

Invested in your future



WELCOME

2023 Midyear Outlook

Webinar

July 26, 2023

TODAY'S GUEST SPEAKERS



David Baskin

Chairman, Baskin Wealth Management (BWM), Chair, RPB Investment Committee



Brad Smith

Partner, NEPC, RPB's outside investment advisory firm



Grace Zhou

Consulting Analyst, NEPC, RPB's outside investment advisory firm



G. Leonard Teitelbaum

Chair, Board of Trustees, RPB



Michael Kimmel

Chief Executive Officer, RPB

AGENDA

- Opening Remarks
- 2023 1H Market/Economic Recap and RPB Plan Update
- 2023 2H Outlook Roundtable
- Q&A

OPENING REMARKS



2023 1H MARKET RECAP & PLAN UPDATE

• ערכים יהודיים • הקדשה • חכמה

2023 1H Market/Economic Recap

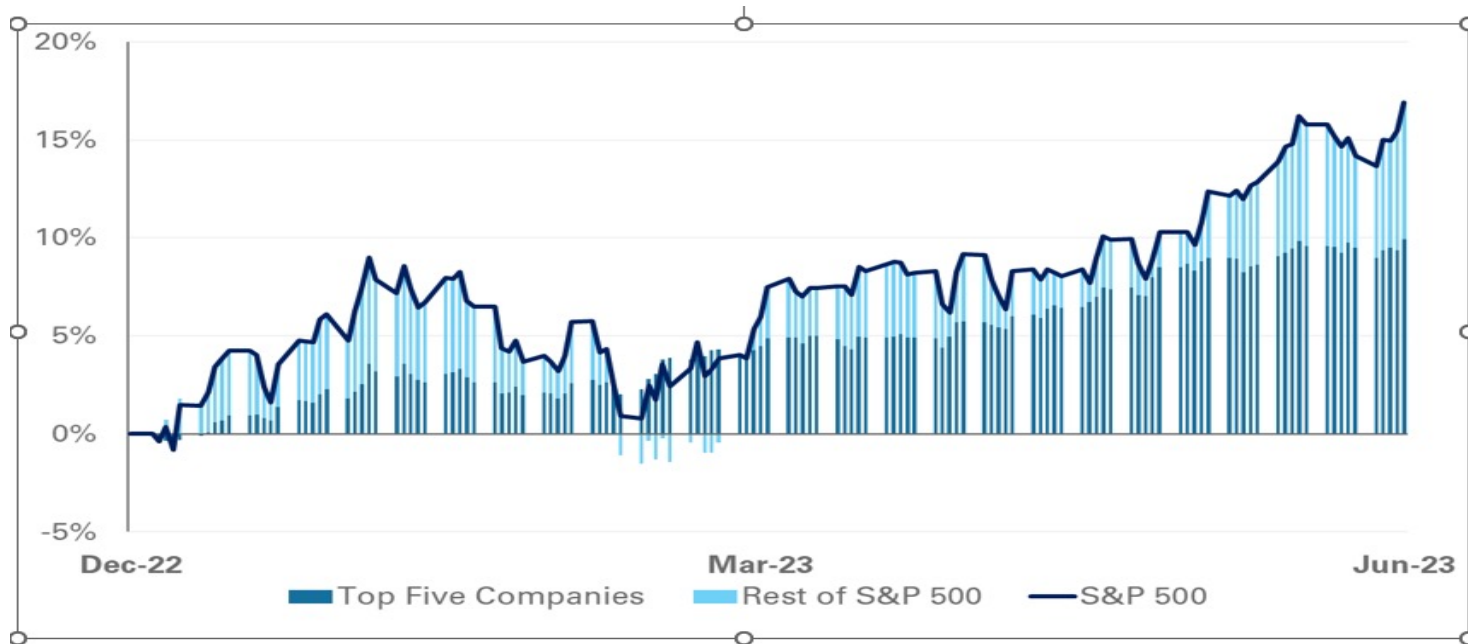
STRONG FIRST HALF RETURNS

- Resilient economic growth, low unemployment, coupled with pause in interest-rate hikes fueled markets
- Technology and communication sectors dominated, accounting for 75% of S&P 500 Index gains

Index	YTD	1-Year	3-Year	5-Year
S&P 500 (U.S.)	16.9%	19.6%	14.6%	12.3%
MSCI ACWI ex US (International)	9.5%	12.7%	7.2%	3.5%
Bloomberg Aggregate (U.S. Fixed Income)	2.1%	-0.9%	-4.0%	0.8%

