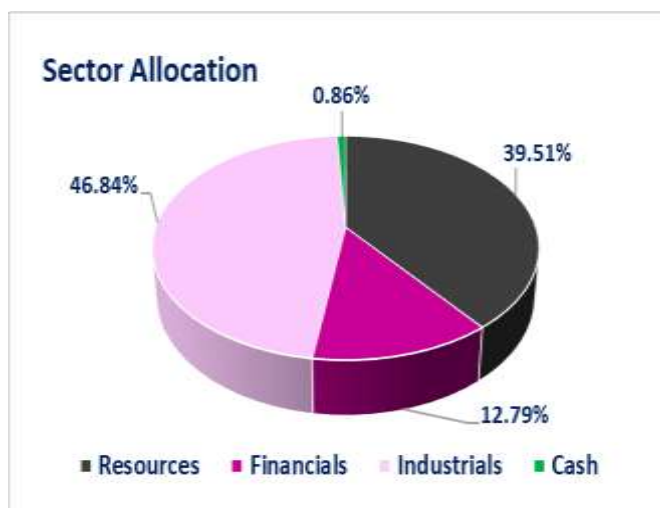


HOUSEVIEW FUND COMMENTARY

Fund Size: R295,146,128.89

Inception Date: October 2014

Top Ten Holdings			
	Shares	Sector	Weight
1	NPN	Industrials	11.46%
2	BHP	Resources	11.37%
3	AGL	Resources	11.25%
4	CFR	Industrials	9.86%
5	IMP	Resources	5.17%
6	PRX	Industrials	4.77%
7	SSW	Resources	4.23%
8	MTN	Industrials	3.69%
9	MNP	Industrials	3.17%
10	APN	Industrials	2.97%
	Total		67.94%



FUND PERFORMANCE

PERFORMANCE								
	1 month	3 Months	6 Months	Y-t-d	1 Year	3 Years	Since Inception	Since Inception (Annualized)
Fund	4.65%	1.97%	12.54%	18.71%	33.63%	41.73%	81.94%	9.04%
Benchmark	4.59%	4.56%	15.06%	19.80%	30.63%	32.12%	66.72%	7.67%

RISK ANALYSIS

12 MONTH RISK METRICS				
Beta	Tracking error	Standard Deviation (fund)	Standard Deviation (Benchmark)	Active share
0.97	4.29	19.07	19.19	29.41

RECENT TRANSACTIONS

The transactions for July 2021 are as follows:

Purchases

Nil

Sales

Nil

Market Performance

South African listed Equities outperformed all other asset classes in July with the All Share posting a rand total return of +4.2%. Bonds only managed to eke out a total return of +0.8% while Property showed a marginal loss of -0.6% over the month. Large Cap stocks were the top performers, gaining +4.8%, followed by Mid-Caps with a total return of +2.8%. Small Caps, however, posted a loss of -1.1% in July.

SA Resources rebounded in July to post a solid total return performance of +11.7%. This performance was led by Industrial Metals and Mining (+13.4%) with positive total returns across the board, the largest being Kumba (+21.5%) and African Rainbow (+17.1%). Precious Metals returned +10.7% with Amplats (+16.2%), Harmony (+14.3%) and RBPlats (+13.5%) leading the pack. Oil, Gas & Coal returned +8.6% in July with Thungela returning Thun Gela +17.3%.

SA Industrials struggled to gain ground in July and ended the month just +0.9% stronger. Consumer Discretionary (+6.3%) was the top performing industry group with Personal Goods and Automobiles gaining +7.9% and 7.2% respectively. Health Care returned +6.2%, boosted by Pharmaceuticals (+10.9%). The Industrials group returned +5.9% with strong sector returns coming from Industrial transport: +9% (Imperial +28.8%) and General Industrials: +6.7% (Mondi plc +8.5%, Bidvest +5%), but Electronics (-6.3%) and Construction (-4.9%) failed to perform. Telecommunications saw a total return of +1.8% in July with Multichoice and MTN returning +3.6% and +2.1% respectively and Telkom shedding -8.6%. Performance was mixed within consumer staples (+1.1%), Personal Care, Drug and Grocery Stores gained +3.7% (Clicks +7.9%, BidCorp +3.9%), Tobacco was mostly flat (+0.7%), Food Producers lost 3.5% (Tigerbrands -7.7%) and Beverages lost a large -6.8%. Technology (-5.9%) was the only industry group to post a negative total return in July (Prosus -7.3%, Naspers -5.9%).

SA Financials lost 1.1% in July, with the worst performance coming from Closed End Investments: -6% (African Rainbow Capital), Finance & Credit Service: -4.8% (Transaction Capital) and Life Insurance: -4.1% (Discovery -6.9%, Sanlam -5.7%, Old Mutual -4.3%). Within Life Insurance, Liberty

jumped 23% and on 15 July following the SBG takeover announcement and ended July 33.2% stronger

2021 Year to date, Property has outperformed with a total return of +18.5% followed closely by the All Share has posted a total return of +17.9% while the ALBI has posted a total return of +5.8% and Cash +2.1%.

Within equities, the SA Resources index has posted a whopping total return of +26% year to date. The SA Industrials Index has returned +14.9% and SA Financials +10.9%

RBPlats (+86%), Distell (+80%), MTN (+75%), Truworths (+74%) and Textainers (+70%) are the top performing companies within the Large & Mid cap universe year-to-date.

The rand weakened to 14.56 against the US dollar (-2.03% month on month) from R 14.27. The currency weakened slightly against the euro at 17.32 (-2.36% month on month) and weakened against the pound at 20.25 (-2.90% month on month). SA's five-year CDS spread narrowed by 9.90% during July 2021 by (18bps) from 182 to 200 points & a 1% narrowing since the beginning of the year.

On the news front, following the July social unrest, economists have downgraded their growth expectations due to the culmination of restrictions from the rampaging delta variant as well as the knock-on effects from the riots. At the SARB's 22 July meeting, the MPC kept its key rate unchanged at 3.50% in a unanimous decision with a statement that again carefully avoided a hawkish shift.

In terms of company news, NPN dropped -7.7% in USD (-5.9% in ZAR) as tougher Chinese regulation hit Tencent. Mining earnings were solid with both Amplats and Kumba reporting strong 1H numbers and – more importantly – boosting their payout ratios to 100%. Parent Anglo American also reported above-consensus earnings and shareholder returns (77% of net income). Liberty (+33.2%) and Imperial Logistics Ltd (+285.8%) were the two best stocks in the All Share, each agreed to be bought out.

In July 2021, SA Equities had net foreign outflows of USD 1.90 billion whereas SA bonds had a net outflow of USD -0.47 billion. Meanwhile, Cumulative inflows into emerging market Bonds and Equities

year to date are now +\$50.70 billion and +\$91.3 billion respectively. FirstRand, Foschini & Mr Price were the most bought stocks by foreigners whereas Naspers, Northam and Bidcorp were the most sold stocks.

Portfolio Performance

The portfolio returned 4.65% during the month, outperforming the CAPI index which returned 4.59%. Positive contributors to performance for the month included the fund's overweight positions in Aspen, Impala & Royal Bafokeng as well as underweight position in Capitec & Sanlam. Negative contributors to performance included the funds overweight positions in Prosus, Naspers & Standard Bank as well as underweight positions in Amplats, Goldfields & AngloGold.

Cachalia Capital Investment team

From our Corner in the Sky