

An aerial photograph of a winding asphalt road through a winter forest. The trees are heavily covered in snow, and the ground is also blanketed in white. Two cars are visible on the road, one in the distance and one closer to the foreground. The road curves in an S-shape, creating a sense of movement through the serene landscape.

2022 Economic Outlook

SECURITY
NATIONAL BANK

WEALTH MANAGEMENT

Investment products are: • Not FDIC Insured • Not a Deposit • Not Insured by Any Federal Government Agency • Not Guaranteed by the Bank • May Lose Value

© Security National Bank. All Rights Reserved.

Disclaimer

This material is intended for informational purposes only and does not constitute an invitation or solicitation to invest in any particular investment product. Information contained herein has been obtained from sources believed to be reliable but may change without notice. We do not guarantee its accuracy or completeness. Security National Bank accepts no liability for the results of any action taken on the basis of this information.

Financial commentary discussed in this report may not be applicable or suitable for all investors, and investors must make their own independent legal, tax, accounting, and financial evaluations of their risks and merits. Past performance is not indicative of future results. Investments offered by Security National Bank:

- **Are Not a Deposit**
- **Are Not FDIC-insured**
- **Are Not Guaranteed by The Bank**
- **Are Not Insured by Any Federal Government Agency**
- **May Go Down in Value**



An aerial photograph of a winding asphalt road that forms a large figure-eight shape, cutting through a dense forest of evergreen trees heavily covered in snow. Two small red cars are visible on the road, one in each of the loops. The scene is captured from a high angle, looking down on the road and the surrounding snowy landscape.

Our Wealth Advisors

SECURITY
NATIONAL BANK

WEALTH MANAGEMENT

Our Wealth Advisors



John Gibb, CFA
Assistant Vice President,
Wealth Advisor

Damian Howard, CFA
Director,
Wealth Management

Brent Boyce, CFA
Assistant Vice President,
Wealth Advisor

An aerial photograph of a dark, winding road that forms a large figure-eight shape through a dense forest of snow-covered evergreen trees. Two small red cars are visible on the road, one in each of the upper loops. The scene is captured from a high angle, looking down on the road and the surrounding landscape.

