

BUILDING BLOCKS FOR RETIREMENT

Revisiting Your Portfolio

Mistakes to Sidestep

If your investments aren't performing as you anticipated, is it because the markets aren't doing well or because you are undermining your own progress? Many aspects of investment performance are outside of your control, but you can do something about avoiding mistakes with your portfolio. Understanding behavior that could adversely affect your portfolio's returns may help you avoid it in the future.



Losing Your Focus

It's easy to react emotionally when hearing news of daily market returns. But if you're investing for the long term, focusing on the market's ups and downs in the short term can lead you astray. The decisions you make when investing for long-term goals such as your retirement shouldn't be overly influenced by current events in the markets.

You can help gain perspective by comparing several years of your investment's returns with the performance of similar investments and a benchmark index. For long-term goals, how an investment performs under a variety of market conditions is more significant than how it performs on any given day. By setting long-term investing goals, you may be able to avoid getting turned aside by daily events.

Losing Your Balance

Diversification,¹ or spreading your portfolio among different investments, can help you manage risk. But it's important to find the right balance that is suitable for your time frame and risk tolerance. Being too conservative may prevent your investments from keeping pace with inflation. But not being diversified enough could expose your portfolio to too much risk.

Forgetting to Review

It's important to periodically review your investment strategy with your financial professional to ensure that it still meets your needs. And don't forget to review your plan if there are significant personal or financial changes in your life -- for example, a birth or death in your family, if you've gotten married or divorced, or if you've changed jobs. These experiences may



affect your goals and objectives, so be sure to evaluate your situation to see if any investment changes may be necessary.

Source/Disclaimer:

¹Diversification does not ensure a profit or protect against loss.

This material is provided solely for informational purposes and does not constitute investment, tax, legal or accounting advice on the matters addressed. Neither Pentegra Services, Inc., its subsidiaries, nor any of their respective employees intend that this material should be relied on as investment advice, which should be sought from a professional advisor. Performance information shown reflects past performance and does not indicate or guarantee future investment results. Current and future results may be lower or higher than those shown. ©2018 Pentegra Retirement Services



701 Westchester Ave, Suite 320E, White Plains, New York, 10604