June 2022

		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
2017		**+13.43%**	**+254.00%**		**+19.42%**	**+124.42%**
2018		**-20.44%**	**+181.65%**		**-6.24%**	**+110.42%**
2019		**+27.60%**	**+259.39%**		**+28.88%**	**+171.19%**
2020		**+16.17%**	**+317.49%**		**+16.26%**	**+215.28%**
2021		**+35.18%**	**+464.37%**		**+26.89%**	**+300.07%**
Jan 2022	**-4.55%**	**-4.55%**	**+438.69%**	**-5.26%**	**-5.26%**	**+279.03%**
Feb 2022	**+1.94%**	**-2.70%**	**+449.13%**	**-3.14%**	**-8.23%**	**+267.15%**
Mar 2022	**-0.47%**	**-3.16%**	**+446.56%**	**+3.58%**	**-4.95%**	**+280.28%**
Apr 2022	**-5.54%**	**-8.53%**	**+416.23%**	**-8.80%**	**-13.31%**	**+246.83%**
May 2022	**+1.33%**	**-7.32%**	**+423.10%**	**+0.01%**	**-13.30%**	**+246.85%**
Jun 2022	**-11.82%**	**-18.27%**	**+361.24%**	**-8.39%**	**-20.58%**	**+217.74%**

In June the Fund was down by 11.82% while the S&P500 dropped by 8.39%. Sterling holders were down 7.93% as the pound fell from $1.259 to $1.206. All indices were down with a remarkable uniformity. The S&P400 (mid-cap) was worse at -10% and the value indices were a bit worse which was consistent with bonds being up. The month continued the downward pattern we had seen all year until June 8th when everything fell on the prospects of a worldwide recession. We did worse because of our overweight position in commodities. The primary producers which had saved us all year became the worst performers and there was nowhere left to hide.

The main contributor to our poor performance was our overweight energy position. Even though we had taken a few profits by selling SM Energy, Murphy and Cenovus in late May and early June, it was by no means enough. The continued deep pessimism meant anything which depended on economic activity was vulnerable. The only group to hold ground was consumer staples but being already more expensive than the market, yet growing more slowly long term, they are of no interest to us.

Signs of recession are growing and the sharp falls will likely weaken the Fed's hawkish resolve. Additionally, increased political division, exacerbated by the Supreme Court, also makes it less likely interest rates will be allowed to generate a steep recession at this time. Consequently, we expect continued flip-flopping from the Fed which will embed inflation at a higher level.

For ourselves, we have fallen back but still feel that record housing equity and high savings will insulate the better off and the cash flows being generated from energy stocks makes them very cheap compared with past cycles. The mood of the market is bleak leaving most of our stocks discounting quite a reasonable catastrophe at these levels. We cannot say that we must now be safe because bad or good markets can always go on longer than expected. However, with the cheapness of the portfolio we feel that it's difficult to get too concerned at these levels.