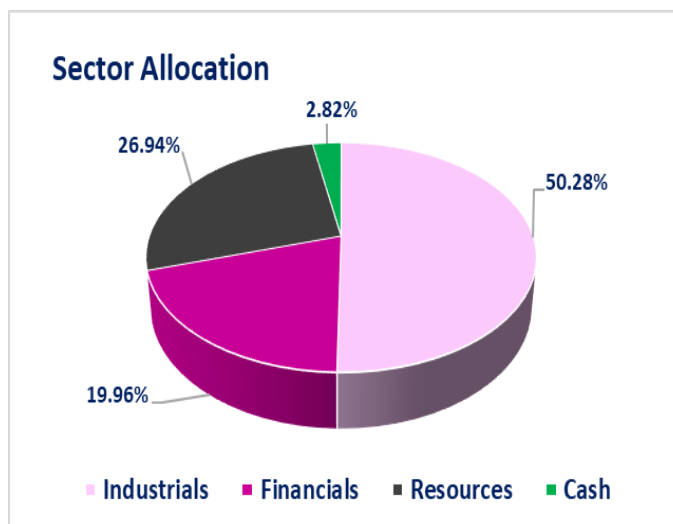


HOUSEVIEW FUND COMMENTARY

Fund Size: 357,546,746.12

Inception Date: January 2014

| Top Ten Holdings | | | |
|------------------|---------|-------------|--------|
| | Shares | Sector | Weight |
| 1 | NPNJn.J | Industrials | 9.38% |
| 2 | MTNJ.J | Industrials | 7.58% |
| 3 | PRXJn.J | Industrials | 6.79% |
| 4 | AGLJ.J | Resources | 6.55% |
| 5 | IMPJ.J | Resources | 5.36% |
| 6 | SBKJ.J | Financials | 5.14% |
| 7 | BTIJ.J | Industrials | 5.04% |
| 8 | CFRJ.J | Industrials | 4.19% |
| 9 | SSWJ.J | Resources | 3.82% |
| 10 | ABGJ.J | Financials | 3.71% |
| | Total | | 57.58% |



FUND PERFORMANCE

| PERFORMANCE | | | | | | | | |
|------------------|---------|----------|----------|--------|--------|---------|-----------------|------------------------------|
| | 1 month | 3 Months | 6 Months | Y-t-d | 1 Year | 3 Years | Since Inception | Since Inception (Annualized) |
| Fund | -1.67% | -5.68% | -10.28% | -6.20% | 1.72% | 43.13% | 97.75% | 8.10% |
| Benchmark | -1.34% | -6.32% | -8.28% | -3.51% | 3.42% | 33.46% | 77.59% | 6.78% |

RISK ANALYSIS

| 12 MONTH RISK METRICS | | | | |
|-----------------------|----------------|---------------------------|--------------------------------|--------------|
| Beta | Tracking error | Standard Deviation (fund) | Standard Deviation (Benchmark) | Active share |
| 1,04 | 3,51 | 17,57 | 16,65 | 41,33 |

RECENT TRANSACTIONS

The transactions for August 2022 are as follows.

Purchases

None

Sales

Mediclinic

Market Performance

Following the rebound in July, SA Property (SAPY) underperformed all other asset classes in August with a total return loss of 5.4%. SA Equities (ALSI) posted a loss of 1.8%, while bonds (ALBI) managed to eke out a positive total return of 0.4% over the month.

Within equities, SA Industrials fared the best, losing only 0.4% in August, While SA Financials and SA Resources lost 2.5% and 3.8% respectively.

Within the equity industry groups, the largest outperformance came from Energy, with a total return of +13.9%. Alternative Energy (Montauk) returned +47.2% and Oil, Gas & Coal (Thungela +12.8%, Exxaro +8.1%) returned +10.1%.

Consumer Staples gained 4.8% in August. Positive total return performance came from Drug & Grocery Stores +6.7% with positive total returns across the board, the largest being Spar (+16.6%), Tobacco +4.7% and Food Producers +3.8% (Oceana +12.6%, Libstar +7.6%, AVI +6.3%). Beverages, however, lost 4.5% over the month.

