

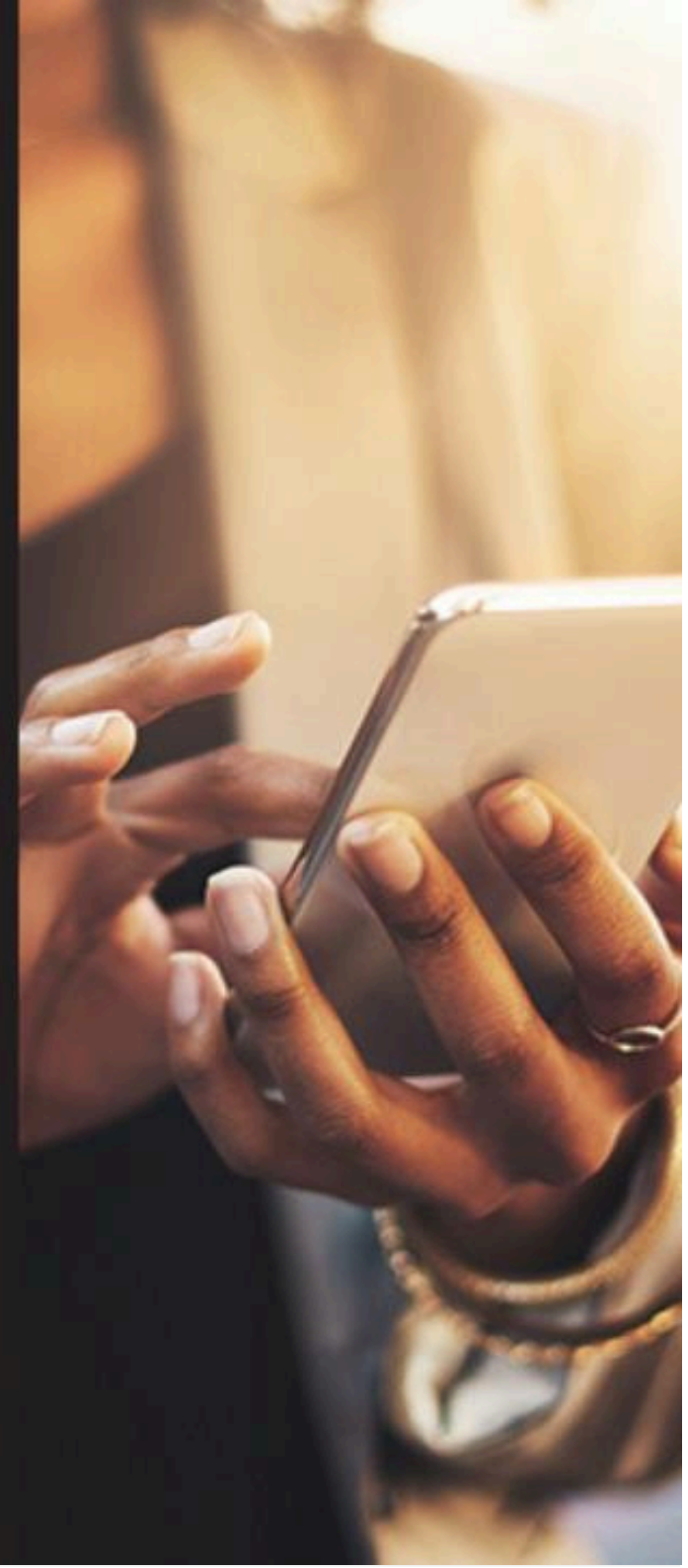


FAIRTREE

Monthly Report

September 2022

2022/09/30





Index Activity

2022/09/30

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>

- 4.13	- 10.06
- 3.84	- 6.96
- 6.28	- 15.78
- 2.11	- 1.34
0.46	3.57

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>

- 4.36	- 16.02
- 9.30	- 25.42
- 3.18	- 15.90
- 4.06	- 10.59
- 4.27	- 14.27
- 10.17	- 26.80



