

MONTHLY INVESTMENT REPORT

AUGUST 2019

UNIT PRICE<sup>1</sup>

\$1.0920

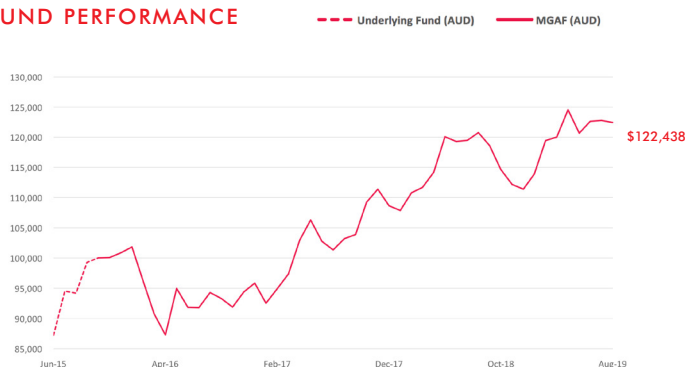
FUND COMMENTARY

In the month of August, the Montaka Global Access Fund (the Fund) declined by 0.27 per cent, net of fees. Since inception, the Fund has increased by 22.44 per cent, net of fees – a return generated with an average net market exposure of 47 per cent. By comparison, the MSCI World Total Return Index in Australian dollar terms generated a return of 43.19 per cent with an average net market exposure of 100 per cent, over the same period.

Global equity conditions continued to challenge in August. President Trump's frequent up-and-down tweeting on the subject of US/China trade continued to move markets. Meanwhile, any resolution to Brexit continues to elude UK lawmakers, all but ensuring another election over the coming weeks. And perhaps most significantly of all, the Hong Kong protests continue to gather steam and present a genuine tail risk to the Chinese – and therefore global – economy.

Our strategy continues to be one of owning high-quality global businesses that should continue to compound over the long term – irrespective of the noise that gyrates markets over the near-term. Against this long portfolio, we hand-select a number of deteriorating and misperceived businesses to short, thereby creating a degree of downside-protection in the book. Our shorts performed particularly well in the month of August. Two long positions materially underperformed this month, however: Prudential (LSE: PRU) and Tapestry (NYSE: TPR). The former, we believe is becoming one of the great investment opportunities of our time and we retain very high conviction in the name. For the latter, however, we have lost conviction in the quality of the business and exited the name on that basis.

FUND PERFORMANCE



PERFORMANCE (%)	1M	3M	12M	2 Yr pa	3 Yr pa	COMPOUNDED ANNUAL RETURN SINCE INCEPTION	SINCE INCEPTION
<b>Fund (AUD)<sup>2</sup></b>	<b>(0.3)</b>	<b>1.4</b>	<b>1.4</b>	<b>8.9</b>	<b>9.1</b>	<b>5.4</b>	<b>22.4</b>
Underlying Fund (AUD) <sup>4</sup>	(0.3)	1.4	1.4	8.9	9.1	8.5	40.4
Average Net Market Exposure	46	48	47	46	47	47	47
Global Market (AUD) <sup>2,5</sup>	0.2	7.9	7.6	15.5	13.7	9.8	43.2
Average Net Market Exposure <sup>3</sup>	100	100	100	100	100	100	100

1) The fund is forward priced; you will receive the price struck subsequent to the receipt of your application/ redemption request.  
 2) Inception: 1 November 2015; Ex-distribution of 1.9994 cents 30/06/2016, 7.4407 cents 30/06/2018 and 2.9395 cents 30/06/2019.  
 3) Based on average of month-end net market exposures  
 4) Montaka Global Fund; inception 1 July 2015  
 5) MSCI World Net Total Return Index in Australian dollar terms  
 \* all exposures, metrics & positions are derived from the Underlying Fund (Montaka Global Fund)

PERFORMANCE ATTRIBUTION<sup>1\*</sup> (%)

	August 2019
Long portfolio contribution	(2.70)
Short portfolio contribution	0.86
Change in AUD/USD	1.57
Net return	(0.27)
Since inception <sup>2</sup>	22.44

EXPOSURES (as at 31 August 2019)

	% of NAV
Long exposure	93.0
Less: short exposure	(47.0)
Net market exposure	46.0

POSITION METRICS (as at 31 August 2019)

	Long Portfolio	Short Portfolio
Number of positions	17	34
Largest position size	7.9	2.6
Smallest position size	3.1	0.5
Average position size	5.5	1.4