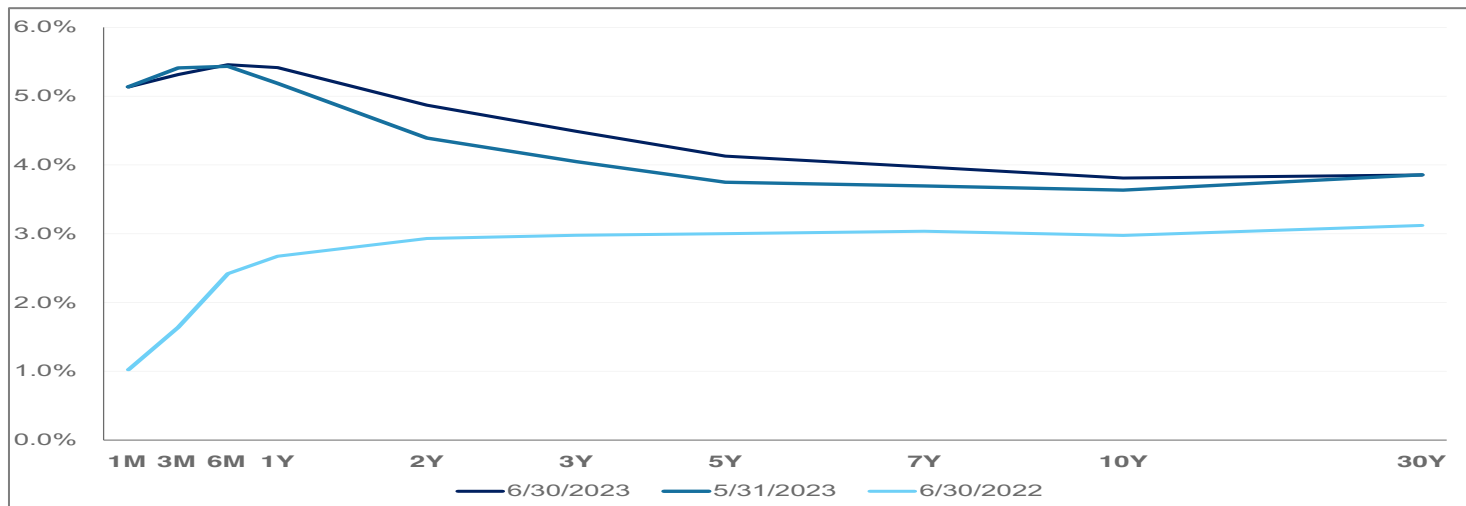
Equity Market Update

- Fairly narrow market recovery
- Top 5 companies led the S&P higher, representing 22.4% of the index as of 6/30/23



Fixed Income Market Update

- Despite interest-rate pause, Fed took a hawkish tone and announced expected additional rate hikes, impacting bonds in Q2
- Yield curve remains inverted (common indicator of future recession)



2023 Asset Quilt – Diversification Matters

Returns for Key Indices Ranked in Order of Performance

Best	MSCI EM 39.4	Barclays US Agg Bond 5.2	MSCI EM 78.5	Alerian MLP 35.9	Alerian MLP 13.9	MSCI EM 18.2	Russell 3000 33.6	FTSE NAREIT Equity REIT 30.1	FTSE NAREIT Equity REIT 3.2	Alerian MLP 18.3	MSCI EM 37.3	FTSE Treasury Bill 3 Mon 1.9	Russell 3000 31.0	Russell 3000 20.9	FTSE NAREIT Equity REIT 43.2	Alerian MLP 30.9	Russell 3000 16.2	Russell 3000 12.3	Russell 3000 10.1
	Alerian MLP 12.7	FTSE Treasury Bill 3 Mon 1.8	Alerian MLP 76.4	FTSE NAREIT Equity REIT 28.0	FTSE NAREIT Equity REIT 8.3	FTSE NAREIT Equity REIT 18.1	Alerian MLP 27.6	Russell 3000 12.6	Barclays US Agg Bond 0.5	Barclays Corp HY 17.1	MSCI EAFE 25.0	Barclays US Agg Bond 0.0	FTSE NAREIT Equity REIT 26.0	MSCI EM 18.3	Alerian MLP 40.2	FTSE Treasury Bill 3 Mon 1.5	MSCI EAFE 11.7	FTSE NAREIT Equity REIT 6.4	FTSE NAREIT Equity REIT 8.6
	MSCI EAFE 11.2	Barclays Corp HY -26.2	Barclays Corp HY 58.2	MSCI EM 18.9	Barclays US Agg Bond 7.8	MSCI EAFE 17.3	MSCI EAFE 22.8	Barclays US Agg Bond 6.0	Russell 3000 0.5	Russell 3000 12.7	Russell 3000 21.1	Barclays Corp HY -2.1	MSCI EAFE 22.0	MSCI EAFE 7.8	Russell 3000 25.7	Barclays Corp HY -11.2	Alerian MLP 9.7	MSCI EAFE 5.4	Alerian MLP 8.3
	Barclays US Agg Bond 7.0	Alerian MLP -36.9	MSCI EAFE 31.8	Russell 3000 16.9	Barclays Corp HY 5.0	Russell 3000 16.4	Barclays Corp HY 7.4	Alerian MLP 4.8	FTSE Treasury Bill 3 Mon 0.0	MSCI EM 11.2	Barclays Corp HY 7.5	FTSE NAREIT Equity REIT -4.6	MSCI EM 18.4	Barclays US Agg Bond 7.5	MSCI EAFE 11.3	Barclays US Agg Bond -13.0	Barclays Corp HY 5.4	Barclays Corp HY 4.4	MSCI EM 8.2
	Russell 3000 5.1	Russell 3000 -37.3	Russell 3000 28.3	Barclays Corp HY 15.1	Russell 3000 1.0	Barclays Corp HY 15.8	FTSE NAREIT Equity REIT 2.5	Barclays Corp HY 2.5	MSCI EAFE -0.8	FTSE NAREIT Equity REIT 8.5	FTSE NAREIT Equity REIT 5.2	Russell 3000 -5.2	Barclays Corp HY 14.3	Barclays Corp HY 7.1	Barclays Corp HY 5.3	MSCI EAFE -14.5	FTSE NAREIT Equity REIT 5.4	MSCI EM 3.0	Barclays Corp HY 6.6
	FTSE Treasury Bill 3 Mon 4.7	FTSE NAREIT Equity REIT -37.7	FTSE NAREIT Equity REIT 28.0	MSCI EAFE 7.8	FTSE Treasury Bill 3 Mon 0.1	Alerian MLP 4.8	FTSE Treasury Bill 3 Mon 0.1	FTSE Treasury Bill 3 Mon 0.0	Barclays Corp HY -4.5	Barclays US Agg Bond 2.6	Barclays US Agg Bond 3.5	Alerian MLP -12.4	Barclays US Agg Bond 8.7	FTSE Treasury Bill 3 Mon 0.6	FTSE Treasury Bill 3 Mon 0.0	Russell 3000 -19.2	MSCI EM 4.9	Barclays US Agg Bond 1.5	MSCI EAFE 6.5
	Barclays Corp HY 1.9	MSCI EAFE -43.4	Barclays US Agg Bond 5.9	Barclays US Agg Bond 6.5	MSCI EAFE -12.1	Barclays US Agg Bond 4.2	Barclays US Agg Bond -2.0	MSCI EM -2.2	MSCI EM -14.9	MSCI EAFE 1.0	FTSE Treasury Bill 3 Mon 0.8	MSCI EAFE -13.8	Alerian MLP 6.6	FTSE NAREIT Equity REIT -8.0	Barclays US Agg Bond -1.5	MSCI EM -20.1	FTSE Treasury Bill 3 Mon 2.4	FTSE Treasury Bill 3 Mon 1.0	Barclays US Agg Bond 3.0
Worst	FTSE NAREIT Equity REIT -15.7	MSCI EM -53.3	FTSE Treasury Bill 3 Mon 0.2	FTSE Treasury Bill 3 Mon 0.1	MSCI EM -18.4	FTSE Treasury Bill 3 Mon 0.1	MSCI EM -2.6	MSCI EAFE -4.9	Alerian MLP -32.6	FTSE Treasury Bill 3 Mon 0.3	Alerian MLP -6.5	MSCI EM -14.6	FTSE Treasury Bill 3 Mon 2.3	Alerian MLP -28.7	MSCI EM -2.5	FTSE NAREIT Equity REIT -24.4	Barclays US Agg Bond 2.1	Alerian MLP 0.9	FTSE Treasury Bill 3 Mon 1.2
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	YTD	10 Yr	20 Yr