Asset Class Returns

2022/09/30

BEST



WORST



1 MONTH

3 MONTHS

YTD

1 YEAR

3 YEARS

5 YEARS

Resources	1.72	Cash	1.35	Cash	3.57	Resources	13.74	Resources	19.49	Resources	18.49
Cash	0.46	Bonds	0.60	Bonds	-1.34	Cash	4.59	Equities	9.17	Bonds	7.13
Bonds	- 2.11	Resources	-0.93	Financial	-3.26	Equities	3.55	Bonds	5.73	Equities	6.49
Equities	-4.13	Industrial	-1.27	Resources	-6.48	Bonds	1.48	Industrial	5.64	Cash	5.83
Financial	-6.18	Equities	-1.92	Equities	-10.06	Financial	-1.12	Cash	4.86	Financial	2.71
Industrial	-6.35	Property	-4.07	Industrial	-16.75	Industrial	-3.36	Financial	0.53	Industrial	2.07
Property	-6.48	Financial	-4.62	Property	-16.99	Property	-10.00	Property	-9.12	Property	-9.84

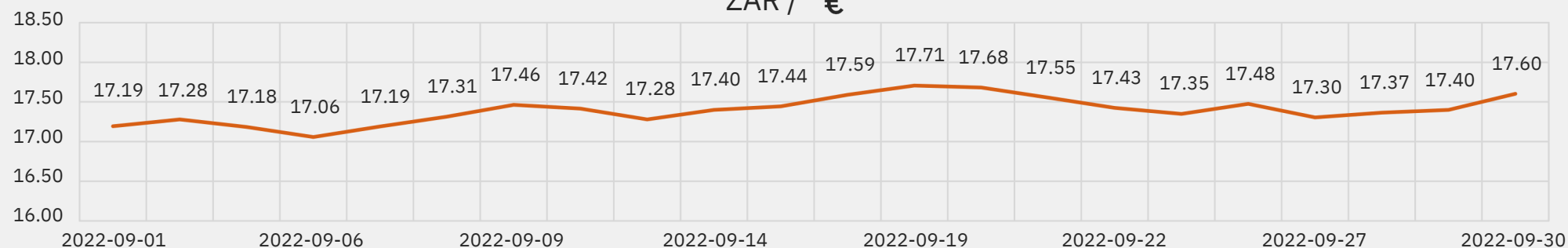
Datasource: Morningstar



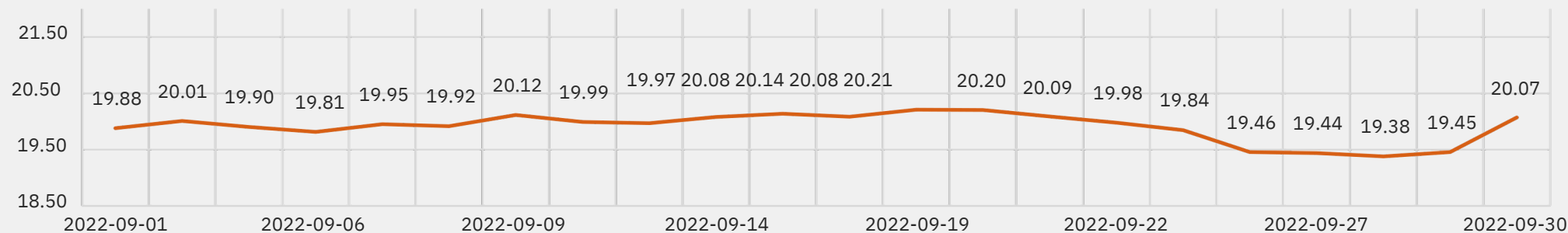
Currency Comparisons

2022/09/30

ZAR / €



ZAR / £



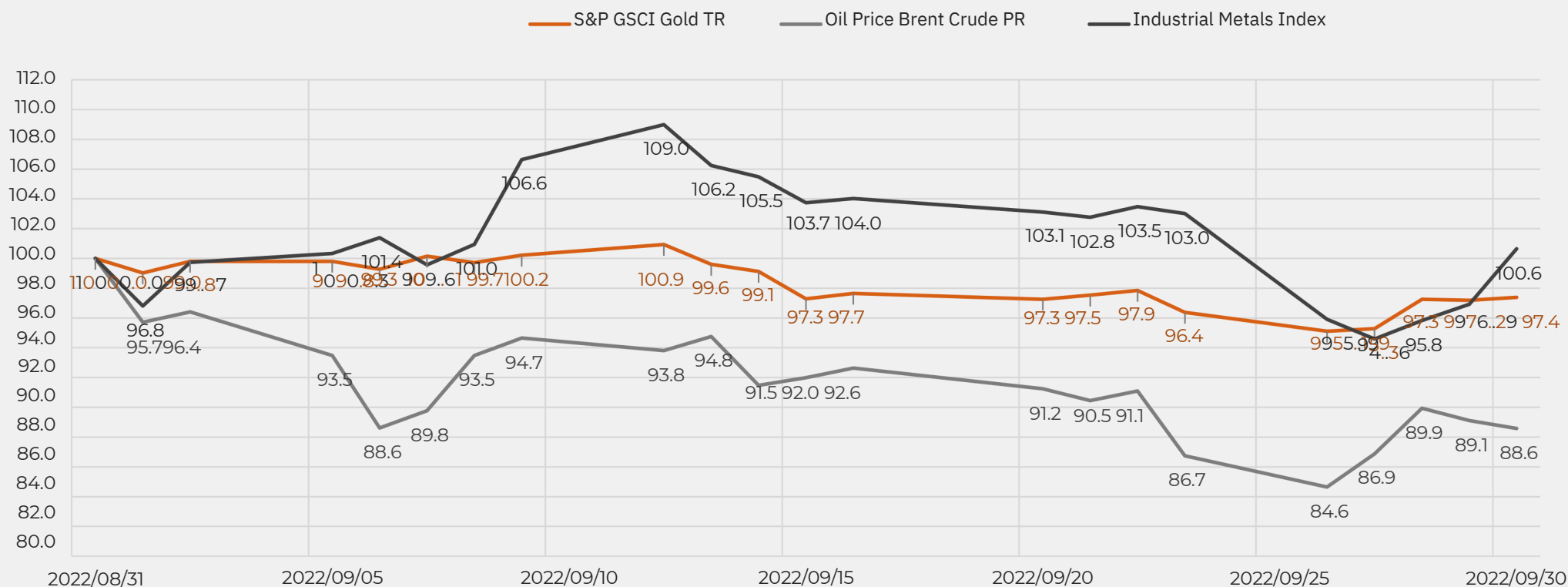
ZAR / \$





Commodity Tracker

2022/09/30



