

INVESTMENT REPORT

FEBRUARY 2022

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 underlying fund that the Montaka Global Access Fund invests in is highly focussed on investing in long-term winners in attractive markets when they are undervalued and can short-sell 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	Microsoft	10.9%	6	ServiceNow	10.1%
2	Blackstone	10.9%	7	Meta	9.2%
3	Amazon	10.8%	8	Unity	9.0%
4	Alphabet	10.7%	9	Carlyle	8.7%
5	Salesforce	10.5%	10	Tencent	8.7%
Total top 10 holdings					99.3%

PERFORMANCE

	FUND	NET EXPOSURE ¹
1 month	-12.2%	79%
3 month	-21.6%	80%
6 month	-17.0%	79%
1 year	-0.8%	82%
3 year (p.a.)	-7.3%	63%
5 years (p.a.)	0.0%	56%
Since inception ² (p.a.)	-0.8%	54%
Since inception ²	-5.0%	54%
Strategy ³ :		
Since inception (p.a.)	1.2%	54%
Since inception	8.1%	54%

All holdings, performance, exposures and position metrics to 28th February 2022 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 1st November 2015.

3. Performance for Montaka Global Fund, the underlying fund that the Fund invests in. Inception 1st 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 st November 2015
Unit price	A\$0.8227
Invest/redeem	<u>Apply/redeem</u> directly with the Fund
Pricing	Monthly at net asset value
Currency hedging	Typically 50% hedged
Website	montaka.com/variable-net/mgaf/

TOP MEGA-TRENDS

1	Digital enterprise	42%
2	Digital consumer	31%
3	Alternative asset managers	28%
4	Data assets & digital networks	22%
5	Digital Asia	22%
6	Digital SME	15%

CONTACT DETAILS

PRIVATE CLIENTS

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INTERMEDIARIES

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

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FUND COMMENTARY

Global equity markets continued to sell off in February. Fears over inflation and interest rate increases – particularly in the US – were major contributors to price declines.

Towards the end of the month, of course, Russian armed forces invaded Ukraine and continue to inflict pain and suffering. These tragic events resulted in strong sanctions against Russian companies, individuals and the central bank – crippling the domestic economy almost overnight. (Montaka does not have any material investments in the region).

The conflict is displacing supplies of energy and food in global markets – further adding to input cost inflation and fears of further monetary tightening.

Purely from an investment perspective, the opportunities that are on offer today are extraordinarily compelling. For many of the world's highest quality businesses, we find their current stock prices to be materially oversold and not reflective of their intrinsic long-term value.

Take Salesforce, for example. In recent days, the business reported an extraordinary set of results with increased guidance of revenue growth and future profitability. Its competitive position continues to strengthen, consensus profit forecasts continue to increase – and yet, its stock price is down by more than 30% in just four months.

Or Meta Platforms (formerly Facebook), which saw its stock decline significantly on announcing its results at the beginning of the month (see our January investment report for more details). Subsequent investigations undertaken over recent weeks continue to support our initial hypothesis that Meta's stock price decline is materially overdone.

Finally, we published Montaka's latest detailed whitepaper on artificial intelligence (AI) and important implications for investors. (Please refer to the March edition of Montaka's Monocle). Based on our analysis, we see the world's leading hyperscalers, including Amazon, Microsoft and Alphabet, as one of the safest and surest ways to profit from AI long-term. This explains why these extraordinary businesses continue to dominate Montaka's top 10 holdings.

FUND EXPOSURES⁴

Top 10 holdings	99.3%
Long exposure	159.9%
Short exposure	81.0%
Gross exposure (long+short)	240.9%
Net exposure (long-short)	78.9%
Adjusted net exposure ⁵	78.9%
A\$ currency exposure ⁶	39.1%

POSITION METRICS

	LONG	SHORT
Number of positions ⁴	24	27
Position sizes ⁷ (net, % of NAV):		
Largest	10.9%	4.3%
Smallest	0.3%	0.7%
Average	6.7%	1.9%

All holdings, performance, exposures and position metrics to 28th February 2022 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.

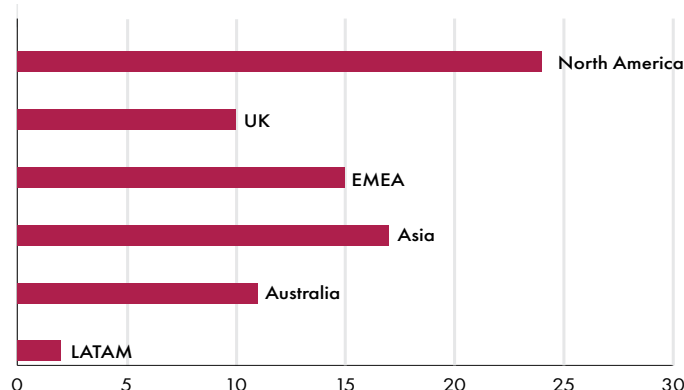
6. A\$ currency exposure shown on look-through earnings basis of portfolio holdings and includes the effect of currency forwards.

7. Excludes ETFs.

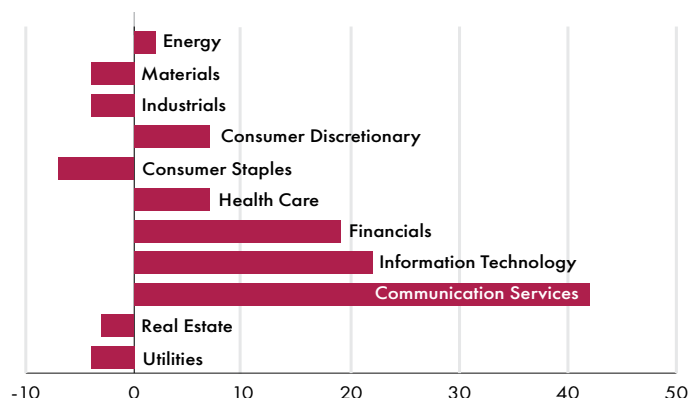
8. Shown on look-through earnings basis

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 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. Available here: <https://fundhost.com.au/fund/montaka-global-access-fund/>. While the information in this document has been prepared with all reasonable care, neither Fundhost nor Montaka makes any representation or warranty as to the accuracy or completeness of any statement in this document including any forecasts. Neither Fundhost nor Montaka guarantees the performance of the Fund or the repayment of any investor's capital. To the extent permitted by law, neither Fundhost nor Montaka, 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.

GEOGRAPHIC EXPOSURE^{4,8} (net, % of NAV)



INDUSTRY EXPOSURE⁴ (net, % of NAV)



MARKET CAPITALISATION EXPOSURE⁴ (net, % of NAV)

