March 2017

		Fund			S&P500 Index	
		Performance	*Inception to Date*		*Performance*	*Inception to Date*
2005		**+14.01%**	**+14.01%**		**+4.78%**	**+4.78%**
2006		**+16.91%**	**+33.29%**		**+13.62%**	**+19.05%**
2007		**+4.06%**	**+38.70%**		**+3.53%**	**+23.25%**
2008		**-47.99%**	**-27.86%**		**-38.49%**	**-24.18%**
2009		**+42.74%**	**+2.97%**		**+23.45%**	**-6.40%**
2010		**+24.94%**	**+28.65%**		**+12.78%**	**+5.57%**
2011		**+1.79%**	**+30.96%**		**0.00%**	**+5.56%**
2012		**+24.17%**	**+62.61%**		**+13.41%**	**+19.71%**
2013		**+42.96%**	**+132.46%**		**+29.60%**	**+55.15%**
2014		**+3.92%**	**+141.59%**		**+11.39%**	**+72.82%**
2015		**-2.10%**	**+136.51%**		**-0.73%**	**+71.56%**
2016		**+31.95%**	**+212.07%**		**+9.54%**	**+87.93%**
	MTD	*YTD*	*ITD*	*MTD*	*YTD*	*ITD*
Jan 2017	**-1.42%**	**-1.42%**	**+207.46%**	**+1.79%**	**+1.79%**	**+91.29%**
Feb 2017	**+1.63%**	**+0.13%**	**+212.48%**	**+3.72%**	**+5.57%**	**+98.40%**
Mar 2017	**-0.67%**	**-0.54%**	**+210.38%**	**-0.04%**	**+5.53%**	**+98.33%**

In March, the S&P500 fell by 0.04% and the Fund fell by 0.67% as we continued our under-performance in line with small- and value-based indices. Bonds performed well as the growth assumptions made on election promises continued to be challenged. Signs grew that the complacent sideways movement of our stocks was progressing to concern, as short interest on the Russell 2000 futures grew to the highest since the Spring 2016 low and we sold off more sharply on a relative basis after the failure of health care reform on March 27th, only to then recover again.

Our view remains that the rise in cultural protectionism is a secular trend and the US election just gave it a short-term acceleration and excess which is being worked off. This steady erosion is now increasing in volatility as its trend seems to become more inevitable. However, it is insufficiently scary to declare this is capitulation and a give-up of the whole theme.

We have no retail, where sectors are falling like dominoes as Amazon extends its reach, and no energy, where values are reduced to cashflows of declining asset prices. We hold on to our domestic plays waiting for real strength in the economy to take over from falling confidence in political ability.