



RIO REGULAR INVESTMENT ACCOUNT USD

The Regular Account USD posted a 1.22% gain in the month closing all three trades posted (Lockheed Martin, Boeing and Elbit Systems) in profit. As of the 31st August, the account has returned 5.63% YTD. Looking forward, September should present plenty of opportunity for me to trade given the backdrop.

This account's true value to any investor and its true claim to fame lies in its ability to deliver consecutive gains. Members invested or considering investment should take note that it is rare for any equity based investment to file statistics even close to these; this is where RIO's US equity-based investment is in a class of its own. The account has filed 53 gaining months since January 2016 and recorded just 3 losing months in that the period. The performance is, I am sure all would agree, very palatable, but in the investment industry such outstanding performance is revered.

The record-breaking money management skills are the net result of both the strict adherence to a time proven investment strategy and the discipline to remain true to it. I am also supported by a strong in-house team whose hard work certainly assisted me in delivering the January 2016 to September 2018 numbers which saw the account produce 33 consecutive gains and in doing so it claimed its place in history.

More recently, looking back at August, the exercise to average in to oversold equity positions on 26th August has resulted in the account being well positioned and the current holdings have the potential to produce further profits. Even more so, given that we are only two months from the US election date. Such an event can produce considerable gain, called correctly; during the last US Presidential election in 2016 this account bagged 18% in November alone.

US Market overview

Last week the US Federal Reserve announced a new monetary policy framework aimed at creating maximum employment and stabilising inflation. The US dollar lost ground on the realisation that the US Federal Reserve is willing to let inflation rise which in turn will allow US interest rates to stay in place for up to 5 years.

As for US equities they closed Friday the 28th in profit, despite the weak GDP numbers. The US stock market is being driven by trillions of dollars in stimulus packages and as such is detached from reality. Members should take note that America's economic rescue packages have been higher as a share of GDP than any other country, except Japan. It is obvious that with an election only two months away the US government is not likely to stop any of the cash give away's, at least until after the election results are known.

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