

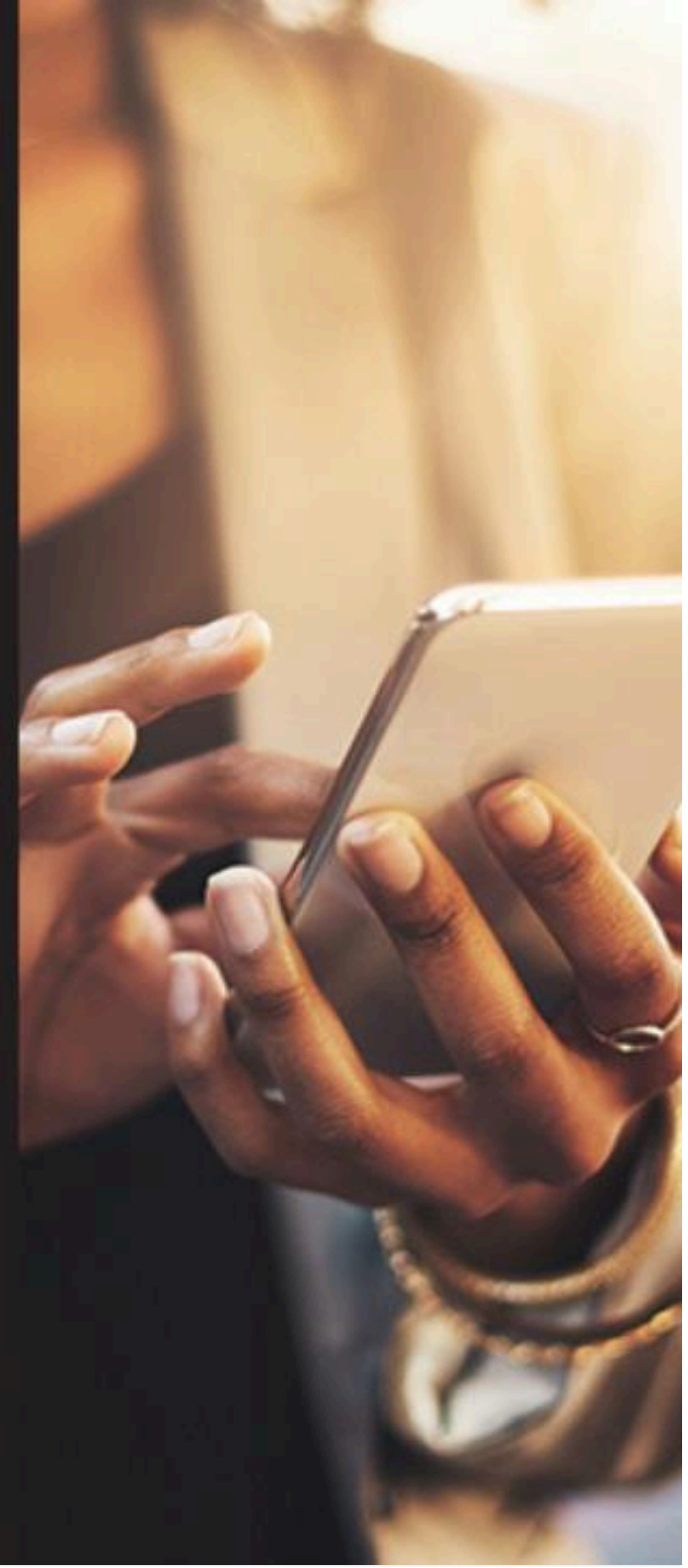


FAIRTREE

Monthly Report

February 2023

2023/02/28





Index Activity

2023/02/28

PERFORMANCE

LOCAL

MONTHLY

YTD

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>

- 2.19	6.50
- 2.32	4.48
- 0.72	- 1.71
- 0.87	2.04
0.54	1.13

GLOBAL

MONTHLY

YTD

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>

2.80	12.74
- 2.40	4.50
3.31	14.73
5.40	15.29
2.76	11.86
- 3.92	11.52



Asset Class Returns

2023/02/28

	1 MONTH	3 MONTHS	YTD	1 YEAR	3 YEARS	5 YEARS
BEST	Financial 2.50	Industrial 14.24	Industrial 14.55	Industrial 21.50	Resources 23.82	Resources 19.62
	Industrial 1.57	Equities 4.09	Financial 6.58	Financial 9.65	Equities 19.48	Equities 9.76
	Cash 0.54	Bonds 2.68	Equities 6.50	Equities 6.24	Industrial 18.28	Industrial 7.57
	Property -0.14	Cash 1.69	Bonds 2.04	Cash 5.70	Financial 11.64	Bonds 7.06
	Bonds -0.87	Financial 1.10	Cash 1.13	Bonds 4.93	Bonds 7.41	Cash 5.78
	Equities -2.19	Property 0.19	Property -0.93	Property 3.11	Cash 4.81	Financial 2.54
WORST	Resources -12.51	Resources -10.27	Resources -7.03	Resources -16.05	Property 2.13	Property -4.49

