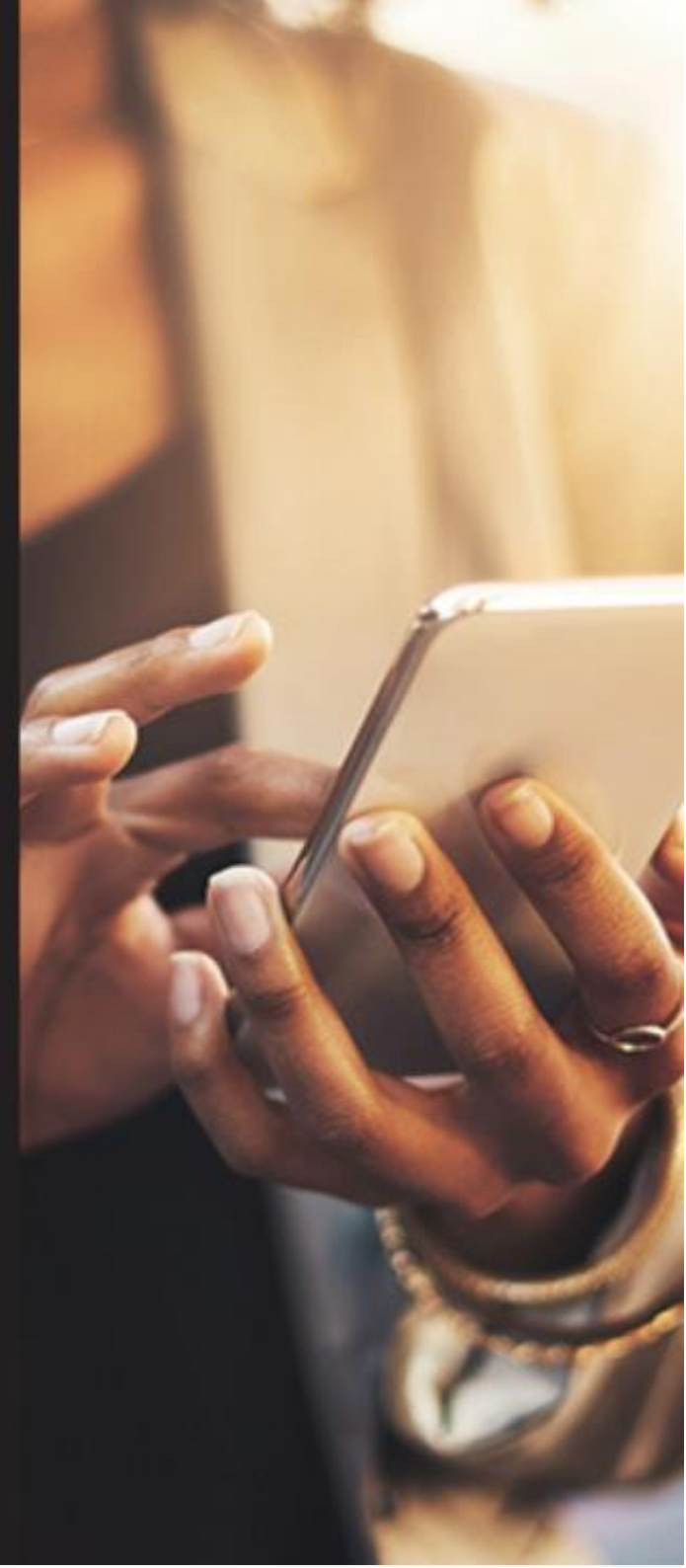




FAIRTREE

# Monthly Report

Above & Beyond Investing





# Index Activity

2022/03/31

## 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

0.01	3.84
1.49	6.72
5.05	- 1.27
0.45	1.86
0.36	1.03

## GLOBAL

MSCI World (ZAR)	<i>Local Equity Market</i>
MSCI World (\$)	<i>Local Equity Market - Capped</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

- 2.84	- 13.16
2.52	- 5.33
- 11.62	- 17.80
- 5.89	- 8.44
- 1.92	- 12.65
- 8.99	- 20.20



