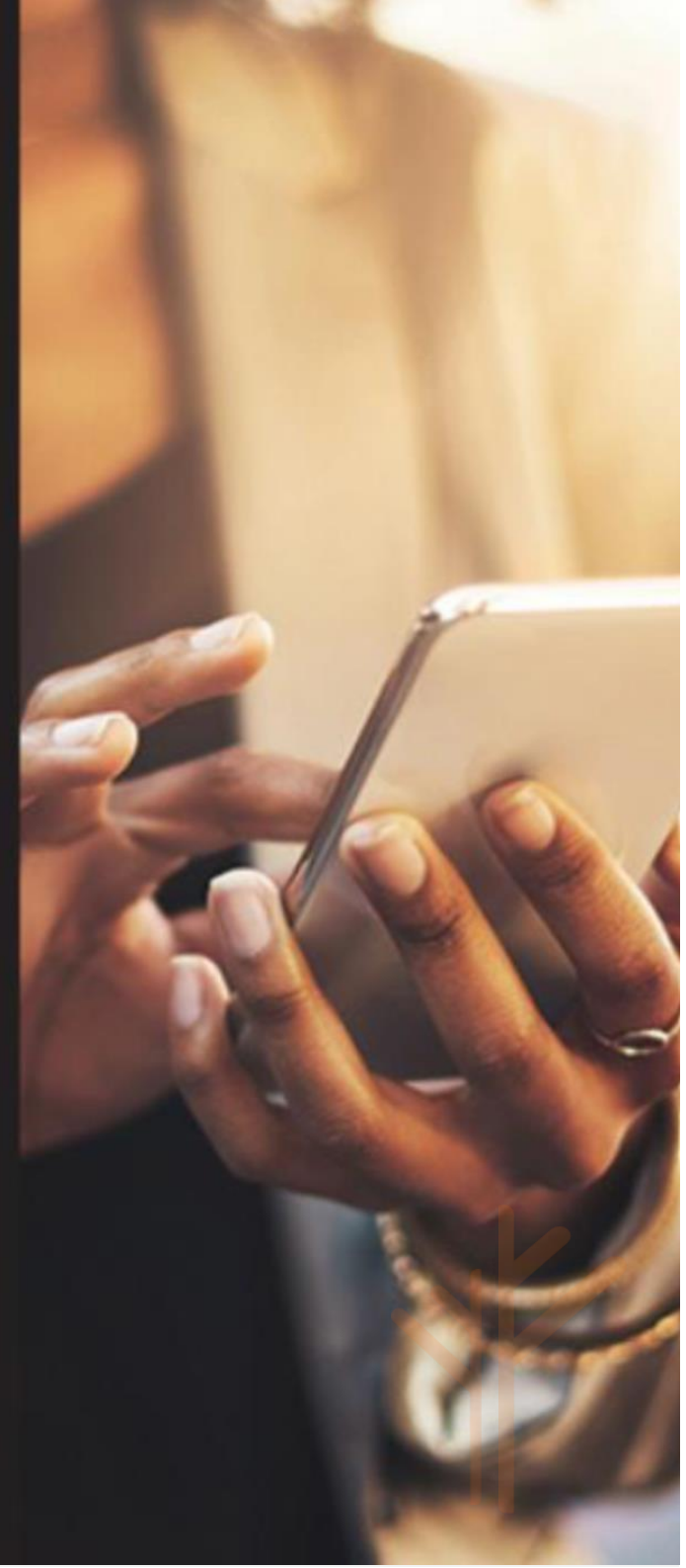




FAIRTREE

Monthly Report

August 2023





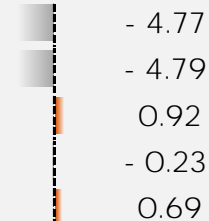
Index Activity

2023/08/31

LOCAL

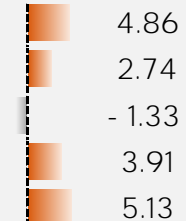
JSE All Share	<i>Local Equity Market</i>
SWIX	<i>Local Equity Market - Capped</i>
SAPY	<i>Property</i>
ALBI	<i>Bonds</i>
STEFI	<i>Cash</i>

