	0.21%	1	0.00%	0	0.01%	1
Other	0.00%	0.84%	2	0.00%	0	0.64%	17
Domestic/Foreign Exposure							
Domestic	52.92%	62.87%	13	60.52%	14	69.02%	220
Foreign	22.68%	11.21%	6	12.20%	8	6.62%	75
MMFs	24.40%	25.92%	11	23.46%	13	23.22%	159
USDBFs	0.00%	0.00%	0	3.83%	4	1.14%	19
Maturity Structure							
< 1 Month	31.96%	50.77%		48.64%		54.58%	
1-3 Months	20.16%	14.46%		13.92%		14.78%	
3-6 Months	27.72%	19.76%		21.50%		19.64%	
6-9 Months	15.12%	8.54%		8.16%		5.57%	
9-12 Months	5.04%	3.91%		5.02%		4.06%	
12 Months +	0.00%	2.56%		2.76%		1.37%	

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Leicestershire County Council

Detailed Peer Comparison

	Leicestershire County Council				Benchmarking Group 11 (13)					English Counties (14)						
	%	WARoR	WAM	WATT	%	WARoR	WAM	WATT	n	%	WARoR	WAM	WATT	n		
Asset Breakdown																
Fixed Deposits	73.08%	0.61%	127	257	47.34%	0.62%	121	208	11	47.65%	0.74%	327	664	13		
Calls	2.52%	0.53%	180	180	21.27%	0.41%	58	58	10	19.34%	0.46%	54	54	12		
Overnight	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0	0.00%	0.00%	0	0	0		
MMFs	24.40%	0.40%	0	0	25.92%	0.40%	0	0	11	22.35%	0.43%	0	0	12		
USDBFs	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0	3.83%	0.34%	0	0	4		
Structured Prods.	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0	0.00%	0.00%	0	0	0		
Cert.of Deposit	0.00%	0.00%	0	0	1.79%	0.68%	35	63	3	1.14%	0.36%	15	33	2		
Gov. Bonds	0.00%	0.00%	0	0	1.88%	0.49%	3	5	1	4.39%	0.31%	1	2	1		
Corp. Bonds	0.00%	0.00%	0	0	1.81%	0.45%	57	86	2	1.29%	0.17%	6	24	1		
MLDB Bonds	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0	0.00%	0.00%	0	0	0		
Institutional Breakdown																
Banks	71.82%	0.60%	129	261	45.77%	0.57%	95	150	12	46.57%	0.55%	80	140	13		
Building Socs.	3.78%	0.75%	124	126	3.85%	0.33%	34	63	4	2.76%	0.66%	44	56	4		
Government	0.00%	0.00%	0	0	23.41%	0.55%	137	219	8	23.38%	0.54%	232	472	11		
MMFs	24.40%	0.40%	0	0	25.92%	0.40%	0	0	11	23.46%	0.43%	0	0	13		
USDBFs	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0	3.83%	0.34%	0	0	4		
MLDBs	0.00%	0.00%	0	0	0.21%	0.37%	36	50	1	0.00%	0.00%	0	0	0		
Other	0.00%	0.00%	0	0	0.84%	1.03%	90	127	2	0.00%	0.00%	0	0	0		
Foreign Breakdown																
Domestic	52.92%	0.57%	151	268	62.87%	0.49%	120	194	13	60.52%	0.58%	213	406	14		
Foreign	22.68%	0.70%	76	222	11.21%	0.35%	80	133	6	12.20%	0.50%	48	113	8		
MMF	24.40%	0.40%	0	0	25.92%	0.40%	0	0	11	23.46%	0.43%	0	0	13		
USDBFs	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0	3.83%	0.34%	0	0	4		
Sovereign State Breakdown																
UK	52.92%	0.57%	151	268	UK	62.87%	0.49%	120	194	13	UK	60.52%	0.58%	213	406	14
CAN	7.56%	0.40%	69	303	CAN	2.27%	0.10%	30	78	3	AUS	3.43%	0.28%	45	99	7
GER	7.56%	0.63%	79	182	QAT	2.11%	0.17%	23	40	2	CAN	2.85%	0.13%	37	86	4
AUS	5.04%	0.93%	39	179	GER	2.09%	0.28%	78	105	5	SING	2.62%	0.17%	22	47	3
DEN	2.52%	1.38%	166	183	AUS	1.43%	0.21%	18	33	3	GER	2.11%	0.18%	22	45	4
					SING	1.19%	0.27%	26	30	3	FIN	0.58%	0.01%	4	24	1
					UAE	0.63%	0.05%	20	28	1	FRA	0.42%	0.01%	10	25	1
					FIN	0.63%	0.01%	4	26	1	DEN	0.18%	0.10%	12	13	1
					FRA	0.45%	0.01%	11	27	1						
					HKG	0.21%	0.03%	36	50	1						
					DEN	0.19%	0.11%	13	14	1						
Sovereign Rating Breakdown																
AA-	52.92%				AA-	64.99%					AA-	60.52%				
AAA	15.12%				AAA	5.12%					AAA	8.34%				
AA+	7.56%				AA+	2.90%					AA+	3.43%				
					AA	1.08%					AA	0.42%				