Most commodities were down for the month of September, with Oil -8.8% and Gold -2.9%. Platinum and Palladium went against the trend and was up 1.8% and 3.8% respectively for the month.



What is going on across the globe

2022/09/30

SOUTHAFRICA

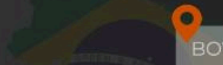
AMERICA

EUROPE

ASIA



S&P 500-US - 9.21



BOVESPA - BRAZIL - 0.10



FTSE JSE - SOUTH AFRICA - 4.13



FTSE 100 - UK - 5.16



STOXX ALL EUROPE - 6.57



MOEX - RUSSIA N/A*



SHANGHAI CSI 300 - 6.14



SENSEX - INDIA - 3.58

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



What is going on across the globe

2022/09/30



SOUTHAFRICA

AMERICA

EUROPE

ASIA

Economic Climate

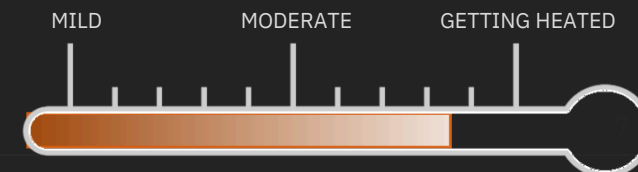


CHANCE RAIN



FOG/HAZEY

Political Temperature



News Headlines

The SA economy remains under pressure due to loadshedding.
Inflation might have peaked at 7.8%.
The SARB raised interest rates by 75 basis points in September.



