



MONTHLY REPORT

Jan-2024

Monthly updates on relevant indices, asset classes, currencies and commodities as well as updated performance figures across our Fairtree investment offerings. This includes global summaries of the economic climate, political temperatures and headline news.



Index Activity

Jan-2024

LOCAL

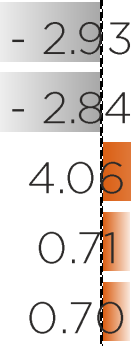
JSE All Share	Local Equity Market
SWIX	Local Equity Market - Capped
SAPY	Property
ALBI	Bonds
STEFI	Cash

GLOBAL

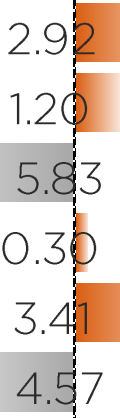
MSCI World (ZAR)	Equity Market
MSCI World (\$)	Equity Market
Shangai (ZAR)	China Index
FTSE 100 (ZAR)	Top 100 on London Stock Exchange
SP 500 (ZAR)	Top 500 US Companies
MSCI (EM - ZAR)	BRICS Countries

PERFORMANCE

MONTHLY



YEARLY



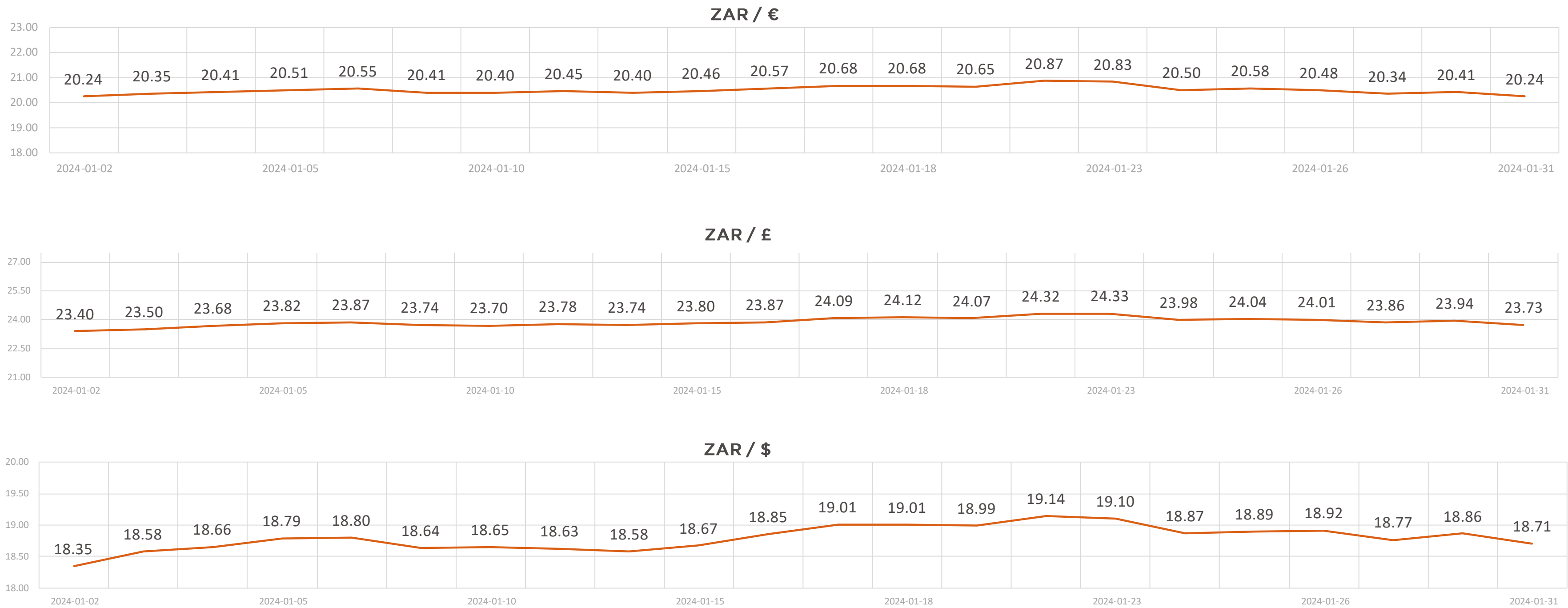
Asset Class Returns

Jan-2024

	1 MONTH	3 MONTH	YTD	1 YEAR	3 YEARS	5 YEARS
BEST	Industrial -1.22	Resources -0.34	Resources -6.31	Financial 13.75	Financial 19.69	Resources 12.36
	Resources -6.31	Equities 7.47	Industrial -1.22	Property 16.52	Property 17.48	Industrial 11.15
	Bonds 0.71	Industrial 9.53	Cash 0.70	Bonds 7.33	Industrial 8.98	Equities 10.61
	Equities -2.93	Cash 2.09	Property 4.42	Cash 8.18	Equities 10.51	Bonds 7.78
	Cash 0.70	Bonds 7.05	Equities -2.93	Industrial 2.14	Bonds 7.42	Cash 5.96
	Property 4.42	Property 25.15	Bonds 0.71	Equities -2.61	Cash 5.82	Financial 4.76
WORST	Financial -2.90	Financial 11.41	Financial -2.90	Resources -22.27	Resources 4.14	Property -1.41