Technology and Health Care posted small positive total returns of 1.5% and 1.1% respectively in August.

Telecommunications (-9.0%) was the worst performing industry group in August, dragged down by MTN (-10.7%) and Vodacom (-8.5%). The Real Estate group lost 5.8% over the month with REIT's down 6.8%. Basic Materials shed 4.7% with negative total return performance across all equity sectors, the worst being Industrial Materials (-16.8%), Precious Metals (-5.8%) and Chemicals (-5.1%).

Within the Industrials industry group (-2.8%), the worst equity sector performance came from Construction (-6.0%), followed by General Industrials (-3.4%). Life Insurance (-3.3%) was the worst performing equity sector within the Financials group (-1.9%). Performance was mixed within the Consumer Discretionary group (-0.9%), with Personal Goods losing 2.4% and Travel & Leisure and Retailers gaining 6.9% and 4.9% respectively in August.

In 2022 year-to-date, Cash has outperformed with a total of +3.1%. Bonds have posted a small gain of 0.8% while Equities and Property have posted total return losses of 6.2% and 10.1% respectively.

Within Equities year-to-date, SA Financials have gained 0.8%. SA Resources have lost 8.1% and SA Industrials have recorded a total loss of 11.1%.

Energy (+102.9%), Consumer Staples (+6.1%) and Financials (+3.2%) are the only industry groups to post positive total returns year-to-date. The largest underperformance has come from Telecommunications (-19.3%), Consumer Discretionary (-16.2%), Industrials (-13.5%) and Health Care (-13.3%). Real Estate, Basic Materials and Technology have posted losses of 11.3%, 10.8% and 8.2% respectively.

The rand weakened to 17.11 against the US dollar (2.82% month on month) from R 16.64. The currency weakened against the euro at 17.19 (1.06% month on month) and strengthened against the pound at 19.88 (1.83% month on month). SA's five-year CDS spread narrowed by 4.27% during August 2022 by (12bps) from 295 in July 2022 to 283 points. This represents an 83bps & 41.62% widening since the beginning of the year at 200.

On the news front, President Ramaphosa has been given just over a week to respond to the SARB's questions regarding the Phala Phala farm theft. The Financial Surveillance Department (FSD), which administers exchange-control; regulations, is seeking clarity on the origin and purpose of the stolen funds.

In terms of company news, Nedbank reported interim results FY22 at the higher end of guidance with Revenue +11%, HEPS +26% to R13.70 cps and an improved RoE to 13.6% from 11.70%.

MTN FY22 Interim Results were solid but well guided & ahead of Bloomberg consensus. Services Revenue +14.8% & Fintech Revenue +14%. HEPS up 46.5% to 567cps with no interim dividend declared & Telkom discussions are still at an early stage with no further detail on progress.

BHP Group reported solid FY22 results with a positive surprise from lower net debt of \$0.3bn and a gearing of 0.7% and a higher-than expected final dividend of 175 US cents. Additionally, the group appointed Edgar Basto to group COO and announced potential for medium term capex of around US\$10 bn

Foreign outflows of SA equities slowed in August compared to the large sell-off over the previous four months. SA equities saw foreign selling to the value of R7.8 billion in August, and stripping out the dual-listed companies, foreigners were sellers of SA equities to the value of R3.4 billion. Shoprite, MTN Group & Nedbank were the most bought stocks by foreigners whereas Firstrand, Naspers and BidCorp were the most sold stocks.

Portfolio Performance

The portfolio returned -1.67% during the month, outperforming the Capped SWIX index which returned -1.34%. Positive contributors to performance for the month included the fund's overweight positions in BHP Group, Pick n Pay & Mr Price as well as underweight position in Goldfields & Vodacom. Negative contributors to performance included the funds overweight positions in MTN Group, Northam Platinum & Mondi as well as underweight positions in Bidcorp, Capitec & Clicks

Cachalia Capital Investment team

From our Corner in the Sky