Datasource: Morningstar



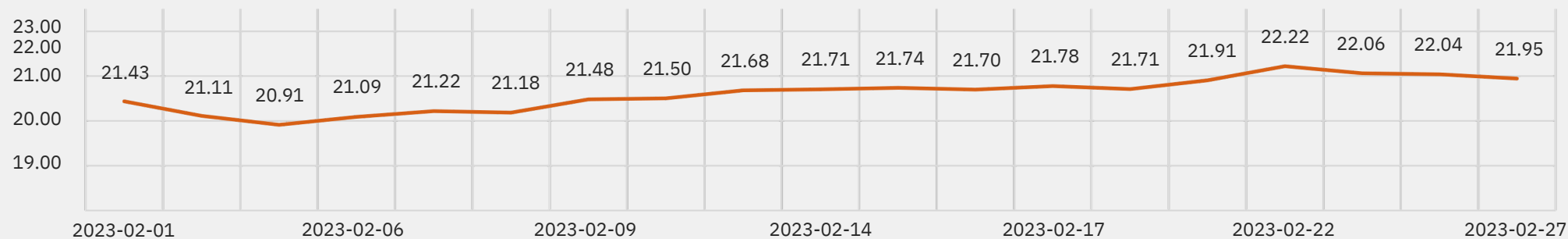
Currency Comparisons

2023/02/28

ZAR / €



ZAR / £



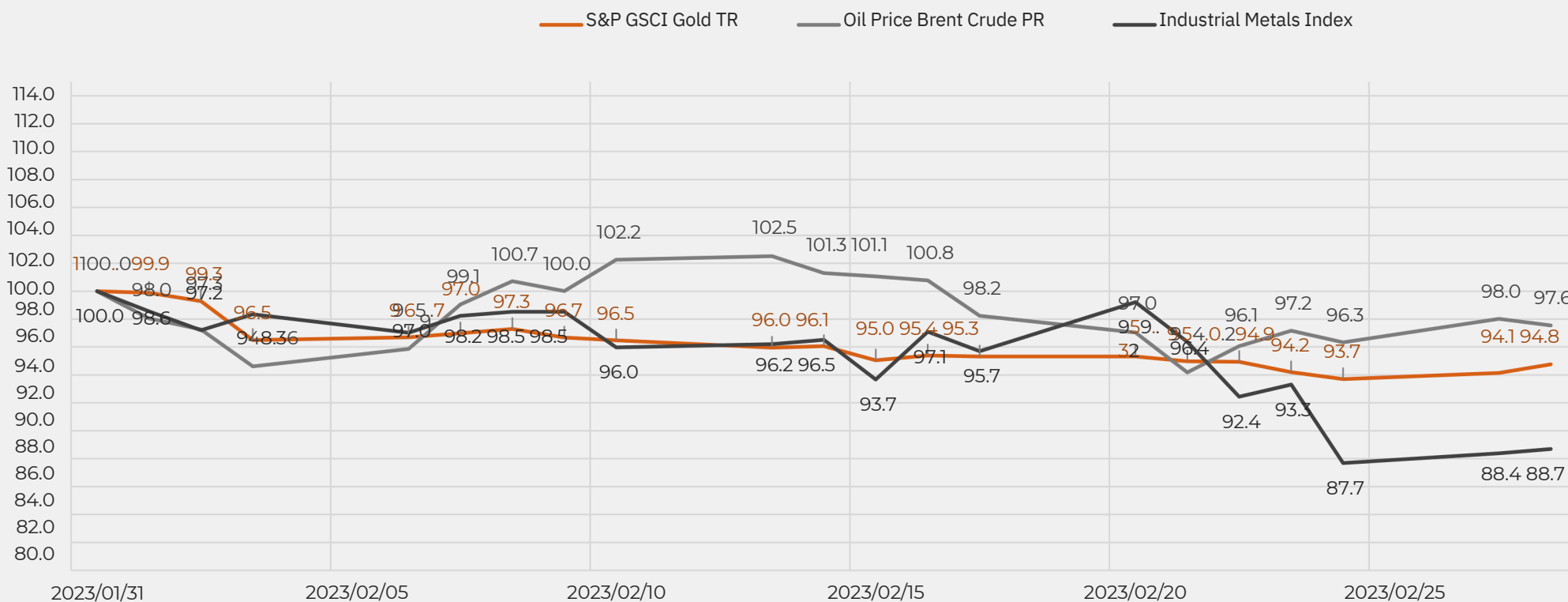
ZAR / \$





Commodity Tracker

2023/02/28



Commodities recorded a negative performance during the month of February, with resources being the worst performing sector on the JSE All Share. Copper was down 3.4%, iron ore was down by 0.9%, gold was down by 5.3% and platinum was down by 5.8%. Oil also declined in February by 0.7%.



