



The Scorecard

Your Personal CFO

Date: December 31, 2020

Tips From the Pro

The new year is a good time to revisit internet hygiene. Make sure to take advantage of security features like 2 factor authentication where possible. Use robust passwords or better yet, password management software. Curate your news feed by cutting out provocateurs and trolls.

Hazards

"This time it's different"
 Betting against innovation
 Chasing hot asset classes

Front Nine: Market Update

	Annualized				
	1-Month	1-Year	3-Year	5-Year	10-Year
Barclays US Aggregate	0.14%	7.51%	5.34%	4.44%	3.84%
Barclays US Municipal	0.61%	5.21%	4.64%	3.91%	4.63%
Barclays US TIPS	1.15%	10.99%	5.92%	5.08%	3.81%
S&P 500	3.84%	18.40%	14.18%	15.22%	13.88%
S&P 1000	7.05%	12.98%	8.24%	12.37%	11.64%
MSCI EAFE	4.65%	7.82%	4.28%	7.45%	5.51%
MSCI Emerging Markets	7.35%	18.31%	6.17%	12.81%	3.63%
DJ US Real Estate	2.53%	-5.29%	5.43%	6.72%	8.73%
Bloomberg Commodities	4.97%	-3.12%	-2.53%	1.03%	-6.50%

Back Nine: Data From Your CFO

	Most Recent	Previous Month	Start of Year	YTD Change
S&P500 P/E Ratio(Fwd)	25.1	25.3	20.0	5.1
S&P500 P/E Ratio(TTM)	38.2	38.9	24.3	13.9
6 Month CD	0.11%	0.12%	0.38%	-0.27%
10-Year Treasury	0.91%	0.84%	1.92%	-1.01%
S&P 500 Yield	1.55%	1.61%	1.80%	-0.25%
Fed Funds Rate	0.00-0.25%	0.00-0.25%	1.50-1.75%	-1.50%
WTI Oil	\$48.52	\$45.34	\$61.06	-20.54%
Unemployment	6.70%	6.90%	3.50%	3.20%
CPI	1.20%	1.20%	2.10%	-0.90%

At the Turn

US Government debt is at 100% of GDP. However, the interest payments needed to finance the debt have fallen almost in half from about 3% of GDP in the 1980s and 1990s to 1.6% last year.

19th Hole: Cocktail Party Trivia

In May, Zoom Communications (the video conferencing company) had a market cap of \$48.8 billion. At the time, that was larger than the top seven (by revenue) airlines in the world combined.

Please see important disclosures on the next page.



FAIRWAY

Wealth Management LLC

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Front Nine: Market Update:

Bond Returns: All returns represent total return. Bond Index: Barclays US Aggregate provided by Barclays Capital; Barclays US Municipal provided by Barclays Capital; Barclays US TIPS provided by Barclays Capital.

Equity Price Levels and Returns: All returns represent total return for state period. Equity Index: S&P 500 provided by Standard & Poor's; S&P 1000 provided by Standard & Poor's; MSCI EAFE provided by MSCI – gross official pricing; MSCI Emerging Markets provided by MSCI – gross official pricing; Wilshire Real Estate Securities Index provided by Wilshire Associates Inc; Commodity Index: Bloomberg Commodity provided by Bloomberg Professional® Service. No index mentioned on the Front Nine Report includes any trading expenses, management fees or other costs.

Back Nine: Data from your CFO:

S&P 500 P/E Ratio (Forward 12 Month) provided by S&P 500 Earnings and Estimate Report; S&P 500 P/E Ratio (Trailing Twelve Month) provided by S&P 500 Earnings and Estimate Report; 6 Month CD Rate provided by FDIC.gov; 10-Year Treasury Rate provided by Bloomberg; S&P 500 Yield provided by S&P 500 Earnings and Estimate Report; Federal Funds Rate provided by Federal Reserve Bank of New York; Price of WTI provided by Bloomberg; Unemployment Rate provided by Bureau of Labor Statistics; Consumer Price Index provided by Bureau of Labor Statistics; Certain information on the Back Nine Report are economic trends and do not necessarily reflect account or market performance.

At the Turn

Source: First Trust - Brian Wesbury

19th Hole: Cocktail Party Trivia:

Source: <https://www.visualcapitalist.com/zoom-boom-biggest-airlines/>

All Indexes, where applicable, include the reinvestment of dividends and other earnings but do not include any trading expenses, management fees or other costs. Unless otherwise stated, all data is as of December 31, 2020 or as of most recently available. *Past performance does not guarantee future results. Diversification does not guarantee investment returns and does not eliminate the risk of loss.*

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