

## INVESTMENT REPORT

AUGUST 2021

### ABOUT THE FUND

Montaka Global is a specialist global equities manager committed to achieving superior long-term compounding of investor capital, alongside the capital of our principals, team, and owners.

The Montaka Global Access Fund can play a leading role in this mission.

Investors in the Fund benefit from our deep expertise, research, and insights to identify high-conviction long-duration opportunities through a concentrated global equities portfolio, with a particular focus on drawdown protection.

The Fund is highly focussed on investing in long-term winners in attractive markets when they are undervalued. The Fund also short-sells single stocks and ETFs to make additional investments in these winners with the proceeds and as an absolute profit centre. Further use of shorting aims to significantly protect capital against market drawdowns by reducing the net market exposure of the Fund typically to between 30% and 70%. Put options can be used to hedge tail risks.

Investors can invest and redeem monthly at net asset value by applying and redeeming directly with the Fund.

### TOP 10 HOLDINGS

1	Blackstone	10.5%	6	Microsoft	9.8%
2	Facebook	10.4%	7	Amazon	9.0%
3	Alphabet	10.4%	8	ServiceNow	9.0%
4	Flutter	10.0%	9	Tencent	8.2%
5	Unity	9.9%	10	Carlyle	7.4%
Total top 10 holdings					94.6%

### PERFORMANCE

	FUND	NET EXPOSURE <sup>1</sup>
1 month	5.3%	79%
3 month	17.3%	82%
6 month	19.5%	86%
1 year	11.0%	79%
3 year (p.a.)	(1.8%)	58%
5 years (p.a.)	4.0%	53%
Since inception <sup>2</sup> (p.a.)	2.3%	52%
Since inception <sup>2</sup>	14.5%	52%
Strategy <sup>3</sup> :		
Since inception (p.a.)	4.4%	52%
Since inception	30.8%	52%

All holdings, performance, exposures and position metrics to 31st August 2021 and based on Montaka Global Fund, the underlying fund that the Fund invests in. Top 10 holdings are long positions. Performance is after all fees and costs. Past performance is not indicative of future performance.

1. Average net exposure to the market.

2. Inception 1<sup>st</sup> November 2015.

3. Performance for Montaka Global Fund, the underlying fund that the Fund invests in. Inception 1<sup>st</sup> July 2015.

### FUND FACTS

Fund	Montaka Global Access Fund
Investment manager	Montaka Global Pty Ltd
Portfolio managers	Andrew Macken, Christopher Demasi
Fund structure	Open-ended unlisted unit trust
Inception date	1 <sup>st</sup> November 2015
Unit price	A\$0.9907
Fund size	A\$32M
Invest/redeem	<u>Apply/redeem</u> directly with the Fund
Pricing	Monthly at net asset value
Currency hedging	Typically 50% hedged
Website	<a href="http://www.montaka.com/mgaf">www.montaka.com/mgaf</a>

### TOP MEGA-TRENDS

1	Digital enterprise	36%
2	Digital consumer	31%
3	Alternative asset managers	27%
4	Digital Asia	19%
5	Data assets & digital networks	17%
6	Digital SME	16%

### CONTACT DETAILS

#### PRIVATE CLIENTS

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#### INTERMEDIARIES

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#### OFFICE

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The performance chart of the Fund can be viewed [here](#).

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### FUND COMMENTARY

The second quarter reporting period continued in August, with excellent results and progress achieved by several more portfolio companies including Flutter, Unity, Alibaba, Tencent and Salesforce. We were pleased to see them extend their leadership in some of the most exciting markets in the world.

Flutter, a leader in online sports betting, gave a deep dive into its tremendous opportunity in the US market as more states legalise sports gambling over the Internet. Flutter's FanDuel brand increased its dominance in the six largest US states to 'go live' so far, increasing its overall share in the US to 45%, and cementing its winning position in a market that will explode to be worth more than \$34 billion over the next decade.

In China regulatory measures introduced to limit activities in certain sectors caused selling pressure for Chinese stocks more broadly, including portfolio holdings Alibaba and Tencent. However, we believe the market misinterpreted these actions by Chinese policymakers as reflective of a government with intentions to restrain all for-profit corporations and impair foreign capital, rather than the few that impede the CCP's ambitions.

In our view both Alibaba and Tencent are positioned to continue winning because their existing and new businesses are advancing the digital transformations of Chinese consumers and enterprises required to achieve the CCP's goals of social harmony and economic prosperity. This was underscored in the latest company reports.

