

Investment Strategy

Stocks - Greek Market

Greek stock market moved positively in April. As time is running out, investors' expectations seem to converge towards the likelihood of an agreement with our European counterparties rather than that of a break down. Insecurity remains with the market hence any projection regarding its performance is very difficult since it depends to a great extent to the negotiations' outcome.

Stocks - European Market

European stocks also performed well during April thanks to the EUR/USD rate and the generally good corporate results. Some positive developments regarding the issue of Greece also contributed positively. In light of further developments, partial profit taking might be advisable. We would examine buying back our positions in some future time especially in regards to the sectors of consumer durables, autos and insurance. Focus remains on macroeconomic data and the outcome of the UK elections.

Stocks - US Market

Good corporate results were not sufficient to maintain the performance of American markets in high levels. Uncertainty about the timing of interest rates increase remains with the market. At the same time GDP and payroll macro data came in disappointing. As such we choose to wait and increase our positions selectively, focusing at the sector of durable consumer goods.

Bonds Market

After the fall of government bonds' yields, following the initiation of the QE programme, the trend was reversed rapidly due partly to the encouraging macroeconomic data of the Eurozone and the first signs of a deflation exit. Developments regarding the Greek issue influence to a great extent the performance of Greek corporate and government bonds, as well as that of the rest of the periphery. In US markets, an interest rate hike is considered as almost certain whereas timing remains in question. This is projected by the markets to happen in December 2015 or January 2016, but the Fed will likely wait for a confirmation from the macroeconomic data. We maintain our positions and prefer securities with short term maturities.

BETA Asset Management Performance & Strategy Update



2015 – Current Performance (non annualized)

Portfolios	BETA Asset Return 1/1/15– 30/04/2015	Benchmark	Benchmark Return 1/1/15 – 30/04/15	+/-
Greek Stocks	-6.15%	FTSE/ ASE Large Cap	-7.40%	+1.25%
European Stocks	18.21%	ESTOXX 50	14.91%	+3.30%
US Stocks	4.06%	S&P 500	1.29%	+2.77%
Corporate Bonds	5.30%	IBOXX EUR Synthetic (TRI) 70% HY and 30% Liquid Large Cap	2.44%	+2.86%



BETA Asset Management – 5 Year Performance

Portfolio	2010	2011	2012	2013	2014
BETA Greek Stocks	-33.10%	-45.52%	35.95%	57.73%	-23.55%
FTASE / 20	-41.08%	-60.05%	16.90%	24.27%	-31.18%
Over/ Under Performance (+ / -)	+ 7.98%	+14.53%	+19.05%	+33.46	+7.63%
BETA European Stocks	-3.00%	-10.22%	20.35%	20.73%	1.29%
ESTOXX 50	-5.81%	-17.05%	13.79%	17.95%	1.20%
Over/ Under Performance (+ / -)	+2.81	+6.83%	+6.56%	+2.78%	+0.09%
BETA US Stocks	4.12%	11.86%	18.23%	32.00%	12.82%
S & P 500	12.78%	0.00%	13.41%	29.60%	11.39%
Over/ Under Performance (+ / -)	-8.66%	+11.86%	+4.82%	+2.4%	+1.43%
BETA Corporate Bonds	11.63%	8.28%	26.71%	9.17%	2.46%
IBOXX EUR Synthetic (TRI) 70% HY and 30% Liquid Large Cap	10.05%	-0.29%	20.57%	6.55%	4.90%
Over/ Under Performance (+ / -)	+1.58%	+8.57%	+6.14%	+2.62%	-2.44%