

Conservative Investment Portfolio “First Steps”

Performance Report
(November 2022)

Targets and Advantages of the “First Steps” portfolio

Target:

Overall earning yield at 40.5% annually with minimum portfolio volatility and risk below 38%

Advantages:

- Minimum investments needed
- High liquidity of assets in the portfolio
- Low credit risk of assets in the portfolio
- Hedge instruments
- Professional management
- Easy to follow

“First Steps” portfolio profile

- Currency: US Dollar
- Optimized for investment of: 10 000\$
- Expected yield: 40.5%
- Risk: Risk control of 38%
- Minimal duration: 1 year
- Rebalancing and replacing assets: upon monthly review

Description of the “First Steps” portfolio

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The First steps conservative investment portfolio is a low risk portfolio. S&P500 serves as a benchmark for this portfolio yield. The distribution of investments in various stocks allows to mitigate portfolio risks and get a reasonable returns

Strategy:

The portfolio is structured on two major types of stocks: stocks of large stable companies that regularly pay dividends, but have no significant growth potential. The second type is growth stocks that have such significant growth potential. And the latter one should become a major driver for portfolio value.

Market conditions could cause the change of assets share in portfolio structure.

Portfolio Performance

Main Market Events:

During the past twelve months financial markets have performed dismantling of the trend. Key stock market benchmarks stopped rising and reversed to the downside. This was a result of the Federal Reserve actions to tighten monetary policy. Fed funds rates were raised rapidly in response to soaring inflation. The rise of inflation was supported by surging energy prices and Quantitative Easing measures that were launched by leading central banks to combat economic consequences of COVID-19 outbreaks.

Portfolio Performance:

Three instruments posted the most of the profit: GOLD (XAUUSD) posted gains of \$767.291 (or 33.4% of total portfolio profit), AMD (AMD) brought \$432.4 (18.8%), Caterpillar (CAT) scored \$366.2 (15.9%).

Dividends received: Kimberly Clark (KMB) - \$34.6, Coca-Cola (KO) - \$8.4, 3M (MMM) – \$35.6, Caterpillar (CAT) - \$4.8, Apple (AAPL) – \$2.2, CME Group (CME) - \$5. In total \$90.6 (or 3.9% of total profit) in dividends received.

Nine deals were closed with a loss: Kimberly Clark (KMB) - \$235.3, 3M (MMM) - \$560.28, Alibaba (BABA) - \$816.2, Facebook (FB) - \$164.12, CME Group (CME) - \$174.5, Intel (INTC) - \$187.5, Natural gas (NG) - \$62.2, and S&P 500 (US500) - \$58.78.

Commissions and swaps are responsible for \$230.14 portfolio management fee.

The **total loss** to the portfolio was **\$2,264.63**, which means **22.6%** of the entire portfolio.

The total **profit** of the portfolio was **\$2,293.01**. So, the **net loss** of the portfolio accounts for **\$176.45**.

The total **portfolio performance** was **-1.76%**. The S&P500 benchmark for the same period lost 13.7%.

Assets in the portfolio

Instrument	Order	Volume	Opening price	Closing price	Profit/Loss	Dividends received
kmb	buy	0.1	132.83	109.37	-235.3	34.6
ko	buy	0.2	54.3	57.95	73	8.4
mmm	buy	0.14	165.11	125.09	-560.28	35.66
cat	buy	0.12	189.92	220.44	366.2	4.8
baba	buy	0.15	146.25	91.84	-816.2	
aapl	buy	0.1	143.53	152.69	91.6	2.2
amd	buy	0.1	105.82	149.06	432.4	
fb	buy	0.02	327.41	245.35	-164.12	
tsla	buy	0.1	793.61	1045.33	251.72	
cme	buy	0.05	207.41	172.42	-174.95	5
intc	buy	0.5	35.3	31.55	-187.5	
ups	buy	0.05	170.46	170.4	-0.3	
gold	buy	0.27	1932.69	1961.11	767.29	
ng	buy	0.01	7.671	6.999	-67.2	
us500	sell	0.11	3729.06	3782.5	-58.78	
brn	buy	0.03	91.68	98.03	190.54	
Tnote	sell	0.02	111.7	110.22	29.6	
Expected Profit			40.50%			
Risk			38.00%			
Swaps and commissions					-230.14	
Loss					-176.45	
Portfolio performance					-1.76%	