The Current Economic Landscape

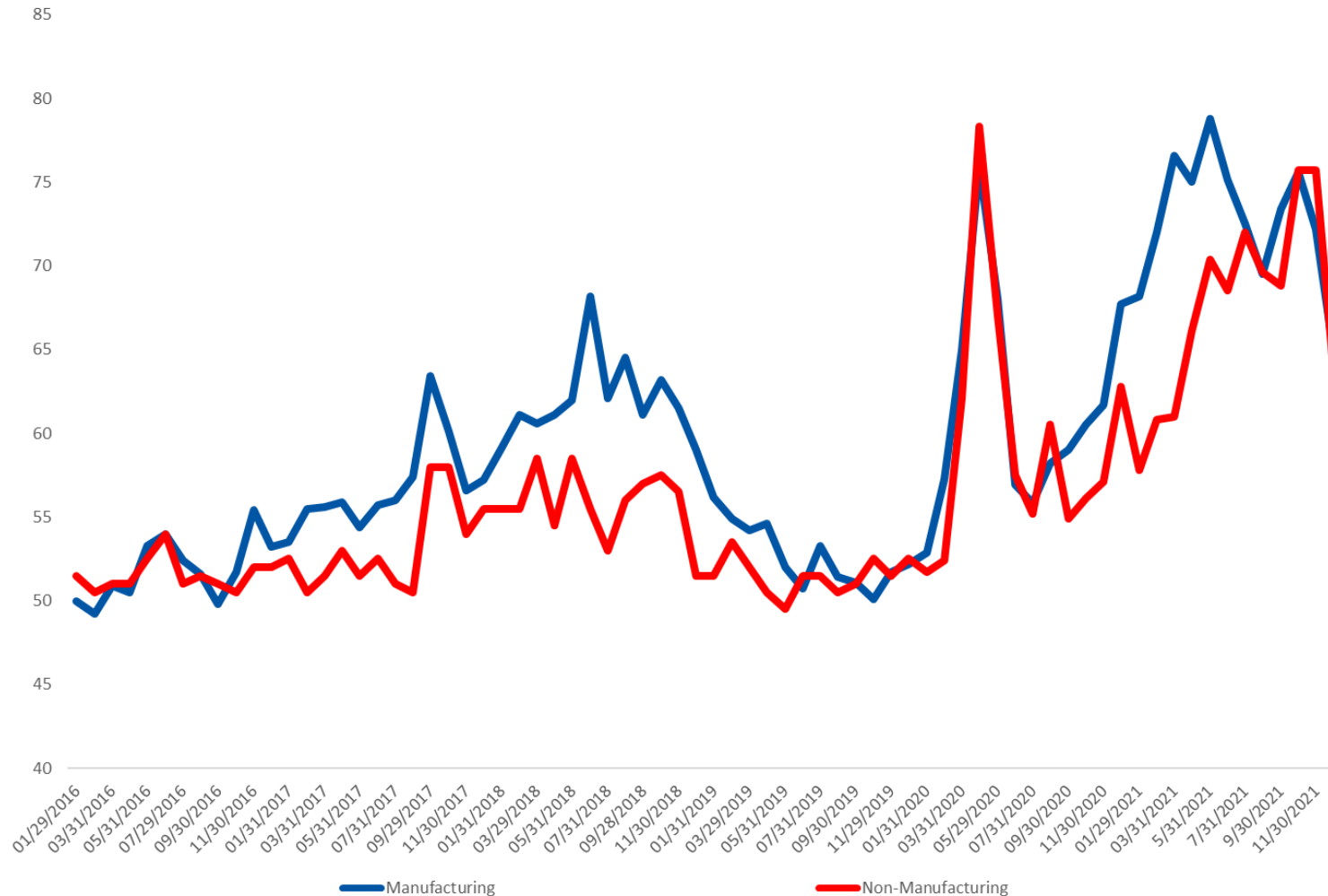
SECURITY
NATIONAL BANK

WEALTH MANAGEMENT

Can't Find It

ISM Supplier Deliveries

Higher # = Slower Deliveries

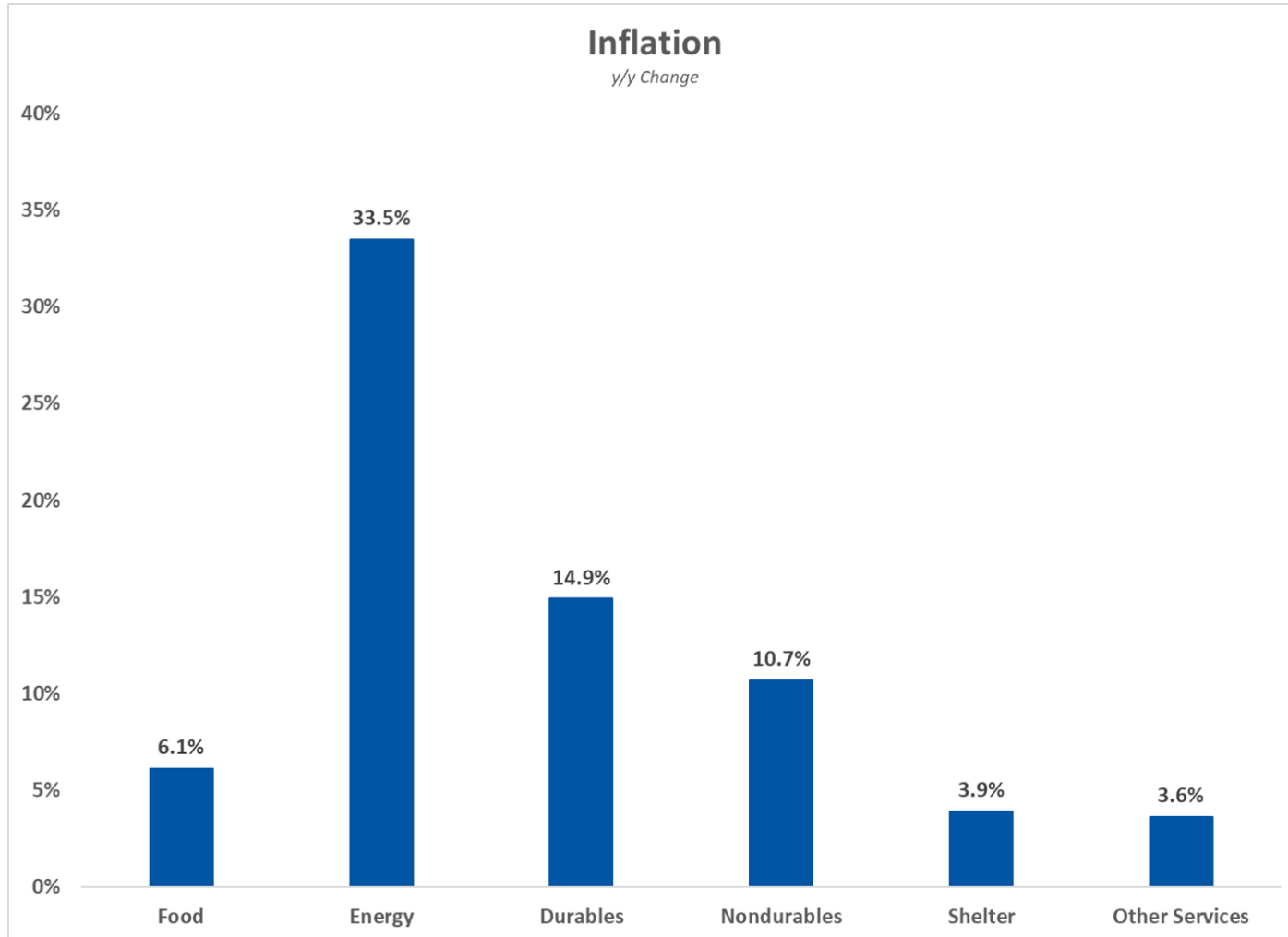


Supply Chain appears to be improving.

Omicron can still derail.

Input price pressures less intense.

Can't Afford It



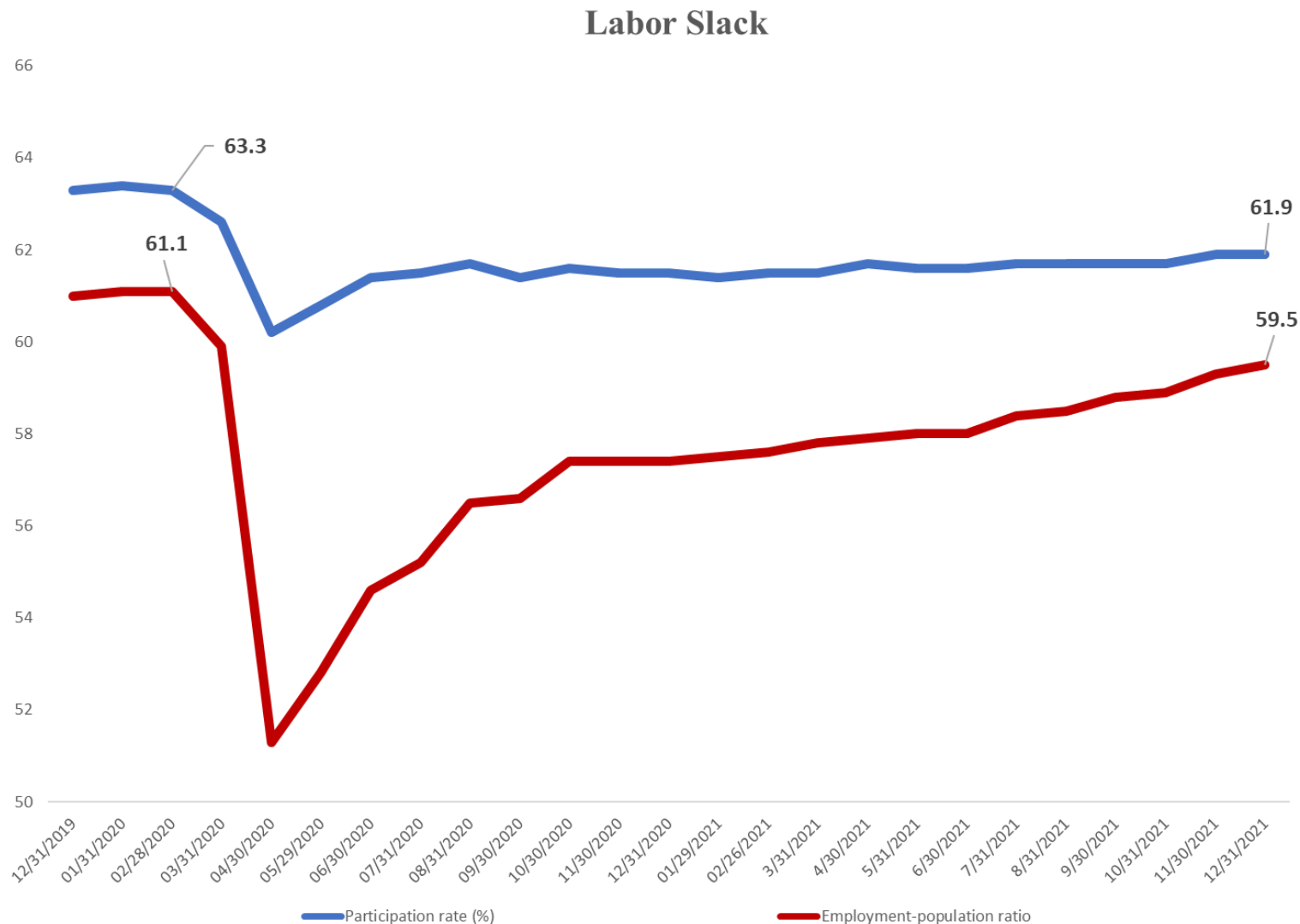
Inflation is at a generational high.