Since MMFs are ring-fenced institutions and do not belong to a specific country, the sovereign breakdowns will exclude them from the analysis. As a result the "% of Portfolio" may not add up to 100%.

Leicestershire County Council

Selected Peer Comparison

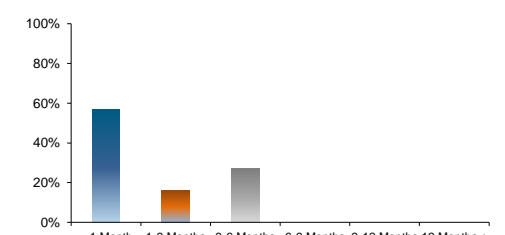
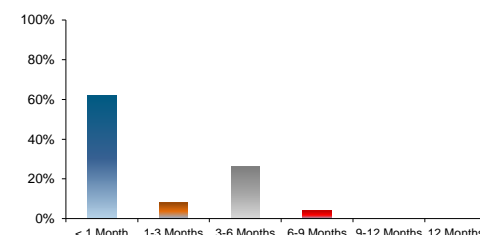
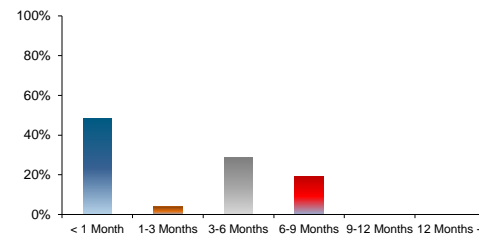
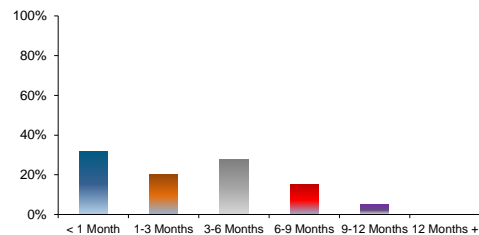
	Leicestershire County Council	Amber Valley Borough Council	City Of Lincoln Council	Doncaster Metropolitan Borough Council
Basic Portfolio Characteristics				
WARoR	0.56%	0.27%	0.43%	0.52%
WAM	97	97	46	34
WATT	192	152	73	41
WA Credit Risk	3.44	2.17	2.60	3.05
Model WARoR	0.48%	0.41%	0.40%	0.39%
Difference	0.07%	-0.14%	0.03%	0.13%
Model Band	0.39% - 0.58%	0.31% - 0.50%	0.30% - 0.49%	0.29% - 0.49%
Performance	Inline	Below	Inline	Above