Russell 3000

Barclays Corp HY

MSCI EM

Alerian MLP

FTSE Treasury Bill 3 Mon

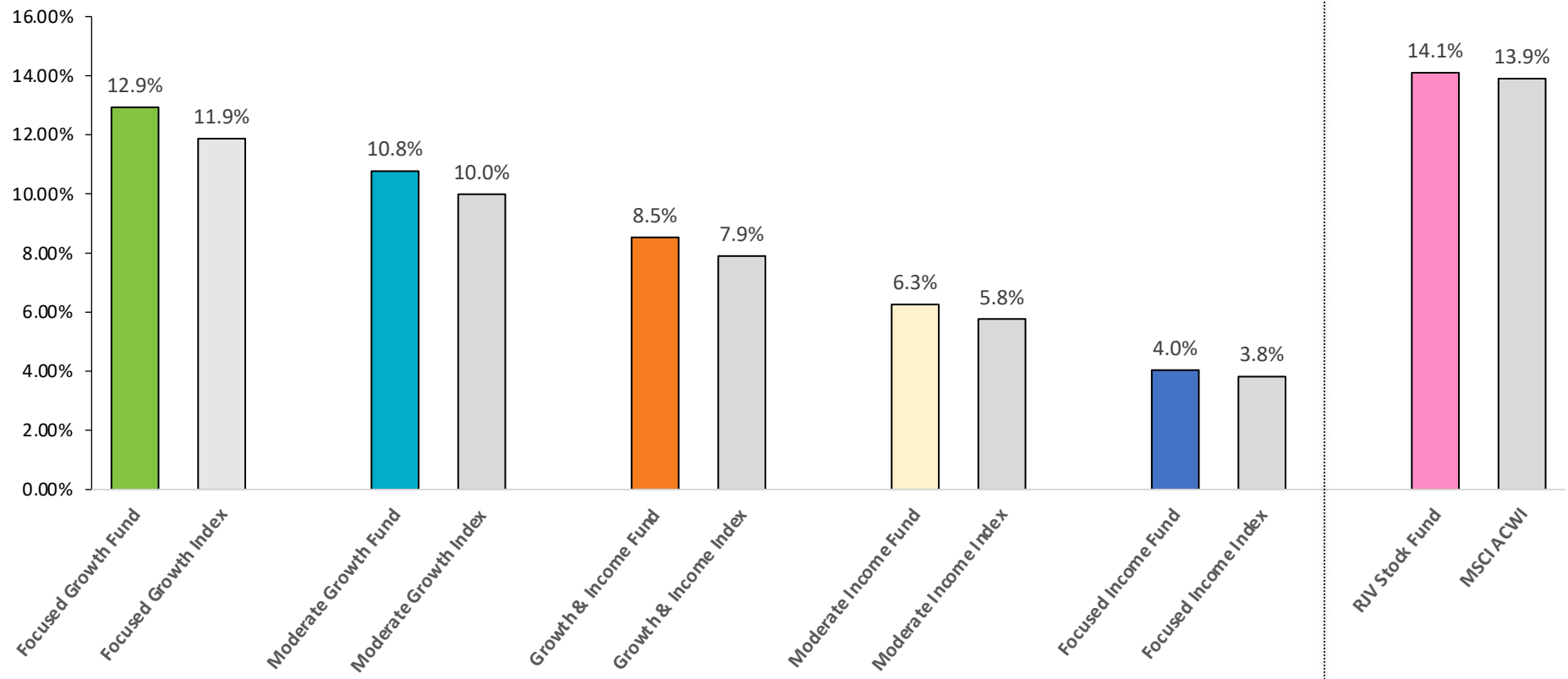
FTSE NAREIT Equity REIT

Barclays US Agg Bond

MSCI EAFE

