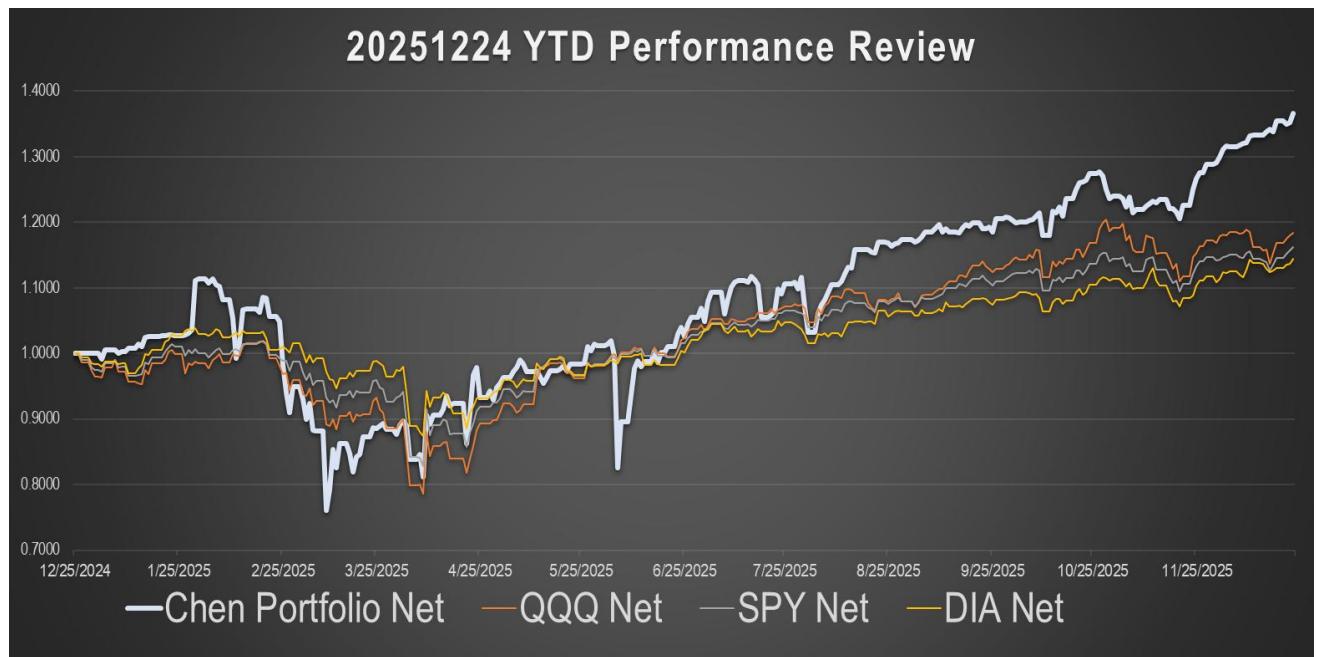


# 20251225 YTD Chen's Portfolio Performance

## I. Performance

As of 2025/12/25, AUM: 2,302,507

### 1. YTD performance

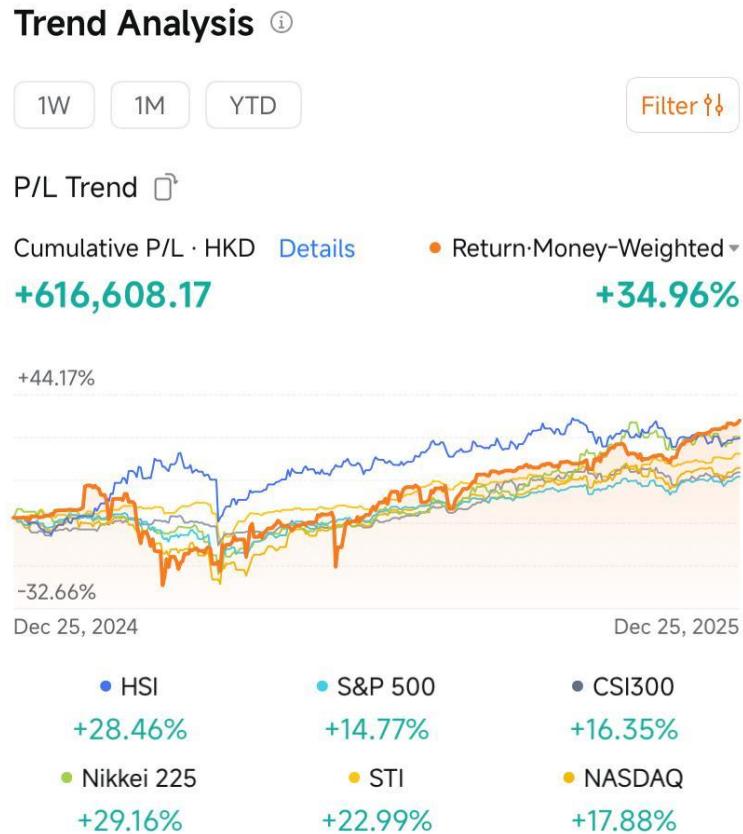


### 2. Portfolio performance KPIs

20251224 YTD Performance KPIs						
	1 year return	Average daily return	Volatility	Max drag down	Return / Max drag down	Sharpe Ratio
Chen's Portfolio	36.6%	0.1078%	0.0209	-31.7%	1.15	0.73
QQQ	18.3%	0.0536%	0.0123	-22.8%	0.81	0.53
SPY	16.2%	0.0462%	0.0102	-18.8%	0.86	0.51
DIA	14.4%	0.0405%	0.0087	-15.8%	0.91	0.47

Market exposure	Beta	Extra alpha
QQQ	0.93	0.057%
SPY	1.11	0.058%
DIA	1.21	0.061%

3. Source: Futu:



## II. Letter

On 2025 Mar 10, the portfolio experienced -32% drag down which is a profound lesson. It's also the time when we end the high portion of subject trading into professional investment.

The effect is obvious in terms of return and reducing volatility.

Our New Methodology (Implemented April 2025):

- Quantitative Stock Selection: We replaced manual picking with a screening algorithm. This ensures our watch pool contains only high-quality candidates meeting strict financial criteria (e.g., earnings growth, cash flow stability).
- Sentiment-Based Timing: We now utilize sentiment indicators to identify "oversold" conditions, allowing us to enter quality positions at discount prices rather than chasing momentum.
- Fundamental Validation: Final checks are still performed using our proprietary financial models, ensuring the quant signals align with business reality.

- Options Pair Strategy: We no longer just "buy stocks." We implement paired options strategies (e.g., protective puts, covered calls) to define risk and enhance yield, effectively managing the downside while participating in the upside.
- Dynamic Risk Control: We introduced strict ratios to maintain balance:
  - Bond/Stock/Option Ratio: Ensuring asset class diversification.
  - Cross-Country Ratio: Balancing US exposure with other markets.
  - Long-Short Ratio: Managing net directional exposure.
  - Cash Safety Ratio: Maintaining liquidity for opportunities.
  - Leverage Ratio: Strict caps on margin usage.
- Continuous Adjustment: The portfolio is dynamically rebalanced based on the above signals, rather than static "buy and hold."

Goal for 2026 & 2027:

Professional Transition: I plan to pivot fully from my traditional business area to focus on professional investment management. This will involve a systematic learning process, formalizing our research processes and deepening our quantitative infrastructure.