Portfolio Breakdown																
	%	WARoR	WAM	WATT	%	WARoR	WAM	WATT	%	WARoR	WAM	WATT	%	WARoR	WAM	WATT
Fixed Deposits	73.08%	0.61%	127	257	32.53%	0.20%	193	364	22.07%	0.58%	127	248	40.54%	0.58%	21	38
Calls	2.52%	0.53%	180	180	29.21%	0.21%	116	116	20.06%	0.36%	91	91	59.46%	0.47%	43	43
Overnight	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0
MMFs	24.40%	0.40%	0	0	38.26%	0.37%	0	0	57.87%	0.39%	0	0	0.00%	0.00%	0	0
USDBFs	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0
Structured Prods.	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0
Cert.of Deposit	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0
Gov. Bonds	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0
Corp. Bonds	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0
MLDB Bonds	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0

Institution Breakdown																
	%	WARoR	WAM	WATT	%	WARoR	WAM	WATT	%	WARoR	WAM	WATT	%	WARoR	WAM	WATT
Banks	71.82%	0.60%	129	261	29.21%	0.21%	116	116	42.13%	0.48%	110	173	59.46%	0.47%	43	43
Building Socs.	3.78%	0.75%	124	126	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0
Government	0.00%	0.00%	0	0	32.53%	0.20%	193	364	0.00%	0.00%	0	0	40.54%	0.58%	21	38
MMFs	24.40%	0.40%	0	0	38.26%	0.37%	0	0	57.87%	0.39%	0	0	0.00%	0.00%	0	0
USDBFs	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0
MLDBs	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0
Other	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0

Domestic/Foreign Exposure																
	%	WARoR	WAM	WATT	%	WARoR	WAM	WATT	%	WARoR	WAM	WATT	%	WARoR	WAM	WATT
Domestic	52.92%	0.57%	151	268	61.74%	0.21%	157	247	42.13%	0.48%	110	173	100.00%	0.52%	34	41
Foreign	22.68%	0.70%	76	222	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0

Maturity Profiles



Leicestershire County Council

Selected Peer Comparison

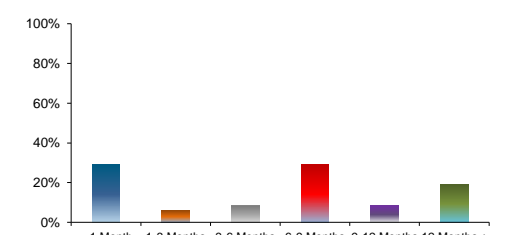
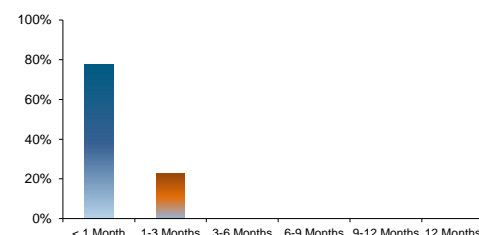
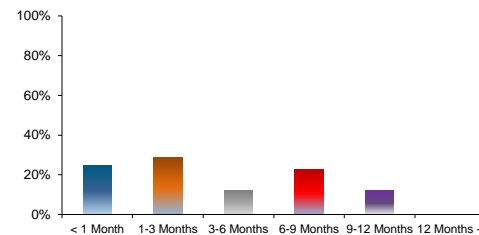
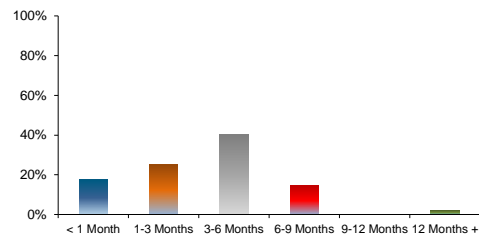
	Lincolnshire County Council	Melton Borough Council	North East Lincolnshire Council	North Kesteven District Council
Basic Portfolio Characteristics				
WARoR	0.65%	0.58%	0.47%	0.72%
WAM	119	130	15	407
WATT	224	301	25	601
WA Credit Risk	3.73	4.35	1.34	3.05
Model WARoR	0.50%	0.58%	0.33%	0.90%
Difference	0.15%	0.00%	0.15%	-0.18%
Model Band	0.40% - 0.60%	0.48% - 0.68%	0.23% - 0.42%	0.80% - 1.00%
Performance	Above	Inline	Above	Below