MONTHLY



PERFORMANCE

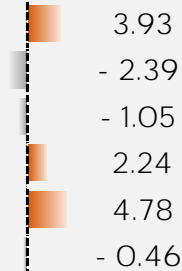
YTD



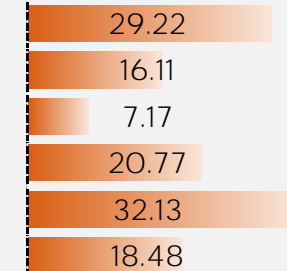
GLOBAL

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

MONTHLY



YTD





Asset Class Returns

2023/08/31

BEST



WORST



1 MONTH

3 MONTHS

YTD

1 YEAR

3 YEARS

5 YEARS

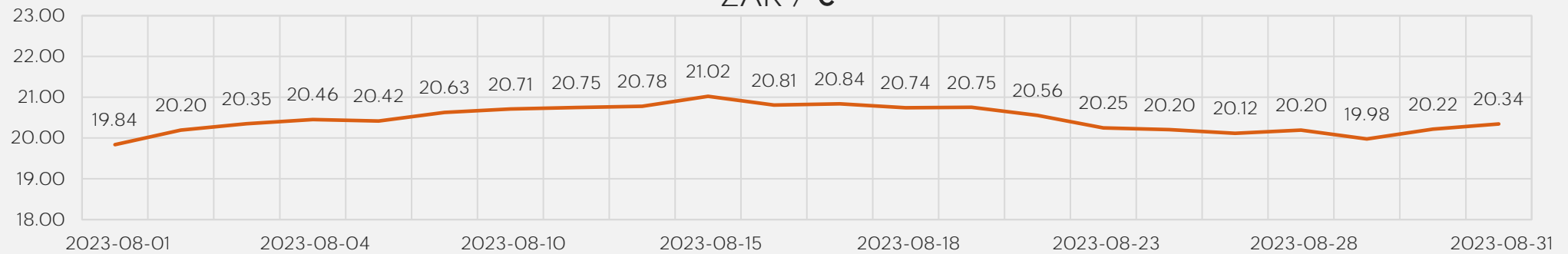
Property	0.83	Financial	18.09	Industrial	14.88	Industrial	24.44	Financial	25.31	Resources	12.81
Cash	0.69	Bonds	6.74	Financial	12.83	Financial	20.59	Property	17.02	Equities	8.93
Bonds	- 0.23	Property	4.27	Cash	5.13	Equities	15.77	Equities	14.89	Industrial	8.05
Financial	-1.78	Cash	2.04	Equities	4.86	Property	9.73	Industrial	13.97	Bonds	7.72
Industrial	-4.66	Industrial	1.44	Bonds	3.91	Bonds	7.49	Resources	8.35	Cash	5.86
Equities	-4.77	Equities	0.39	Property	-0.72	Cash	7.29	Bonds	7.80	Financial	4.65
Resources	-8.38	Resources	-12.70	Resources	-15.43	Resources	-0.08	Cash	5.18	Property	-4.55



