

## INVESTMENT REPORT

MAY 2024

### 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	KKR	10.5%	6	Spotify	6.2%
2	Amazon	10.1%	7	ServiceNow	5.9%
3	Microsoft	9.8%	8	S&P	5.2%
4	Blackstone	9.0%	9	Tencent	5.1%
5	Meta	6.5%	10	Salesforce	4.9%
Total top 10 holdings					73.3%

### PERFORMANCE

	FUND	INDEX
1 month	1.2%	2.0%
3 month	-3.0%	1.7%
6 month	16.1%	14.6%
1 year	31.0%	21.6%
2 years (p.a.)	21.9%	17.3%
3 years (p.a.)	9.0%	12.2%
5 years (p.a.)	7.5%	13.7%
Since inception (p.a.)	9.1%	11.6%
Since inception	116.6%	165.8%

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\$1.4427
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="http://montaka.com/mglof">montaka.com/mglof</a>

### TOP MEGA-TRENDS

1	Digital enterprise	30%
2	Alternative asset managers	19%
3	Digital consumer	15%
4	Digital Asia	10%
5	Data assets & digital networks	10%
6	Digital SME	8%

### CONTACT DETAILS

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

## INVESTMENT REPORT

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### FUND COMMENTARY

The month of May was a little more eventful than usual – and not just because a New York jury found a former US President guilty of felony charges. Global equity and bond markets experienced some volatility, primarily led by the off-again/on-again fears of sticky inflation and higher interest rates.

In enterprise software, a space we follow closely because of its large long-term opportunity to unlock productivity and value for organizations of all shapes and sizes around the world, we observed some sharp stock price moves.

For example, Salesforce, the world leader in customer relationship management software, and a Montaka holding, grew its near-term backlog of business by 'only' 10%, rather than the market's expectation of 11%, and the stock sold off 20% in a day. The primary reason for the slight deceleration in growth was near-term macroeconomic weakness within customers. This, of course, is short-term and cyclical, and largely unrelated to the far more important long-term opportunity Salesforce has in leveraging AI to deliver substantial value to its customers, in our view.

But therein lies the rub. The opportunity we see (and they see) in AI is enormous longer-term, however, remains in its infancy today. Customers are in the very early stages of experimenting, reorganizing their data estates, and architecting their paths forward. Revenues generated by the likes of Salesforce, and others, today have negligible contributions from AI. But this will change over time – and this is what investors should keep in mind, in our view. (Perhaps jittery investors came around to this view 24 hours later when Salesforce's stock made up nearly half its loss from the prior day).

Elsewhere in Montaka's portfolio during the month of May, we observed very strong quarterly financial results from **KKR**, **Tencent**, and **Kyndryl Holdings**.

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

Top 10 holdings	73.3%
Total equity holdings	99.6%
Cash weighting	0.4%
A\$ currency exposure <sup>1</sup>	24.1%

### POSITION METRICS

Number of positions	23
Position sizes (net, % of NAV)	
Largest	10.5%
Smallest	0.5%
Average	4.3%

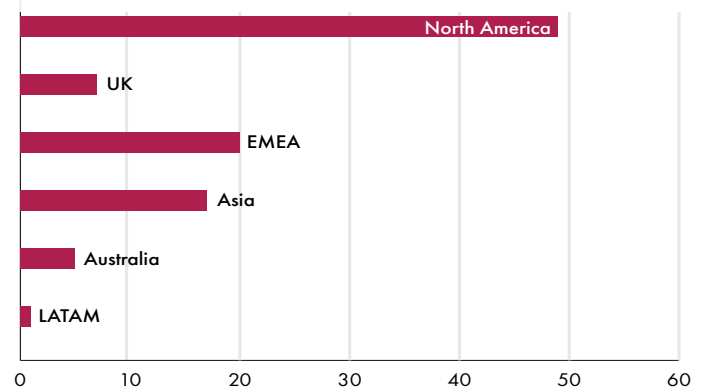
All holdings, performance, exposures and position metrics to 31 May 2024. Top 10 holdings are long positions.

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

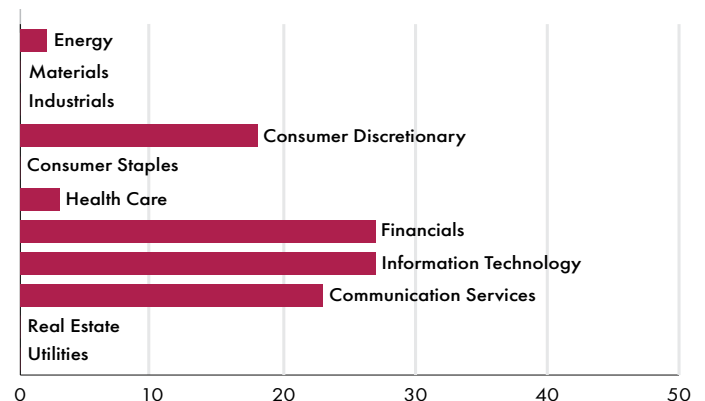
2. Shown on look-through earnings basis.

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] (Montaka) 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. 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. The PDS and Target Market Determination are available on this webpage: [www.montaka.com/mgiol/](http://www.montaka.com/mgiol/)

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



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



### MARKET CAPITALISATION EXPOSURE

(net, % of NAV)

