







AI-Powered Global 60/40 Tilt Portfolio Monthly Update

Asset Class	AI Tilting vs Benchmark*	Macro & Market Environment
Equity	+ Overweight	As the Federal Reserve slows its monetary tightening policy, market participants are finding reason for cautious optimism. US markets performed strongly after a weak February, with the S&P rising 3.51% for March and 7.0% to end the quarter.
Fixed Income	- Underweight	In the wake of the banking crisis, the Federal Open Market Committee raised the federal fund rate by 25 basis points, well off market expectations in the beginning of the month. Target rate stands at 4.75% - 5.00%, with prevailing market sentiment being the Fed's rate hiking cycle is nearing an end.

* Global 60/40 Multi-Asset Allocation

Sub-asset Classes	AI Signal Change (MoM)	Macro & Market Environment
Short Term Treasury	 Decreased	As the Fed's monetary stance became markedly less hawkish in response to the uncertainties in the banking sector, government bond yields experienced significant volatility. 2-year and 10-year yields fell sharply after reaching record highs in March, retreating 42.2 bps and 36.2 bps respectively (Mar 1- Mar 31, Investing.com). Qraft's proprietary AI engine reduced allocation to Short Term and Intermediate Treasury Bonds in March, while maintaining an underweight towards fixed income.
Intermediate Treasury	 Decreased	
Long Term Treasury	 Increased	
US Equity	 Increased	Aligning with Qraft's AI engine prediction, markets reversed its downward trend last month and ended March on the rise. In March the S&P500 rose 3.51%, the Dow returned 1.87%, and the NASDAQ climbed 10.41% (SPX, INDU, NASDAQCOM, Mar 1- Mar 31, Koyfin) . Looking forward, our AI model predicts significant upside potential from US equities and developed markets equities, while taking a slightly conservative stance on emerging market equity.
Developed Market Equity	 Increased	
Emerging Market Equity	 Decreased	

(Source: Qraft Technologies)