

Conservative Investment Portfolio “TeleTrade Safety”

Performance Report
(May 2022)

Your benefits with the “TeleTrade Safety” portfolio

- Protection of your savings from inflation
- Passive income from the financial markets without any hassle
- Rainy day cushion fund
- More than you can get from your bank deposit
- Learn to manage your money wisely
- Create fundamentals of your future welfare and independence

Targets and Advantages of the “TeleTrade Safety” portfolio

Target:

Overall earning yield at 31,9% annually with minimum portfolio volatility

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

“TeleTrade Safety” portfolio profile

- Currency: US Dollar
- Optimized for investment of: 10 000\$
- Expected yield: 31.9%
- Risk: Risk control of 27%
- Minimal duration: 1 year
- Rebalancing and replacing assets: upon monthly review

Description of the “TeleTrade Safety” portfolio strategy

Description:

The “TeleTrade Safety” investment portfolio is the most conservative investment among the other investment portfolios TeleTrade offers. 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.

Strategy:

Rising inflation in the United States and the rest of the world could become a sustainable long-term trend. This trend eventually would force Federal Reserve to tighten its monetary policy and raise interest rates. Such actions would certainly lead to rising funding costs for corporates, and slowing down of average incomes growth. This portfolio is balanced considering such trends with value stocks that may benefit from high inflation.

Portfolio Performance

Main Market Events:

During the past twelve months financial markets have performed a break of a trend. Key stock indexes stopped rising and consolidated in a wide range as U.S. Federal Reserve monetary policy has changed towards monetary tightening. Interest rates were hiked aggressively by the Fed in response to blistering inflation. Record inflation itself was caused by urgent quantitative easing programs launched by several central banks and governments to support the economy and its citizens during the COVID-19 pandemic.

Portfolio Performance:

Ten trades with stocks and other assets were closed with a loss: Verizon (VZ) posted losses of \$93.9, Boeing (BA) - \$568.1, Tesla (TSLA) - \$283.26, Microsoft (MSFT) - \$917.7, Amazon (AMZN) - \$436.02, S&P 500 (US500) - \$34.8, Apple (AAPL) - \$15.5, Nvidia (NVDA) – 104.64, AMD – \$82.21 and gold (XAUUSD) - \$1214.35.

Commissions and swaps are responsible for \$214.25 portfolio management fee.

The **total loss** to the portfolio was **\$4166.46**, which means **41.66%** of the entire portfolio.

Three instruments posted the most of the profit: Procter & Gamble (PG) posted gains of \$116.7 (19.5% of the entire profit), Alcoa (AA) brought \$232.5 (39%), Coca-Cola (KO) scored \$94 (15.7%).

Dividends recieved: Procter & Gamble (PG) - \$17.4, Coca-Cola (KO) - \$25.2, American International Group (AIG) – \$19.2, Verizon (VZ) - \$57.24, Apple (AAPL) – \$0.44, Nvidia (NVDA) - \$0.12. In total \$119.6 (or 20% of total profit) in dividends received.

The total **twelve month profit** of the portfolio was **\$611.56**. So, the **twelve months net loss** of the portfolio accounts for **\$3,554.9**.

The total **twelve month portfolio performance** was **-35.54%**. The S&P500 benchmark performance for the same period was -0.5%.

Assets in the portfolio

Instrument	Order	Volume	Opening price	Target price	Closing price	Profit/Loss	Dividends received
PG	buy	0.1	136.31	170	147.98	116.7	17.4
KO	buy	0.2	56.14	70.0	60.84	94.00	25.2
AA	buy	0.3	36.93	60.00	44.68	232.5	
AIG	buy	0.3	52.44	80.00	53.57	33.9	19.2
VZ	buy	0.3	57.07	70	53.94	-93.9	57.24
BA	buy	0.1	253.66	350	196.85	-568.1	
TSLA	buy	0.12	1081.4	1450	1057.84	-283.26	
MSFT	buy	0.3	330.4	390	299.81	-917.7	
AMZN	buy	0.03	3443.08	3900	3297.74	-436.02	
US500	buy	0.02	4536.9	4900	4391.5	-34.48	
AAPL	buy	0.02	174.8	200	167.05	-15.5	0.44
NVDA	buy	0.03	248.69	350	213.81	-104.64	0.12
AMD	buy	0.03	122.43	170	94.82	-82.81	
XAUUSD	buy	0.16	1989.39	2300	1913.5	-1214.35	
Expected Profit		31.9%					
Risk		36.60%					
Swaps and commissions		-214.25\$					
Profit received		-3554.9\$					
Portfolio performance		-35.54%					