

# Letter of Diversification Strategy for Alternative Investments

Date: [Insert Date]

To: [Recipient's Name]

From: [Your Name]

Subject: Proposed Diversification Strategy for Alternative Investments

Dear [Recipient's Name],

I am writing to propose a diversification strategy centered around alternative investments that aims to enhance our portfolio's overall performance while reducing risk.

## 1. Objectives

The objectives of this diversification strategy are to:

- Improve risk-adjusted returns
- Minimize potential losses during market volatility
- Explore opportunities in non-traditional asset classes

## 2. Asset Classes Considered

We recommend the following alternative asset classes for consideration:

- Real Estate Investment Trusts (REITs)
- Private Equity
- Hedge Funds
- Commodities
- Cryptocurrencies

## 3. Implementation Plan

The implementation plan will consist of:

1. Conducting thorough market research on selected assets.
2. Engaging with financial advisors and asset managers.
3. Allocating a specific percentage of the portfolio to targeted alternative investments.
4. Regularly reviewing and adjusting the strategy based on performance and market conditions.

## **4. Conclusion**

In conclusion, diversifying into alternative investments presents a unique opportunity to strengthen our portfolio's resilience against market fluctuations. I would welcome the opportunity to discuss this strategy further at your convenience.

Thank you for considering this proposal.

Sincerely,

[Your Name]

[Your Position]

[Your Company]