Fueled by too much money chasing too few goods.

7% y/y inflation highest since 1982.

M/M inflation peaked in Oct.

Labor Shortage



Economy remains 3-5 million workers below prepandemic.

Unemployment at 3.9% below the FRB's full employment hurdle.

Wages are up 4.7% y/y.

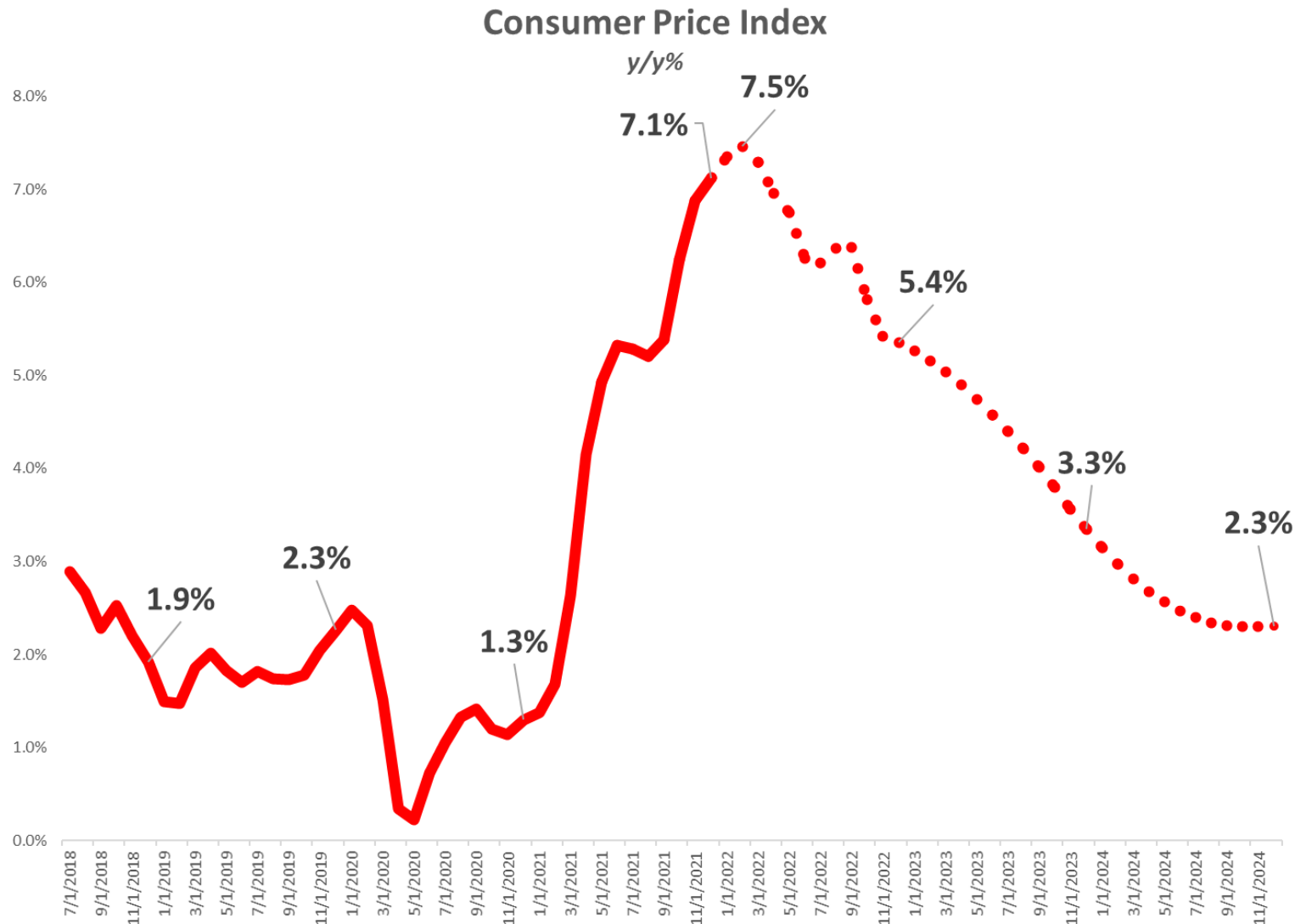
An aerial photograph of a dark, winding road that forms a large figure-eight shape through a dense forest of snow-covered evergreen trees. Two small red cars are visible on the road, one in each of the loops. The scene is captured from a high angle, looking down on the road and the surrounding landscape.