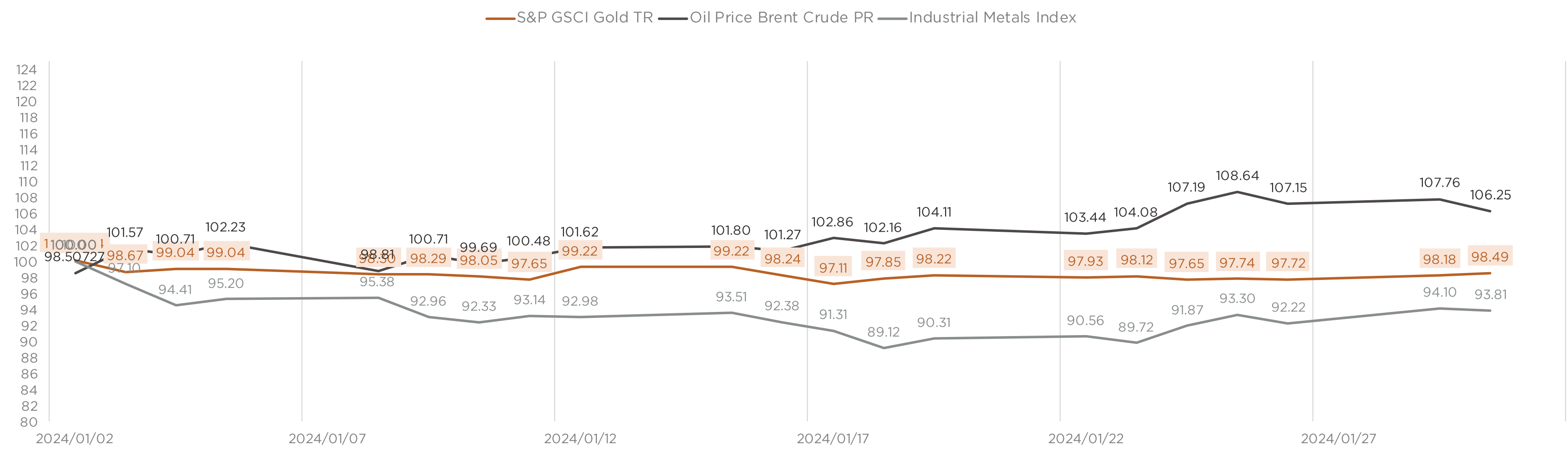
Currency Comparisons

Jan-2024



Commodity Tracker

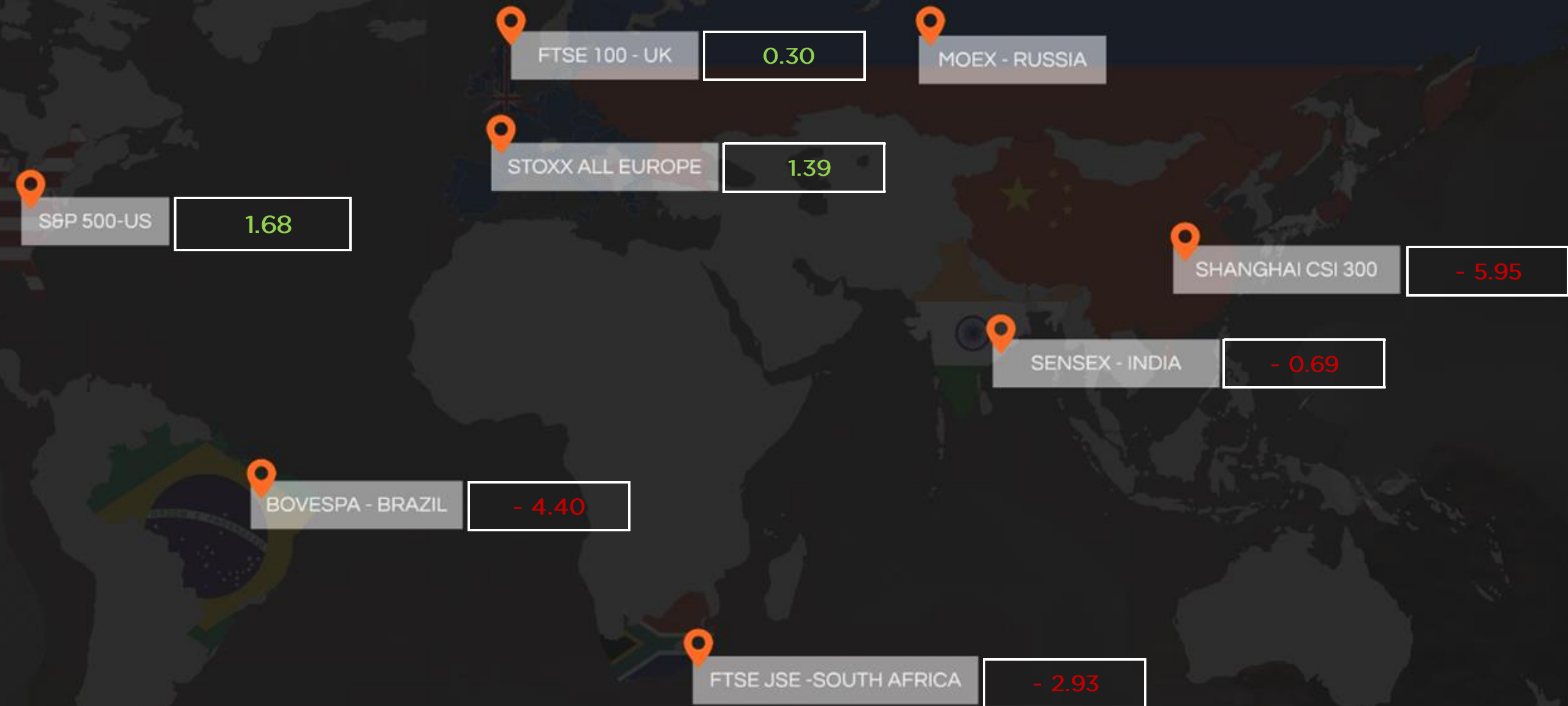
Jan-2024



Oil was the main positive performer for January, increasing by 6.1% for the month. Most of the other commodities were down during the month, including iron ore by 3.6% and gold by 1.1%.

What is going on across the globe

Jan-2024



***Due to the ongoing war in Russia, data for Russian markets is not available.

All performance data is sourced from MorningStar. Past performances are not necessarily indicative of future performances.. These figures were pulled as of the first day of the next reporting month for the previous month end values. Figures may differ due to rounding discrepancies.

