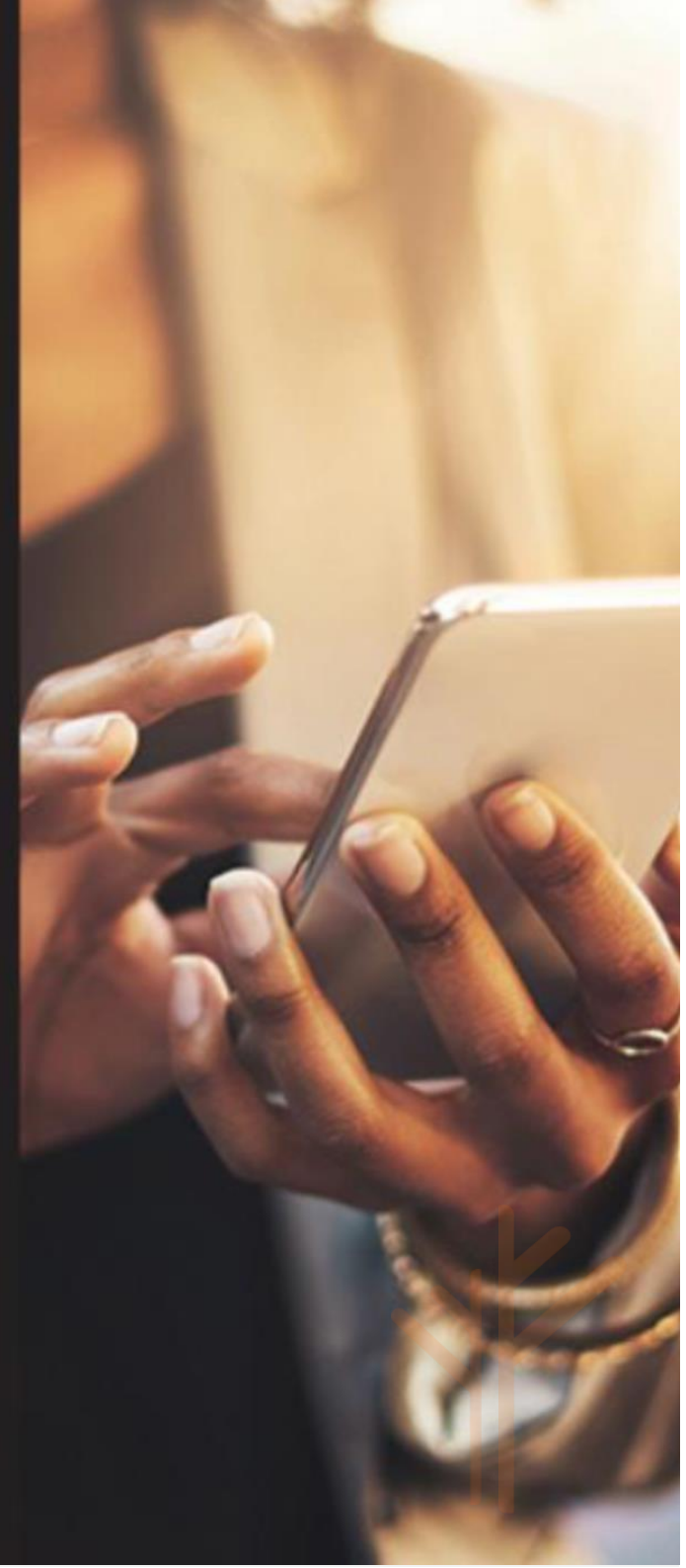




FAIRTREE

# Monthly Report

*July 2023*





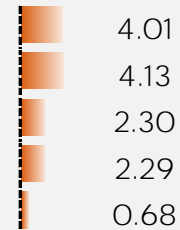
# Index Activity

2023/07/31

## LOCAL

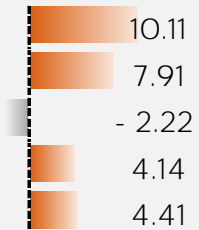
JSE All Share	<i>Local Equity Market</i>
SWIX	<i>Local Equity Market - Capped</i>
SAPY	<i>Property</i>
ALBI	<i>Bonds</i>
STEFI	<i>Cash</i>