June YTD - Tier 1 & 3 Returns Net of Fees

January 1, 2023 through June 30, 2023

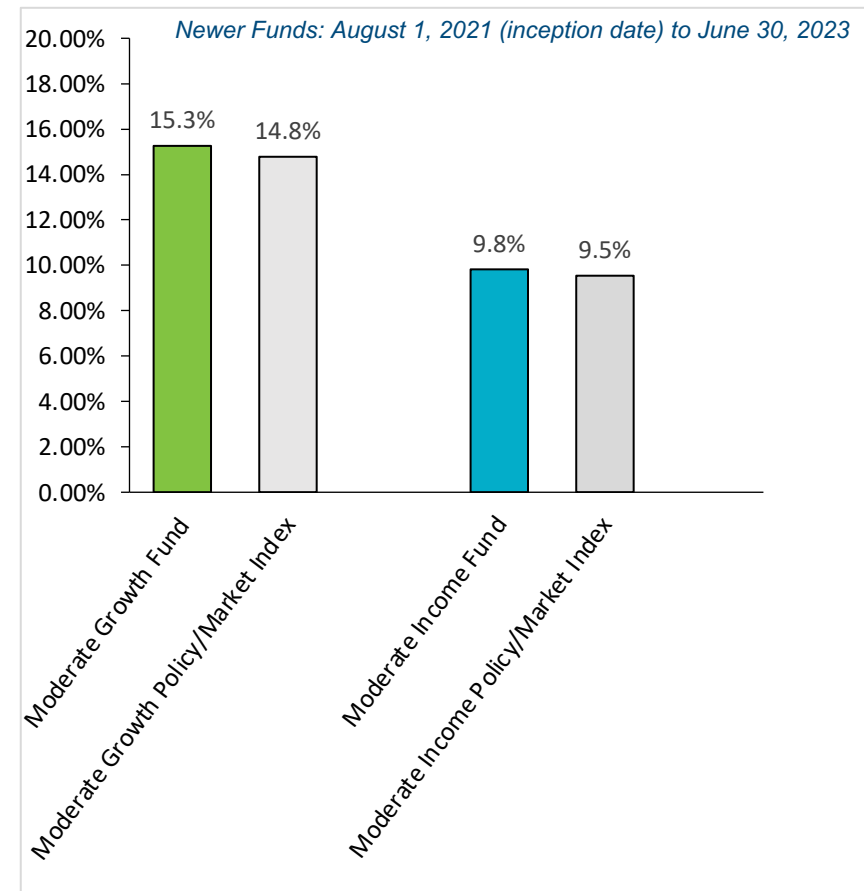
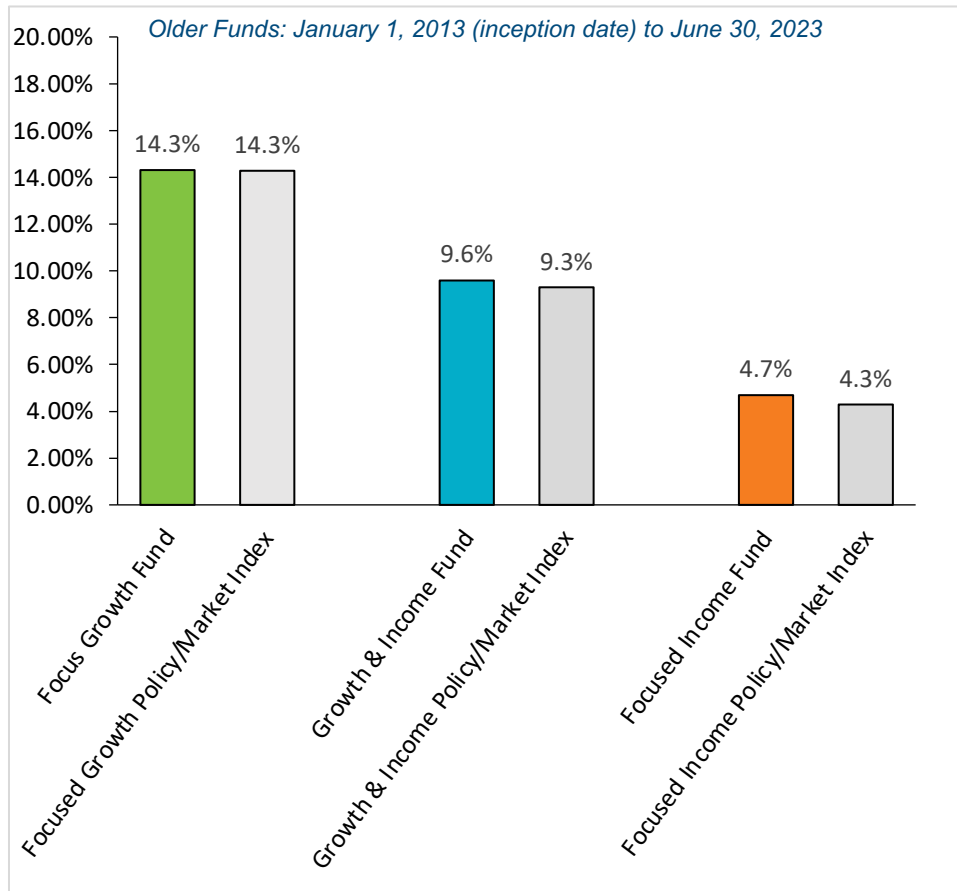


Net of investment management fees.