What is going on across the globe

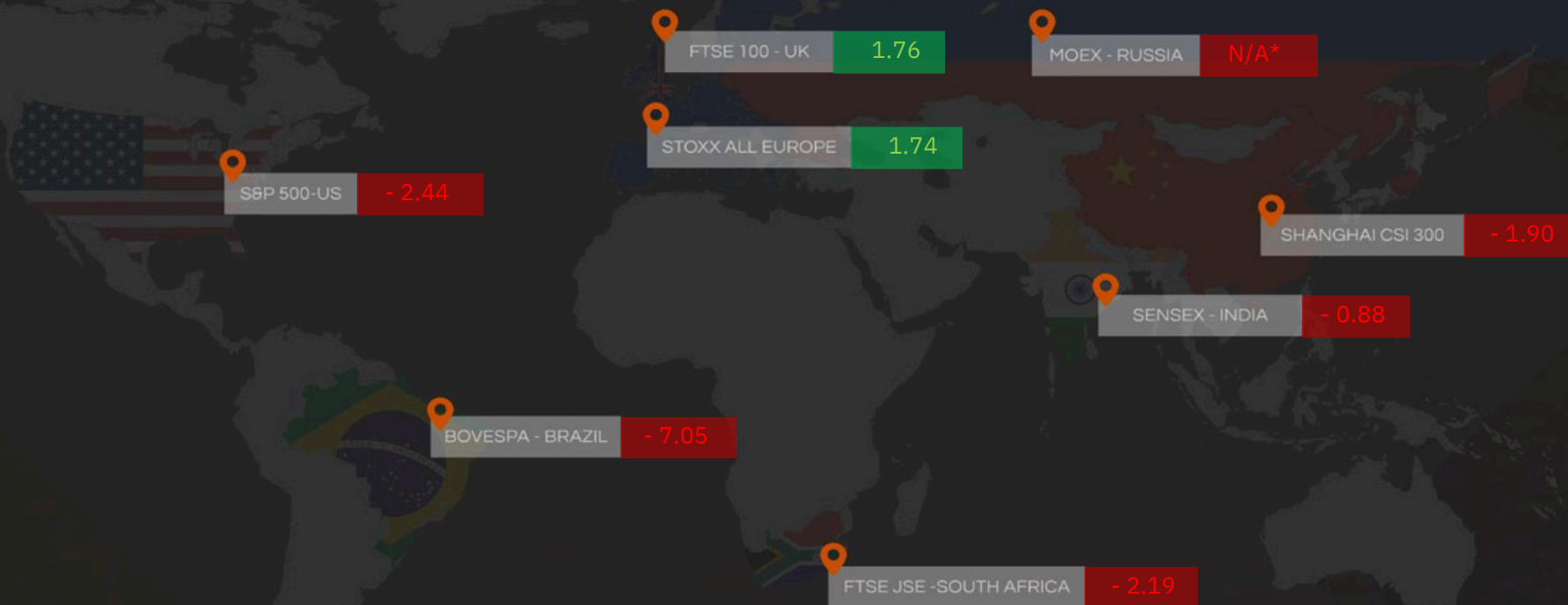
2023/02/28

SOUTHAFRICA

AMERICA

EUROPE

ASIA



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



What is going on across the globe

2023/02/28



SOUTHAFRICA

AMERICA

EUROPE

ASIA

Economic Climate

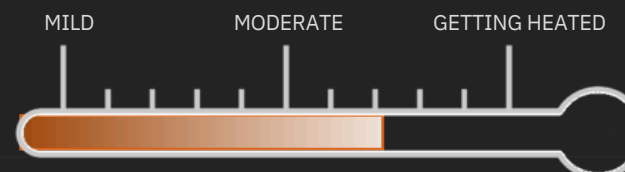


STORMS



CHANCE RAIN

Political Temperature



News Headlines

The energy sector remains a significant risk.

GDP growth was weaker than expected in Q4.

South Africa was “grey-listed” by the FATF.



What is going on across the globe

2023/02/28



SOUTH AFRICA

AMERICA

EUROPE

ASIA

Economic Climate



CHANCE RAIN



FOG/HAZEY

Political Temperature

MILD

MODERATE

GETTING HEATED



News Headlines

US economy has performed better than expected.

Inflation for goods is declining.

Markets are expecting a 50-basis point hike in March.



What is going on across the globe

2023/02/28



SOUTH AFRICA

AMERICA

EUROPE

ASIA

Economic Climate

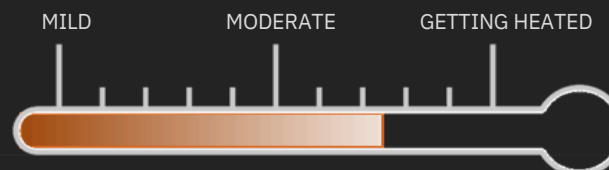


CHANCE RAIN



MOSTLY CLOUDY/PART SUN

Political Temperature



News Headlines