### MONTHLY



### PERFORMANCE

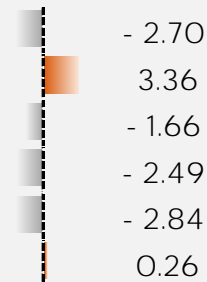
### YTD



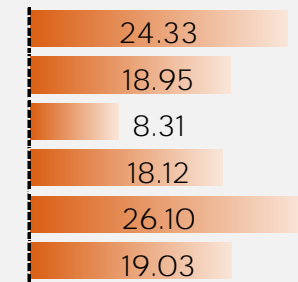
## GLOBAL

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

2023/07/31

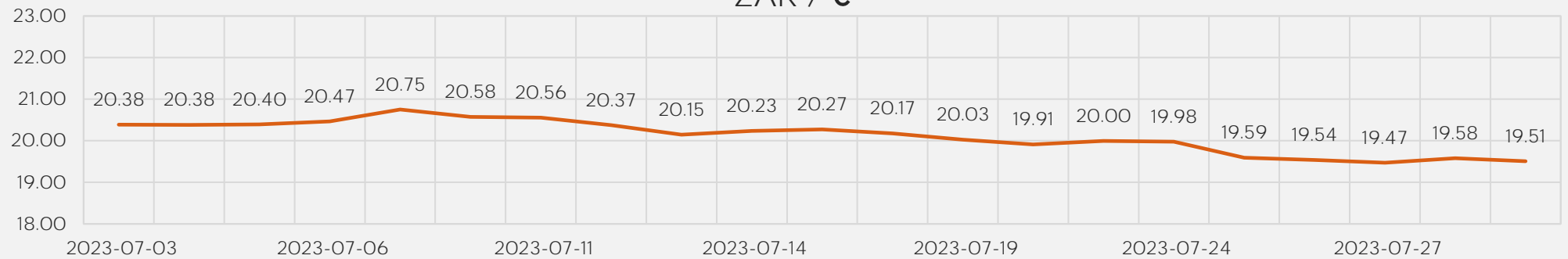
	1 MONTH		3 MONTHS		YTD		1 YEAR		3 YEARS		5 YEARS	
BEST	Financial	7.94	Financial	10.71	Industrial	20.50	Industrial	30.05	Financial	24.37	Resources	16.05
	Equities	4.01	Industrial	2.92	Financial	14.88	Financial	19.91	Equities	16.68	Equities	10.51
	Resources	3.16	Cash	1.99	Equities	10.11	Equities	19.34	Industrial	15.98	Industrial	9.50
	Industrial	2.58	Bonds	1.86	Cash	4.41	Bonds	8.07	Property	13.17	Bonds	7.37
	Property	2.46	Equities	1.28	Bonds	4.14	Cash	7.04	Resources	11.81	Cash	5.84
	Bonds	2.29	Property	-2.19	Property	-1.54	Resources	4.87	Bonds	8.20	Financial	4.97
WORST	Cash	0.68	Resources	-6.84	Resources	-7.69	Property	2.35	Cash	5.07	Property	-4.24