Portfolio Breakdown																
	%	WARoR	WAM	WATT	%	WARoR	WAM	WATT	%	WARoR	WAM	WATT	%	WARoR	WAM	WATT
Fixed Deposits	40.00%	0.82%	149	261	85.71%	0.62%	151	351	35.68%	0.51%	2	5	85.35%	0.79%	477	704
Calls	25.43%	0.79%	119	119	0.00%	0.00%	0	0	0.87%	0.50%	0	0	4.32%	0.10%	0	0
Overnight	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0
MMFs	8.81%	0.56%	0	0	14.29%	0.35%	0	0	31.55%	0.35%	0	0	10.33%	0.39%	0	0
USDBFs	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0
Structured Prods.	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0
Cert.of Deposit	7.65%	0.49%	167	364	0.00%	0.00%	0	0	7.51%	0.72%	62	92	0.00%	0.00%	0	0
Gov. Bonds	0.00%	0.00%	0	0	0.00%	0.00%	0	0	24.39%	0.49%	39	69	0.00%	0.00%	0	0
Corp. Bonds	18.11%	0.17%	88	338	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0
MLDB Bonds	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0

Institution Breakdown																
	%	WARoR	WAM	WATT	%	WARoR	WAM	WATT	%	WARoR	WAM	WATT	%	WARoR	WAM	WATT
Banks	85.45%	0.67%	124	223	85.71%	0.62%	151	351	8.38%	0.70%	56	82	22.92%	0.48%	162	263
Building Socs.	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0	16.53%	0.26%	150	296
Government	5.74%	0.37%	228	572	0.00%	0.00%	0	0	60.07%	0.50%	17	31	41.95%	1.07%	758	1029
MMFs	8.81%	0.56%	0	0	14.29%	0.35%	0	0	31.55%	0.35%	0	0	10.33%	0.39%	0	0
USDBFs	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0
MLDBs	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0
Other	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0	8.27%	0.98%	324	731

Domestic/Foreign Exposure																
	%	WARoR	WAM	WATT	%	WARoR	WAM	WATT	%	WARoR	WAM	WATT	%	WARoR	WAM	WATT
Domestic	33.61%	0.64%	125	214	57.14%	0.53%	136	345	68.45%	0.53%	22	37	83.47%	0.77%	468	693
Foreign	57.58%	0.66%	133	264	28.57%	0.79%	182	364	0.00%	0.00%	0	0	6.20%	0.56%	257	365

Maturity Profiles



Leicestershire County Council

Selected Peer Comparison

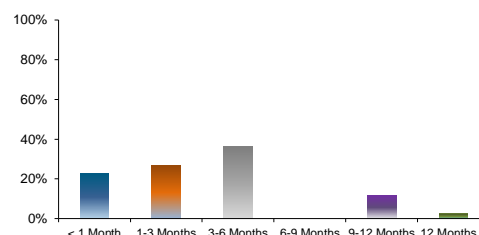
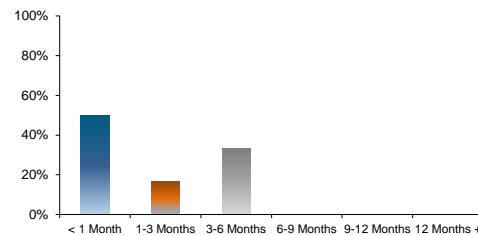
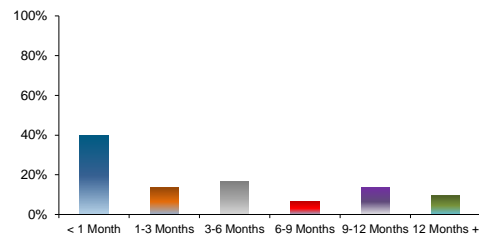
	Nottingham City Council	Nottinghamshire Fire And Rescue Service	South Kesteven District Council	The Police And Crime Commissioner For Lincolnshire
Basic Portfolio Characteristics				
WARoR	0.63%	0.15%	0.79%	0.50%
WAM	159	38	129	7
WATT	233	38	173	13
WA Credit Risk	1.79	5.00	4.38	1.00
Model WARoR	0.43%	0.46%	0.49%	0.31%
Difference	0.21%	-0.31%	0.31%	0.19%
Model Band	0.33% - 0.52%	0.36% - 0.56%	0.39% - 0.58%	0.21% - 0.40%
Performance	Above	Below	Above	Above

