

## INVESTMENT REPORT

MARCH 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	Alphabet	11.4%	6	Tencent	10.6%
2	Alibaba	11.4%	7	Salesforce	10.5%
3	Amazon	11.3%	8	Meta	9.6%
4	Microsoft	11.1%	9	ServiceNow	9.6%
5	Blackstone	10.8%	10	Carlyle	9.0%
Total top 10 holdings					105.4%

### PERFORMANCE

	FUND	NET EXPOSURE <sup>1</sup>
1 month	-2.1%	83%
3 month	-18.1%	84%
6 month	-16.8%	80%
1 year	-3.8%	82%
3 year (p.a.)	-9.8%	64%
5 years (p.a.)	-3.5%	56%
Since inception <sup>2</sup> (p.a.)	-3.3%	55%
Since inception <sup>2</sup>	-22.0%	55%
Strategy <sup>3</sup> :		
Since inception (p.a.)	0.3%	54%
Since inception	1.8%	54%

All holdings, performance, exposures and position metrics to 31<sup>st</sup> March 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 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\$0.8053
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	43%
2	Digital Asia	28%
3	Alternative asset managers	28%
4	Digital consumer	24%
5	Data assets & digital networks	23%
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

Equity market turbulence continued in March, characterised by severe volatility and big price declines. Russia's brutal invasion of Ukraine and economic sanctions have exacerbated supply disruptions of many important economic inputs, such as energy and food. As if this was not enough, China – the world's second-largest economy – has effected new lockdowns of large cities as the highly-contagious variant of Covid spreads domestically.

Of course, this all comes at a time when inflation is already high in many large economies. In recent weeks, the Federal Reserve hiked interest rates for the first time since 2018. Stagflation – in the form of high inflation (driven by supply disruptions) but with weak economic growth (driven by monetary tightening) – is now a likely scenario.

Investors, naturally, are nervous. But those with existing holdings should stay invested. Long-term equity returns never come in a straight line. It's also important to remember that price falls are not all bad news and can actually reduce investment risk. And for those with cash on the sidelines, today represents a rare opportunity: some of the world's most amazing businesses are now trading at amazing prices.

We encourage investors to review Montaka's March Quarterly Letter. Given the significant volatility of late, we took the opportunity to analyse stock price drawdowns. What is very clear is that drawdowns are a natural and unavoidable – albeit uncomfortable – part of the investment journey. As Morgan Housel, author of the excellent book: *The Psychology of Money*, points out: "Volatility is the price of admission. The prize inside is superior long-term returns."

Today, we believe many of Montaka's investee companies have been substantially oversold. These represent extraordinary long-term investment opportunities, in our view. As such, the composition of Montaka's long portfolio remains unchanged.

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

Top 10 holdings	105.4%
Long exposure	162.9%
Short exposure	79.6%
Gross exposure (long+short)	242.5%
Net exposure (long-short)	83.3%
Adjusted net exposure <sup>5</sup>	83.3%
A\$ currency exposure <sup>6</sup>	54.9%

### POSITION METRICS

	LONG	SHORT
Number of positions <sup>4</sup>	24	26
Position sizes <sup>7</sup> (net, % of NAV):		
Largest	11.4%	3.5%
Smallest	0.3%	0.5%
Average	6.8%	1.7%

All holdings, performance, exposures and position metrics to 31<sup>st</sup> March 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.

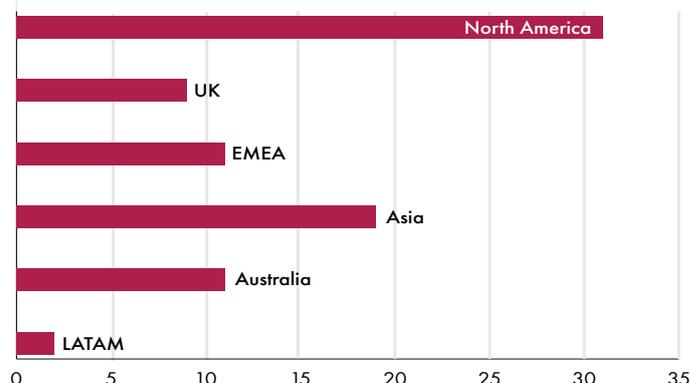
6. A\$ currency exposure shown on look-through earnings basis of portfolio holdings and includes the effect of currency forwards.

7. Excludes ETFs.

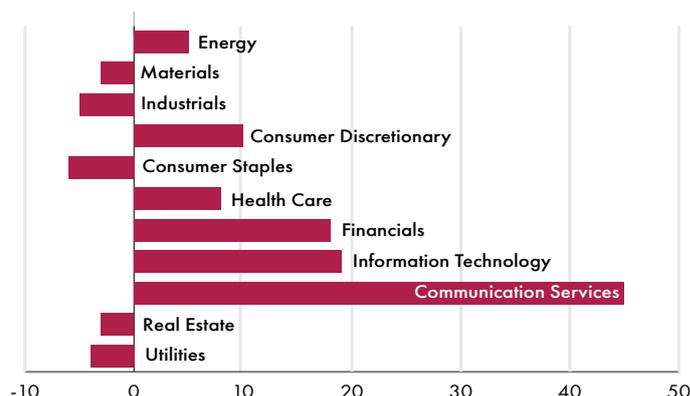
8. Shown on look-through earnings basis

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



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



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

