

# MONTAKA GLOBAL ACCESS FUND

## MONTHLY INVESTMENT REPORT



MAY 2016

UNIT PRICE # \$0.9499

### FUND COMMENTARY

In the month of May, the Montaka Global Access Fund increased by 8.86%, net of fees. Since inception<sup>1</sup>, the Montaka Global Access Fund was down by 5.01%, net of fees, versus the global market<sup>2</sup> which was down by 2% over the same period, in Australian dollar terms.

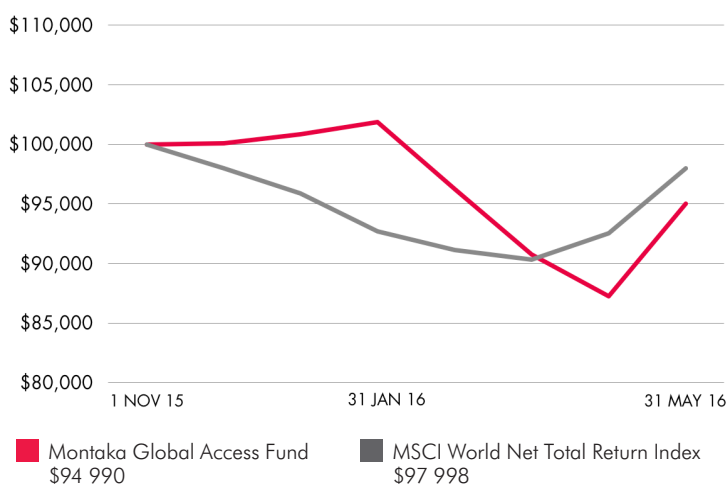
May marked a return to some resemblance of normality under which stocks of high quality businesses that were undervalued increased; and stocks of poor quality businesses that were overvalued decreased. This was the opposite of what we had been observing in previous months.

In terms of attribution, both Montaka's long and short portfolios added value during the month. There were some stand-out performers, particularly in Montaka's long portfolio: Insperity (NYSE: NSP), up 36%; Take-Two Interactive (NASDAQ: TTWO), up 14% and REA Group (ASX: REA), up 10%, all in local currency. The sharp fall in the Australian dollar by nearly 5%, relative to the US dollar, also benefited our investors given the Fund's large weighting to US dollar-denominated earnings streams and cash holdings.

At month end, the net exposure of the Fund was 47.5%. We are currently finding it much easier to identify attractive short candidates versus long candidates; and would therefore expect the Fund's net exposure to continue to decline over time. We believe the second half of 2016 is shaping up to be a particularly prospective period for Montaka.

Finally, we continue to urge our investors to take a long term view when investing in equities. This year has certainly been characterized by volatile equity markets; and in addition to this, a volatile Australian dollar. The combination of these two things creates a lot of noise in month-to-month returns. Remember, short-term price movements are not the same as long-run expected returns. It is the latter we are striving to maximize for our investors.

### FUND PERFORMANCE<sup>1</sup>



1) Inception: 1 November 2015

2) MSCI World Net Total Return Index in Australian dollar terms

### PERFORMANCE ATTRIBUTION (%)

	May 2016
Long portfolio contribution	2.95
Short portfolio contribution	1.04
Change in AUD/USD	4.87
Net return	8.86
Since inception <sup>1</sup>	-5.01

### EXPOSURES\* (as at 31 May 2016)

	% of NAV
Long exposure	94.0
Less: short exposure	(46.5)
Net market exposure	47.5

### POSITION METRICS\* (as at 31 May 2016)

	Long Portfolio	Short Portfolio
Number of positions	23	37
Largest position size	6.4	2.5
Smallest position size	2.1	0.3
Average position size	4.1	1.3

Note: sizes shown as % of NAV

### TOP 10 LONG POSITIONS\* (as at 31 May 2016)

	% of NAV
1 REA Group	6.4
2 Insperity	6.3
3 Playtech	6.3
4 Foot Locker	5.5
5 Apple	5.4
6 Essilor	5.4
7 Ross Stores	4.8
8 CVS Health	4.8
9 Take-Two Interactive	4.5
10 Aetna	4.2
Total top 10 long positions	53.6

### FUND SIZE (NAV) (\$M) (as at 31 May 2016)

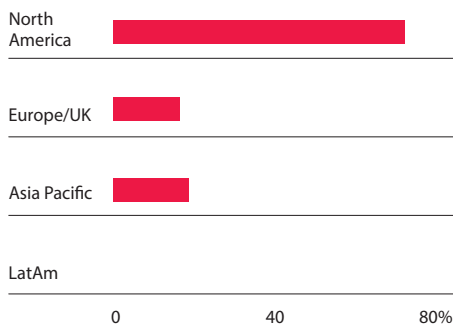
Montaka Global Fund	138
of which: Montaka Global Access Fund	57

\* all exposures, metrics & positions are derived from the underlying investment fund  
# The fund is forward priced; you will receive the price struck subsequent to the receipt of your application/ redemption request.