*Capital Preservation Fund is in Tier 2; RJV Fund is in Tier 3, the remaining funds are in Tier 1.

Tier 1 Volatility – Standard Deviation

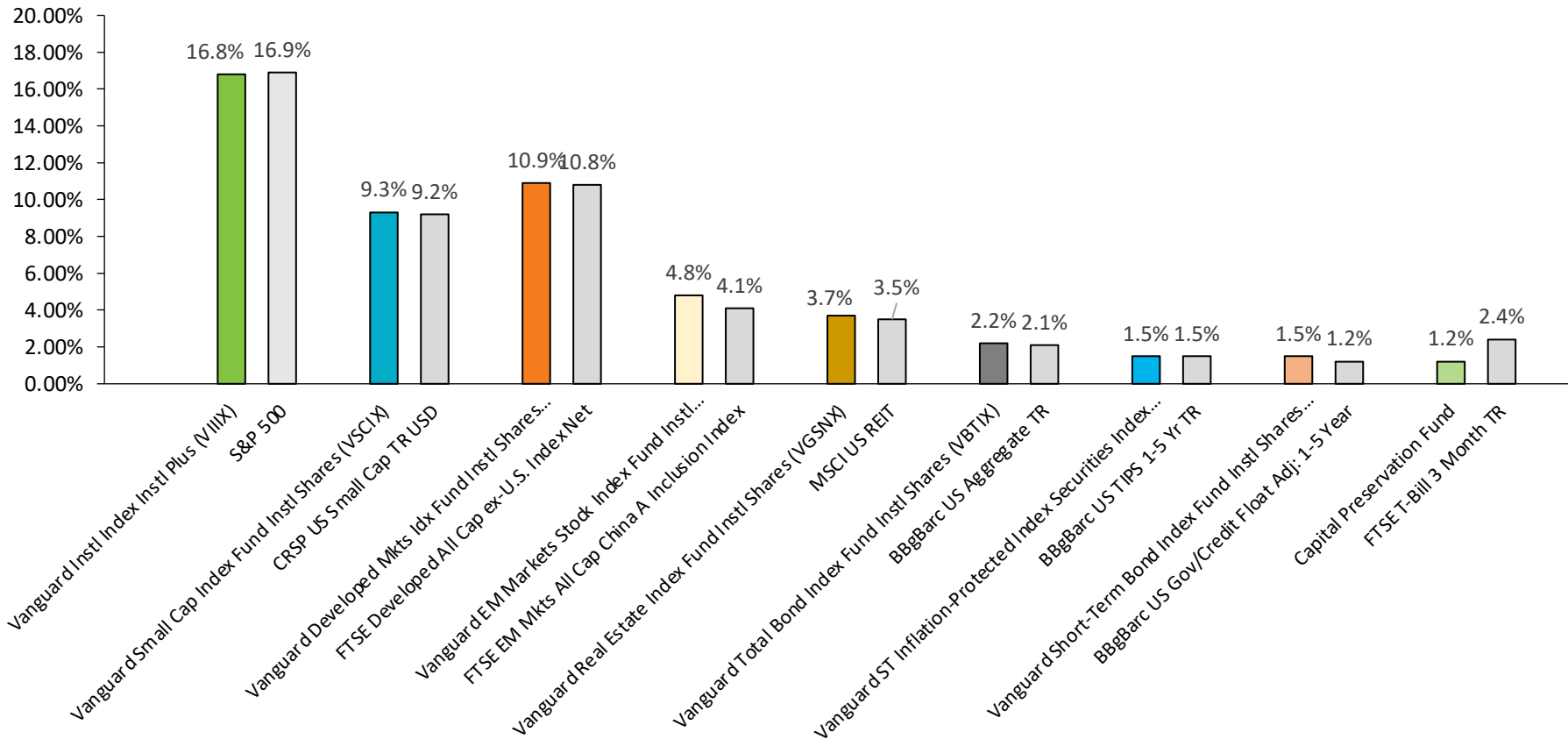
Lower is less risky



June YTD - Tier 2 Returns Net of Fees

Vanguard Index Funds

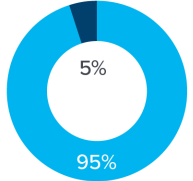
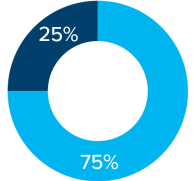
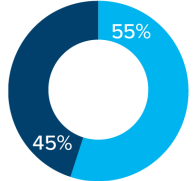
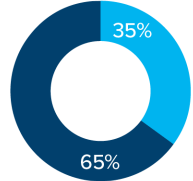
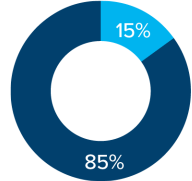



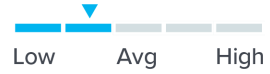
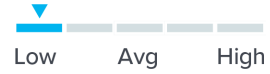
January 1, 2023 through June 30, 2023



*Net of investment management fees.

Tier 1: Each fund is a complete, diversified portfolio.

