



# Quarterly Investment Summary

June 2022

## Performance Summary (as of 06/30/2022)

	Target Allocation		Trailing Returns			
	Equity/Fixed	3 Months	YTD	1 Year	3 Year	5 Year
Fixed Income	0% / 100%	-3.43%	-7.64%	-7.57%	-0.27%	1.09%
Conservative	25% / 75%	-6.49%	-10.56%	-9.39%	2.17%	3.11%
Balanced	50% / 50%	-9.52%	-13.22%	-11.04%	4.34%	4.92%
Growth	75% / 25%	-12.38%	-16.40%	-13.26%	5.93%	6.35%
Equity	100% / 0%	-15.18%	-19.46%	-15.76%	6.88%	7.30%

Total Account Performance is gross of fees

## Commentary

### Equities

- Equities saw substantial declines in value across a broad spectrum of security types and indices, adding to negative YTD returns.
- Although both suffered equally in June, value continues to significantly outpace growth so far this year.
- The Energy sector lost nearly 17% in June however it remains the only S&P 500 sector with positive YTD returns, at 31.6%.

### Economic

- Continuing to be a topic of concern, inflation rose again, with the CPI posting an 8.6% annual increase.
- Responding to the latest inflation data, the Fed hiked short-term rates by 0.75%, clearly signaling that taming inflation is top priority.
- Final GDP data for the first quarter of 2022 reported the economy contracted by 1.6%.
- Although unemployment remained steady, Consumer Confidence dropped to 98.7.

### Fixed Income

- Treasury rates rose across the maturity spectrum in response to the Fed rate hike, with rates on shorter maturities rising more than on long maturities.
- Most fixed income indices saw negative returns in June, deepening YTD losses.

### Strategic Outlook

- Neutrally positioned on equities while slightly favoring international over domestic for long-term returns.
- Maintaining shorter-duration fixed income structure as the rising interest rate environment is likely to persist.
- Finding value in select domestic equities while trimming outsized "growth" exposure.

## Selected Economic & Market Data

Statistic (monthly unless noted)	Current	Previous
US GDP (Quarterly)	-1.6%	6.9%
Consumer Confidence	98.7	103.2
Consumer Price Index	8.6%	8.3%
Retail Sales	-0.3%	0.7%
Unemployment Rate	3.6%	3.6%
2-Year Treasury Yield	2.95%	2.56%
10-Year Treasury Yield	3.01%	2.84%

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