The Way Forward

SECURITY
NATIONAL BANK

WEALTH MANAGEMENT

Inflation



M/M inflation peaked in October.

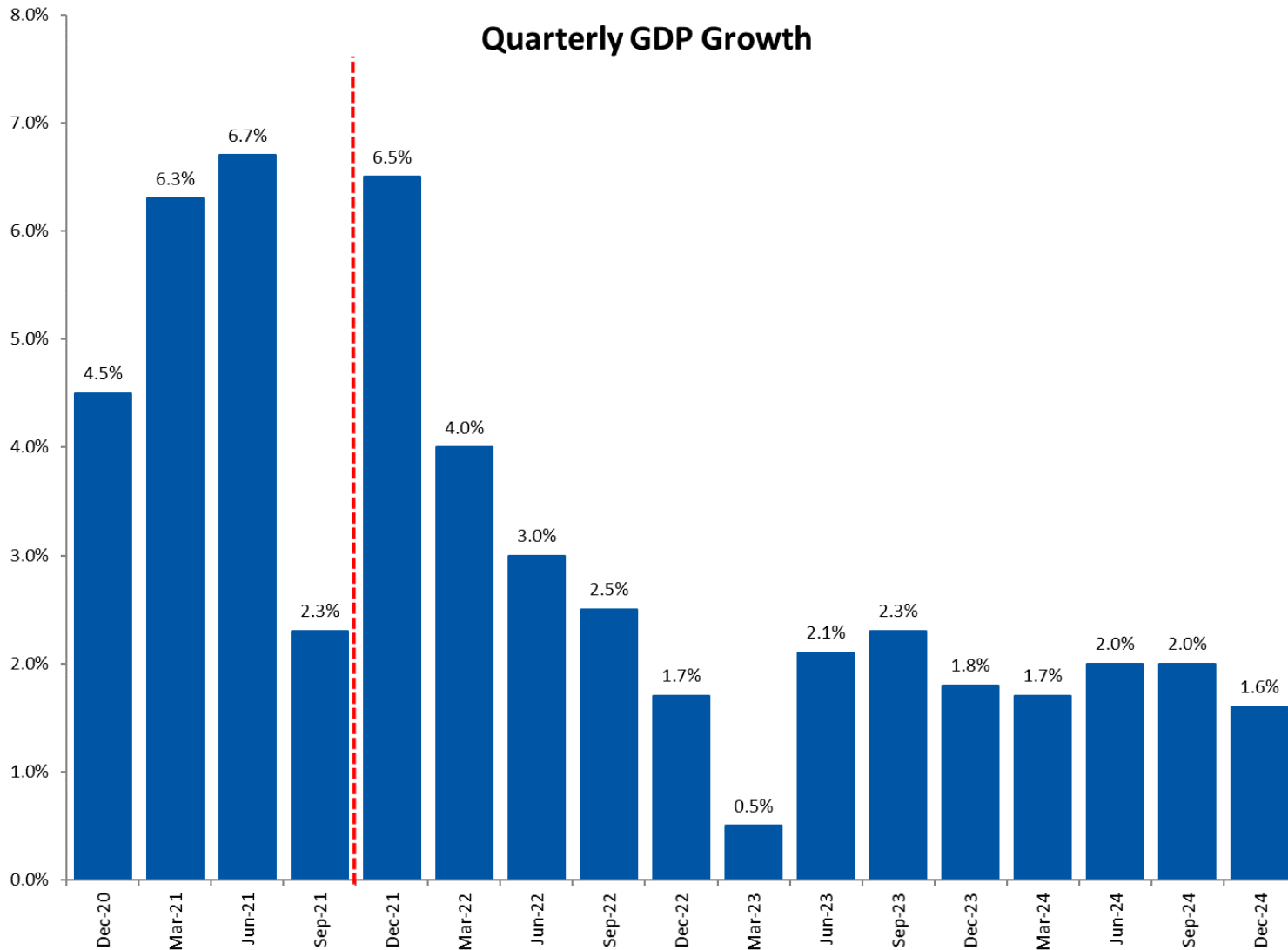
Y/Y inflation will peak in February.

Yesterday's report slightly better than expected.

Inflation will remain high for next two years.

Economic Growth

Quarterly GDP Growth



The U.S. should enjoy three more quarters of rapid economic growth.

