Clark Street Value

Posted by Clark Street Value at 12:00 AM

Year End 2021 Portfolio Review

Dear Fellow Shareholders,

The Clark Street Value Fund (CSV) ended the year with a net asset value of $1,000,000 and 1,000 shares outstanding with a net asset value per share of $1,000. For the year, it produced a net loss of -1.0%. Cash equivalents generated a -1.0%. Short-term storage costs, which are included in the fund's expenses, generated a -1.0%. The fund's net loss for the year was -1.0% versus a +1.0% gain for the Russell 2000 Value Index. The fund's net loss for the last three years was -1.0% versus a +1.0% gain of the Russell 2000 Value Index. The fund's net loss since its inception in 2018 was -1.0% versus a +1.0% gain for the Russell 2000 Value Index. The fund's net loss since its inception in 2018 was -1.0% versus a +1.0% gain for the Russell 2000 Value Index.

	Clark Street Value	Russell 2000 Value
2018	-1.0%	-1.0%
2019	-1.0%	-1.0%
2020	-1.0%	-1.0%
2021	-1.0%	-1.0%
3 yrs	-1.0%	-1.0%
4 yrs	-1.0%	-1.0%
Since Inception (2018)	-1.0%	-1.0%

Since its inception (when portfolio stocks were purchased), the fund's net asset value per share has risen (and sunk), and the Russell 2000 Value Index has risen (and sunk) in the following manner: -1.0% versus -1.0% for the first quarter, -1.0% versus -1.0% for the second quarter, -1.0% versus -1.0% for the third quarter, and -1.0% versus -1.0% for the fourth quarter.

With the exception of the year-end, the fund's net asset value per share has risen (or fallen) in the first half versus the second half. For example, the fund's net asset value per share was -1.0% versus -1.0% for the first half versus -1.0% versus -1.0% for the second half. The fund's net asset value per share was -1.0% versus -1.0% for the first half versus -1.0% versus -1.0% for the second half. The fund's net asset value per share was -1.0% versus -1.0% for the first half versus -1.0% versus -1.0% for the second half.

Thoughts on Investing

Warren Buffett's annual letter to his company, Berkshire Hathaway, is a must read for investors. Unfortunately, I disagree with his observation that "[a]ll in all, investing will be rewarding over the next decade, but not to the extent it has been in the past." Instead, I agree with Jeremy Grantham's view that "[a]ll in all, investing will be rewarding over the next decade, but not to the extent it has been in the past." Both Buffett and Grantham are well-known, well-regarded, and well-quoted. Nevertheless, I believe Grantham's view is more in line with reality than Buffett's view. Grantham's view is more in line with reality than Buffett's view. Grantham's view is more in line with reality than Buffett's view.

Buffett and Grantham aside, I believe that the current environment is one in which patience will be rewarded. Patience will be rewarded. Patience will be rewarded.