



WARATAH

Second Quarter 2020 Waratah Investor Letter

Dear Investor,

	Q2 2020	YTD	Average Annual	Annualized Volatility
Waratah One	1.2%	5.7%	5.5%	3.8%
Waratah One X	1.9%	8.7%	7.8%	5.4%
Waratah Performance	5.9%	10.3%	10.5%	7.3%
Waratah Income*	10.4%	0.9%	7.4%	7.3%
Waratah Alternative ESG	3.9%	10.5%	17.5%	5.7%

*Income Class F (No Class A available)

Introduction

Commentary by Blair Levinsky

July 1st, 2020 marks the 10 year anniversary of Waratah. Looking back, we had some good tailwinds on our launch in the second half of 2010. This was soon followed by tremendous market volatility and a sharp sell-off attributed to the 9.1 magnitude earthquake which struck Japan and threatened several nuclear power reactors in March 2011. This same pattern of strong markets being interrupted by sudden and severe sell-offs would continue for the next decade. Each time investors' faith would be questioned as they witnessed catastrophic consequences for their investment portfolio in only a few days, only to have those fears resolved by the return of prior upward market trajectory.

Contrasting this during the same time period, the Waratah Funds only experienced modest participation in these sharp drawdowns, all the while meeting our long-term risk and return targets, after all fees.

We often hear from colleagues in the industry that we do it the hard way, which we agree with, but this is ingrained in our investment DNA and our firm culture: to avoid the big sell-offs and generate high quality and less stressful investment

To continue reading please contact us. We look forward to sharing our client materials with you.