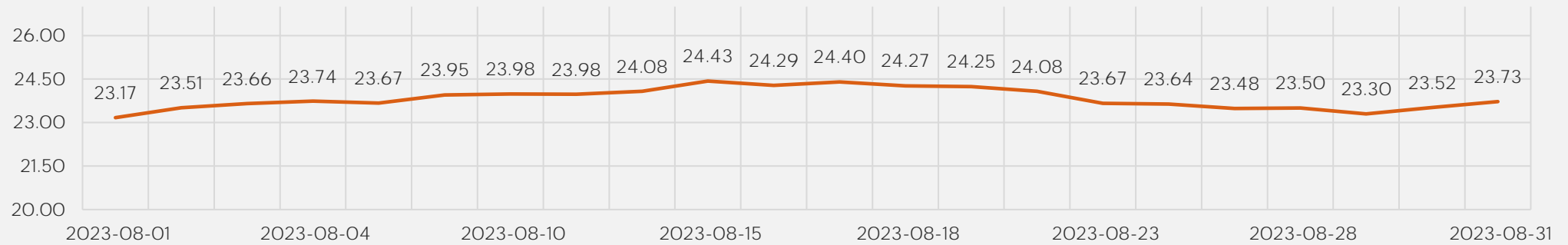
Currency Comparisons

2023/08/31

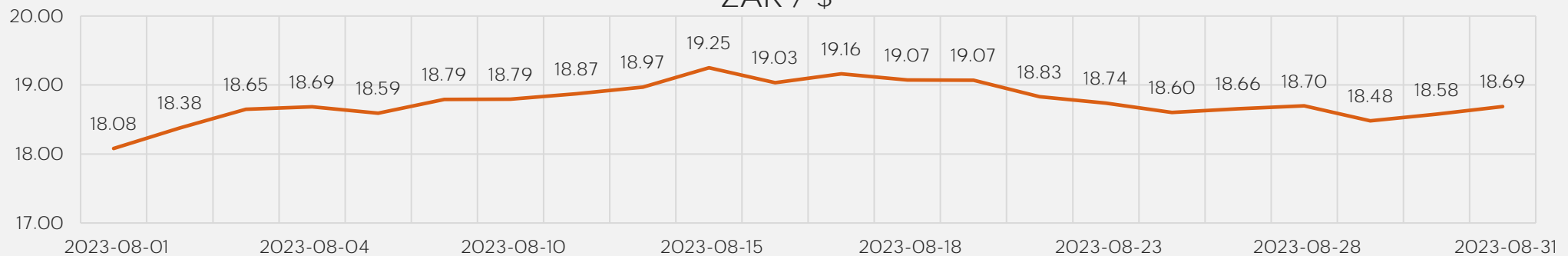
ZAR / €



ZAR / £



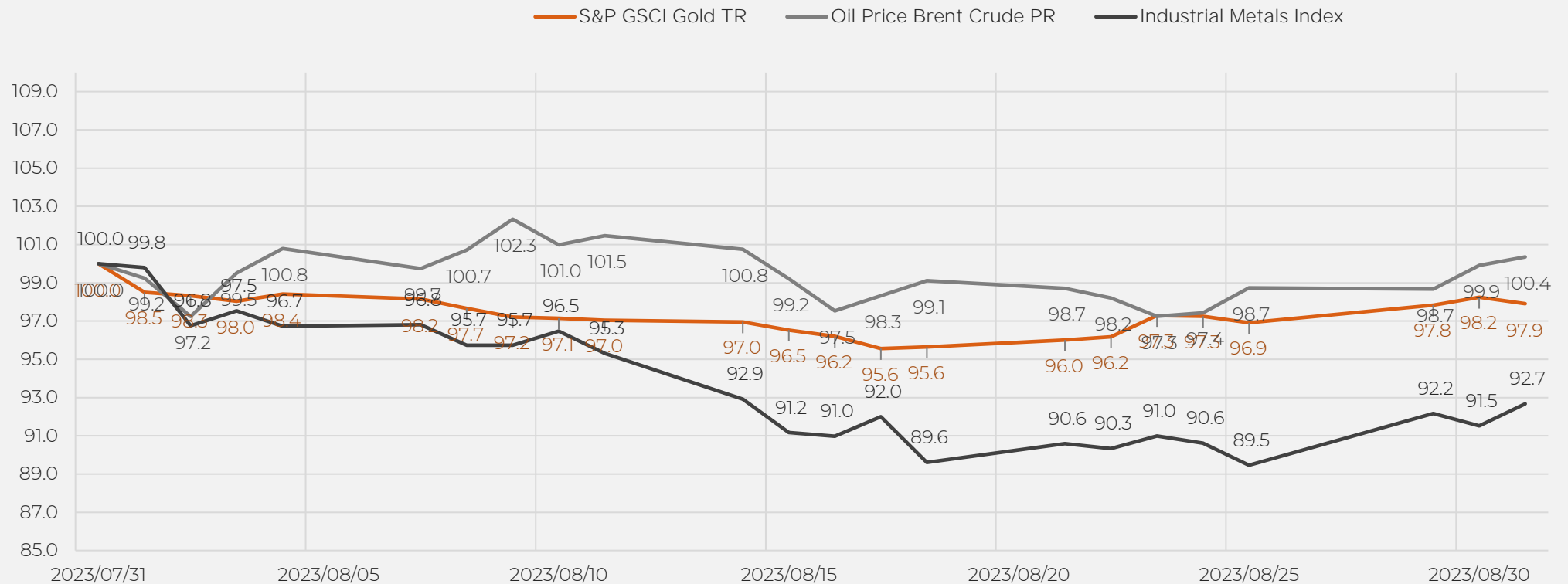
ZAR / \$





Commodity Tracker

2023/08/31



Commodities had a mixed month during August. This after copper was down by 5% as well as gold that was down by 1.3%. On the other side, iron ore was up by 2.1% and oil has also increased by 1.5%.



What is going on across the globe

2023/08/31

SOUTH AFRICA

AMERICA

EUROPE

ASIA



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



What is going on across the globe

2023/08/31



SOUTH AFRICA

AMERICA

EUROPE

ASIA

Economic Climate

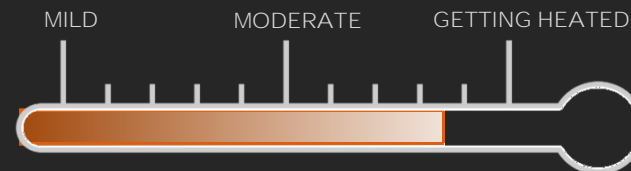


CHANCE RAIN



FOG/HAZEY

Political Temperature



News Headlines

The ZAR has depreciated significantly in the past month.
The resource and retail sectors have also performed poorly.
The SARB may continue to pause interest rate hikes.