Note: sizes shown as % of NAV

TOP 10 LONG POSITIONS (as at 31 August 2019)

	% of NAV		% of NAV
1 Vivendi	7.9	6 Prudential	5.8
2 Insperty	7.2	7 Facebook	5.8
3 Alphabet	6.8	8 Alibaba	5.6
4 Microsoft	6.0	9 Airbus	5.5
5 Floor & Decor	5.8	10 Apple	5.5
Total top 10 long positions			62.0

FUND SIZE (NAV) (\$M) (as at 31 August 2019)

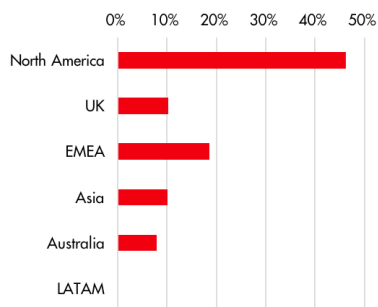
Montaka Global Fund	182.8
of which: Montaka Global Access Fund	73.2

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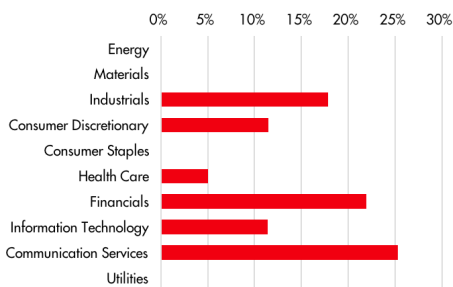
AUGUST 2019

## LONG PORTFOLIO (as at 31 August 2019)

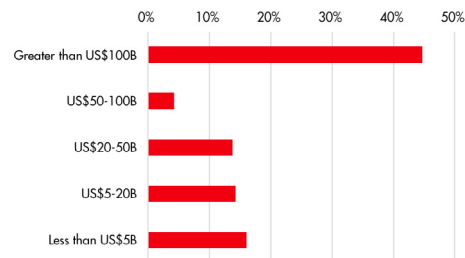
### GEOGRAPHIC EXPOSURE (Country of domicile)



### INDUSTRY EXPOSURE

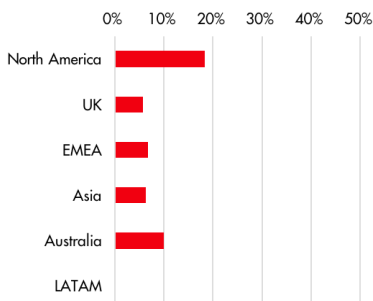


### MARKET CAP EXPOSURE

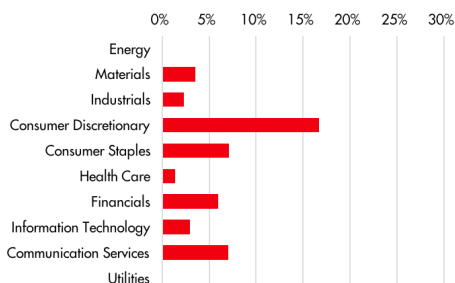


## SHORT PORTFOLIO (as at 31 August 2019)

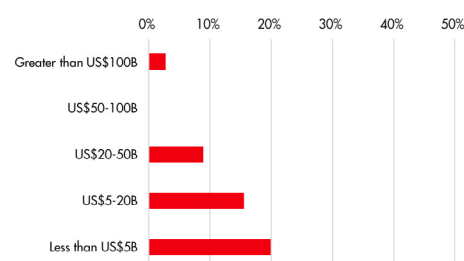
### GEOGRAPHIC EXPOSURE (Country of domicile)



### INDUSTRY EXPOSURE



### MARKET CAP EXPOSURE



Note: exposures shown as % of NAV

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## INVESTMENT MANAGER

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## DISCLAIMER

#Fund performance is calculated after fees and costs, including the investment management fee and performance fee. All returns are on a pre-tax basis.

This report was prepared by MGIM Pty Ltd, (ACN 604 878 533) (CAR) #001 007 050 (Montgomery) 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. While the information in this document has been prepared with all reasonable care, neither Fundhost nor Montgomery makes any representation or warranty as to the accuracy or completeness of any statement in this document including any forecasts. Neither Fundhost nor Montgomery guarantees the performance of The Fund or the repayment of any investor's capital. To the extent permitted by law, neither Fundhost nor Montgomery, including their employees, consultants, advisers, of cers 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.