

# The “Optimal” Investment Portfolio

Performance report  
(July 2024)

# 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 trend for the monetary policy tightening continued throughout the first half of 2024. The Federal Reserve continues to fight stubborn inflation, and it has partially succeeded in its efforts. The inflation eventually went down allowing some dovish tunes the Fed in the first half of the year. Investors expect its Fund rates would be lowered in September first to 5.00-5.25% from the existing 5.25-5.50%. There are more than 70% chances for this scenario. It also pushed megacap stocks' prices up.

## Portfolio Performance:

Three assets were responsible for most of the portfolio's profit: MSFT - \$391.5 (34.0%), AAPL - \$283.44 (24.6%) and GOOG \$144.33 (12.5%). Together these assets generated profit of \$819.27 or 71.1% of the total profit.

Dividend recieved: Apple (AAPL) - \$2.94, CME (CME) - \$9.2, eBay (EBAY) - \$5.4, Microsoft (MSFT) - \$7.5, Alphabet (GOOG) - \$0.6. In total \$25.64 or 2.23% of the overall profit was received in dividends.

The **total profit** of the portfolio is **\$1177.91** or **11.78%** of the entire portfolio.

Four assets posted losses: Adobe (ADBE) – (-\$270.84), CME – (-\$109.16), U.S. 10-year Treasuries (TNOTE) – (-\$89.4), Pfizer (PFE) – (-\$5.2). Commissions and swaps are responsible for \$251.6 management fee.

**Total losses** was **\$726.2** or **7.26%** of the entire portfolio.

The **net profit** of the portfolio was **\$443.69**. The total **portfolio performance** was **4.43%**. The S&P 500 benchmark index for the same period rose by 39.1%.

# Assets in the portfolio

Asset	Order	Volume	Order price	Closing price	Profit/Loss	Dividends received
goog	buy	0.03	144.28	192.39	144.33	0.6
pfe	buy	0.05	29.26	28.22	-5.2	
amd	buy	0.03	182.09	182.23	0.42	
cme	buy	0.04	221.4	194.11	-109.16	9.2
adbe	buy	0.03	591.97	501.69	-270.84	
ebay	buy	0.1	41.75	52.97	112.2	5.4
aapl	buy	0.06	184.60	231.84	283.44	2.94
msft	buy	0.05	385.53	463.83	391.5	7.5
tnote	buy	0.06	111.99	110.45	-92.4	
IR					220.92	
Risk		25%				
Commissions and swaps		-251.6				
Profit		443.69				
Portfolio yield		4.44%				