

The “Optimal” Investment Portfolio

Performance report
(May 2022)

Your benefits with the “Optimal” portfolio

- Hedge your savings against inflation
- Growth stocks from undervalued sectors
- Be able to get a passive income from the financial markets
- Create fundamentals of your future welfare and independence
- Since this is a highly liquid asset, you may be able to get it whenever you wish
- This is more than what you may get from a bank deposit

Targets and Advantages of “Optimal” portfolio

Target:

Overall earning yield at 87.7%.

Advantages:

- Minimum investments needed
- High liquidity of assets in the portfolio
- Easy to follow
- Hedge instruments
- Instruments strongly correlate with fundamental analysis

The “Optimal” portfolio profile

- Currency: US Dollar
- Optimized for investment of: 10 000\$
- Expected yield: 87.7%
- Risk: Risk control of 64.9%
- Minimal duration: 6 months
- Rebalancing and replacing assets: upon monthly review

Description of the “Optimal” portfolio strategy

Description:

- The “Optimal” portfolio is the high risk portfolio which an investor may choose at Esperio. However, the risk was minimal considering high yield. S&P500 serves as an investment benchmark for this portfolio yield. Distribution of the investments in several asset classes allows for the mitigation of risks within the portfolio and the expectation of reasonable returns.

Starategy:

- The strategy is was based on rapidly rising IT sector with high upside potential, and on undervalued value stocks that are generating steady dividends. This was designed to cushion the portfolio in case of IT-sectors stock downturn. However, the overall distress and rising volatility in the stock markets prompted this strategy to be changed towards lower risks. Gold was added to the portfolio.

Portfolio performance

Main Market Events:

During the past six month the market upside trend has changed dramatically to the downside. Key indexes stopped rising and went into consolidation. Such change was prompted by monetary tightening of the Federal Reserve that started to raise its interest rates in a response to surging prices. Prices rose in response to surging commodities prices and as a consequence of monetary stimulus launched by major central banks and governments during the COVID-19 pandemic.

Portfolio Performance:

Three assets were responsible for most of the portfolio's profit: GOLD - \$650.42 (19.18% of the total profit), KHC - \$443.2 (13.07%) and CME— \$334.6 (9.86%). Together these assets generated profit of \$1428.22 or 42.11% of the total profit.

Dividends recieved: CME - \$51.5, VZ - \$19.2, IBM - \$49.3, KHC - \$64. In total \$184 or 5.42% of the overall profit was received in dividends.

The **total profit** of the portfolio is **\$3391.94** or **33.91%** of the entire portfolio.

Three stocks posted losses: BABA – (-\$1830) , DIS - (-\$431.7), IBM - (-\$144.3). Commissions and swaps are responsible for \$271.51 management fee.

Total losses was **\$4328.96** or **43.28%** of the entire portfolio.

Tesla (TSLA) stocks and GOLD were added to the portfolio to improve its performance. Some parameters of the traded like Stop Loss and Take Profit were changed during portfolio's management.

The **net loss** of the portfolio was **\$937.02**. The total **portfolio performance** was **-9.37%**. The S&P 500 benchmark index dropped by 15.1%.

Assets in the portfolio

Asset	Order	Volume	Order price	Target price	Closing price	Profit/Loss	Dividends recieved
BABA	buy	0.3	162.99	300	101.99	-1830	
CSCO	buy	0.2	54.22	80	57.36	62.8	
CME	buy	0.1	203.44	250	236.9	334.6	51.5
VZ	buy	0.3	51.22	80	52.15	27.9	19.2
DIS	buy	0.1	173.15	220	129.98	-431.7	
IBM	buy	0.1	140.68	190	126.25	-144.3	49.3
KHC	buy	0.8	36.84	60	42.38	443.2	64
TSLA	buy	0.02	1025.49	1300	1044.275	37.57	
XAUUSD	buy	0.55	1943.937	2300	1955.763	650.42	
Expected profit		87.7%					
Risk		64.9%					
Commissions and swaps		-271.51					
Profit		-937.02					
Portfolio yield		-9.37%					