



GFI Investment Counsel Ltd.

Preserving and growing family capital™



GFI Good Opportunities Fund

WINNER OF THE 2020
CANADIAN HF AWARDS
Overall Best Hedge Fund
1st Place

"If you are not willing to own a stock for 10 years, do not even think about owning it for 10 minutes."

– Warren Buffett

Second Quarter 2022 Commentary

Good Opportunities Fund

Dear Valued Client,

Economic and geopolitical events resulted in virtually all Fund holdings declining over the first half of 2022. Against this backdrop, we sold two existing portfolio holdings, purchased two new holdings and initiated two short positions. That said, the majority of the Fund remains invested in the businesses that have provided unitholders strong returns over the past many years. As difficult as market declines can be, we know from experience that the best course of action is to remain calm and focus on the long-term sustainability of our investments. Periods like these have been key determinants in long-term investment success. Selling equities during downturns has historically been the biggest mistake investors can make. We believe that, over time, the businesses we own will continue to provide attractive real returns and fight inflation more effectively than the available alternatives.

Owing to last year's stock-shorting frenzy (Gamestop, etc.), the Fund entered 2022 with no short positions. This positioning negatively impacted the Fund's year-to-date return. We will continue to add short positions in the coming months as our research uncovers additional opportunities.

We are excited about the newer securities we purchased for the Fund, and we look forward to the returns we believe they are capable of achieving.

Thank you for continuing to trust us with your assets. We ask, as always, that you please give us a call if you have any questions or concerns that you would like to discuss.

Daniel Goodman, CFA
Chief Executive Officer

Effie Wolle, CFA
President and Chief Investment Officer