



MONTGOMERY ALPHA PLUS FUND

INVESTMENT REPORT & FACT SHEET

FUND OVERVIEW

The Montgomery Alpha Plus Fund offers investors a global equity market neutral strategy that harnesses the benefits of a distinctive investment process while seeking to produce risk-adjusted returns that are uncorrelated with equity markets.

The Fund invests in securities listed on Australian and international stock exchanges. Typically The Fund will hold 80-180 long positions and 80-180 short positions.

FUND FACTS

INVESTMENT MANAGER

Montgomery Quantitative Management Pty Limited

OBJECTIVE

The Montgomery Alpha Plus Fund seeks to generate higher risk-adjusted returns than are available in the market place over the medium term

BENCHMARK

RBA Cash Rate

APIR

FHT0041AU

RECOMMENDED INVESTMENT TIMEFRAME

5 years

MINIMUM INITIAL INVESTMENT

\$50,000

FUND SIZE

\$15.6M

INCEPTION DATE

1 AUGUST 2016

MANAGEMENT FEE

Up to 1.58% per annum, (inclusive of GST/RITC.)

PERFORMANCE FEES

17.5% of the amount by which The Fund outperforms its Benchmark. No performance fee is payable until any previous periods of underperformance have been made up.

APPLICATION & REDEMPTION PRICES*

montinvest.com/map

UNIT PRICE - BUY

0.8397

UNIT PRICE - MID

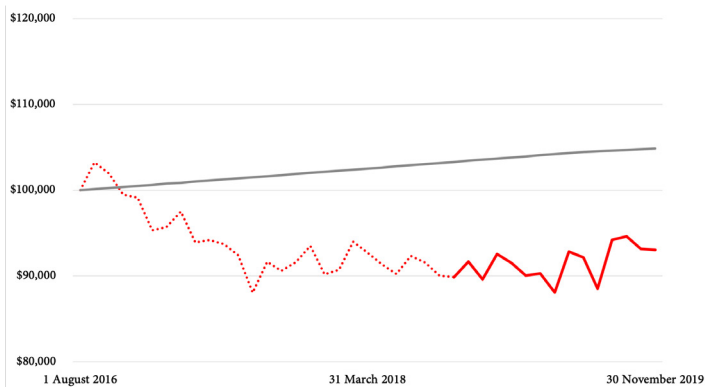
0.8376

UNIT PRICE - SELL

0.8355

The Fund is forward priced; you will receive the price struck subsequent to the receipt of your application / redemption request.

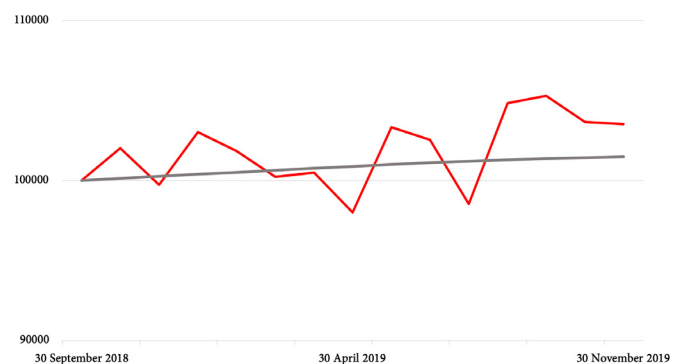
PERFORMANCE GRAPH SINCE INCEPTION



..... Montgomery Alpha Plus Fund

— RBA Cash Rate

PERFORMANCE GRAPH REVISED STRATEGY



— Montgomery Alpha Plus Fund Revised Strategy

PORTFOLIO PERFORMANCE

(to 30 November 2019, after all fees)

| | INCOME | CAPITAL GROWTH | MONTGOMERY ALPHA PLUS FUND | RBA CASH RATE | OUT/UNDER PERFORMANCE |
|---|--------|----------------|----------------------------|---------------|-----------------------|
| 1 month | 0.00% | -0.12% | -0.12% | 0.06% | -0.18% |
| 3 months | 0.00% | -1.24% | -1.24% | 0.21% | -1.45% |
| 6 months | 3.14% | -2.94% | 0.20% | 0.48% | -0.28% |
| 12 months | 3.25% | 0.57% | 3.82% | 1.23% | 2.59% |
| 3 years (p.a) | 3.00% | -5.09% | -2.09% | 1.42% | -3.51% |
| Since Inception | 9.19% | -16.16% | -6.97% | 4.84% | -11.81% |
| Compound annual return (since inception)* | 2.67% | -4.81% | -2.14% | 1.43% | -3.57% |

*Inception: 1 August 2016 ** Refers to global version of the fund launched 01/10/2018

PLATFORMS WE ARE ON:

None at present



FUND COMMENTARY

The Montgomery Alpha Plus Fund (The Fund) returned negative 0.12 per cent for the month of November. The Fund's portfolios in Australia, Hong Kong and Canada, delivered positive results, but these were largely offset by negative returns from the USA and Western Europe. This resulted in a small gain overall from stock selection, which was not enough to overcome The Fund's operating costs for the month, which include lending costs on stocks borrowed for The Fund's short portfolios.

Since the launch of The Fund's revised global strategy in October last year, The Fund has delivered a total return of 3.53 per cent. Over the same timeframe, The Fund's benchmark, the RBA Cash Rate has returned 1.48 per cent.

GEOGRAPHIC EXPOSURE (LONG) (%)

| | |
|----------------|-------|
| Australia | 41.19 |
| Canada | 31.22 |
| Hong Kong | 40.45 |
| Other | 0.00 |
| USA | 36.02 |
| Western Europe | 39.78 |

GEOGRAPHIC EXPOSURE (SHORT) (%)

| | |
|----------------|-------|
| