

INVESTMENT REPORT

JANUARY 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 Long Only Fund, previously known as Montgomery Global 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. The Fund is highly focussed on investing in long-term winners in attractive markets when they are undervalued.

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

FUND FACTS

Fund	Montaka Global Long Only Fund
Investment manager	Montaka Global Pty Ltd
Portfolio managers	Andrew Macken, Christopher Demasi
Fund structure	Open-ended unlisted unit trust
Inception date	1 st July 2015
Unit price	A\$1.3741
Invest/redeem	<u>Apply/redeem</u> directly with the Fund
Pricing	Daily at net asset value +/- 0.25%
Currency hedging	Typically unhedged to A\$ (selective hedging permitted)
Website	www.montaka.com/mglof

TOP 10 HOLDINGS

1	Meta	8.1%	6	Tencent	6.7%
2	Alphabet	8.0%	7	Amazon	6.2%
3	Blackstone	7.8%	8	ServiceNow	5.5%
4	Microsoft	7.3%	9	Alibaba	5.4%
5	Unity	7.0%	10	Carlyle	5.3%
Total top 10 holdings					67.4%

TOP MEGA-TRENDS

1	Digital enterprise	25%
2	Digital consumer	20%
3	Alternative asset managers	18%
4	Digital Asia	14%
5	Digital SME	12%
6	Data assets & digital networks	9%

PERFORMANCE

	FUND	BENCHMARK ¹
1 month	-4.2%	-2.3%
3 month	-6.5%	3.0%
6 month	1.5%	4.6%
1 year	19.3%	26.9%
3 years (p.a.)	11.0%	17.9%
5 years (p.a.)	11.6%	15.0%
Since inception ² (p.a.)	10.1%	12.3%
Since inception ²	88.8%	114.1%

CONTACT DETAILS

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The performance chart of the Fund can be viewed [here](#).

All holdings, performance, exposures and position metrics to 31st January 2022. Top 10 holdings are long positions. Performance is after all fees and costs. Past performance is not indicative of future performance.

1. Benchmark MSCI World Net Total Return Index in A\$.

2. Inception 1st July 2015.

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FUND COMMENTARY

The first month of 2022 was rather eventful in global equity markets. Significant volatility stemmed from fears over inflation – particularly in the US – and the resulting trajectory of Fed interest rate rises. As of days ago, the average stock in the S&P 500 had declined by 17% from its recent peak late last year, while the average NASDAQ stock was down a staggering 44%.

We shared detailed analysis and perspectives on the topics of inflation, interest rate changes and implications for equity valuations in the February edition of Montaka's Monocle. We weighed up the arguments for and against, and concluded this episode is much more likely to be an attractive buying opportunity, than selling opportunity. We incrementally added to a number of Montaka's existing investee companies during the month.

Earnings season for Q4 of 2021 is well underway. Many of Montaka's portfolio companies continue to perform exceptionally well, including Blackstone, Alphabet, Microsoft, Visa and UnitedHealth. Upon reporting, these stocks were up significantly in the midst of a more general market downturn.

The major exception was Meta Platforms (formerly Facebook), which reported quarterly results and forward guidance in the early days of February. Meta guided to slower revenue growth over the coming quarters than was expected, as the company transitions to more short-form video content which monetises at relatively lower rates in the early days. At the same time, as we know well, Meta is making significant investments into large future growth opportunities, including ecommerce, new messaging use cases, artificial intelligence and the new core hardware and software elements that will underpin the 'metaverse'. The combination is creating a short-term 'air pocket' in Meta's earnings and caused a significant selloff in the stock. We were surprised by the extent of the selloff and, as we continue to investigate, suspect it was a significant overreaction.

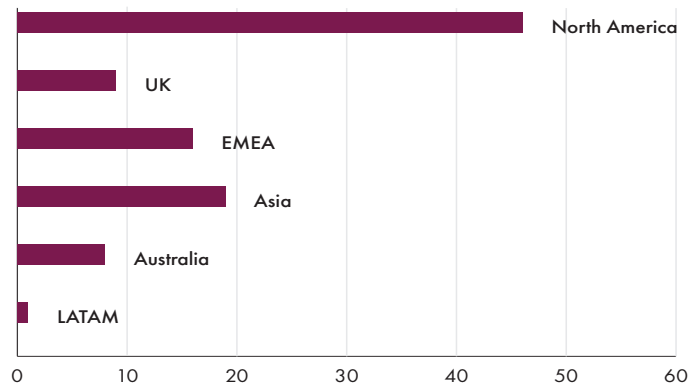
FUND EXPOSURES (net, % of NAV)

Top 10 holdings	67.4%
Total equity holdings	98.9%
Cash weighting	1.1%
A\$ currency exposure ³	5.2%

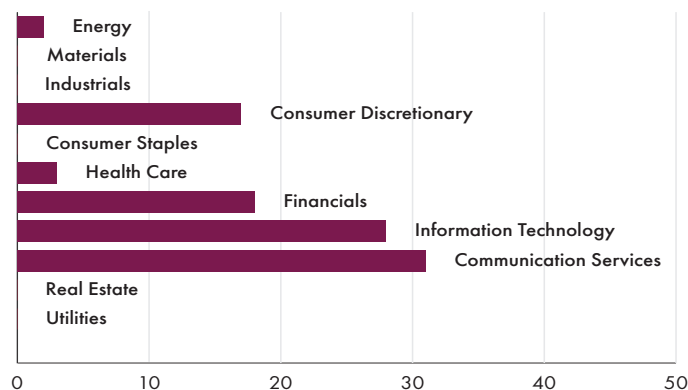
POSITION METRICS

Number of positions	24
Position sizes (net, % of NAV)	
Largest	8.1%
Smallest	0.2%
Average	4.1%

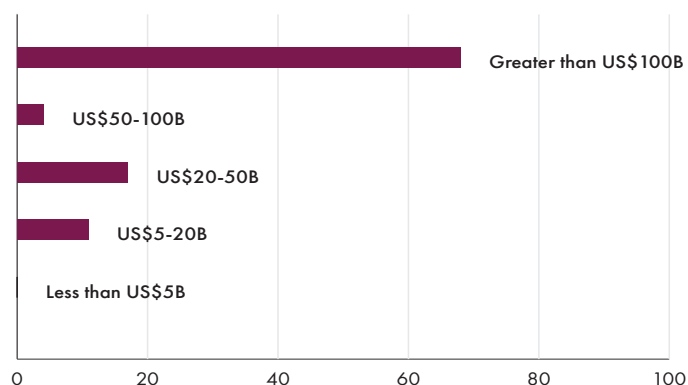
GEOGRAPHIC EXPOSURE⁴ (net, % of NAV)



INDUSTRY EXPOSURE (net, % of NAV)



MARKET CAPITALISATION EXPOSURE (net, % of NAV)



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 3. A\$ currency exposure shown on look-through earnings basis of portfolio holdings and includes the effect of currency forwards.
 4. 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). This document has been prepared for the purpose of providing general information, without taking account your particular objectives, financial circumstances or needs. Copies of the PDS and TMD are available on this webpage: <https://montaka.com/tmd/>. 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.