

## INVESTMENT REPORT

JULY 2023

### ABOUT MONTAKA

Montaka Global is a specialist global equities manager established in 2015 by Andrew Macken and Christopher Demasi with offices in Sydney, Melbourne and New York.

Montaka's mission is to achieve superior long-term compounding of investor capital, alongside the capital of our principals, team, and owners.

### ABOUT THE FUND

The Montaka Global Long Only Fund can play a leading role in achieving Montaka's mission.

Investors in the Fund can benefit from our deep expertise, fundamental research and detailed analysis to identify high-conviction, long-duration opportunities through a concentrated global equities portfolio.

The Fund is highly focussed on investing in long-term winners in attractive transforming markets when they are undervalued and offer outsized return potential.

The Fund aims to outperform the Index, net of fees, over the long-term.

Investors can invest and redeem daily at net asset value plus/minus a small spread by applying and redeeming [directly](#) with the Fund.

### TOP 10 HOLDINGS

1	Amazon	10.5%	6	Salesforce	5.9%
2	Microsoft	9.6%	7	ServiceNow	5.0%
3	Meta	9.2%	8	S&P	4.9%
4	KKR	9.0%	9	Alphabet	4.3%
5	Blackstone	8.9%	10	Spotify	4.1%
Total top 10 holdings					71.5%

### PERFORMANCE

	FUND	INDEX
1 month	3.5%	2.1%
3 month	14.7%	6.4%
6 month	24.5%	16.2%
1 year	18.8%	17.5%
3 years (p.a.)	5.4%	14.0%
5 years (p.a.)	3.9%	11.3%
Since inception (p.a.)	7.4%	10.9%
Since inception	77.4%	130.2%

Performance chart of the Fund can be viewed by clicking on 'Performance' button [here](#).

### FUND FACTS

Fund name	Montaka Global Long Only Fund
Investment manager	Montaka Global Pty Ltd
Portfolio managers	Andrew Macken, Christopher Demasi
Fund type	Global equities, long only
Fund structure	Open-ended, unlisted unit trust
Inception date	1 <sup>st</sup> July 2015
Unit price	A\$1.1818
Invest or redeem	Apply/redeem <a href="#">directly</a> with the Fund
Additional investment	\$500/month or \$5,000 lump sum
Pricing	Daily at net asset value +/- 0.25%
Index	MSCI World Net Total Return Index A\$
Currency hedging	Typically unhedged to A\$ (selective hedging permitted)
Website	<a href="https://montaka.com/mglof">montaka.com/mglof</a>

### TOP MEGA-TRENDS

1	Digital enterprise	27%
2	Alternative asset managers	19%
3	Digital consumer	17%
4	Digital SME	10%
5	Data assets & digital networks	9%
6	Digital Asia	7%

### CONTACT DETAILS

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FUND WEBSITE: [montaka.com/mglof](https://montaka.com/mglof)

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### FUND COMMENTARY

The month of July offered several new datapoints that are very supportive of Montaka's investment portfolio.

First, from the perspective of the macroeconomy. By now the US economy was supposed to be contracting, with unemployment rising and corporate earnings collapsing. Instead, in the world's largest economy, inflation is decelerating while economic growth remains steady – with investment picking up while personal consumption cools. Meanwhile, corporate earnings are generally doing much better than many expected. These are the 'goldilocks' conditions that you might read about in the financial press over the coming weeks and months.

Second, from the perspective of Montaka's major investee companies. Overall, we have been pleased with the Q2 results reported over recent weeks. In many instances, it is simply a case of 'business as usual' as Montaka's largest portfolio companies continue to invest into very large adjacent addressable markets.

Whether it's the hyperscalers – Amazon, Microsoft and Alphabet – building to capture the enormous AI opportunity; or Meta, evolving from a social network to a content-recommendation platform that monetizes at higher levels; or Blackstone and KKR growing into the very large insurance and private wealth channels. These opportunities represent substantial sources of incremental earnings power over time. And Montaka has selected the high-probability winners and contends that these businesses remain substantially undervalued today.