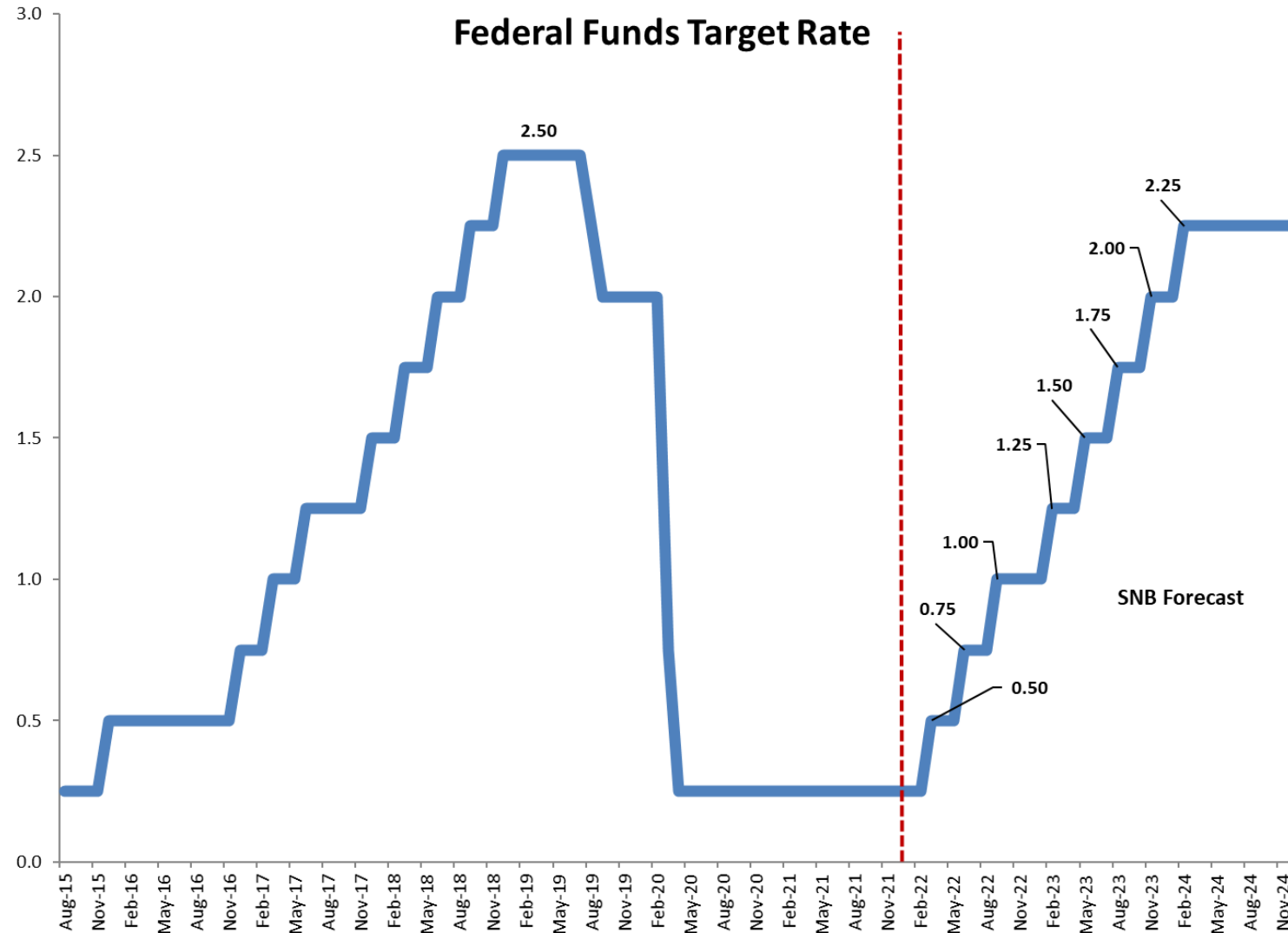
First quarter next year may see a slight inventory correction. Could trigger a correction.

After that, the talk returns to the “New Normal”.

Pencil in a recession in 2025.

Strong nominal growth.

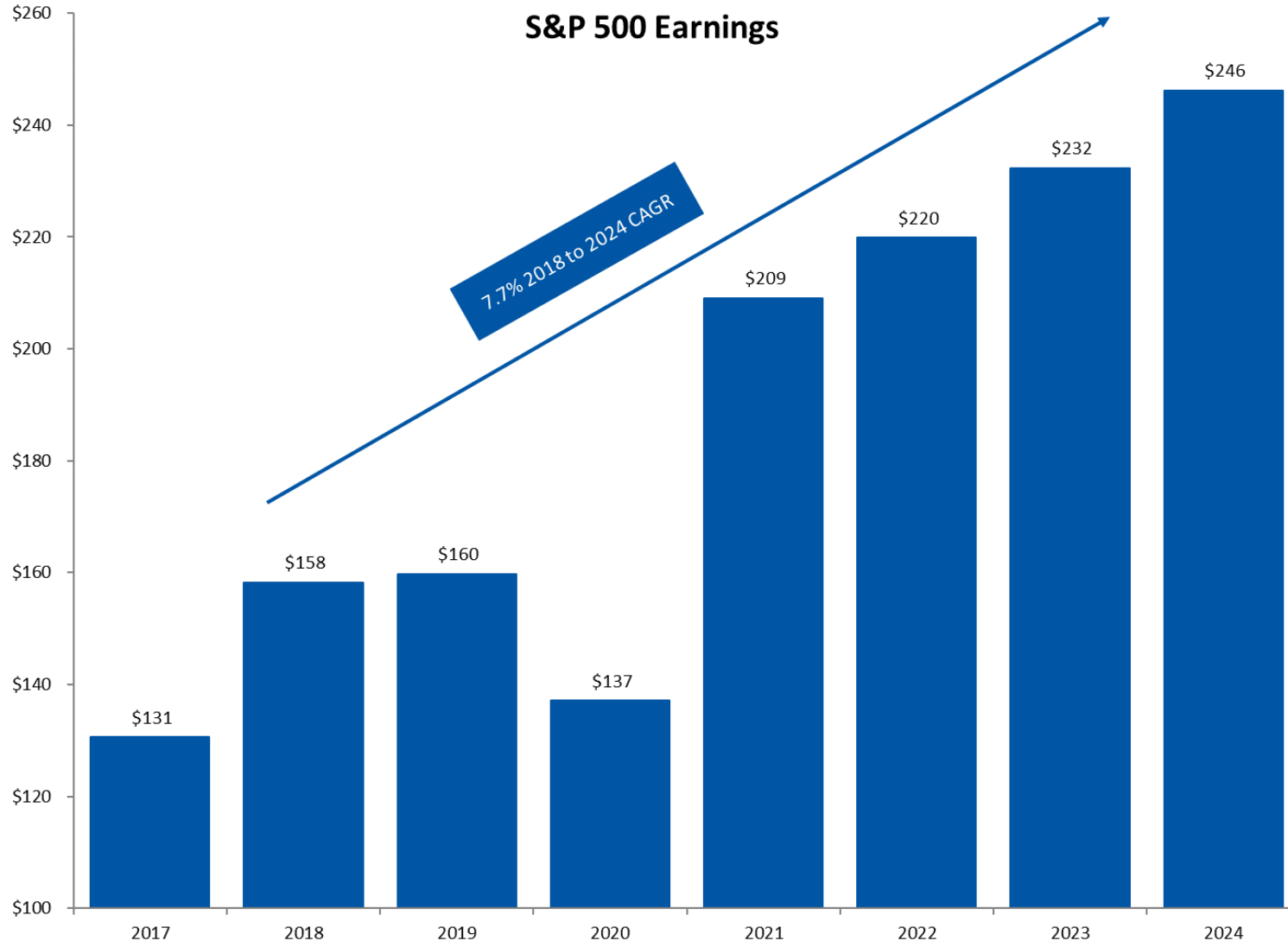
Interest Rates



First hike in March with hikes to follow in June and September.

QT to follow in the November or December.