What is going on across the globe

2022/09/30

SOUTH AFRICA

AMERICA

EUROPE

ASIA

Economic Climate



FOG/HAZEY



MOSTLY CLOUDY/PART SUN

Political Temperature

MILD

MODERATE

GETTING HEATED



News Headlines

Economic growth in the US is slowing down.

The Fed hiked interest rates by 75 basis points during September.

The Fed may push policy rates to 4.5%.



What is going on across the globe

2022/09/30



SOUTH AFRICA

AMERICA

EUROPE

ASIA

Economic Climate

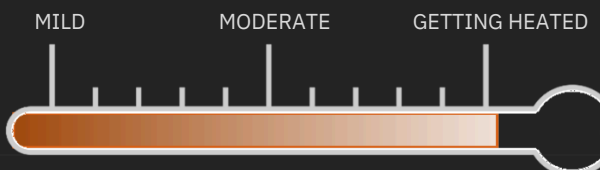


STORMS



CHANCE RAIN

Political Temperature



News Headlines

Russia cut energy supplies to record lows in September. Tension between Russia and the West is also increasing. Tax cuts in the UK places doubts on the new government.



What is going on across the globe

2022/09/30



SOUTH AFRICA

AMERICA

EUROPE

ASIA

Economic Climate

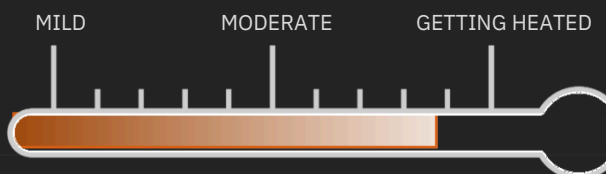


CHANCE RAIN



FOG/HAZEY

Political Temperature



News Headlines

Economic growth remains weak in September.

The weak property sector is decreasing investor and consumer confidence.

Zero-Covid policy is weighing heavy on supply chains.



What is going on across the globe

2022/09/30

Geo-Economic Climate

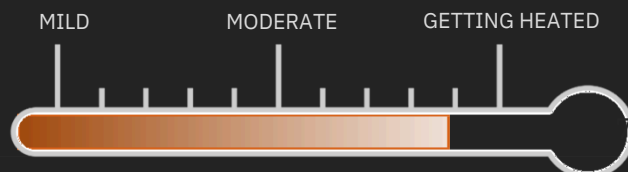


STORMS



CHANCE RAIN

Geo -Political Temperature



Outlook

Global equities were down -9.5% for September, with US equities down - 9.4% and ex-US equities down -9.6%. Growth stocks, more sensitive to the rising bond yields, lost -10.2% while Value stocks lost -8.8%. All sectors recorded negative returns with IT and Real Estate down the most. Emerging market equities fared even worse and was down -11.9% with Chinese equities down -14.7%. South African equities did relatively better and was down -5% helped by Resources which was up 1.3% over the month while Banks lost -7.1%. Global bonds lost -5.1% while credit spreads widened. South Africa government bonds were down -2.1%.



Fairtree Funds

2022/09/30

LONG ONLY

PORTFOLIOS

HEDGE FUNDS

COMBINATIONS

FUND NAME	1 MONTH	YTD	1 YEAR	3 YEARS	5 YEARS
Growth Funds					
Fairtree Equity Prescient A1	-4.33	-2.17	8.78	16.31	11.54
Fairtree Select Equity Prescient A1	-1.79	7.44	20.31	16.99	-N/A
Fairtree Balanced Prescient A1	-2.93	-3.96	4.41	12.86	10.10
Multi - Managed Funds					
Fairtree Invest Strategic Fac Prscnt A1	-3.56	-7.32	1.35	-N/A	-N/A
Fairtree Flex Balanced Prescient A1	-2.22	-5.51	1.99	3.72	4.31
Fairtree WW MultiStrat Flex Prescient A1	-2.59	-9.76	-3.17	3.77	-N/A
Global Funds					
Fairtree Glb RE Prescient Feeder Fd A1	-11.59	-23.03	-12.23	-2.03	4.58
Fairtree Global Emerging Mkts Prscnt A1	-1.33	-14.95	-10.33	-N/A	-N/A
Fairtree Global Equity Prescient A1	-1.48	-13.23	-1.63	12.8	10.97
				7	
Income Funds					
Fairtree Flex Income Plus Prescient A1	0.13	1.81	3.39	5.75	7.47
Fairtree ALBI Plus Prescient A1	-2.53	-5.34	-2.36	4.00	6.09
Fairtree Money Market Prescient A1	0.92	3.51	4.49	4.78	-N/A



