

The “Optimal” Investment Portfolio

Performance report
(December 2023)

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 30%.

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: 30%
- Risk: Risk control of 25%
- 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 investments in stable commodities and IT stocks with high growth potential.

Portfolio performance

Main Market Events:

The tightening of the monetary policy continued throughout the end of 2023. The Federal Reserve was trying rapidly to bring inflation down to mitigate its possible spikes. The inflation eventually went down allowing some dovish tunes from the Fed in the end of the year. Investors expect its Fund rates would be lowered in March first to 5.00-5.25% from the existing 5.25-5.50%.

Portfolio Performance:

Three assets were responsible for most of the portfolio's profit: CME - \$277.7 (16.0% of the total profit), U.S. 10-year Treasuries (TNOTE) - \$274.2 (15.8%) and Adobe (ADBE) - \$470.85 (27.1%). Together these assets generated profit of \$1022.65 or 58.9% of the total profit.

Dividends received: Apple (AAPL) - \$1.92, CME (CME) - \$22.0, eBay (EBAY) - \$5.0, Intel (INTC) - \$1.25. In total \$30.17 or 1.71% of the overall profit was received in dividends.

The **total profit** of the portfolio is **\$1756.64** or **17.56%** of the entire portfolio.

One asset posted losses: eBay (EBAY) - (-\$20.3). Commissions and swaps are responsible for \$241.7 management fee.

Total losses was **\$20.3** or **0.20%** of the entire portfolio.

The **net profit** of the portfolio was **\$1507.72**. The total **portfolio performance** was **15.07%**. The S&P 500 benchmark index for the same period rose by 11.2%.

Assets in the portfolio

| Asset | Order | Volume | Order price | Closing price | Profit/Loss | Dividends received |
|------------------------------|-------|----------------|-------------|---------------|-------------|--------------------|
| brn | buy | 0.04 | 76.089 | 82.817 | 269.12 | |
| cme | buy | 0.2 | 194.99 | 208.875 | 277.7 | 22 |
| adbe | buy | 0.15 | 435.81 | 467.20 | 470.85 | |
| tsla | buy | 0.15 | 232.5 | 246.86 | 215.4 | |
| aapl | buy | 0.06 | 179.59 | 196.08 | 98.98 | 1.92 |
| ebay | buy | 0.1 | 45.77 | 43.74 | -20.3 | 5 |
| gold | buy | 0.04 | 2020.93 | 2038.73 | 71.19 | |
| intc | buy | 0.1 | 38.56 | 46.48 | 79.2 | 1.25 |
| tnote | buy | 0.06 | 107.82 | 112.39 | 274.2 | |
| Expected profit | | 30% | | | | |
| Risk | | 25% | | | | |
| Commissions and swaps | | -241.7 | | | | |
| Profit | | 1507.72 | | | | |
| Portfolio yield | | 15.07% | | | | |