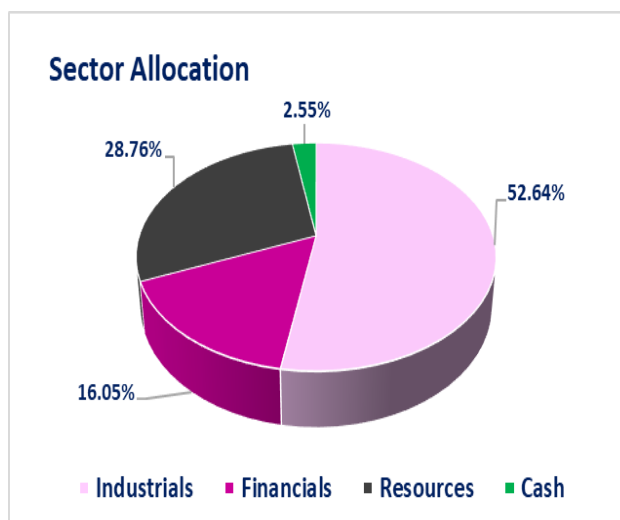


HOUSEVIEW FUND COMMENTARY

Fund Size: 378,975,880.77

Inception Date: January 2014

Top Ten Holdings			
	Shares	Sector	Weight
1	NPN	Industrials	8.52%
2	PRX	Industrials	8.40%
3	MTN	Industrials	7.26%
4	AGL	Resources	6.36%
5	IMP	Resources	5.73%
6	APN	Industrials	5.52%
7	SSW	Resources	4.58%
8	CFR	Industrials	4.47%
9	SBK	Financials	4.24%
10	NPH	Resources	3.92%
	Total		59.00%



FUND PERFORMANCE

PERFORMANCE								
	1 month	3 Months	6 Months	Y-t-d	1 Year	3 Years	Since Inception	Since Inception (Annualized)
Fund	3.89%	1.64%	1.89%	18.51%	36.45%	55.66%	105.62%	9.53%
Benchmark	2.62%	3.19%	5.64%	19.93%	38.70%	34.91%	82.28%	7.88%

RISK ANALYSIS

12 MONTH RISK METRICS				
Beta	Tracking error	Standard Deviation (fund)	Standard Deviation (Benchmark)	Active share
1.10	5.62	17.86	15.42	42.53

RECENT TRANSACTIONS

The transactions for October 2021 are as follows.

Purchases

None

Sales

None

Market Performance

Equities outperformed all other asset classes in October with the All Share posting a rand total return of +5.2%. Bonds and Property each posted total return losses over the month of -0.5% and -1.7% respectively. Large Cap stocks were the top performers, gaining +6.3%, followed by Small Caps with a total return of +3.1%. Mid-Caps returned +1.2% in October.

SA Resources rebounded in October to post a solid total return performance of +8.4%. This performance was led by Precious Metals (+18.3%) with positive total returns across the board, the largest being RBPlats (+47.6%) and Northam (+27.6%). Industrial Materials (Sappi) returned +16.6% and Industrial Metals and Mining returned +6.5% (Anglo +7.9%, ARM +7.3%). Chemicals (-8.6%) and Oil, Gas & Coal (-2.2%) equity sectors posted total return losses over the month.

SA Industrials posted a positive total return in October of +6.7%. Consumer Discretionary (+15.8%) was the top performing Industry group driven by leisure goods (+36.2%), Travel & Leisure (+32.2%), Personal Goods (+20.8%) and Consumer Services (+11.5%). Technology (+7%) posted its first positive monthly total return since February (Prosus +11.4%, Naspers +3.9%). The Industrials (+1.7%) and Consumer Staples (+1.5%) industry groups showed small underperformance vs the ALSI in October, while the largest underperformance came from Health Care (-2.6%) and Telecommunications (-1.9%).

SA Financials lost 2.9% in October, dragged down by the poor performance from Banks (-5.4%) and Life Insurance (-2.5%). Top performance came from Closed End Investments +30.1%, African Rainbow Cap) and Finance & Credit Services: +7% (Transaction Capital).

2021 Year to date, Property has outperformed with a total return of +24.2% followed by the ALSI (+18.0%). The ALBI has posted a total return of +4.8% and Cash +3.1%.

SA Financials are the best year-to-date performers (+21.9%). SA Resources (+17.9%) are in second place, closely followed by SA Industrials (+16.2%). Small Caps have outperformed in 2021 YTD with a massive +50.8% total return, double the value of the Mid-Caps +25.6% return. Large Caps are lagging with a total return of +14.8%.

Of the industry groups year-to-date, top performance has come from Energy: +119.3%, Telecommunications: +71.1% (MTN +128%, Telkom +65%), Health Care: +59.1% (Aspen +96%) and Consumer Discretionary: +45.1% (Travel & Leisure +113%, Automobiles +60%, Consumer Services +48%, Personal Goods +45%). Technology: -15.1% (Prosus -17%, Naspers -14%) is the only industry group to show a negative total return performance year-to-date.

The rand weakened to 15.25 against the US dollar (1.20% month on month) from R 15.07. The currency weakened against the euro at 17.58 (+1.90% month on month) and weakened against the pound at 21.07 (3.79% month on month). SA's five-year CDS spread narrowed by 1.4% during October 2021 by (2.93bps) from 209.66 to 206.73 points & a 2.24% widening since the beginning of the year.

On the news front, On Monday 1 November, SA held its local government elections. Results thus far are a poor showing for the ANC, likely below 50% of the national vote for the first time in its history – extending losses from the dismal 2016 campaign (53.9%). The poor performance has largely been attributed to a substantially poor turnout, with 30% of eligible voters having showed up at the poll's vs 54% in 2016.

In terms of company news, M&A activity has taken centre stage as Sibanye announced a \$1bn acquisition of Serrote (copper) & Santa Rita (nickel) mines in Brazil, a deal which pivots Sibanya away from being a purely precious metals company towards a base metal profile. Additionally, Impala has provided a cautionary announcement indicating that it is in talks with Royal Bafokeng Platinum (RBP) to acquire 100% of its ordinary shares outstanding.

In October 2021, SA Equities had significant net foreign outflows of ZAR -19.9 billion whereas SA bonds had a net outflow of ZAR -31.8 billion. In terms of SA Equities, stripping out the dual listed companies, there was foreign selling to the value of R4.6 billion. Ex the dual-listed's, the largest outflows were from SA Resources to the value of R3.1 billion. SA Industrials saw outflows of R2.1 billion while SA Financials had small inflows of R0.7bn over the month. Meanwhile, **Cumulative inflows into emerging market Bonds and Equities year to date are now +\$49.5 billion and +\$103.5 billion respectively.**

Capitec, Bidcorp & Absa were the most bought stocks by foreigners whereas Naspers, Firststrand and Implats were the most sold stocks.

Portfolio Performance

The portfolio returned 3.89% during the month, outperforming the Capped Swix Index which returned 2.62%. Positive contributors to performance for the month included the fund's overweight positions in Royal Bafokeng, Northam & Impala as well as underweight position in Capitec & Vodacom. Negative contributors to performance included the funds overweight positions in Aspen, MTN & Woolworths as well as underweight positions in AngloGold, Goldfields & Amplats.

Cachalia Capital Investment team

From our Corner in the Sky