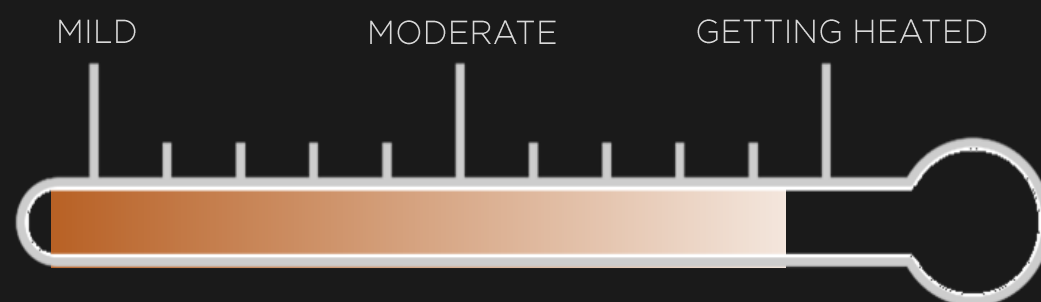
What is going on across the globe

GEO - ECONOMIC CLIMATE



Mostly Cloud/Part Sunny

GEO - POLITICAL TEMPERATURE



GLOBAL SUMMARY

Tight financial conditions and slowing growth will weigh on valuations, profit margins and earnings. US valuations and earnings estimates remains elevated. We prefer South Africa and emerging market equities with better valuations, less exposure to inflation risks and more exposure to a China recovery and the potential to ease policy. In terms of performance, global equities rose 1.2%, led by US and Europe which was up more than 1.5%. The rally has been rather narrow driven by large growth stocks which were up 2.1% and tech stocks which were up 4%. Emerging markets were down 4.6% led by China, down 10.6%. South African equities were down 2.8% led by Resources, down 5.9% and Banks, down 3.7%. Global government bonds fell 1.4%.

What is going on across the globe

SOUTH AFRICA

AMERICA

EUROPE

ASIA

ECONOMIC CLIMATE



Chance of Rain

POLITICAL TEMPERATURE

MILD MODERATE GETTING HEATED



NEWS HEADLINES

- Consumers remain under pressure due to high rates.
- The SARB may cut interest rates towards the middle of the year.
- Political uncertainty will likely increase

What is going on across the globe



SOUTH AFRICA

AMERICA

EUROPE

ASIA

ECONOMIC CLIMATE



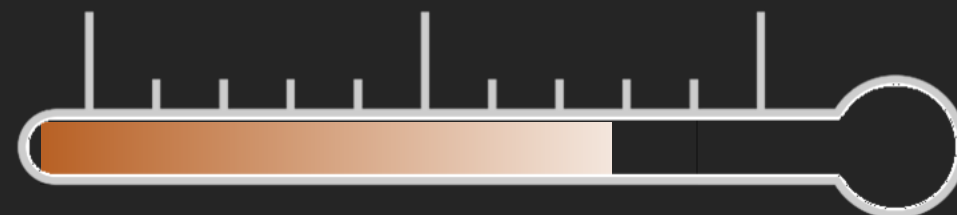
Mostly Sun/Part Cloudy

POLITICAL TEMPERATURE

MILD

MODERATE

GETTING HEATED



NEWS HEADLINES

- Economic data from the US indicated that GDP expanded in Q4.
- The US dollar benefitted during January.
- Interest rates remained the same at the Policy-setting meeting.

What is going on across the globe

SOUTH AFRICA

AMERICA

EUROPE

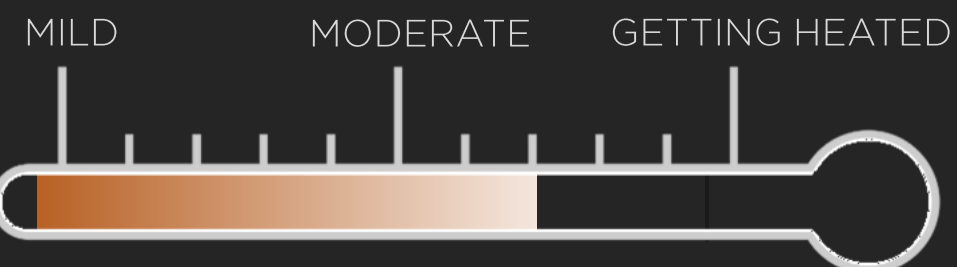
ASIA

ECONOMIC CLIMATE



Foggy/ Hazy

POLITICAL TEMPERATURE



NEWS HEADLINES

- The consumer price index increased in December to 2.9% from 2.4% in November.
- The ECB kept interest rates unchanged at the January meeting.
- ECB president indicated the “the disinflationary process is at work”.