All you need is
1

	RPB Focused Growth Fund	RPB Moderate Growth Fund	RPB Growth & Income Fund	RPB Moderate Income Fund	RPB Focused Income Fund
Target investment allocation	 <p>95% equities 5% fixed income</p>	 <p>75% equities 25% fixed income</p>	 <p>55% equities 45% fixed income</p>	 <p>35% equities 65% fixed income</p>	 <p>15% equities 85% fixed income</p>
Time horizon	Long	Medium to Long	Medium	Short to Medium	Short
Fund risk level	 <p>Low Avg High</p>	 <p>Low Avg High</p>	 <p>Low Avg High</p>	 <p>Low Avg High</p>	 <p>Low Avg High</p>

Broad diversification in each Tier 1 fund

As of July 1, 2023

		TARGET ALLOCATION*				
Asset Class	Manager	Focused Growth Fund	Moderate Growth Fund	Growth & Income Fund	Moderate Income Fund	Focused Income Fund
U.S. Stocks						
Large-Cap (S&P 500)	The Vanguard Group	29.07%	22.95%	16.83%	10.71%	4.59%
Large-Cap (S&P 500) Value	The Vanguard Group	9.69%	7.65%	5.61%	3.57%	1.53%
Small-/Mid-Cap Growth	Pinnacle Associates Ltd.	9.69%	7.65%	5.61%	3.57%	1.53%
Total U.S. Stocks		48.45%	38.25%	28.05%	17.85%	7.65%
International Equity						
International Developed Value	Artisan Partners	12.10%	9.55%	7.00%	4.46%	1.91%
International Developed Growth	Wellington Management	7.50%	5.92%	4.34%	2.76%	1.18%
International Developed	The Vanguard Group	8.00%	6.32%	4.63%	2.95%	1.26%
International Small-Cap Core	Grandeur Peak Global Advisors	4.70%	3.71%	2.72%	1.73%	0.74%
Total International Developed Stocks		32.30%	25.50%	18.69%	11.90%	5.10%
Global Equity						
Global Equity	GQG Partners	7.13%	5.63%	4.13%	2.63%	1.13%
Global Equity	Walter Scott	7.13%	5.63%	4.13%	2.63%	1.13%
Total Global Equity		14.25%	11.25%	8.26%	5.25%	2.25%
Fixed Income						
Core Bonds	Income Research + Management	2.90%	14.50%	26.10%	36.85%	48.19%
TIPS	Income Research + Management	1.00%	5.00%	9.00%	13.00%	17.00%
High Yield Bonds	Shenkman Capital Management	0.33%	1.67%	3.00%	2.91%	3.80%
Unconstrained Fixed Income	BlackRock	0.77%	3.83%	6.90%	8.13%	10.63%
Short-Term Bonds	The Vanguard Group	0.00%	0.00%	0.00%	4.12%	5.39%
Total Fixed Income		5.00%	25.00%	45.00%	65.00%	85.00%
GRAND TOTAL		100.00%	100.00%	100.00%	100.00%	100.00%

* The fund's actual allocation may vary slightly from the target based on changes in the market. Figures may not sum to 100% due to rounding.

