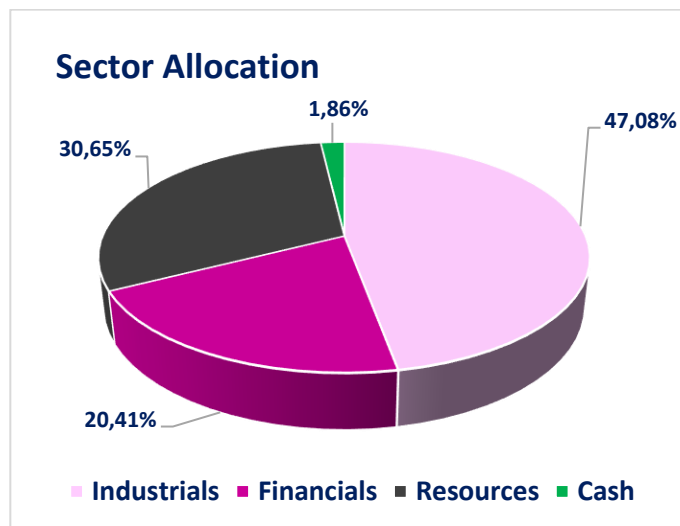


HOUSEVIEW FUND COMMENTARY

Fund Size: 358,252,266.06

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	-6.84%	-9.27%	-7.35%	-7.35%	3.07%	36.14%	95.32%	8.11%
Benchmark	-7.50%	-10.74%	-4.72%	-4.72%	-3.84%	11.42%	75.35%	6.76%

RISK ANALYSIS

12 MONTH RISK METRICS				
Beta	Tracking error	Standard Deviation (fund)	Standard Deviation (Benchmark)	Active share
1.06	4.31	15.86	14.48	40.82

RECENT TRANSACTIONS

The transactions for June 2022 are as follows.

Purchases

None

Sales

None

Market Performance

Market Performance

Cash outperformed all other asset classes in June with a total return of +0.4%. SA Bonds (ALBI) posted a total return loss of 3.1% over the month, while SA Equities (ALSI) and SA Property (SAPY) posted total return losses of 8.0% and 10.3% respectively.

Within equities, SA Industrials managed to eke out a total return gain of just 0.9%. Positive total return performance came from Software & Computers (+34.4%) on the back of the rebound in performance from Naspers and Prosus following the open-ended share repurchase programme announcement. Health Care Providers +5.0% and Tobacco +1.5%. Telecom Services was the worst performing equity sector (-18%), followed by Pharmaceuticals (-13.8%).

SA Financials shed 12.9% in June with negative total return performance across all equity sectors, the worst being Life Insurance (-16.5%), Finance & Credit Service (-14.7%), Non-life Insurance (-13.9%) and Banks (-13.1%)

SA Resources (-16.3%) posted its worst monthly total return performance since November 2015 (-20.7%). Heavyweight equity sector Industrial Metals and Mining (-21.1%) weighed on the group with negative total return performances across the board, the worst being Anglo (-23.8%)

Cash (+1.2%) was the only asset class to provide a positive total return in Q2 2022. Bonds lost 3.7%, while Property (-11.6%) and Equities (-11.7%) posted similar total return losses over the quarter. SA Industrials fared the best with a total return loss of 3%. SA Financials lost 15.3% and SA Resources lost 20.7%

The only positive sector performance in Q2 came from Software & Computers (+37.7%), Tobacco (+13.6%), Oil, Gas & Coal (+6.6%) and Chemicals (+3.2%). Pharmaceuticals (-28.9%), Precious Metals (-27.6%), Telecoms Services (-25.4%), Finance & Credit Services (-25.2%), Life Insurance (-23.1%) and Industrials Metals (-21.8%) showed the largest underperformance in Q2.

2022 Year-to-date, Cash has outperformed with a total return of +2.2%. Bonds has lost 1.9% while Equities & Property have posted total return losses of 8.3% and 12.7% respectively.

Within equities year-to-date, SA Financials has lost 1.1% and SA Resources 5.6%. SA Industrials has recorded a total return loss of 15.7%.

Energy (+59.5%) and Financials (+1.3%) are the only two industry groups to post positive total returns year-to-date. The largest underperformance has come from Consumer Discretionary (-24.2%), Health Care (-19.7%), Telecommunications (-16%). Industrials (-15.4%), Real Estate (-13.6%) and Technology (-10.1%). Basic Materials has lost 7.2% and Consumer Staples has posted a marginal loss of 0.4% year-to-date.

The rand weakened to 16.28 against the US dollar (4.16% month on month) from R 15.63. The currency weakened against the euro at 17.05 (1.67% month on month) and weakened against the pound at 19.81 (0.71% month on month). SA's five-year CDS spread expanded by 32.71% during June 2022 by (76bps) from 234 in May 2022 to 311 points. This represents a 111bps & 55.63% widening since the beginning of the year at 200.

On the news front, Eskom's energy crisis has reached new highs as an illegal strike put SA in stage 6 load-shedding, 2022 will be the worst year of power cuts exceeding 2021's worst year ever. The current 36000 gigawatt hours of loadshedding during stage 6 power cuts is unprecedented. May CPI reached a 5-year high of 6.5% oya and above the SARB's 3.-6% target band.

In terms of company news, Naspers & Prosus rallied >20% on Monday, 27 June when management announcement indicated that PRX would engage on an open-ended multi-year buyback in both PRX and NPN, funded by the sale of Tencent with management citing unacceptable levels of discount.

Foreigners were sellers of SA equities for the third consecutive month in June to the value of R20.8bn. Stripping out the dual-listed companies, there was foreign selling to the value of R11.0 bn. Ex dual-listeds, the largest foreign selling in June took place in SA Industrials to the value of R7.8 bn. Goldfields, Old Mutual & ABSA were the most bought stocks by foreigners whereas Naspers, Capitec and MTN were the most sold stocks.

Portfolio Performance

The portfolio returned -6.84% during the month, outperforming the Capped Swix index which returned -7.77%. Positive contributors to performance for the month included the fund's overweight positions in Mediclinic, Naspers & Prosus as well as underweight position in Capitec & Amplats. Negative contributors to performance included the funds overweight positions in Aspen, Sibanye Stillwater & Anglo American as well as underweight positions in Goldfields, AB Inbev & Bidvest

Cachalia Capital Investment team

From our Corner in the Sky