European economic data held up better than expected.
The ECB is expected to continue hiking interest rates.
Inflation in certain countries is still increasing.



What is going on across the globe

2023/02/28



SOUTH AFRICA

AMERICA

EUROPE

ASIA

Economic Climate

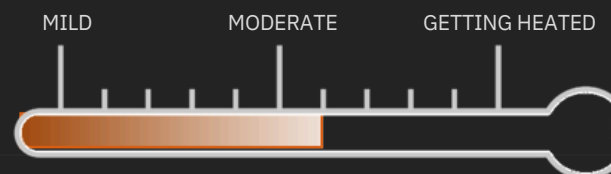


CHANCE RAIN



MOSTLY SUN/PART CLOUDY

Political Temperature



News Headlines

Markets are waiting a strong recovery from China.

The economic reopening is happening faster than expected.

Regulations in the property sector are easing.



What is going on across the globe

2023/02/28

Geo-Economic Climate

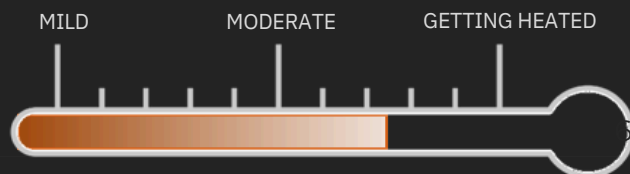


FOG/HAZEY



MOSTLY
CLOUDY/PART SUN

Geo -Political Temperature



Outlook

Global equities dropped by 2.3% during February, with European equity markets outperforming those in the US. Chinese equities dropped by 10.2%, leading to a 6.2% decline in emerging markets. South African equities were mixed, with the index falling by 2.3%. Resources were down by 13.2%, while banks delivered a 2.3% increase. Global bonds fell by 3.3%, and South African local debt dropped by 0.9%.



