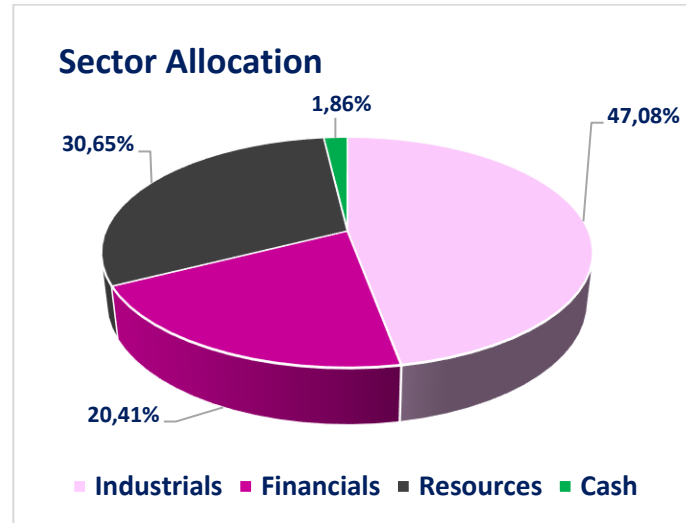


HOUSEVIEW FUND COMMENTARY

Fund Size: 384,596,563.07

Inception Date: January 2014

Top Ten Holdings			
	Shares	Sector	Weight
1	MTNJ.J	Industrials	9.08%
2	AGLJ.J	Resources	8.05%
3	NPNJn.J	Industrials	6.36%
4	IMPJ.J	Resources	5.93%
5	SBKJ.J	Financials	5.54%
6	PRXJn.J	Industrials	4.89%
7	BTIJ.J	Industrials	4.65%
8	SSWJ.J	Resources	4.49%
9	ABGJ.J	Financials	4.13%
10	CFRJ.J	Industrials	3.94%
	Total		57.06%



FUND PERFORMANCE

PERFORMANCE								
	1 month	3 Months	6 Months	Y-t-d	1 Year	3 Years	Since Inception	Since Inception (Annualized)
Fund	1.93%	-4.88%	3.71%	-0.55%	7.60%	53.05%	109.65%	9.10%
Benchmark	0.41%	-2.09%	7.99%	3.00%	12.07%	38.79%	89.56%	7.81%

RISK ANALYSIS

12 MONTH RISK METRICS				
Beta	Tracking error	Standard Deviation (fund)	Standard Deviation (Benchmark)	Active share
1.05	4.16	15.41	14.11	41.86

RECENT TRANSACTIONS

The transactions for May 2022 are as follows.

Purchases

None

Sales

None

Market Performance

Bonds outperformed all other asset classes in May with the All Bond posting a rand total return of +1.0%. SA Property was flat over the month while the All Share showed a marginal loss of -0.4% in May. Large Cap and Small Cap stocks posted slight losses of -0.1% and -0.3% respectively, while the Mid Cap stocks lost 1.2% in May.

Within equities, SA Financials rebounded in May to post a total return performance of +3.0%. This performance was led by Banks (+5.9%) with positive total returns across the board. Small Cap sector, Closed End Investments (African Rainbow Capital) returned +4.3%. Finance & Credit Services (Transcap) was the worst performing equity sectors within this group, shedding 14.1%.

SA Resources posted a marginal total return loss of 0.4% in May. Precious Metals & Mining shed 10.9% with the large losses coming from the gold companies (Gold Fields -29.7%, Harmony -17.7%, AngloGold -16.7%). Industrial Materials (Sappi) shed 2.5% in May. Over the month, Alternative Energy (Montauk) returned +13.5%, Industrial Metals & Mining returned +6.1% (Kumba +10.4%, Anglo +6.8%, Glencore +4.9%) and Chemicals +5.2% (Sasol +5.7%).

SA Industrials lost 2.2% in May. Consumer Discretionary was the worst performing industry group, dragged down by Personal Goods (-8.4%) and Retailers (-2.2%). However, within this group, the small cap sectors Travel & Leisure and Consumer Services outperformed with total returns of +7.0% and 5.5% respectively. The Health Care industry group lost 4.6% in May and Consumer Staples lost 1.2%, with Beverages shedding 3.4% and Drug & Grocery shedding 3.0%. The Telecommunications and Industrials industry groups lost 0.3% and 0.65% respectively over the month. Technology was the top performing industry group in May, posting a total return of +5.5%, its first positive monthly performance since October 2021.

2022 Year-to-date, Cash has outperformed with a total return of +1.8% followed closely by the ALBI (+1.2%). The ALSI has posted a total return loss of just 0.3% and SA Listed Property a loss of 2.6%.

Within Equities, the largest year-to-date outperformance has come from SA Financials with a total return of 13.5%, followed by SA Resources (+12.8%). SA Industrials has however, recorded a total return loss of 16.5%.

Energy (+77.8%), Financials (+16.8%), Basic Materials (+11.2%) are the top performing industry groups year-to-date followed by Consumer Staples (+3.8%) and Telecommunications (+2.5%). The largest underperformance has come from Technology (-33.1%), Consumer Discretionary (-22.1%) and Health Care (-16.7%). The Industrials industry group has lost 10.8% and Real Estate has lost 3.4%.

The rand strengthened to 15.63 against the US dollar (1.14% month on month) from R 15.81. The currency weakened against the euro at 16.77 (0.66% month on month) and strengthened against the pound at 19.67 (1.06% month on month). SA's five-year CDS spread contracted by 6.57% during May 2022 by (16bps) from 251 in April 2022 to 234 points. This represents a 34bps & 17.77% widening since the beginning of the year at 200.

On the news front, at its 19 May meeting, the MPC delivered an expected 50bp in tightening, yet, based on the statement and Q&A, a further 50bp hike in July 2022 is far from guaranteed. The government extended its reduction in the fuel price levy for an additional two months, to 1 August, reducing pressure on inflation.

In terms of company news, In Pick n Pay's FY22 results HEPS was up 22.6% - slightly ahead of company guidance. The Foschini Group FY22 results pointed to a robust turnover growth of +23.7% Year on Year while Mr Price FY22 trading update had HEPS guidance in line with expectations. On Telcos, Vodacom FY22 results saw group revenues slightly behind expectations. Vodacom expects the acquisition of Vodafone Egypt to be approved in the short term.

Foreigners continued to be sellers of SA Equities in May to the value of R15.0 billion. Stripping out the dual-listed companies, there was smaller selling to the value of R7.3 billion. However, stripping out the outflows from Naspers of R7.2 billion, foreign selling would have amounted to only R0.1bn over the month. Capitec, Foschini & FirstRand were the most bought stocks by foreigners whereas Naspers, Pepkor and Goldfields were the most sold stocks.

Portfolio Performance

The portfolio returned 1.93% during the month, outperforming the Capped SWIX index which returned 0.41%. Positive contributors to performance for the month included the fund's overweight positions in Astral, Impala & Prosus as well as underweight position in Goldfields & AngloGold. Negative contributors to performance included the funds overweight positions in Aspen, Sibanye Stillwater & Woolworths as well as underweight positions in Glencore, FirstRand & Kumba Iron Ore

Cachalia Capital Investment team

From our Corner in the Sky