What is going on across the globe

2023/08/31



SOUTH AFRICA

AMERICA

EUROPE

ASIA

Economic Climate

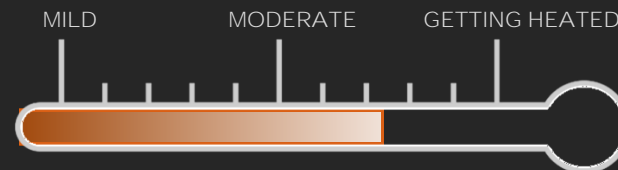


FOG/HAZEY



MOSTLY SUN/PART CLOUDY

Political Temperature



News Headlines

Economic data from the US continues to remain strong.

Household consumption started to decrease.

Inflation may continue to slow down in the coming months.



What is going on across the globe

2023/08/31



SOUTH AFRICA

AMERICA

EUROPE

ASIA

Economic Climate

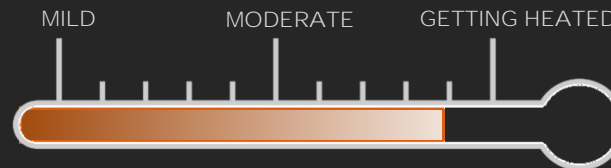


CHANCE RAIN



FOG/HAZEY

Political Temperature



News Headlines

European and UK economic data has already weakened significantly. The ECB and BoE can't afford to pause rate hikes. The BoE will keep rates higher to get inflation under control.



What is going on across the globe

2023/08/31



SOUTH AFRICA

AMERICA

EUROPE

ASIA

Economic Climate



CHANCE RAIN



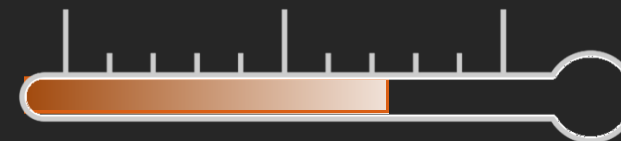
FOG/HAZEY

Political Temperature

MILD

MODERATE

GETTING HEATED



News Headlines

Economic growth remains disappointing since the beginning of the year.

Economic growth will be supported by Chinese authorities.

Markets believe that policy easing will continue until economic activity increases



What is going on across the globe

2023/08/31

Geo-Economic Climate

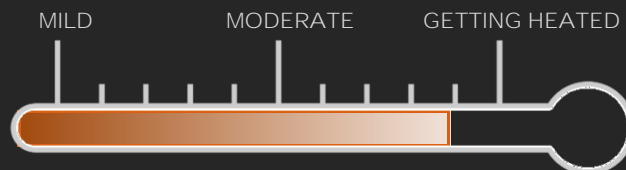


CHANCE RAIN



FOG/HAZEY

Geo -Political Temperature



Outlook

Tighter financial conditions, slow growth and high policy uncertainty should weigh on valuations, profit margins and earnings. US valuations and earnings estimates remain somewhat 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 cut rates.



Fairtree Funds

2023/08/31

LONG ONLY

PORTFOLIOS

HEDGE FUNDS

COMBINATIONS

FUND NAME	1 MONTH	YTD	1 YEAR	3 YEARS	5 YEARS
Growth Funds					
Fairtree Equity Prescient A1	-5.02	-0.02	12.64	14.61	12.69
Fairtree Select Equity Prescient A1	-0.47	13.86	20.20	20.28	-N/A
Fairtree Balanced Prescient A1	-1.17	6.77	14.96	12.38	12.01
Multi - Managed Funds					
Fairtree Invest Strategic Fac Prscnt A1	-2.33	6.44	13.89	10.69	-N/A
Fairtree Flex Balanced Prescient A1	-1.38	7.88	15.99	8.85	6.19
Fairtree WW MultiStrat Flex Prescient A1	0.09	10.17	15.12	6.63	-N/A
Global Funds					
Fairtree Glb RE Prescient Feeder Fd A1	2.97	11.71	3.30	3.64	4.77
Fairtree Global Emerging Mkts Prscnt A1	2.29	21.01	22.80	4.90	-N/A
Fairtree Global Equity Prescient A1	3.20	28.53	32.21	14.59	14.86
Income Funds					
Fairtree Flex Income Plus Prescient A1	1.25	8.41	12.18	8.16	8.08
Fairtree ALBI Plus Prescient A1	0.21	6.47	10.10	8.11	7.91
Fairtree Money Market Prescient A1	0.69	5.11	7.22	5.09	-N/A