Fairtree Funds

2023/02/28

LONG ONLY

PORTFOLIOS

HEDGE FUNDS

COMBINATIONS

FUND NAME	1 MONTH	YTD	1 YEAR	3 YEARS	5 YEARS
Growth Funds					
Fairtree Equity Prescient A1	-6.05	0.52	6.08	22.57	13.5
Fairtree Select Equity Prescient A1	-0.10	7.43	17.91	25.52	2 -
Fairtree Balanced Prescient A1	-2.58	3.86	8.12	17.08	N/A
					12.6
Multi - Managed Funds					8
Fairtree Invest Strategic Fac Prsnt A1	-1.60	6.23	7.82	12.79	-N/A
Fairtree Flex Balanced Prescient A1	-1.03	5.12	8.63	9.01	6.71
Fairtree WW MultiStrat Flex Prescient A1	-0.67	7.42	8.09	8.84	-N/A
Global Funds					
Fairtree Glb RE Prescient Feeder Fd A1	2.39	15.05	1.82	3.57	11.82
Fairtree Global Emerging Mkts Prsnt A1	-1.82	9.81	14.08	7.44	-N/A
Fairtree Global Equity Prescient A1	3.67	15.43	18.30	19.44	17.32
Income Funds					
Fairtree Flex Income Plus Prescient A1	0.63	2.11	7.49	6.69	7.83
Fairtree ALBI Plus Prescient A1	-0.76	2.70	4.31	6.55	7.03
Fairtree Money Market Prescient A1	0.55	1.13	5.57	4.70	-N/A



Fairtree Funds

2023/02/28

LONG ONLY

PORTFOLIOS

HEDGE FUNDS

COMBINATIONS

FUND NAME	1 MONTH	YTD	1 YEAR	3 YEARS	5 YEARS
Pre - Retirement Portfolios					
Fairtree Stable House View	-0.26	5.13	8.03	8.92	8.80
Fairtree Moderate House View	-0.79	6.34	8.78	11.70	9.65
Fairtree Balanced House View	0.21	8.58	13.28	16.47	11.78
Post - Retirement Illustration					
Fairtree Post - Retirement Illustration	0.26	6.91	12.66	15.01	11.65



Fairtree Funds

2023/01/31

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	5.57	5.57	28.99	23.89	24.45
Fairtree Wild Fig Mul Strategy	5.20	5.20	31.37	26.09	25.09
Fairtree Woodland Mul Strategy	4.37	4.37	13.65	15.46	15.53
Fairtree WW Mutli-Strategy Flexible QIHF	6.36	6.36	13.11	11.79	11.63
Retail Hedge Fund					
Fairtree Fixed Income SNN	4.26	4.26	7.56	8.53	7.27
Fairtree Proton RCIS	0.62	0.62	2.28	5.61	7.13
Fairtree WW Mutli-Strategy Flexible RIHF	7.01	7.01	5.72	9.82	9.22
Portfolios					
Fairtree Growth Hedge Fund of Funds	4.34	4.34	24.66	21.97	21.63



Fairtree Funds

2023/01/31

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)	5.26	5.26	9.98	9.12	9.60
Fairtree Moderate Houseview (10% HF)	6.86	6.86	11.96	11.2	10.47
Fairtree Balanced Houseview (10% HF)	7.91	7.91	16.64	2	12.08
				14.1	
Post - Retirement Portfolios				5	
Fairtree Post-Retirement Illustration (15% HF)	5.25	5.25	10.86	9.74	10.22



Market Commentary

2023/02/28

SOUTH AFRICA

The energy sector remains a significant risk to the South African economy, as loadshedding is having a significant impact on growth. GDP growth was weaker than expected for Q4, down 1.3%. Fiscal consolidation remains the primary focus of the budget and revenue expectations may be overly optimistic. Inflation has peaked during the last few months and is expected to fall withing the target of 3-6% in the coming months. South Africa was “grey - listed” by the Financial Action Task Force due to insufficiencies in its procedures against money laundering and terrorist financing.

AMERICA

The US economy has performed better than expected. This was mainly due to forward-looking survey data, retail sales and income data exceeding expectations. Although inflation remains high, particularly in the services sector, inflation for goods declined. The Federal Reserve Chair Jerome Powell indicated that a slowdown of inflation is underway and that the target of 2% is still attainable. The Fed announced a 25-basis point interest rate hike during February, and although goods inflation is easing, markets are expecting a 50-basis point hike for their meeting in March.

EUROPE

European economic data held up better than expected, with core inflation rising to 5.6%, which is in line with US core inflation. Markets are expecting that the European Central Bank (ECB) will continue to increase interest rate by a 50-basis point pace for a longer period than the US. Data in January was interpreted that the pace of interest rate hikes may decrease, but increasing inflation in France and Spain during February, casted fears that these hikes might not end soon.

ASIA

Markets are still waiting on a strong recovery from China, following the reversal of the zero-covid policy at the end of 2022. Data from China during February indicated that the reopening of the economy is happening faster than anticipated. Regulations in the property sector are also easing. Markets are expecting that the labour market and consumer confidence will improve from their current weak levels.