

# MONTHLY INVESTMENT REPORT

JULY 2019

UNIT PRICE<sup>1</sup>  
**\$1.0950**

## FUND COMMENTARY

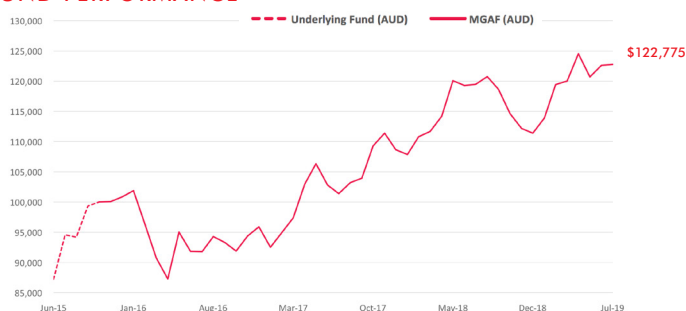
In the month of July, the Montaka Global Access Fund (the Fund) increased by 0.12 per cent, net of fees. Calendar year-to-date, the Fund has increased by 10.23 per cent, net of fees, with an average net market exposure of 46 per cent. Since inception, the Fund has returned 22.77 per cent, net of fees, with an average net market exposure of 46 per cent.

As investors know well, the Fund is global in scope and carries meaningful exposure in all major regions of the world – including significant Asian exposure (on a look-through earnings basis). Over the long term, we believe growth in Asia will deliver attractive investment returns for our investors. Over the last three months, however, Asian equities have underperformed US equities by approximately 10 per cent, of which four per cent underperformance occurred in July alone. This has created some headwinds for the Fund's relative performance to standard equity benchmarks that are often made in our industry.

The month of July also marked the commencement of the second calendar quarter earnings period. So far, most of our portfolio holdings have performed extremely well, including Vivendi (Euronext: VIV), Alphabet (NASDAQ: GOOGL), Microsoft (NASDAQ: MSFT), Rheinmetall (Deutsche: RHM) and Floor & Décor (NYSE: FND). A large number of our short positions also delivered profits for our investors this period.

We had one stock that significantly detracted performance this period: Insperty (NYSE: NSP). The company underperformed earnings expectations due to an unusual uptick in healthcare claims. The stock fell 25 per cent on the news (though it should be noted the stock had rallied 25 per cent in the weeks leading up to the result). From an actuarial perspective, these healthcare claims will normalise over the year and full year earnings guidance was maintained. We took the opportunity to significantly add to our position.

## 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>0.1</b>	<b>(1.4)</b>	<b>2.8</b>	<b>10.1</b>	<b>10.2</b>	<b>5.6</b>	<b>22.8</b>
Underlying Fund (AUD) <sup>4</sup>	0.1	(1.4)	2.8	10.1	10.2	8.7	40.8
Average Net Market Exposure	49	43	47	45	47	46	46
Global Market (AUD) <sup>2,5</sup>	2.3	3.1	11.8	15.9	14.1	10.0	42.9
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> (%)

	July 2019
Long portfolio contribution	(2.63)
Short portfolio contribution	0.20
Change in AUD/USD	2.55
Net return	0.12
Since inception <sup>2</sup>	22.77

## EXPOSURES (as at 31 July 2019)

	% of NAV
Long exposure	92.7
Less: short exposure	(44.0)
Net market exposure	48.7

## POSITION METRICS (as at 31 July 2019)

	Long Portfolio	Short Portfolio
Number of positions	18	29
Largest position size	7.7	2.6
Smallest position size	3.0	0.7
Average position size	5.2	1.5

Note: sizes shown as % of NAV

## TOP 10 LONG POSITIONS (as at 31 July 2019)

	% of NAV		% of NAV
1 Vivendi	7.7	6 Microsoft	5.7
2 Alphabet	6.8	7 Alibaba	5.4
3 Prudential	6.4	8 Facebook	5.4
4 Insperty	5.8	9 Floor & Decor	5.3
5 REA Group	5.7	10 UnitedHealth	5.2
Total top 10 long positions			59.4