Tier 2 and 3 single asset class funds

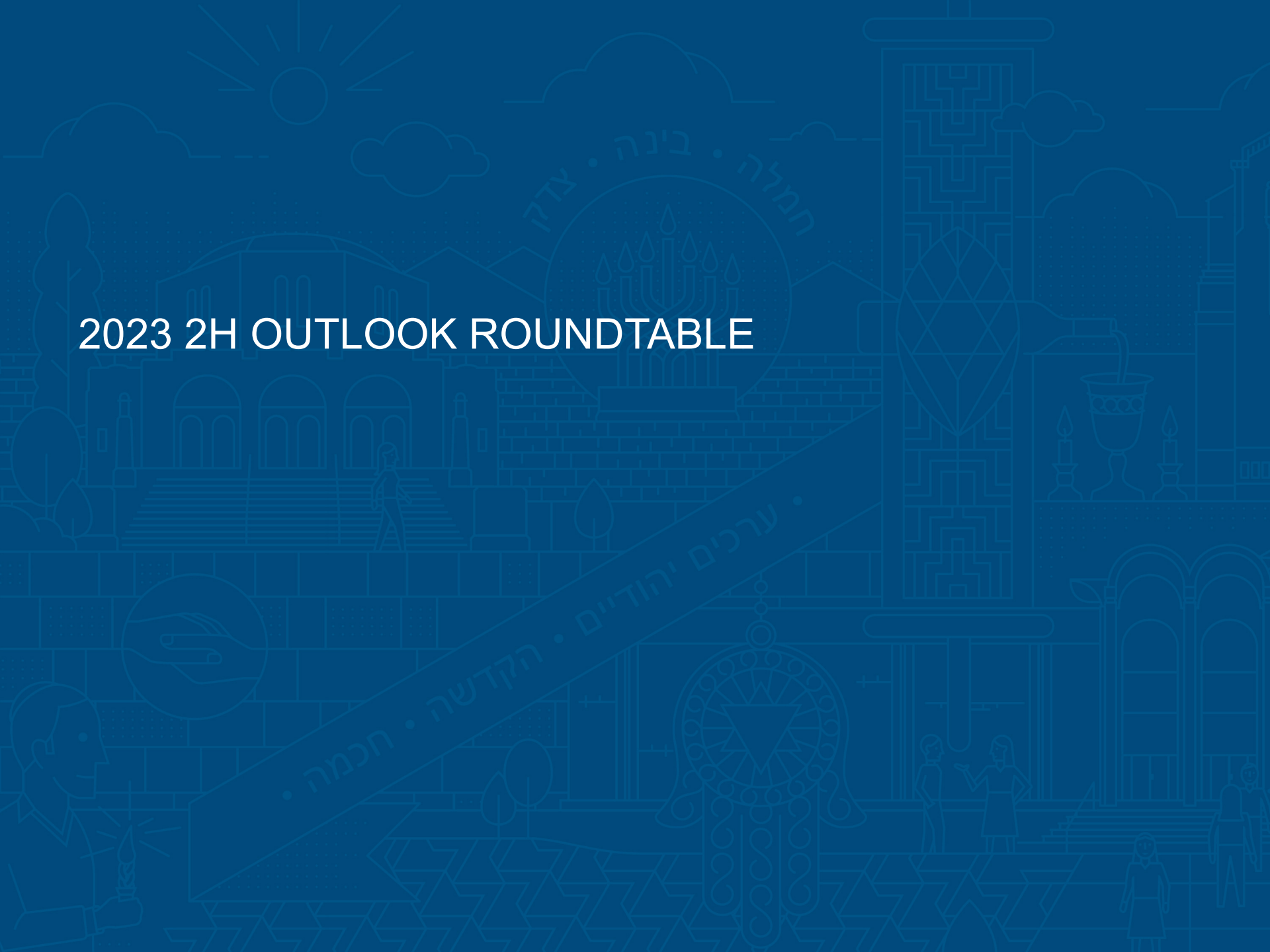


RPB Conservative Funds

FUND*	CURRENT YIELD
○ Vanguard Short Term Bond Index Fund	○ 4.89% as of 7/24/23
○ Vanguard TIPS Index Fund	○ 2.66% as of 7/20/23
○ Vanguard Total Bond Market Index Fund	○ 4.43% as of 7/24/23
○ RPB Capital Preservation (stable value)	○ 2.72% as of 6/30/23

*See <https://www.rpb.org/tier-2-self-directed-funds> for details.

2023 2H OUTLOOK ROUNDTABLE

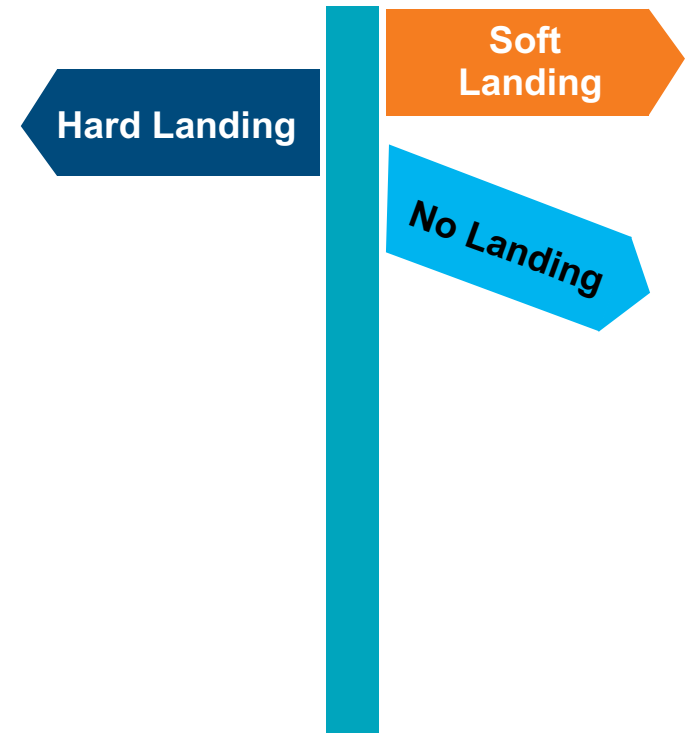


Roundtable Discussion Questions

- Is the Fed winning the fight against inflation? Where will the Fed and other central banks go next with interest rates? What is the probability of a recession and when?

THE MARKET IS DIGESTING THREE ECONOMIC OUTCOMES

Investor Sentiment	No Landing
Labor Market	No Landing
Economic Growth	Soft Landing
Inflation	No Landing
Consumer Spending	Soft Landing
Fed Funds Expectations	Hard Landing
FOMC Expectations	Soft Landing
Interest Rates	Soft Landing
Manufacturing Sector	Hard Landing
Services Sector	No Landing
Commercial Real Estate	Hard Landing



Roundtable Discussion Questions

- What is the outlook for equities and fixed income in both domestic and international markets?

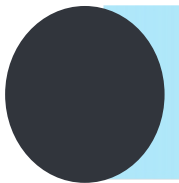
Current Market Outlook



Bank deposit outflows increase **risk of slowing credit lending** and stricter lending requirements



Markets may experience more volatility in the second half of the year as the path of interest rates and inflation remain **uncertain**