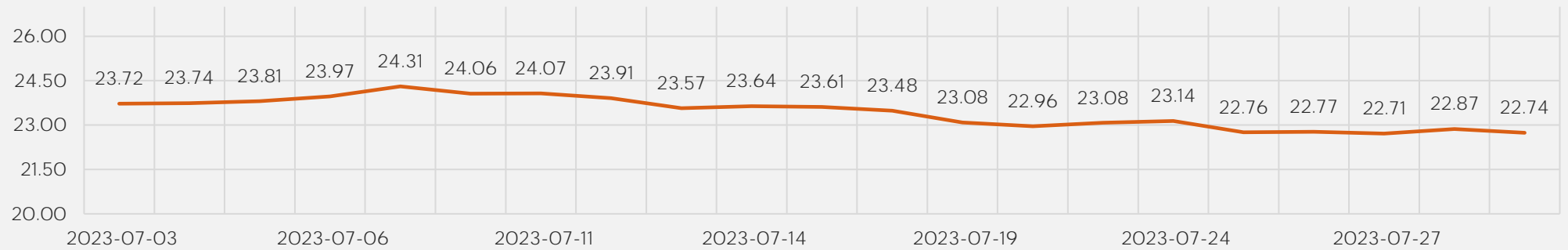
# Currency Comparisons

2023/07/31

ZAR / €



ZAR / £



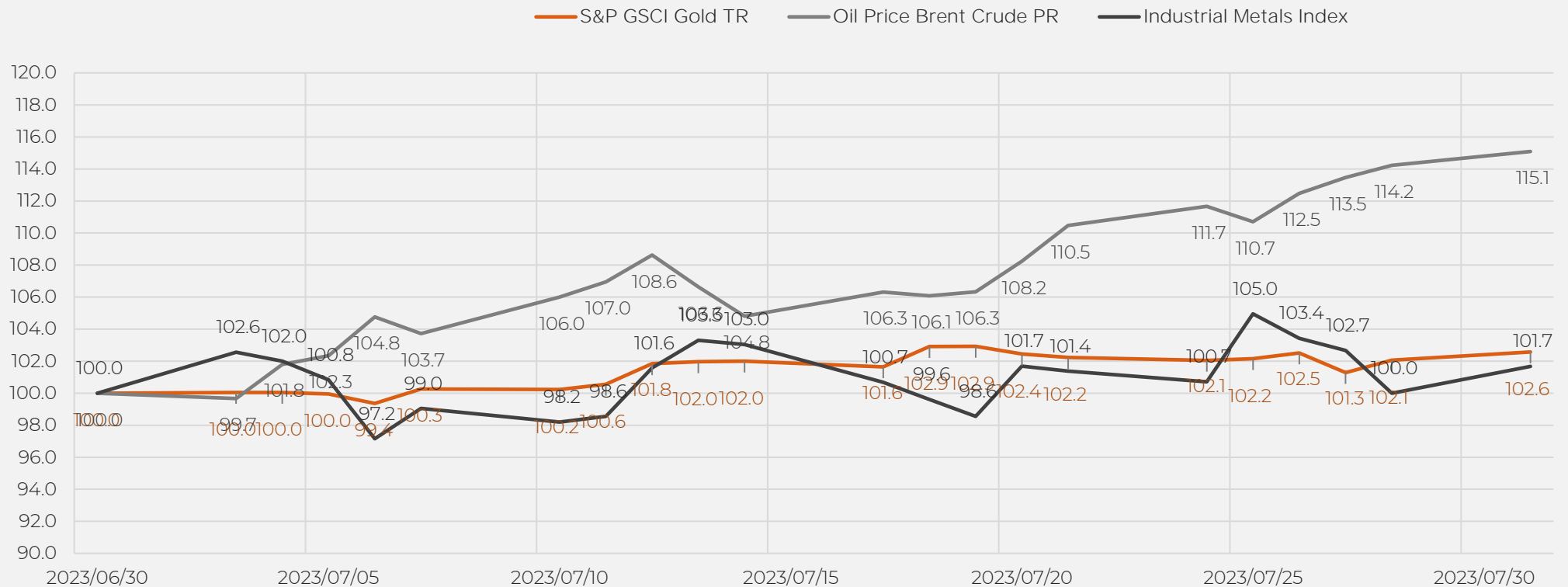
ZAR / \$





# Commodity Tracker

2023/07/31



Commodities generally had a positive month during July. Oil, platinum and copper were some of the best performers. Wheat prices increased as Russia announced a withdrawal from a UN deal that allowed for grain to be exported via the Black Sea.



# What is going on across the globe

2023/07/31

SOUTH AFRICA

AMERICA

EUROPE

ASIA



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



# What is going on across the globe

2023/07/31



SOUTH AFRICA

AMERICA

EUROPE

ASIA

## Economic Climate

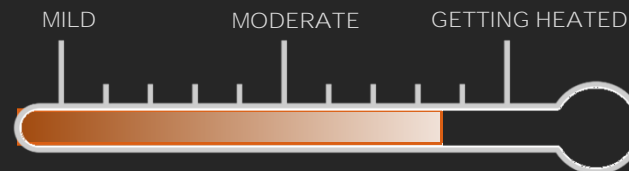


CHANCE RAIN



FOG/HAZEY

## Political Temperature



## News Headlines

The SARB did not hike interest rates at their last meeting during July.  
The SA economy experienced lower levels of loadshedding during July.  
The JSE was aided by stronger resource prices.



