

INVESTMENT REPORT

JANUARY 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	Blackstone	10.7%	6	Amazon	9.3%
2	Meta	10.7%	7	Tencent	9.0%
3	Alphabet	10.6%	8	ServiceNow	8.6%
4	Microsoft	10.2%	9	Alibaba	8.5%
5	Unity	9.4%	10	Carlyle	8.3%
Total top 10 holdings					95.5%

PERFORMANCE

	FUND	NET EXPOSURE ¹
1 month	-4.8%	91%
3 month	-10.8%	79%
6 month	-0.5%	79%
1 year	11.3%	83%
3 year (p.a.)	-1.7%	62%
5 years (p.a.)	3.2%	55%
Since inception ² (p.a.)	1.3%	54%
Since inception ²	8.2%	54%
Strategy ³ :		
Since inception (p.a.)	3.2%	54%
Since inception	23.2%	54%

All holdings, performance, exposures and position metrics to 31st January 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\$0.9365
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	38%
2	Digital consumer	34%
3	Alternative asset managers	28%
4	Digital Asia	24%
5	Data assets & digital networks	21%
6	Digital SME	16%

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

The first month of 2022 was rather eventful in global equity markets. Significant volatility stemmed from fears over inflation – particularly in the US – and the resulting trajectory of Fed interest rate rises. As of days ago, the average stock in the S&P 500 had declined by 17% from its recent peak late last year, while the average NASDAQ stock was down a staggering 44%.

We shared detailed analysis and perspectives on the topics of inflation, interest rate changes and implications for equity valuations in the February edition of Montaka's Monocle. We weighed up the arguments for and against, and concluded this episode is much more likely to be an attractive buying opportunity, than selling opportunity. We incrementally added to a number of Montaka's existing investee companies during the month.

Earnings season for Q4 of 2021 is well underway. Many of Montaka's portfolio companies continue to perform exceptionally well, including Blackstone, Alphabet, Microsoft, Visa and UnitedHealth. Upon reporting, these stocks were up significantly in the midst of a more general market downturn.

The major exception was Meta Platforms (formerly Facebook), which reported quarterly results and forward guidance in the early days of February. Meta guided to slower revenue growth over the coming quarters than was expected, as the company transitions to more short-form video content which monetises at relatively lower rates in the early days. At the same time, as we know well, Meta is making significant investments into large future growth opportunities, including ecommerce, new messaging use cases, artificial intelligence and the new core hardware and software elements that will underpin the 'metaverse'. The combination is creating a short-term 'air pocket' in Meta's earnings and caused a significant selloff in the stock. We were surprised by the extent of the selloff and, as we continue to investigate, suspect it was a significant overreaction.

FUND EXPOSURES⁴

Top 10 holdings	95.5%
Long exposure	161.6%
Short exposure	70.8%
Gross exposure (long+short)	232.4%
Net exposure (long-short)	90.8%
Adjusted net exposure ⁵	90.8%
A\$ currency exposure ⁶	35.6%

POSITION METRICS

	LONG	SHORT
Number of positions ⁴	24	26
Position sizes ⁷ (net, % of NAV):		
Largest	11.0%	3.7%
Smallest	0.6%	0.6%
Average	6.7%	1.8%

All holdings, performance, exposures and position metrics to 31st January 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.

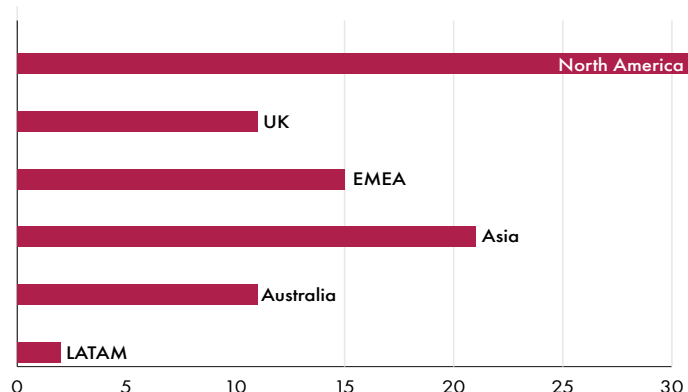
6. A\$ currency exposure shown on look-through earnings basis of portfolio holdings and includes the effect of currency forwards.

7. Excludes ETFs.

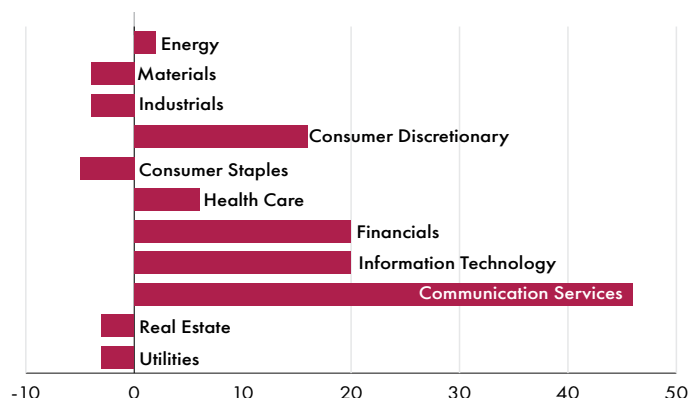
8. Shown on look-through earnings basis

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)