Portfolio Breakdown																
	%	WARoR	WAM	WATT	%	WARoR	WAM	WATT	%	WARoR	WAM	WATT	%	WARoR	WAM	WATT
Fixed Deposits	62.06%	0.64%	148	238	0.00%	0.00%	0	0	76.21%	0.93%	162	221	62.20%	0.55%	12	21
Calls	11.06%	0.71%	121	121	100.00%	0.15%	38	38	11.73%	0.28%	43	43	0.00%	0.00%	0	0
Overnight	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0
MMFs	13.36%	0.39%	0	0	0.00%	0.00%	0	0	12.06%	0.44%	0	0	37.80%	0.41%	0	0
USDBFs	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0
Structured Prods.	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0
Cert.of Deposit	8.13%	0.84%	229	364	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0
Gov. Bonds	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0
Corp. Bonds	5.39%	0.73%	656	786	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0
MLDB Bonds	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0

Institution Breakdown																
	%	WARoR	WAM	WATT	%	WARoR	WAM	WATT	%	WARoR	WAM	WATT	%	WARoR	WAM	WATT
Banks	24.61%	0.93%	178	225	75.00%	0.17%	39	39	78.56%	0.90%	131	166	0.00%	0.00%	0	0
Building Socs.	0.00%	0.00%	0	0	25.00%	0.12%	32	32	4.69%	0.18%	134	365	0.00%	0.00%	0	0
Government	56.64%	0.55%	142	239	0.00%	0.00%	0	0	4.69%	0.60%	417	547	62.20%	0.55%	12	21
MMFs	13.36%	0.39%	0	0	0.00%	0.00%	0	0	12.06%	0.44%	0	0	37.80%	0.41%	0	0
USDBFs	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0
MLDBs	2.68%	0.37%	470	652	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0
Other	2.71%	1.08%	840	918	0.00%	0.00%	0	0	0.00%	0.00%	0	0	0.00%	0.00%	0	0

Domestic/Foreign Exposure																
	%	WARoR	WAM	WATT	%	WARoR	WAM	WATT	%	WARoR	WAM	WATT	%	WARoR	WAM	WATT
Domestic	67.70%	0.63%	159	240	100.00%	0.15%	38	38	76.21%	0.81%	151	206	62.20%	0.55%	12	21
Foreign	18.94%	0.81%	275	372	0.00%	0.00%	0	0	11.73%	1.06%	115	136	0.00%	0.00%	0	0

Maturity Profiles



Leicestershire County Council

Selected Peer Comparison

West Lindsey District Council

Basic Portfolio Characteristics

WARoR	0.36%
WAM	0
WATT	0
WA Credit Risk	1.47
Model WARoR	0.32%
Difference	0.04%
Model Band	0.22% - 0.42%
Performance	Inline

