Rid Investment LLC FZ. 01/01/2022

Report December 2021.

Report

In December 2021, the global financial markets continued to grapple with significant volatility, influenced by a mix of economic data releases, central bank decisions, and geopolitical uncertainties. The forex market, in particular, saw considerable fluctuations, with the US dollar playing a pivotal role. Early in the month, the dollar demonstrated strength due to anticipations of a tighter monetary policy by the Federal Reserve. However, mixed economic data, including variable employment figures and inflation reports, led to some weakening of the dollar towards the end of the month.

The EUR/USD pair showed modest gains throughout December. The euro benefited from positive economic data emerging from the Eurozone and a relatively cautious approach by the European Central Bank compared to the Federal Reserve. This cautious stance by the ECB, focusing on gradual policy changes rather than abrupt shifts, provided stability to the euro, allowing it to gain against a slightly weakened dollar towards the month's end.

The GBP/USD pair experienced an overall decline of 1.38%, yet it presented numerous profitable trading opportunities. The pound's fluctuations were largely driven by the UK's inflation data and statements from the Bank of England. Despite the overall decline, the volatility offered chances to capitalize on short-term movements, especially during periods of heightened trading activity around key data releases and central bank communications.

In the commodities market, precious metals like gold and silver maintained elevated prices, driven by ongoing geopolitical uncertainties and inflationary pressures. Investors continued to view these metals as safe-haven assets, particularly during times of economic instability. Our strategic operations in silver capitalized on these price fluctuations, ensuring consistent returns. Similarly, copper played a crucial role in our portfolio, with robust demand fueled by the global economic recovery and increased needs in the technology and renewable energy sectors. Supply chain disruptions and Chinese environmental policies, which limited domestic production, further influenced copper prices, allowing us to profit from well-timed trades.

The equity markets, particularly the S&P 500, posted solid performances in December. Positive corporate earnings reports and optimistic economic growth prospects drove the index higher. Our exposure to the S&P 500 benefitted from sector diversification and the strong recovery of technology and large-cap stocks, contributing significantly to our overall portfolio performance.

Our investment strategy for December 2021 focused on a combination of risk management and diversification. By closely monitoring market trends and economic indicators, we were able to make informed decisions that capitalized on emerging opportunities across various financial segments. This approach allowed us to achieve a notable profit of 1.52% for the month, reflecting our ability to adapt swiftly to evolving market conditions and to effectively leverage the volatility inherent in December's trading environment.

In December 2021, our investment management strategy was implemented across five distinct accounts, each with a conservative approach but varying market allocations. This diversified strategy allowed us to capitalize on different market movements, leading to a successful performance across multiple asset classes.

For Account 1, which allocated 40% to forex, 10% to indices, 10% to commodities, and the remaining 40% to other markets, we focused heavily on the EUR/USD and GBP/USD pairs. The EUR/USD pair benefitted from positive Eurozone economic data and a cautious stance by the European Central Bank, resulting in significant gains. Similarly, our strategic trades in GBP/USD took advantage of volatility driven by UK inflation data and Bank of England announcements, leading to profitable outcomes despite the overall decline in the pair. In commodities, this account saw substantial returns from silver and copper. Silver's safe-haven status amid geopolitical uncertainties and inflationary pressures maintained high prices, while copper's robust demand due to global economic recovery and supply chain disruptions further contributed to our gains.

Account 2, with 10% allocated to forex, 50% to indices, and 40% to commodities, focused more on equity indices and commodities. The S&P 500, driven by positive corporate earnings and economic growth prospects, provided substantial returns. Our sector-diversified positions, particularly in technology and large-cap stocks, significantly boosted this account’s performance. In the commodities market, trades in gold, silver, and copper were particularly successful. Gold and silver maintained high prices due to their safe-haven appeal, while copper benefitted from supply chain issues and increased demand from the technology and renewable energy sectors.

Account 3 had a distribution of 20% in forex, 30% in indices, and 50% in commodities. This account also capitalized on the EUR/USD and GBP/USD pairs in the forex market. However, the primary gains came from a higher allocation in commodities, focusing on gold, silver, and copper. The consistent demand for these metals and strategic timing of our trades led to significant returns. In indices, the S&P 500 again played a critical role, with positive market sentiment and strong earnings reports driving performance.

Account 4, which allocated 10% to forex, 10% to indices, and 80% to commodities, maximized its returns through heavy investments in gold, silver, and copper. This account’s high exposure to commodities allowed it to take full advantage of the upward price trends in these markets, driven by inflationary pressures and supply chain disruptions. Forex and indices played a smaller but still beneficial role, with strategic trades in the EUR/USD and positions in the S&P 500 contributing to overall performance.

Finally, Account 5 allocated 25% to forex, 25% to indices, and 50% to commodities. This balanced approach allowed for significant gains across all asset classes. In forex, the EUR/USD and GBP/USD pairs were again the primary focus, with additional successful trades in AUD/CAD, taking advantage of movements driven by differing monetary policies and economic data from Australia and Canada. In indices, the S&P 500’s strong performance provided steady returns. The commodities market, particularly through investments in gold, silver, and copper, provided substantial gains, driven by the same factors of demand, supply chain issues, and safe-haven appeal.

Overall, our strategic allocation across these five accounts, combined with precise market timing and thorough analysis, resulted in a notable profit of 1.52% for December 2021. This performance highlights our ability to effectively manage diversified portfolios, adapt to market conditions, and capitalize on emerging opportunities across various financial markets.