# What is going on across the globe

2023/07/31



SOUTH AFRICA

AMERICA

EUROPE

ASIA

## Economic Climate

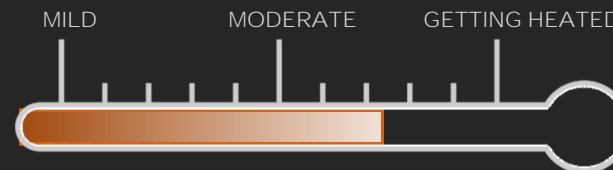


FOG/HAZEY



MOSTLY SUN/PART CLOUDY

## Political Temperature



## News Headlines

Economic data indicated that inflation slowed down during July. The Fed increased interest rates by 0.25% during their last meeting. Markets are expecting a soft landing for the US economy.





# What is going on across the globe

2023/07/31



SOUTH AFRICA

AMERICA

EUROPE

ASIA

## Economic Climate

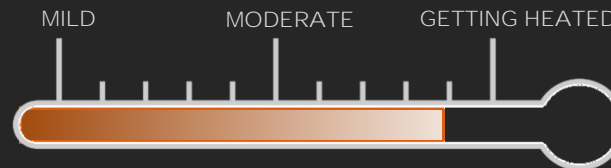


CHANCE RAIN



FOG/HAZEY

## Political Temperature



## News Headlines

The ECB announced a 0.25% interest rate hike during July.  
Headline inflation decreased to 6.9% during the past month.  
Investors changed their outlook with regards to aggressive rate hikes.



# What is going on across the globe

2023/07/31



SOUTH AFRICA

AMERICA

EUROPE

ASIA

## Economic Climate

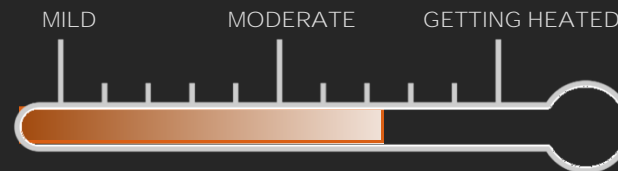


CHANCE RAIN



FOG/HAZEY

## Political Temperature



## News Headlines

Scope for further policy easing increased during July.

Geopolitical tension between the US & China may have decreased during July.

The PBoC paused policy rate hikes despite slowing recovery.



# What is going on across the globe

2023/07/31

## Geo-Economic Climate



CHANCE RAIN

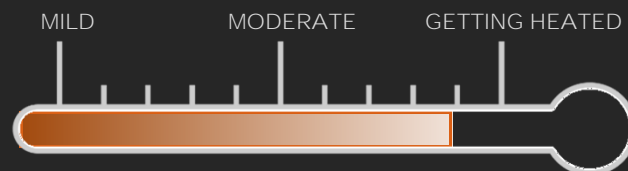


FOG/HAZEY

## Outlook

Last month, global equities rallied 3.4% with Emerging Markets outperforming. China returned 10.8%, and South African equities were up 4.1% driven by retail and bank sectors. Resources also posted a positive month. South African government bonds rose 2.3% while global bonds returned 0.7%.

## Geo -Political Temperature





# Fairtree Funds

2023/07/31

LONG ONLY

PORTFOLIOS

HEDGE FUNDS

COMBINATIONS

FUND NAME	1 MONTH	YTD	1 YEAR	3 YEARS	5 YEARS
<b>Growth Funds</b>					
Fairtree Equity Prescient A1	4.25	5.26	16.98	16.60	14.93
Fairtree Select Equity Prescient A1	3.25	14.40	21.46	20.85	-N/A
Fairtree Balanced Prescient A1	2.24	8.03	16.28	13.13	13.25
<b>Multi - Managed Funds</b>					
Fairtree Invest Strategic Fac Prscnt A1	1.82	8.98	16.51	11.49	-N/A
Fairtree Flex Balanced Prescient A1	1.80	9.39	17.78	9.66	7.32
Fairtree WW MultiStrat Flex Prescient A1	0.60	10.07	15.97	7.08	-N/A
<b>Global Funds</b>					
Fairtree Glb RE Prescient Feeder Fd A1	-1.75	8.49	-1.24	3.17	7.09
Fairtree Global Emerging Mkts Prscnt A1	1.72	18.29	26.39	4.74	-N/A
Fairtree Global Equity Prescient A1	0.76	24.54	30.79	15.15	16.72
<b>Income Funds</b>					
Fairtree Flex Income Plus Prescient A1	1.28	7.07	11.44	7.96	7.97
Fairtree ALBI Plus Prescient A1	2.82	6.25	11.77	8.35	7.43
Fairtree Money Market Prescient A1	0.68	4.39	6.96	4.98	-N/A