Portfolio Breakdown

	%	WARoR	WAM	WATT	%	WARoR	WAM	WATT	%	WARoR	WAM	WATT	%	WARoR	WAM	WATT
Fixed Deposits	0.00%	0.00%	0	0												
Calls	11.80%	0.00%	0	0												
Overnight	0.00%	0.00%	0	0												
MMFs	88.20%	0.40%	0	0												
USDBFs	0.00%	0.00%	0	0												
Structured Prods.	0.00%	0.00%	0	0												
Cert.of Deposit	0.00%	0.00%	0	0												
Gov. Bonds	0.00%	0.00%	0	0												
Corp. Bonds	0.00%	0.00%	0	0												
MLDB Bonds	0.00%	0.00%	0	0												

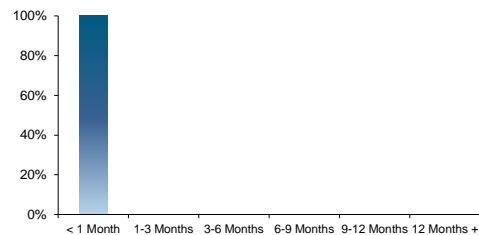
Institution Breakdown

Banks	11.80%	0.00%	0	0
Building Socs.	0.00%	0.00%	0	0
Government	0.00%	0.00%	0	0
MMFs	88.20%	0.40%	0	0
USDBFs	0.00%	0.00%	0	0
MLDBs	0.00%	0.00%	0	0
Other	0.00%	0.00%	0	0

Domestic/Foreign Exposure

Domestic	11.80%	0.00%	0	0
Foreign	0.00%	0.00%	0	0

Maturity Profiles



Benchmarking Rationale and Methodology

The aim of this benchmarking model is to compare portfolio weighted average rate of returns (WARoR) by adjusting for the risks inherent in the portfolio. The main risks in cash portfolios are:

- Maturity Risk
- Credit Risk

As such, the model must normalise WARoRs by adjusting for these risks so as to calculate risk-adjusted returns, or "Model WARoR". The risks the model looks at include:

- Maturity Risk
- Credit Risk
- Change in the shape of the yield curve

This will account for the majority of all risk in the portfolio, however, there will still be some "model uncertainty" as no model can fully explain each WARoR. The difference in model WARoR and actual WARoR may be due to the following reasons:

- Timing differences
- Higher diversification
- Tilt towards a particular asset type or institution type that is extraordinarily paying an above market rate (e.g. special tranche rates)

As a result, the model will build "Standard Error Bands" around the model WARoR calculated so as to adjust for this model uncertainty. This gives us a range for where the actual WARoR should fall. If the actual WARoR is above this upper band, then we would say the client is above on a risk-adjusted basis given the risks inherent in the portfolio. If the actual WARoR is below the lower band, then we would say the client is below on a risk-adjusted basis given the risks inherent in the portfolio.

Model Band Some values when compared to the Model Band will fall outside the range even if the value appears to be equal to the minimum or maximum. This is due to rounding the data to two decimal places within Excel.

For example:
The value returned is 0.9512 and the range is 0.9541 – 1.2321. When rounded the data will be represented as 0.95 and a range of 0.95 – 1.23, although this appears to be in line with the range the underlying data will actually fall outside.

Definitions

WARoR	Weighted Average Rate of Return	This is the average annualised rate of return weighted by the principal amount in each rate.
WAM	Weighted Average Time to Maturity	This is the average time, in days, till the portfolio matures, weighted by principal amount.
WATT	Weighted Average Total Time	This is the average time, in days, that deposits are lent out for, weighted by principal amount.
WA Risk	Weighted Average Credit Risk Number	Each institution is assigned a colour corresponding to a suggested duration using Link Asset Services' Suggested Credit Methodology. 1 = Yellow; 1.25 = Pink 1; 1.5 = Pink 2, 2 = Purple; 3 = Blue; 4 = Orange; 5 = Red; 6 = Green; 7 = No Colour
Model WARoR	Model Weighted Average Rate of Return	This is the WARoR that the model produces by taking into account the risks inherent in the portfolio.
Difference	Difference	This is the difference between the actual WARoR and the model WARoR; Actual WARoR minus Model WARoR

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