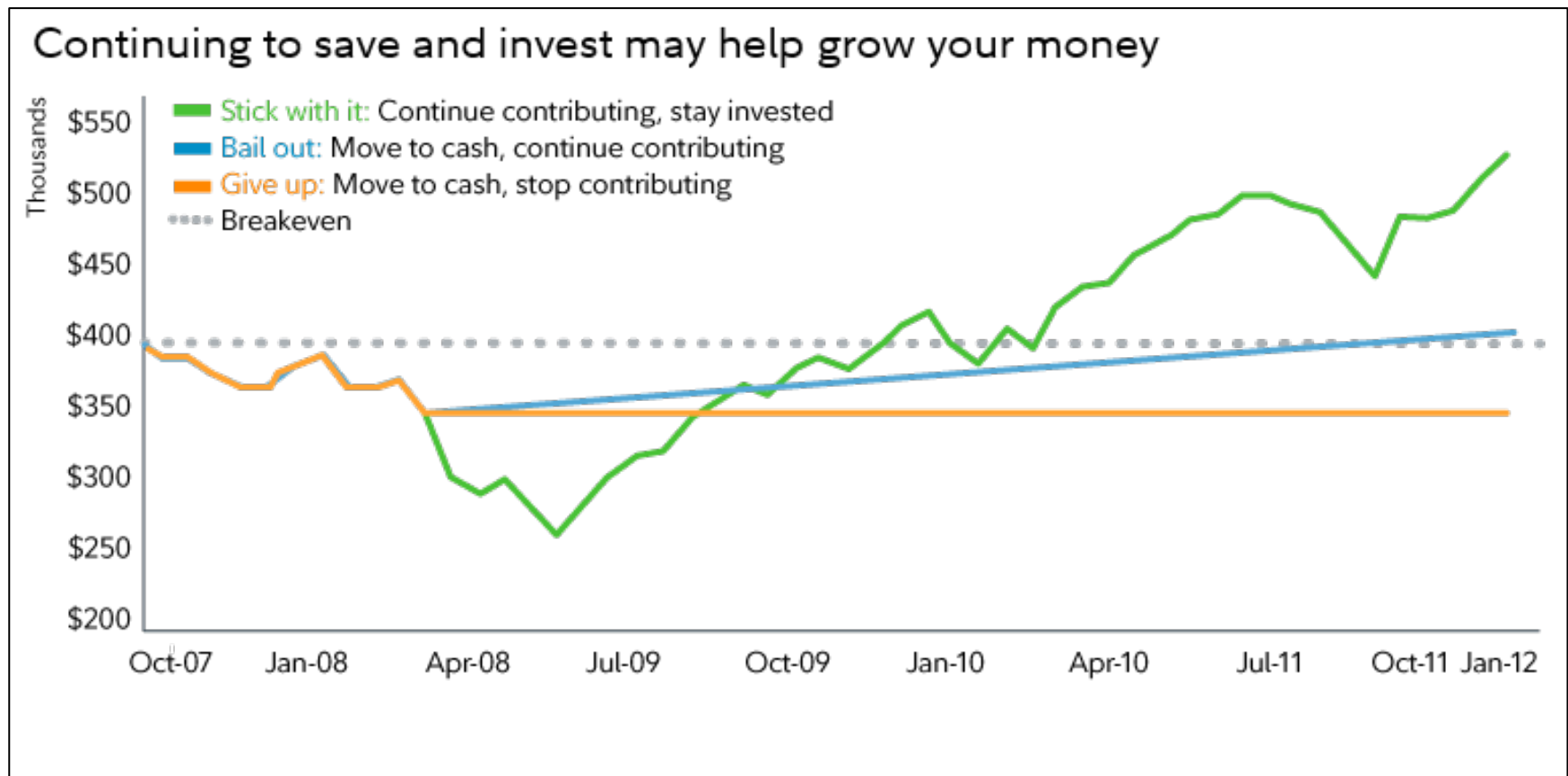


Unless your risk tolerance changes, maintain equity exposure near target allocations as we await data guiding the path forward for the U.S. economy*

Roundtable Discussion Questions

- How should I manage my investments given the uncertainty in the markets?

Roundtable Discussion



Three actions an investor saving for retirement could have taken during the Global Financial Crisis in 2007–2009 and the long-term effect on their savings. The underwater duration was 52 months during the Global Financial Crisis. The chart assumes the hypothetical investor entered the downturn with 70% stock/30% bond mix, an account balance of \$400,000, a baseline annual contribution to the workplace plan of \$15,000, and no withdrawals during the time period. The move to cash in this example was triggered by a 20% decline in account. Source: Fidelity Investments.

Roundtable Discussion Questions

- What megatrends are shaping our lives and the world and how will they affect the markets and economy?

Megatrends

- Artificial Intelligence - a radical change in how things are done
- Clean energy - ongoing transition but with storage and transmission issues
- Slowdown in Chinese economy (offsets western inflation)
- Market concentration in the “Big 7”
 - Apple, Microsoft, Nvidia, Google, Tesla, Amazon, and Meta represent 27% of S&P 500 Index*

2023 Market Recap: Great first half, uncertain second half

- Expect heightened volatility due to economic risks
- Inflation is not yet over
- Labor supply and demand over next six months will be a key indicator of U.S. economic health
- War in Ukraine cannot be discounted as source of market disruption



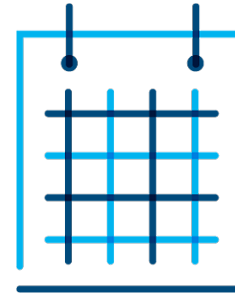
Your Next Actions

- Know what you're invested in
- Stay focused on your risk tolerance and time horizon
- Dollar cost averaging mind-set
- Set up rebalancing to maintain your risk, liquidity, and diversification goals.



Announcements

- **RPB Annual Retirement Seminar**
June 2 – 4, 2024 | Denver



תיקון עולם

Q & A

יְהוּדוֹת רִפּוּרְמִיּוֹת • קהילה • חיים



THANK YOU!

תיקון עולם

יהדות רפורמית • קהילה • חיים