Corporate Earnings



Inflation will boost earnings growth.

Companies should retain pricing power this year.

We expect modest earnings growth as profit margins decline over time.

An aerial photograph of a dark, winding road that forms a large figure-eight shape through a dense forest of snow-covered evergreen trees. Two small red cars are visible on the road, one in each of the loops. The scene is captured from a high angle, looking down on the road and the surrounding landscape.

Questions About Our Outlook

SECURITY
NATIONAL BANK

WEALTH MANAGEMENT

An aerial photograph of a dark, winding road that forms a large, stylized 'S' shape through a dense forest of snow-covered evergreen trees. Two small red cars are visible on the road, one in the upper left curve and one in the upper right curve. The scene is captured from a high angle, looking down on the road and the surrounding landscape.

How We Repositioned Our Portfolios

SECURITY
NATIONAL BANK

WEALTH MANAGEMENT

Portfolio Changes During 2021

- **Reduced Fixed Income**
- **Added to Alternative Income Sources**
 - Victory Market Neutral Income Fund
 - SPV Hair Road
- **Within Fixed Income, shifted to Shorter Duration Bonds and High Yield Floating Rate Bank Notes**
- **Added to Global Infrastructure**
- **Invest only in companies that have earnings**



SPV Hair Road Farms LLC



Quest for inflation hedge with current income led us to invest in a wheat farm in Washington State.

Accredited investors only.

7 to 10 year investment.

4% + annual yield.

Offering closed to investors.

An aerial photograph of a dark, winding road that forms a large figure-eight shape through a dense forest of snow-covered evergreen trees. Two small red cars are visible on the road, one in each of the loops. The scene is captured from a high angle, looking down on the road and the surrounding landscape.