Alibaba served 912 million consumers on its Chinese e-commerce platforms, and its cloud computing business reached \$10 billion in annualized revenues. Tencent's communication and productivity cloud software, combining the Chinese versions of Salesforce, Zoom and Microsoft Office, has only just begun to monetize but is already emerging as a leader in a potential multi-trillion-dollar market.

As portfolio companies continue to build value, we view any near-term share price weakness as an opportunity to own more of these wonderful long-term compounding opportunities.

### FUND EXPOSURES<sup>4</sup>

Top 10 holdings	94.6%
Long exposure	146.7%
Short exposure	67.9%
Gross exposure (long+short)	214.6%
Net exposure (long-short)	78.8%
Adjusted net exposure <sup>5</sup>	76.3%
A\$ currency exposure <sup>6</sup>	8.3%

### POSITION METRICS

	LONG	SHORT
Number of positions <sup>4</sup>	24	28
Position sizes <sup>7</sup> (net, % of NAV):		
Largest	10.5%	2.7%
Smallest	0.5%	0.4%
Average	6.1%	1.3%

All holdings, performance, exposures and position metrics to 31st August 2021 and based on Montaka Global Fund, the underlying fund that the Fund invests in. Top 10 holdings are long positions. Performance is after all fees and costs. Past performance is not indicative of future performance.

4. Includes ETFs. ETF exposure shown on look-through basis, except Market Capitalisation Exposure.

5. Includes effect of put options as market hedges.

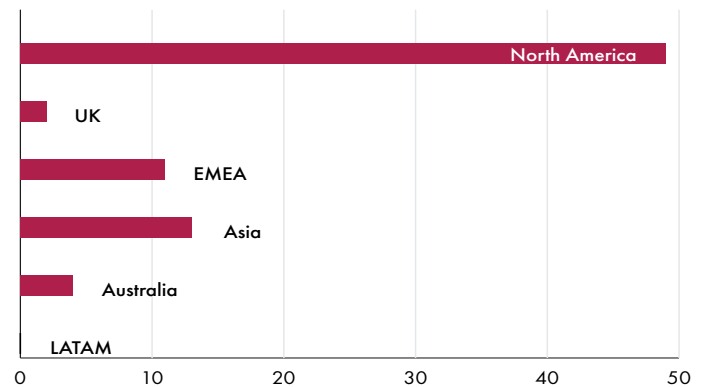
6. A\$ currency exposure shown on look-through earnings basis of portfolio holdings and includes the effect of currency forwards.

7. Excludes ETFs.

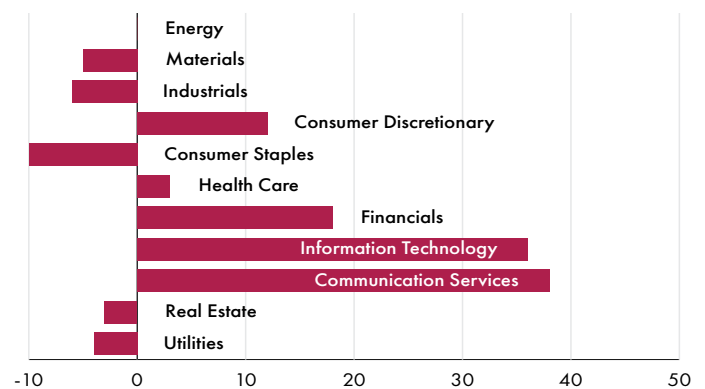
8. Country of domicile.

Performance is calculated after fees and costs, including the investment management fee and performance fee, but excludes the buy/sell spread. All returns are on a pre-tax basis. This report was prepared by Montaka Global Pty Ltd, (ACN 604 878 533) AFSL 516 942 the investment manager of the Montaka Global Equities Fund. The issuer of units in of the Montaka Global Equities Fund is the Fund's responsible entity Perpetual Trust Services Limited ACN 000 142 049 (AFSL 236648). Copies of the PDS are available from Montaka Global (02) 7200 0100. Before making any decision to make or hold any investment in the Fund you should consider the PDS in full. The information provided is general information only and does not take into account your investment objectives, financial situation or particular needs. You should consider your own investment objectives, financial situation and particular needs before acting upon any information provided and consider seeking advice from a financial advisor or stockbroker if necessary. You should not base an investment decision simply on past performance. Past performance is not an indicator of future performance. Returns are not guaranteed and so the value of an investment may rise or fall. To the extent permitted by law, no liability is accepted for any loss or damage as a result of any reliance on this information.

### GEOGRAPHIC EXPOSURE<sup>4,8</sup> (net, % of NAV)



### INDUSTRY EXPOSURE<sup>4</sup> (net, % of NAV)



### MARKET CAPITALISATION EXPOSURE<sup>4</sup> (net, % of NAV)