# Asset Class Returns

2022/03/31

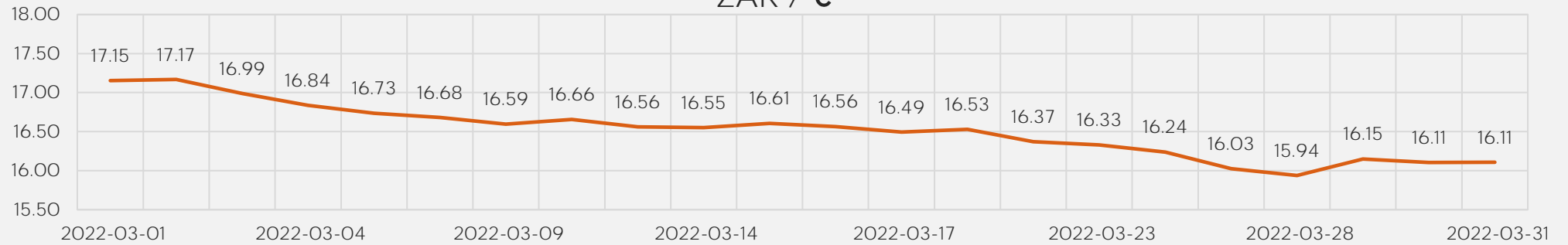
	1 MONTH	3 MONTHS	YTD	1 YEAR	3 YEARS	5 YEARS
BEST	Financial 12.19	Financial 20.18	Financial 20.18	Financial 49.70	Resources 27.68	Resources 26.63
	Property 4.40	Resources 19.02	Resources 19.02	Resources 32.67	Equities 14.21	Equities 11.40
	Bonds 0.45	Equities 3.84	Equities 3.84	Property 26.25	Bonds 8.43	Bonds 8.92
	Cash 0.36	Bonds 1.86	Bonds 1.86	Equities 18.61	Industrial 7.65	Financial 8.60
	Equities 0.01	Cash 1.03	Cash 1.03	Bonds 12.37	Financial 7.64	Cash 6.08
	Resources -1.05	Property -1.60	Property -1.60	Cash 3.94	Cash 5.23	Industrial 4.89
WORST	Industrial -4.29	Industrial -13.11	Industrial -13.11	Industrial -2.72	Property -4.71	Property -5.67