Our Performance

SECURITY
NATIONAL BANK

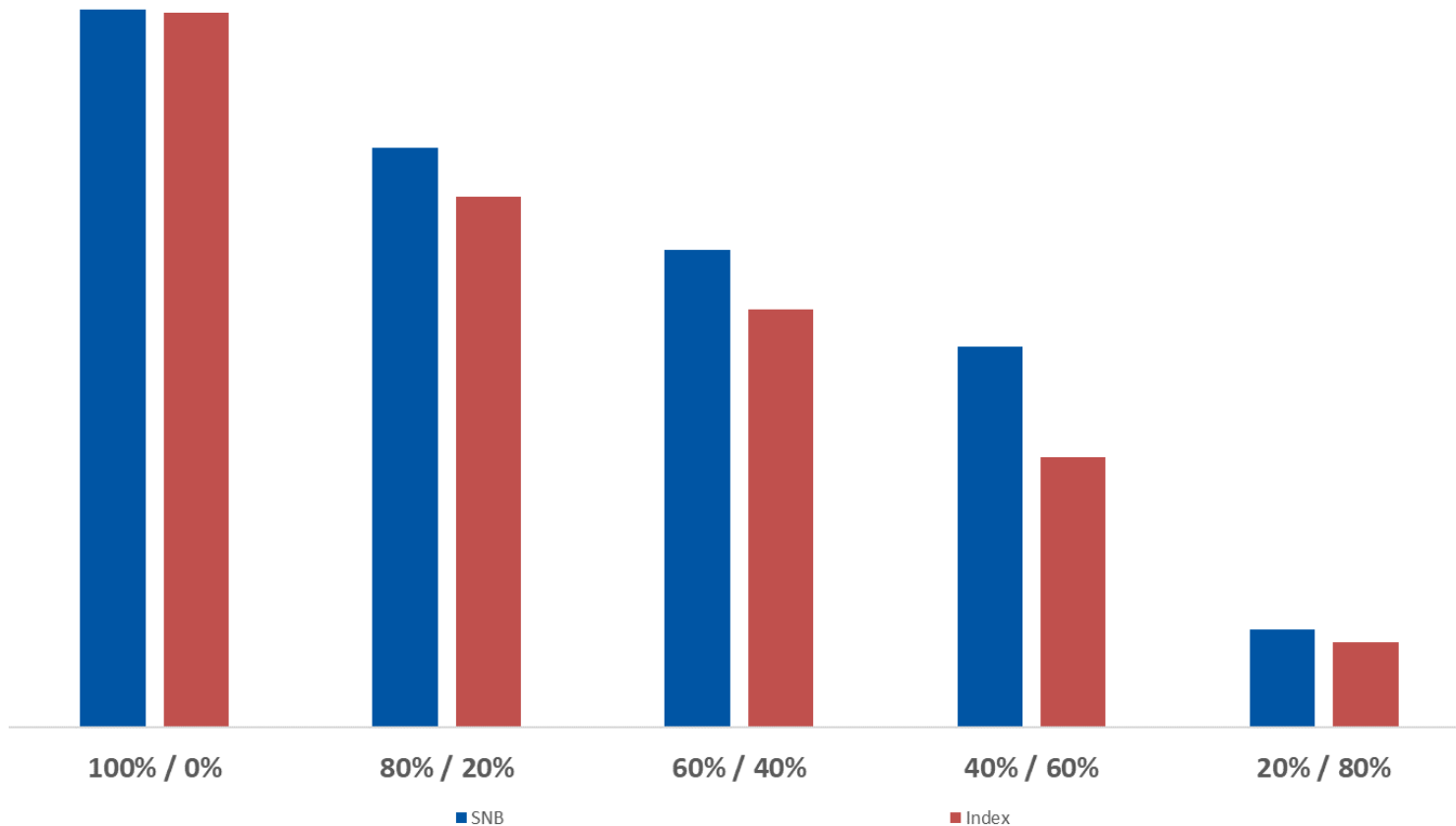
WEALTH MANAGEMENT

Return Data

SNB Wealth Management Returns Compared to Index

One Year Ending December 31, 2021

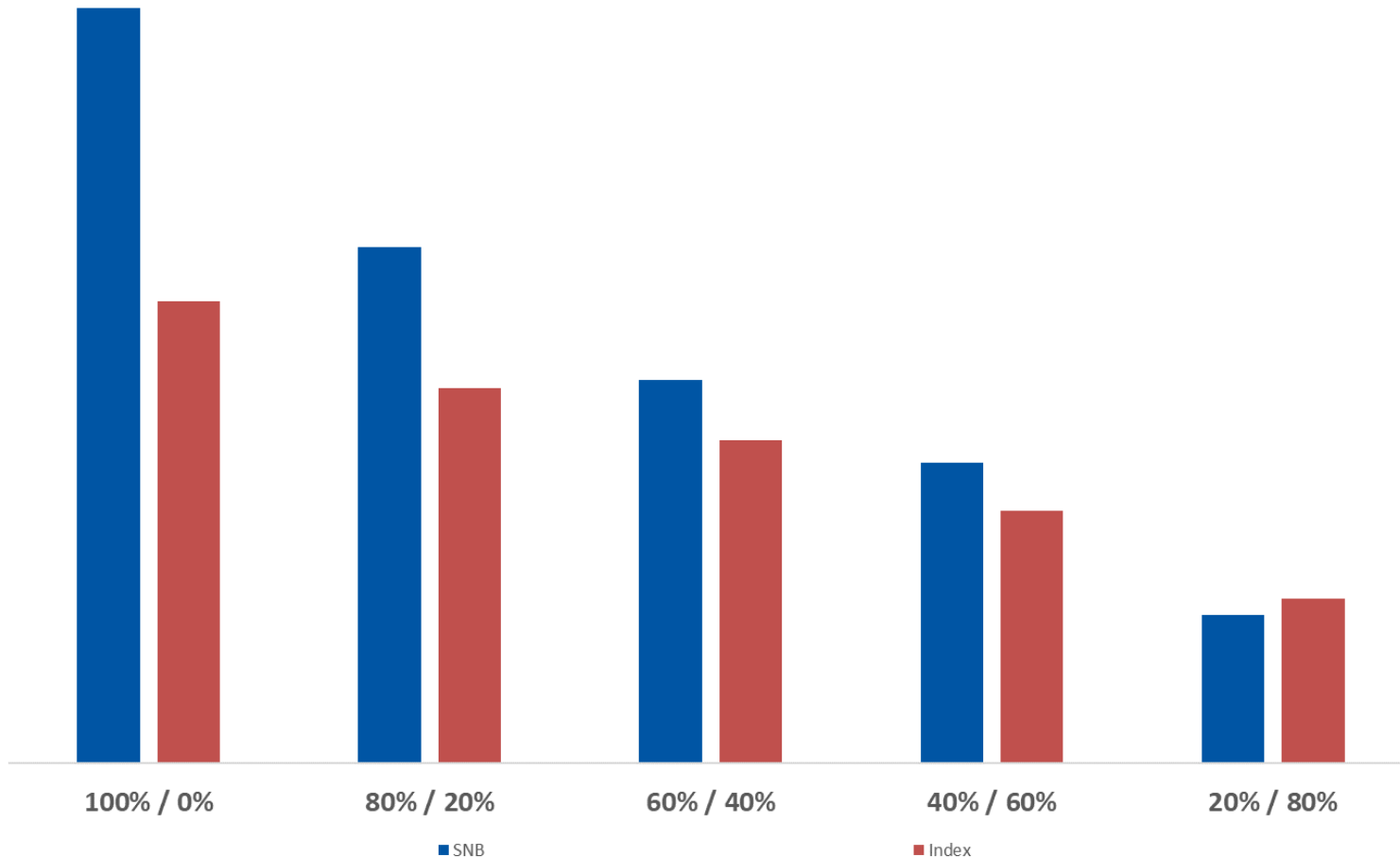
Our approach has proved to be successful through the pandemic.



Return Data

SNB Wealth Management Returns Compared to Index

7 Years ending December 31, 2021



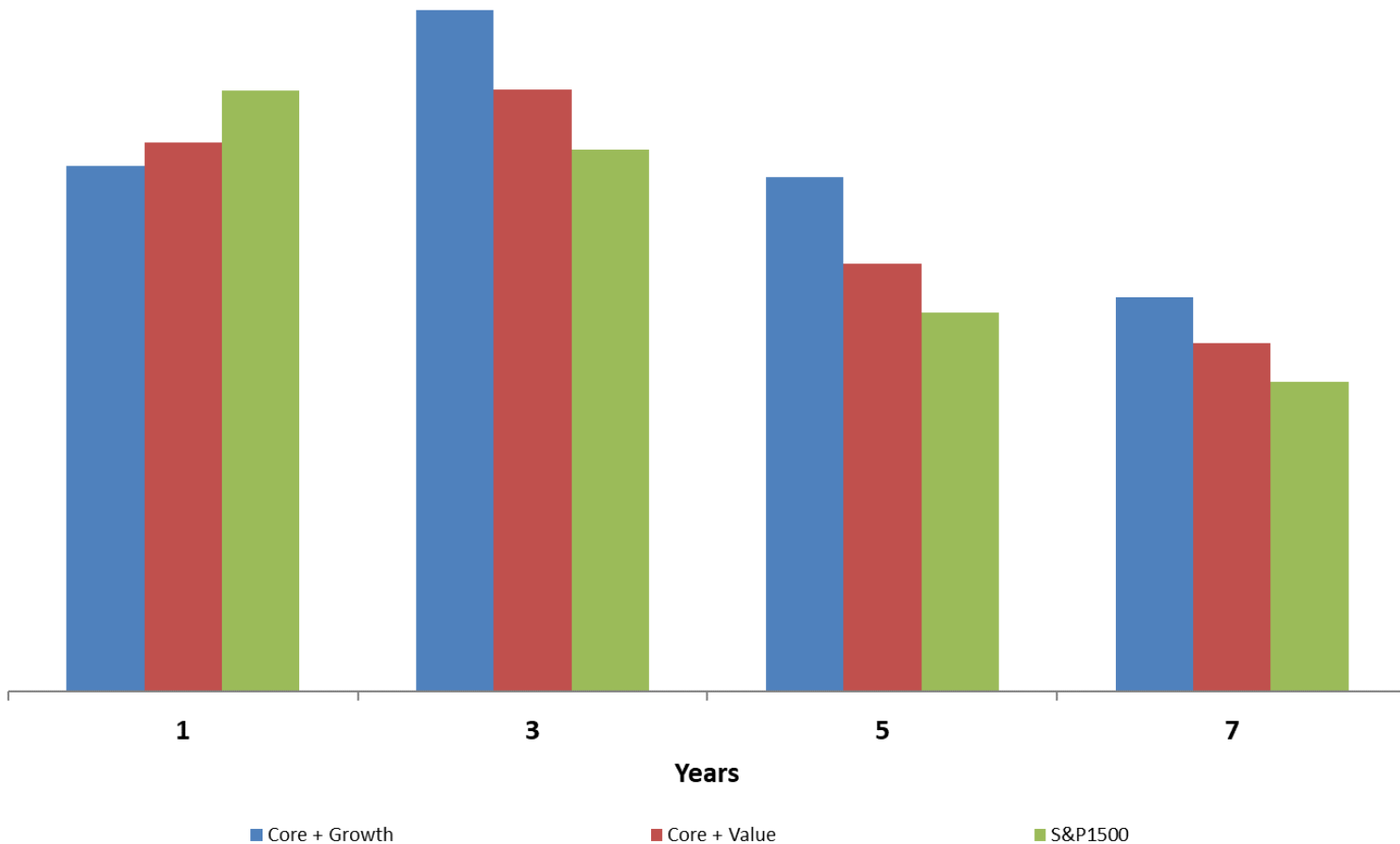
Our approach has proved to be successful over the long term.