# Fairtree Funds

2023/07/31

LONG ONLY

PORTFOLIOS

HEDGE FUNDS

COMBINATIONS

FUND NAME	1 MONTH	YTD	1 YEAR	3 YEARS	5 YEARS
<b>Pre - Retirement Portfolios</b>					
Fairtree Stable House View	1.27	8.95	14.47	8.35	8.79
Fairtree Moderate House View	1.25	9.63	15.36	9.44	9.59
Fairtree Balanced House View	1.46	12.97	18.01	13.20	11.97
<b>Post - Retirement Illustration</b>					
Fairtree Post - Retirement Illustration	1.59	12.35	18.58	12.66	11.87



# Fairtree Funds

2023/06/30

LONG ONLY

PORTFOLIOS

HEDGE FUNDS

COMBINATIONS

FUND NAME	1 MONTH	YTD	1 YEAR	3 YEARS	5 YEARS
<b>SNN Qualified Hedge Fund</b>					
Fairtree Assegai Equity Long Short	-1.51	6.47	26.97	25.21	25.31
Fairtree Wild Fig Mul Strategy	5.54	11.05	30.27	22.36	24.34
Fairtree Woodland Mul Strategy	4.28	6.20	17.95	10.60	14.47
Fairtree WW Mutli-Strategy Flexible QIHF	0.58	8.87	20.38	11.61	11.49
<b>Retail Hedge Fund</b>					
Fairtree Fixed Income SNN	8.52	0.34	10.30	4.03	5.57
Fairtree Proton RCIS	2.66	6.64	11.87	4.38	7.51
Fairtree WW Mutli-Strategy Flexible RIHF	-0.61	6.93	15.60	9.83	8.97
<b>Portfolios</b>					
Fairtree Growth Hedge Fund of Funds	3.53	9.44	26.04	19.32	21.44



# Fairtree Funds

2023/06/30

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
<b>Pre - Retirement Portfolios</b>					
Fairtree Stable Houseview (10% HF)	0.38	7.51	15.80	9.51	9.25
Fairtree Moderate Houseview (10% HF)	-0.51	8.14	17.31	11.06	9.99
Fairtree Balanced Houseview (10% HF)	-0.82	10.89	20.61	14.38	12.21
<b>Post - Retirement Portfolios</b>					
Fairtree Post-Retirement Illustration (15% HF)	-0.49	7.63	17.06	10.13	10.03



# Market Commentary

2023/07/31

## SOUTH AFRICA

The South African Reserve Bank (SARB) did not increase interest rates during July as inflation continued to fall. The SARB also stated that the pause does not indicate the end of the hiking cycle. The South African economy benefitted from lower loadshedding levels during the past month, lowering the concerns around energy supply. The South African rand (ZAR) benefited from the news that Putin will not be visiting South Africa during the BRICS summit in August. The JSE was also aided during July by the strengthening of resource prices.

## AMERICA

Equities in the US also had a positive month, as economic data indicated resilient growth and lower inflation levels for the month of July. Although inflation levels decreased, the Federal Reserve (the Fed) hiked interest rates by 25 basis points during the past month. The Fed did not indicate whether this was the last hike of the hiking cycle, or whether a further hike will be in the table during the September meeting. Investors are also expecting a soft landing due to the Fed lowering inflation and cooling growth, without triggering a recession in the US economy.

## EUROPE

Eurozone shares had positive returns during July, this after positive economic growth data and lower inflation levels were announced. Although inflation levels slowed down, the European Central Bank (ECB) announced an interest rate hike of 25 basis points during July. Markets are expecting that the central bank may be close to an end to their interest rate hiking cycle. Headline inflation decreased to 6.9% in July from 7.9% during June. This led to investors changing their outlook with regards to the aggressive rate hikes by the Bank of England (BoE).

## ASIA

Chinese authorities indicated scope for further policy easing during July. Further policy easing will focus on property, consumer demand, youth employment, private sector confidence and increased local government bond issuance. During the past few months, several influential individuals from the US visited China, easing geopolitical tension between the two countries. During July, the Peoples Bank of China (PBoC) paused policy rate hikes despite slowing economic recovery. The Chinese economy grew by only 0.8% during the second quarter of 2023.