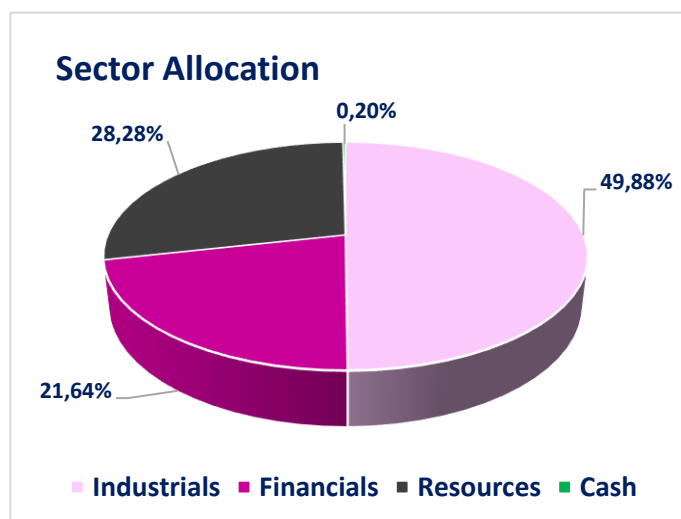


## HOUSEVIEW FUND COMMENTARY

**Fund Size:** 388,146,167.34

**Inception Date:** January 2014

Top Ten Holdings			
	Shares	Sector	Weight
1	NPNJn.J	Industrials	9.37%
2	MTNJ.J	Resources	7.46%
3	AGLJ.J	Resources	7.18%
4	PRXJn.J	Industrials	6.56%
5	IMPJ.J	Industrials	5.72%
6	CFRJ.J	Industrials	5.51%
7	SBKJ.J	Resources	5.50%
8	BTIJ.J	Financials	4.57%
9	ABGJ.J	Financials	4.54%
10	FSRJ.J	Industrials	4.33%
	Total		60.74%



### FUND PERFORMANCE

PERFORMANCE								
	1 month	3 Months	6 Months	Y-t-d	1 Year	3 Years	Since Inception	Since Inception (Annualized)
<b>Fund</b>	11.05%	11.76%	5.41%	4.83%	9.32%	54.28%	129.72%	9.87%
<b>Benchmark</b>	9.62%	11.03%	5.14%	7.14%	12.33%	51.93%	106.84%	8.58%

### RISK ANALYSIS

12 MONTH RISK METRICS				
Beta	Tracking error	Standard Deviation (fund)	Standard Deviation (Benchmark)	Active share
1,17	4,98	13,37	10,76	40,23

### RECENT TRANSACTIONS

The transactions For November 2022 are as follows.

#### Purchases

None

#### Sales

BHP, N91,NY1,NPN,

## Market Performance

South African equities rebounded strongly in November with the ALSI recording its best monthly performance since April 2020. The ALSI posted a Rand total return of +12.30% over the month and +21.50% in US\$ terms, with the rand appreciating by 8.1% against the US dollar. SA Listed Property gained 6.3%, and the ALBI gained 3.9% in November.

Of the headline indices, Large Caps and Top 40 stocks outperformed with total returns of +15.9% and +14.3% respectively, while Mid-Caps and Small Caps posted total returns of +2.9% and 2.4% respectively.

Within equities, SA Resources outperformed with a solid total return of +16.0%. Within basic Materials (+16.7%) Industrial Metals returned +21.2% and Precious Metals +17.40%, while Industrial Materials returned +21.20% and Precious Metals +17.40%, while Industrial Materials lost 13.40% and Chemicals lost 3.0%. Within Energy (+3.8%), Oil, Gas & Coal returned +9.5% and Alternative Energy lost 35.3%.

All industry groups within SA Industrials (+14.0%), with the exception of Health Care (-6.3%), posted positive total returns over the month. Following the large underperformance by Technology in October, the group rebounded to post a sizeable total return of +37.90% in November. Consumer Discretionary returned +17.3%, with Personal Goods returning +22.40%. Telecommunications gained 5.8%, Industrials 2.6% and Consumer Staples 1.50%.

SA Financials returned +5.1% in November. The Real Estate group returned +6.2% and the Financials group returned +4.9%, with Life Insurance gaining 5.70% and Banks 5.3%.

In 2022 year to date, Equities are now the top performing asset class with the All Share posting a rand total return of +6.0%. Cash has posted a total return of +4.6% and Bonds a total return gain of +3.6%. Property has posted a marginal total return loss of 0.6%.

Year to date, SA Resources and SA Financials have posted similar total returns of 12.5% and +12.30% respectively. SA Industrials continue to lag with a year-to-date loss on 3.4%.

Top equity sector performance year-to-date has come from Oil, Gas & Coal (+134.70%), Banks (+25.0%), Tobacco (+23.6%), Chemicals (+18.5%) and Industrial Metals & Mining (+17.7%). The worst equity sector performance has come from Pharmaceuticals (-33.60%), Construction (-32.4%), Closed End Investments (-24.9%), Finance & Credit Service (-13.6%) and Mobile Telecoms (-12.2%).

The rand Strengthened to 17.17 against the US dollar (6.10% month on month) from R 18.29. The currency strengthened against the euro at 17.90 (1.30% month on month) and strengthened against the pound at 20.71 (1.30% month on month). SA's five-year CDS spread narrowed by 19.90% during November 2022 by (59.50bps) from 298.77 in October 2022 to 239.29 points. This represents a 39.29bps & 19.60% widening since the beginning of the year at 200.

On the news front, after the close on 30<sup>th</sup> November, an independent panel set up to conduct a preliminary inquiry on the section 89 impeachment motion against President Ramaphosa recommended a parliamentary investigation into the Phala Phaal incident; ZAR dropped 2% on 1 December and the domestic stocks were down as well with JSE Bank sub-index down 8% on the day. The MPC hiked rates by 75 bps to 7% with a minority on the committee voting for a 50bp hike. Loadshedding spiked to stage 4-5 while Eskom announced that it had run out of budgeted funds to buy diesel for its OTCG plant

For the first time since March 2022, foreigners turned small net buyers of SA equities in November to the value of R1.1 billion. Stripping out the dual-listed companies, there was foreign inflows to the value of R9.2 billion. Ex the dual-listeds, the largest inflows in November were into SA Financials to the value of R5.2 billion. Foreigners continued to favour Banks with the sector seeing inflows of R4.2 billion, the largest into Standard Bank (R1.9bn) and Nedbank (R1.0bn). Life Insurance had a small net inflow of R0.4bn over the month, with foreigners buying Discovery (R0.7bn) and selling Sanlam (-R0.3bn). MTN, Standard Bank & Kumba were the most bought stocks by foreigners whereas Naspers, Sasol and Sanlam were the most sold stocks.

## **Portfolio Performance**

The portfolio returned 11.05% during the month, outperforming the Capped SWIX index which returned 9.62%. Positive contributors to performance for the month included the fund's overweight positions in Prosus, Naspers & BHP Group as well as underweight position in Clicks & Sappi. Negative contributors to performance included the funds overweight positions in Aspen, BTI & Mr Price as well as underweight positions in AngloGold, Amplats & Goldfields

## **Cachalia Capital Investment team**

### **From our Corner in the Sky**

### **Happy Holidays**