Return Data

Equity Returns

as December 31, 2021



Our returns are led by superior stock returns

An aerial photograph of a winding asphalt road through a winter forest. The trees are heavily covered in snow, and the ground is also blanketed in white. Two small red cars are visible on the road, one in the upper left curve and another in the lower right curve. The scene is captured from a high angle, looking down on the road as it snakes through the landscape.

Additional Services

SECURITY
NATIONAL BANK

WEALTH MANAGEMENT

Financial Planning

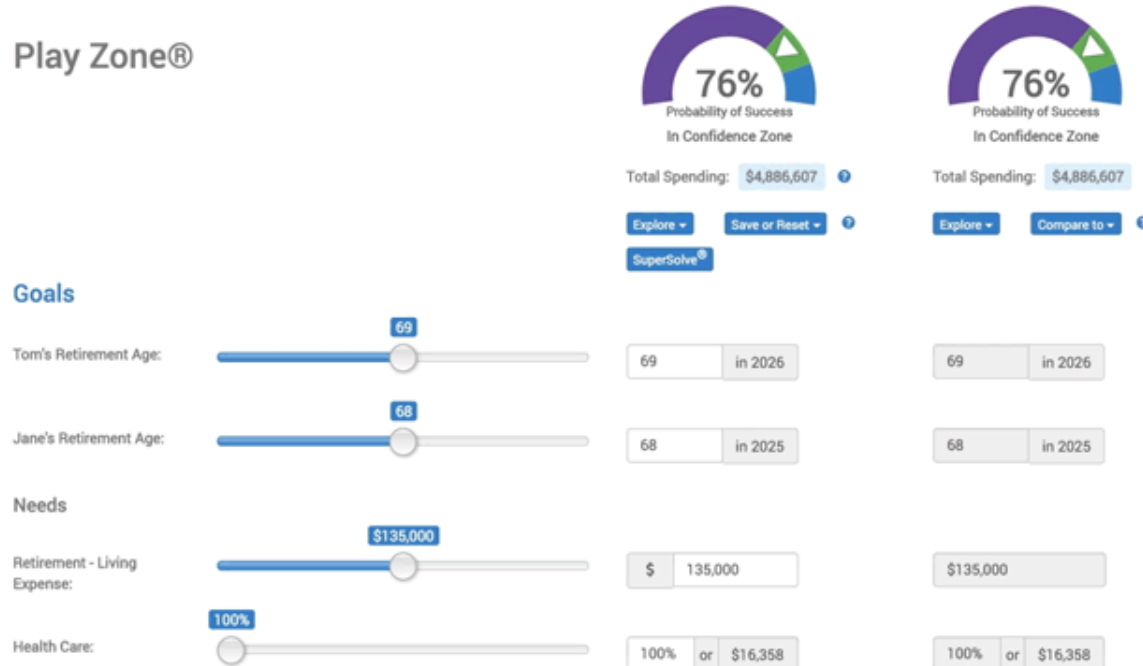
Successful investors create a financial plan

- Dynamic, goals-based approach
- Clarify Retirement Income approach
- Optimize Social Security strategy
- “What if” and Play Zone® scenario analysis

Everyone needs and deserves a quality financial plan.®

SNB Planning Process

1. Data Gathering & Client Input form
2. Goal planning and initial discussion
3. Plan creation
4. Review output and test scenarios
5. Update regularly according to review schedule



Disclaimer

This material is intended for informational purposes only and does not constitute an invitation or solicitation to invest in any particular investment product. Information contained herein has been obtained from sources believed to be reliable but may change without notice. We do not guarantee its accuracy or completeness. Security National Bank accepts no liability for the results of any action taken on the basis of this information.

Financial commentary discussed in this report may not be applicable or suitable for all investors, and investors must make their own independent legal, tax, accounting, and financial evaluations of their risks and merits. Past performance is not indicative of future results. Investments offered by Security National Bank:

- **Are Not a Deposit**
- **Are Not FDIC-insured**
- **Are Not Guaranteed by The Bank**
- **Are Not Insured by Any Federal Government Agency**
- **May Go Down in Value**



Contact Information

Damian Howard
402-221-0178
dhoward@snbomaha.com

Brent Boyce
402-221-0162
bboyce@snbomaha.com

John Gibb
402-221-0188
jgibb@snbomaha.com



An aerial photograph of a winding asphalt road through a winter forest. The trees are heavily covered in snow, and the ground is also blanketed in white. Two cars are visible on the road, one in the distance and one closer to the foreground. The road curves in an S-shape, creating a sense of movement through the serene landscape.

2022 Economic Outlook

SECURITY
NATIONAL BANK

WEALTH MANAGEMENT

Investment products are: • Not FDIC Insured • Not a Deposit • Not Insured by Any Federal Government Agency • Not Guaranteed by the Bank • May Lose Value

© Security National Bank. All Rights Reserved.