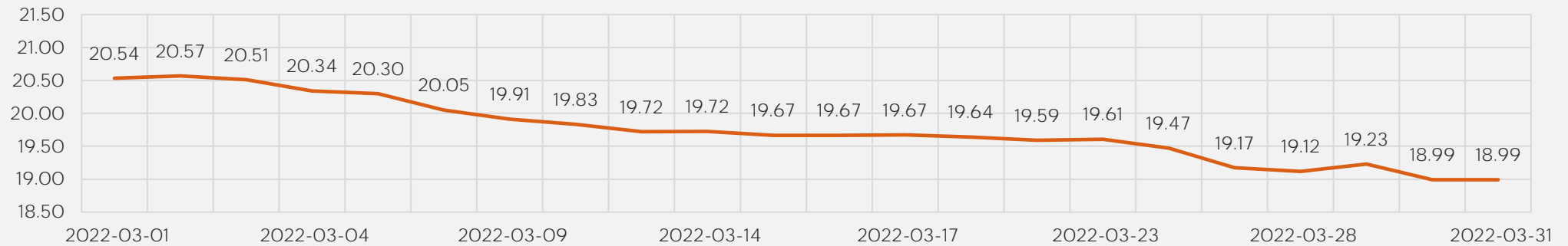
# Currency Comparisons

2022/03/31

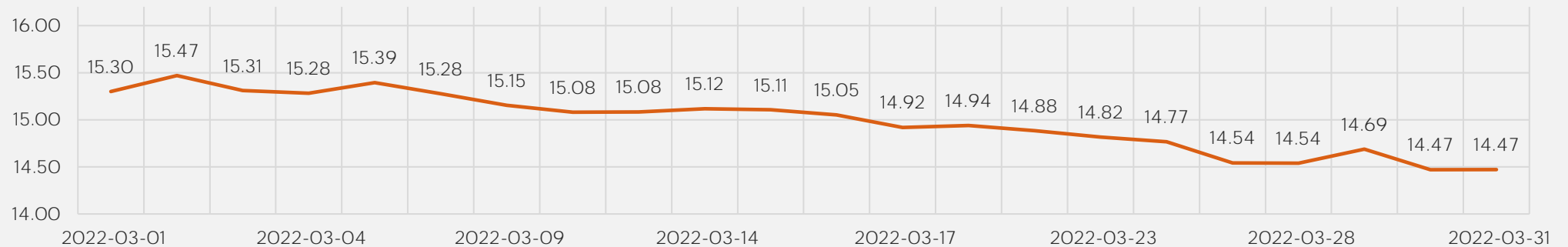
ZAR / €



ZAR / £



ZAR / \$

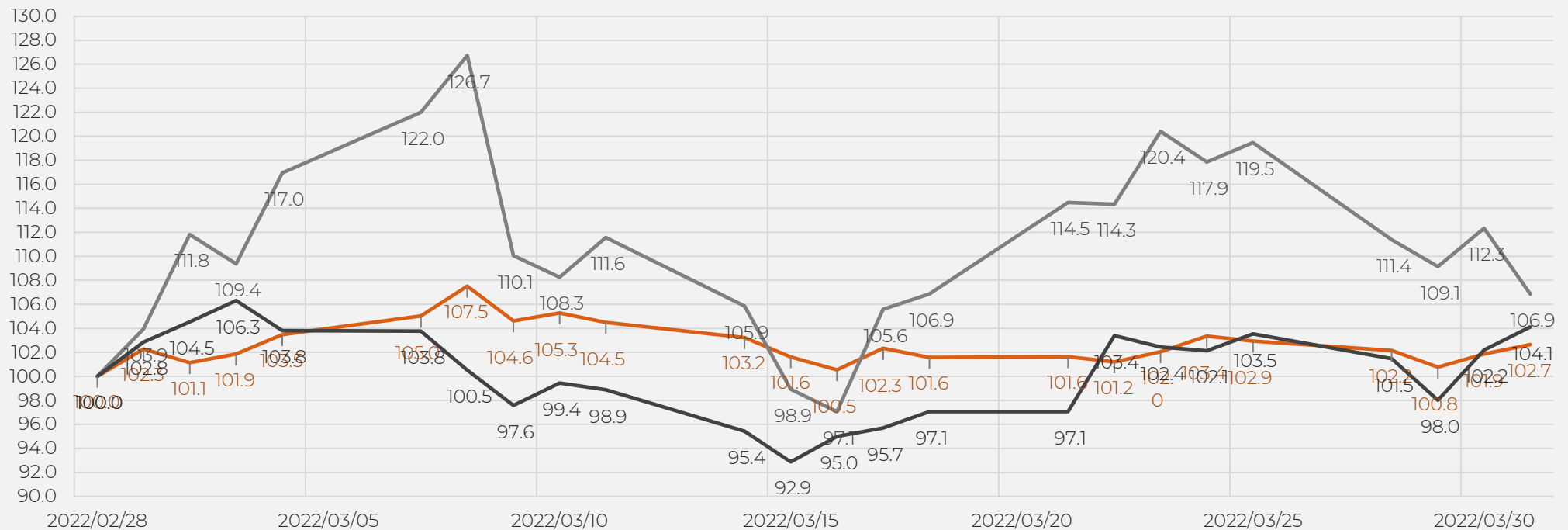




# Commodity Tracker

2022/03/31

S&P GSCI Gold TR Oil Price Brent Crude PR Industrial Metals Index



Commodities had a mixed month during March as industrial metals were up around 5% to 15%, but Platinum Group Metals (PGMs) were down 5% to 10%. Oil was up 6.9% and gold increased with 1.5%.



# What is going on across the globe

2022/03/31

SOUTH AFRICA

AMERICA

EUROPE

ASIA





# What is going on across the globe

2022/03/31

SOUTH AFRICA

AMERICA

EUROPE

ASIA



## Economic Climate



FOG/HAZEY



MOSTLY CLOUDY/PART SUN

## Political Temperature

MILD

MODERATE

GETTING HEATED



## News Headlines

The SA Government announced a reduction of R1.50 per litre on the fuel levy.  
The SARB increased interest rates by 0.25%.  
High commodity prices remain in favour of government revenues.