Fairtree Funds

2023/08/31

LONG ONLY

PORTFOLIOS

HEDGE FUNDS

COMBINATIONS

FUND NAME	1 MONTH	YTD	1 YEAR	3 YEARS	5 YEARS
Pre - Retirement Portfolios					
Fairtree Stable House View	0.43	9.42	13.95	8.13	8.00
Fairtree Moderate House View	-0.12	9.50	14.61	9.01	8.50
Fairtree Balanced House View	0.43	13.45	17.75	12.86	10.76
Post - Retirement Illustration					
Fairtree Post - Retirement Illustration	0.54	12.96	18.18	12.34	10.73



Fairtree Funds

2023/07/31

LONG ONLY

PORTFOLIOS

HEDGE FUNDS

COMBINATIONS

FUND NAME	1 MONTH	YTD	1 YEAR	3 YEARS	5 YEARS
SNN Qualified Hedge Fund					
Fairtree Assegai Equity Long Short	0.86	7.38	26.34	18.69	25.63
Fairtree Wild Fig Mul Strategy	2.59	13.93	26.09	22.50	23.64
Fairtree Woodland Mul Strategy	4.06	10.51	18.38	11.34	14.90
Fairtree WW Mutli-Strategy Flexible QIHF	1.22	10.20	18.00	10.29	11.62
Retail Hedge Fund					
Fairtree Fixed Income SNN	3.15	3.50	7.25	5.37	5.86
Fairtree Proton RCIS	1.30	8.03	13.52	5.03	7.59
Fairtree WW Mutli-Strategy Flexible RIHF	1.52	8.55	15.15	8.04	9.33
Portfolios					
Fairtree Growth Hedge Fund of Funds	1.96	11.59	23.80	18.19	21.10



Fairtree Funds

2023/07/31

LONG ONLY

PORTFOLIOS

HEDGE FUNDS

COMBINATIONS

We are one of the first in South Africa to blend traditional asset classes together with alternative asset classes inside a single portfolio. These portfolios give our investors an additional level of diversification, as well as greater long-term investment growth.

FUND NAME	1 MONTH	YTD	1 YEAR	3 YEARS	5 YEARS
Pre - Retirement Portfolios					
Fairtree Stable Houseview (10% HF)	1.28	8.89	15.01	8.79	9.53
Fairtree Moderate Houseview (10% HF)	1.26	9.50	15.83	9.80	10.27
Fairtree Balanced Houseview (10% HF)	1.45	12.50	18.24	13.24	12.45
Post - Retirement Portfolios					
Fairtree Post-Retirement Illustration (15% HF)	1.22	8.94	16.40	9.30	10.19



Market Commentary

2023/08/31

SOUTH AFRICA

Economic growth in the South African economy has been dragged down by global factors. The South African Rand (ZAR) depreciated by more than 5% over the month, while the equity market also lost 4.8%. The resource and retail sectors have also performed poorly. Inflation has continued to decrease, indicating that the South African Reserve Bank (SARB) may not hike interest rates further. The geopolitical backdrop for South Africa improved as the BRICS summit took place during the month of August without Russian president Vladimir Putin.

AMERICA

Economic data that came out of the US remained strong in the face of higher interest rates. However, signs have started to show that the economy may start to slow down in the coming months. Upcoming economic data may be impacted by softer labour market dynamics, a weakening services sector and ongoing contraction in the manufacturing sector. Household consumption should also start to decrease, due to weakening credit conditions, excess savings that are starting to deplete and the overall impact of fiscal expansion that is starting to fade. In general, this indicates that inflation may continue to slow down in the coming months, indicating a possible pause in rate hikes.

EUROPE

European and UK economic data has already weakened significantly as the impact of interest rate hikes started to set in, along with a drag on activity due to weak China growth. Inflation remains sticky and it is not yet clear whether the European Central Bank (ECB) and the Bank of England (BoE) can afford to pause interest rate hikes in the coming months. The BoE also indicated that interest rates would need to be “sufficiently restrictive for sufficiently long”. This statement was made with the intention to get inflation under control.

ASIA

Chinese economic growth remains disappointing since the beginning of this year. Sentiment, business confidence and overall economic growth are all being negatively impacted by weakness in the property sector. Chinese authorities have indicated that economic growth will be supported by consumption, property & private sectors initiatives as well as policy easing by the government. Implementation by Chinese authorities has been slow in the past few months. Markets believe that policy easing will continue until economic activity increases.