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

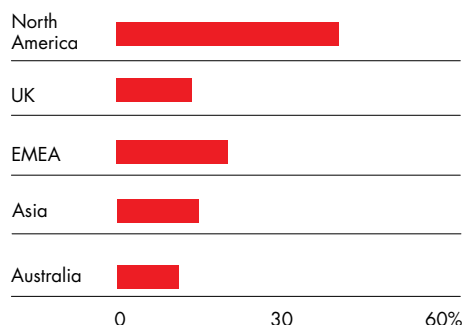
Montaka Global Fund	185.0
of which: Montaka Global Access Fund	74.2

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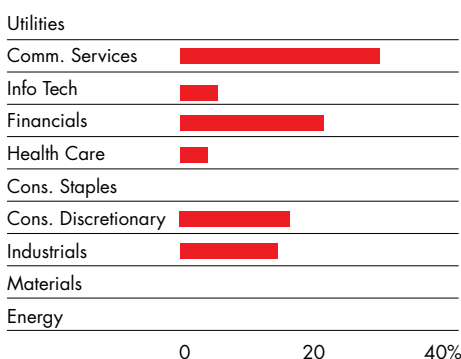
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## LONG PORTFOLIO (as at 31 July 2019)

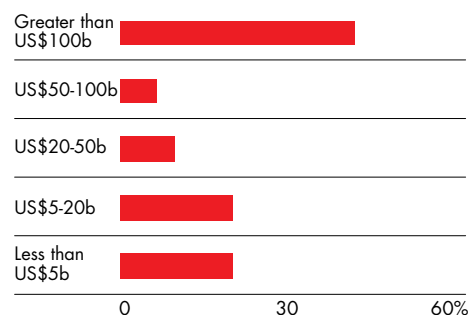
### GEOGRAPHIC EXPOSURE (Country of domicile)



### INDUSTRY EXPOSURE

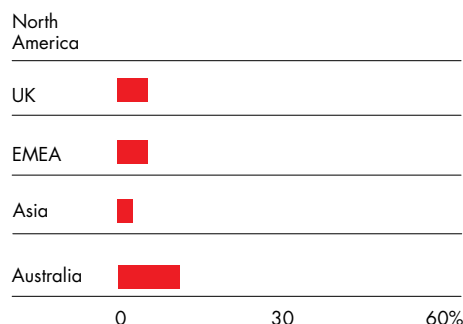


### MARKET CAP EXPOSURE

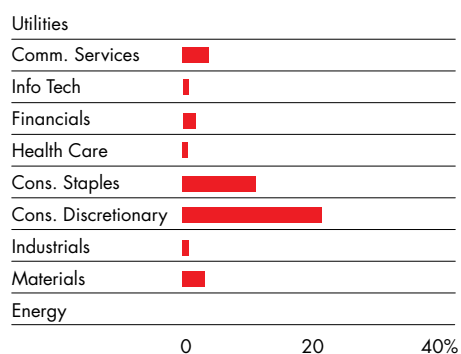


## SHORT PORTFOLIO (as at 31 July 2019)

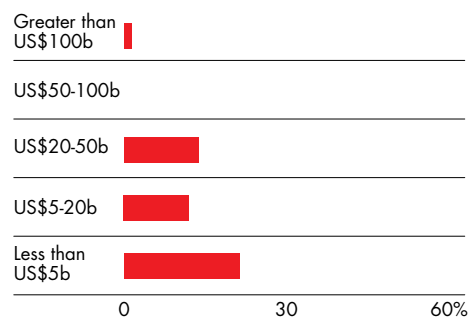
### GEOGRAPHIC EXPOSURE (Country of domicile)



### INDUSTRY EXPOSURE



### MARKET CAP EXPOSURE



Note: exposures shown as % of NAV

## INVESTMENT MANAGER

### MGIM Pty Ltd

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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.