# What is going on across the globe

2022/03/31

- SOUTH AFRICA
- AMERICA
- EUROPE
- ASIA

## Economic Climate

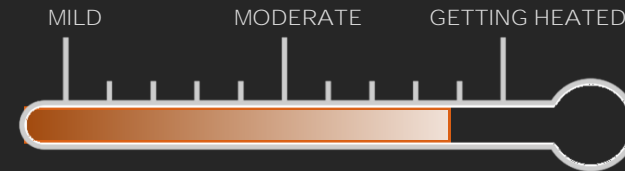


FOG/HAZEY



MOSTLY SUN/PART CLOUDY

## Political Temperature



## News Headlines

US annual inflation increased to 8.5%.

The Fed aims to introduce quantitative tightening from net month.

The US labour market continued to grow during March.







# What is going on across the globe

2022/03/31



- SOUTH AFRICA
- AMERICA
- EUROPE
- ASIA

## Economic Climate

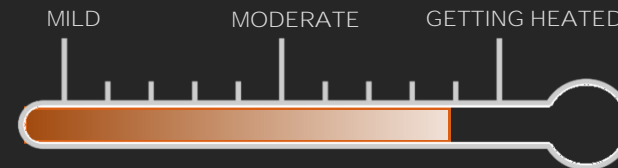


CHANCE RAIN



MOSTLY CLOUDY/PART SUN

## Political Temperature



## News Headlines

Sanctions with regards to energy markets remain a significant risk.  
 Europe may struggle to achieve expected growth rate.  
 European inflation levels may lead to interest rate hikes from the ECB.



# What is going on across the globe

2022/03/31



SOUTH AFRICA

AMERICA

EUROPE

ASIA

## Economic Climate

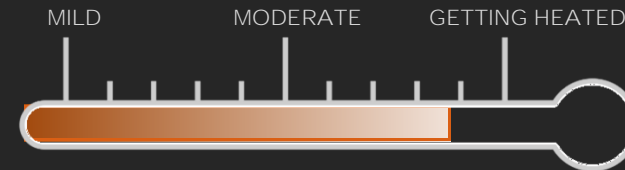


CHANCE RAIN



MOSTLY CLOUDY/PART SUN

## Political Temperature



## News Headlines

- China still aiming 5.5% growth for 2022.
- China is facing supply constrains due to lockdowns.
- Covid-19 cases spiked to highest levels in 2 years.



# What is going on across the globe

2022/03/31

## Geo-Economic Climate



CHANCE RAIN

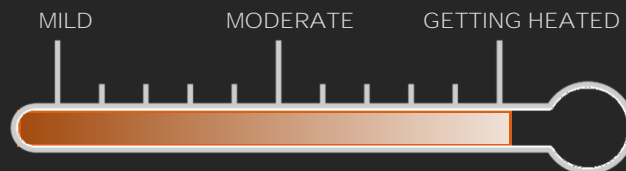


MOSTLY  
CLOUDY/PART SUN

## Outlook

Economic conditions have tightened. The cost of living has risen and policy and geo-political risks are high. The earnings growth outlook has deteriorated but remain positive. Rising bond yields, energy prices and supply disruptions will keep volatility elevated.

## Geo -Political Temperature





# Fairtree Funds

2022/03/31

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	-0.17	7.50	11.27	19.52	14.75
Fairtree Select Equity Prescient A1	5.61	11.75	21.03	18.83	-N/A
Fairtree Balanced Prescient A1	-1.20	1.07	7.53	15.45	12.09
<b>Multi - Managed Funds</b>					
Fairtree Invest Strategic Fac Prscnt A1	-0.26	0.97	12.84	-N/A	-N/A
Fairtree Flex Balanced Prescient A1	-0.27	0.41	11.25	6.31	6.52
Fairtree WW MultiStrat Flex Prescient A1	-1.62	-4.57	3.40	6.72	-N/A
<b>Global Funds</b>					
Fairtree Glb RE Prescient Feeder Fd A1	-0.82	-11.18	11.35	6.22	8.98
Fairtree Global Emerging Mkts Prscnt A1	-6.73	-17.31	-18.70	-N/A	-N/A
Fairtree Global Equity Prescient A1	-4.35	-13.69	7.55	14.60	13.07
<b>Income Funds</b>					
Fairtree Flex Income Plus Prescient A1	0.69	1.22	5.87	7.08	8.44
Fairtree ALBI Plus Prescient A1	0.33	0.92	11.65	8.04	-N/A
Fairtree Money Market Prescient A1	0.30	0.97	3.89	5.10	-N/A



