

## INVESTMENT COMMITTEE - NOTES FROM JANUARY 17, 2022

### US BANK PRIVATE WEALTH MANAGEMENT

Market value	Dec 31, 2022	Sep 30, 2022	Jun 30, 2022	Mar 31, 2022	Dec 31, 2021
	\$89.6M	\$82.5M	\$87.9M	\$91.0M	\$95.6M

- Net contributions/**Withdrawals**  
Quarter = \$1.5M / \$4.7M Calendar 2022 / **\$300k** Fiscal YTD
- Earnings, gains/**losses**  
Quarter = \$5.8M / **\$11.1M** Calendar 2022 / \$2.1M Fiscal YTD
- Allocation – Equities 49.7%, Fixed 41.8%, Commodities 3.4%, Cash 5.1% - *PRIOR QTR at 47.5%, Fixed 44.9%, Commodities 4.1%, and Cash 3.5%*
- Equity Asset Allocation – Large Cap 62.2%, Mid Cap 16.9%, Small 5.6%, Developed Markets 15.3% - *PRIOR QTR Large Cap 62%, Mid Cap 18%, Small 6%, Developed Markets 13%*
- Bonds – Current Yield 3.05% (Effective Maturity 3.9 years/Average Quality "A") *vs. prior QTR Current Yield 3.04%*

ROI	3 Month (Net of Fees)	Trailing 12 Months
Portfolio	6.9% vs. benchmark 5.3%	<b>-11.6%</b> vs. benchmark <b>-12.6%</b>
Equities	12.6%	<b>-12.7%</b>
Fixed	1.6%	<b>-8.1%</b>
Commodities	9.6%	n/a

### MARKET VIEWS/ CONCERNS OF INVESTORS:

- Continue to take a defensive stance and overweight in cash which will provide a base when opportunities arise in the equity sector.
- Inflationary pressures easing somewhat. Housing market slowing down and cost of labor increases beginning to ease.
- Federal Reserve will most likely continue to raise lending rates but most likely in the 25 vs 75 basis point range over the next few months. Likelihood of rate increases in the second half of 2023 is slim.
- Anticipate the S&P to provide a 5 to 7% return for 2023. Bonds to perform better with the yield curve to remain inverted for the short term.