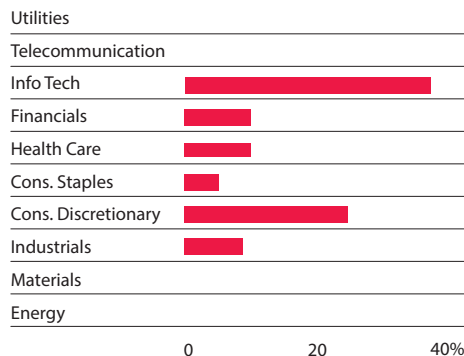
MAY 2016

### LONG PORTFOLIO\*

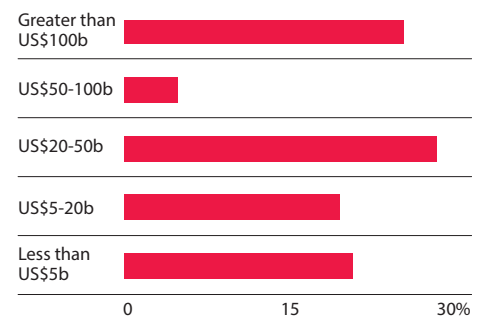
#### GEOGRAPHIC EXPOSURE (Country of domicile)



#### INDUSTRY EXPOSURE

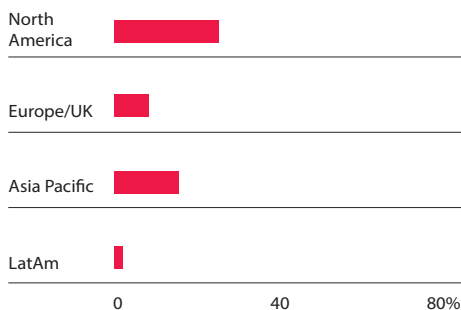


#### MARKET CAP EXPOSURE

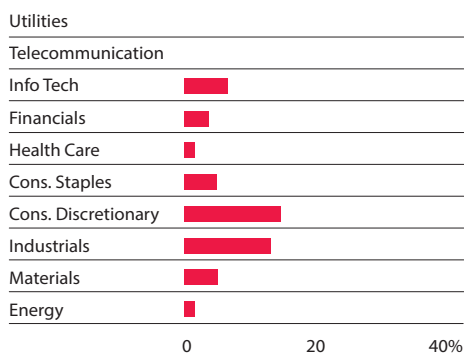


### SHORT PORTFOLIO\*

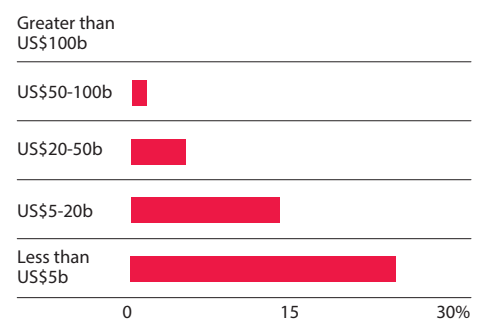
#### GEOGRAPHIC EXPOSURE (Country of domicile)



#### INDUSTRY EXPOSURE



#### MARKET CAP EXPOSURE



Note: exposures shown as % of NAV

\* all exposures, metrics & positions are derived from the underlying investment fund

### INVESTMENT MANAGER

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### DISCLAIMER

#Fund performance is calculated after fees and costs, including the investment management fee and performance fee. All returns are on a pre-tax basis.

This report was prepared by Montgomery Global Investment Management Pty Ltd, (ACN 604 878 533) (CAR) #001 007 050 (Montgomery) the investment manager of the Montaka Global Access Fund (ARSN 607 245 643). The responsible entity of The Fund is Fundhost Limited (ABN 69 092 517 087) (AFSL No: 233 045) (Fundhost). This document has been prepared for the purpose of providing general information, without taking account your particular objectives, financial circumstances or needs. You should obtain and consider a copy of the Product Disclosure Statement (PDS) relating to The Fund before making a decision to invest. While the information in this document has been prepared with all reasonable care, neither Fundhost nor Montgomery makes any representation or warranty as to the accuracy or completeness of any statement in this document including any forecasts. Neither Fundhost nor Montgomery guarantees the performance of The Fund or the repayment of any investor's capital. To the extent permitted by law, neither Fundhost nor Montgomery, including their employees, consultants, advisers, officers or authorised representatives, are liable for any loss or damage arising as a result of reliance placed on the contents of this document. Past performance is not indicative of future performance.