The other dynamic that is really standing out in the Q2 earnings of Montaka's businesses is the substantial 'operating leverage' we are seeing. That is, Montaka's largest investee companies are doing a stellar job of constraining the growth of their costs to be substantially lower than the rate of growth of their revenues. This is a powerful combination: profit margins expand, and earnings power accelerates.

We continue to believe the prospects are extremely bright for Montaka's portfolio companies.

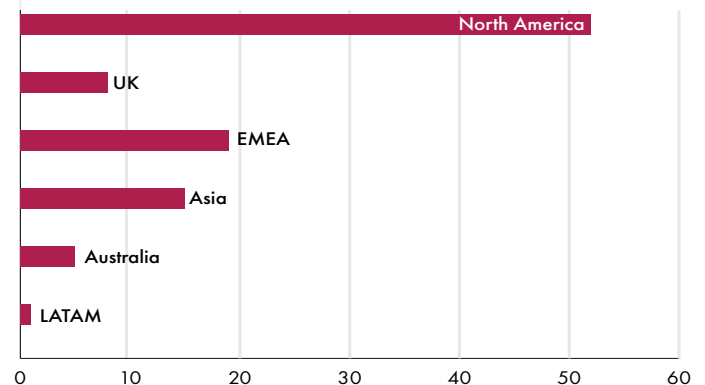
### FUND EXPOSURES (net, % of NAV)

Top 10 holdings	71.5%
Total equity holdings	99.4%
Cash weighting	0.6%
A\$ currency exposure <sup>1</sup>	25.0%

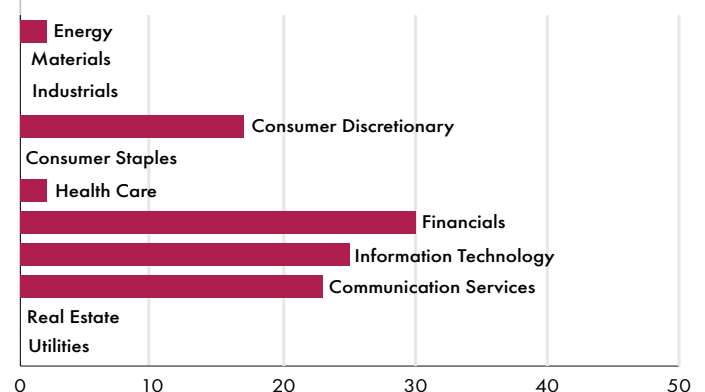
### POSITION METRICS

Number of positions	24
Position sizes (net, % of NAV)	
Largest	10.5%
Smallest	0.2%
Average	4.1%

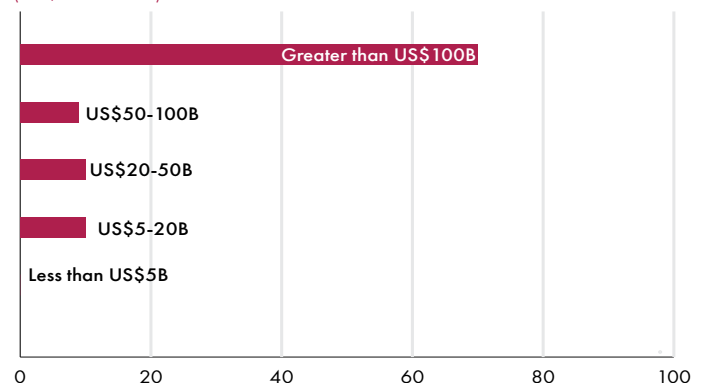
### GEOGRAPHIC EXPOSURE<sup>2</sup> (net, % of NAV)



### INDUSTRY EXPOSURE (net, % of NAV)



### MARKET CAPITALISATION EXPOSURE (net, % of NAV)



All holdings, performance, exposures and position metrics to 31 July 2023. Top 10 holdings are long positions. Performance is after all fees and costs. Past performance is not indicative of future performance.

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

2. 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 Long Only Fund (ARSN: 604 883 418). The responsible entity of the Fund is Fundhost Limited (ABN 69 092 517 087) (AFSL No: 233 045) (Fundhost). 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. 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.

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