Fairtree Funds

2022/09/30

LONG ONLY

PORTFOLIOS

HEDGE FUNDS

COMBINATIONS

FUND NAME	1 MONTH	YTD	1 YEAR	3 YEARS	5 YEARS
Pre - Retirement Portfolios					
Fairtree Stable House View	-1.70	-4.79	0.14	5.25	6.57
Fairtree Moderate House View	-2.75	-5.91	0.59	6.64	7.29
Fairtree Balanced House View	-2.83	-2.49	6.11	10.1	9.00
				3	
Post - Retirement Illustration					
Fairtree Post - Retirement Illustration	-1.40	-1.71	6.01	9.89	9.14



Fairtree Funds

2022/08/31

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	-3.60	3.09	7.85	19.74	20.73
Fairtree Wild Fig Mul Strategy	-0.73	13.52	18.68	24.72	18.84
Fairtree Woodland Mul Strategy	0.48	3.53	6.82	14.63	12.81
Fairtree WW Mutli-Strategy Flexible QIHF	-0.14	-2.58	2.86	9.57	9.22
Retail Hedge Fund					
Fairtree Fixed Income SNN	-0.24	-2.89	1.00	7.04	6.49
Fairtree Proton RCIS	0.25	-2.51	-0.91	4.78	6.92
Fairtree WW Mutli-Strategy Flexible RIHF	0.02	-8.18	-2.94	7.57	7.97
Portfolios					
Fairtree Growth Hedge Fund of Funds	-1.13	8.07	12.40	20.15	17.18



Fairtree Funds

2022/08/31

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)	0.71	-1.62	2.54	7.33	8.14
Fairtree Moderate Houseview (10% HF)	0.38	-2.04	2.98	8.88	8.77
Fairtree Balanced Houseview (10% HF)	0.50	1.35	8.44	12.2	10.48
				1	
Post - Retirement Portfolios					
Fairtree Post-Retirement Illustration (15% HF)	0.46	-1.31	3.10	8.06	8.61



Market Commentary

2022/09/30

SOUTH AFRICA

The South African economy remains under pressure due to ongoing loadshedding and the slowdown of the global economy. The South African Rand (ZAR) is also under significant stress from the Dollar (\$). The South African inflation has likely peaked at 7.8% during the month of July. The South African Reserve Bank (SARB) aims to bring inflation down within the range between 3%-6%. With this being said, the SARB raised interest rates by another 75 basis points in September.

AMERICA

Economic growth in the US is gradually slowing down. It is expected that the US economy will reach recessionary levels at some point in 2023. US consumers are still benefitting from excess savings, strong balance sheets and strong growth in job markets. High inflation led to a third consecutive 75 basis point interest rate hike by the Fed in September. Markets came under pressure by prospects that the Fed may push policy rate to 4.5% by year end.

EUROPE

European households are facing difficulties for the winter ahead as Russia cut energy supplies to record lows during the month of September. Tension between the West and Russia is also increasing, as the ongoing war and nuclear threats weighs heavy on the global economy. Support packages have been announced across Europe to aid struggling consumers. Tax cuts in the UK casted doubt on the new government's ability to keep fiscal measures and rising inflation under control.

ASIA

Economic growth in China continues to remain weak, as policy responses did not have a significant impact yet. The weak property sector and Zero-Covid policy are decreasing investor and consumer confidence. In the coming month, the National Congress of the Chinese Communist Party may provide more clarity on how authorities will tackle these issues. The Zero-Covid policy is also weighing heavily on global supply chains as the IMF have revised their estimated growth outlook to 3.3% for 2022.