What is going on across the globe

SOUTH AFRICA

AMERICA

EUROPE

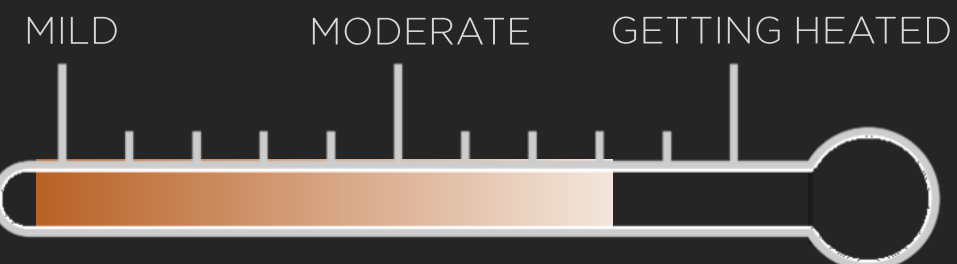
ASIA

ECONOMIC CLIMATE



Chance of Rain

POLITICAL TEMPERATURE



NEWS HEADLINES

- Emerging market assets struggled during January.
- The property and equity market remain weak in China.
- Chinese authorities announced a cut in the RRR.



Market Commentary

SOUTH AFRICA

Economic data from South Africa has been weak for the first month of the year. Consumers remain under pressure from high interest rates. South African businesses are also being negatively impacted by the lack of government investment and maintenance of state infrastructure and services. Markets are expecting that the South African Reserve Bank (SARB) will start to cut interest rates towards the middle of the year. Political uncertainty will likely increase, as South African voters are heading to the polls towards the middle of the year.

AMERICA

Economic data from the US indicated that GDP expanded at an annualised rate of 3.3% for the fourth quarter of 2023. However, annual inflation increased from 3.1% to 3.4%. Interest rates remained the same at the Policy-setting meeting at the end of the month. Fed chair Jerome Powell indicated that they need “greater confidence” that inflation will be sustained at 2% and that an interest rate cut is unlikely at the next meeting. The US dollar benefitted as emerging market assets and commodities came under pressure.

EUROPE

The consumer price index increased in December to 2.9% from 2.4% in November, thus fading the chance of earlier interest rate cuts by the European Central Bank (ECB). The ECB kept interest rates unchanged at the January meeting. However, markets are expecting cuts at a later stage this year, as ECB president Christine Lagarde indicated that “the disinflationary process is at work”. The eurozone economy did not register any economic growth during the fourth quarter of 2023

ASIA

Emerging market assets struggled during January due to the soft data from China and the lack of meaningful policy intervention by authorities. The property and equity market remain weak in China, leading to reduced investor confidence. Chinese authorities announced a cut in the Reserve Requirement Ratio during January, to increase liquidity in the economy. On the other side, demand remains weak, and the supply side responses from authorities are creating a dangerous deflationary force.



DISCLAIMER

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Annualised performance shows longer-term performance rescaled to a 1-year period. Annualised performance is the average return per year over the period. Actual annual figures are available to the investor on request. The highest and lowest is returns for any one year over the period since inception have been shown. NAV is the net asset value that represents the assets of a Fund less its liabilities. Prescient Management Company (RF) (Pty) Ltd is registered and approved under the Collective Investment Schemes Control Act (No.45 of 2002). For any additional information such as fund prices, fees, brochures, minimum disclosure documents and application forms please go to www.fairtree.com. The information presented in this document has been obtained from external data providers believed to be reliable. Even though reasonable effort has been made in order to confirm the correctness and completeness of the data, Fairtree Asset Management (Pty) Ltd does not guarantee the accuracy or timeliness of all information available from public sources. This information is not intended to serve as investment advice, nor does it take into consideration individual investor objectives, circumstances or constraints. The material is provided for reporting and informational purposes only. It is under no circumstances an offer or solicitation to buy or sell and securities. Please note that the asset allocations on this document is based on the strategic asset allocations of the fund and won't match the actual asset allocations on the funds minimum disclosure document.