# Fairtree Funds

2022/03/31

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	-0.26	-1.22	6.30	7.96	8.44
Fairtree Moderate House View	-0.33	-0.81	6.77	9.45	9.49
Fairtree Balanced House View	1.48	1.96	11.20	12.68	11.73
<b>Post - Retirement Illustration</b>					
Fairtree Post - Retirement Illustration	0.93	0.77	9.97	11.88	11.45



# Fairtree Funds

2022/02/28

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	15.33	18.77	33.89	29.59	25.07
Fairtree Wild Fig Mul Strategy	5.15	6.58	25.32	22.97	17.69
Fairtree Woodland Mul Strategy	0.64	2.01	10.14	14.80	12.71
<b>Retail Hedge Fund</b>					
Fairtree Fixed Income SNN	2.88	0.59	8.61	8.66	8.25
Fairtree Proton RCIS	1.36	1.90	5.88	7.88	8.85
<b>Portfolios</b>					
Fairtree Growth Hedge Fund of Funds	6.41	8.00	22.92	21.73	17.74



# Fairtree Funds

2022/02/28

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 (7.5% HF)	1.15	-0.16	8.30	9.53	9.51
Fairtree Moderate Houseview (7.5% HF)	1.84	0.28	9.63	10.80	10.43
Fairtree Balanced Houseview (7.5% HF)	3.20	1.14	12.78	12.98	12.28
<b>Post - Retirement Portfolios</b>					
Fairtree Post-Retirement Illustration (15% HF)	1.20	-0.12	8.75	9.94	10.19



# Market Commentary

2022/03/31

## SOUTH AFRICA

Economic data from South Africa came out better than expected during March. Household spending remains at high levels, despite high unemployment levels and increasing fuel and food prices. The South African Government announced a reduction of R1.50 per litre on the fuel levy. High commodity prices remained in favour of exports and government revenues during March. Headline inflation has increased during March and should remain around 6% for the next few months, while core inflation remains within expectation of 3-4%. The South African Reserve Bank (SARB) announced a 0.25% rate hike in March, but could potentially feel pressure to increase rates at a faster pace from May.

## AMERICA

Annual inflation increased to 8.5% during March, whereas the Fed accelerated their guidance of interest rate hikes to combat the rapidly increasing inflation. US investors expect the Fed to hike interest rates to around 2.5% by the end of the year and to introduce quantitative tightening (QT), the selling of assets, from next month. The inversion of the yield curve reflects concerns of a recession over the next 12 to 24 months. The US labour market continued to grow during March with around 500-600 jobs per month supported by consumer savings and strong balance sheets that should offset the rising cost of living and negative real income.

## EUROPE

The ongoing war between Russia and Ukraine lead to increased tension between western nations along with economic sanctions. Sanctions with regards to energy markets remain a significant risk and may put more pressure on European households and industrial production. Europe may struggle to achieve expected growth levels, as investor confidence decreased to recessionary levels during March. There is no indication of an economic meltdown or a systemic financial crisis in Europe, as no core European country has more than 2% of its economy directly linked to trade with Russia. The rising European inflation levels may lead to interest rate hikes from the European Central Bank (ECB) at the end of the year.

## ASIA

Weaker global economic growth does not deter China, which is aiming to achieve 5.5% growth for 2022, although share prices decreased sharply during March. Credit and fiscal easing are slowly building, but the Chinese health policy is countering these measures, due to increasing Covid cases and newly imposed lockdowns in many cities including Shanghai. Covid-19 cases spiked to the highest levels in 2 years, despite the Chinese government implementing one of the harshest virus elimination policies. These strict lockdown measures are causing supply constrains in China, especially with regards to food supplies.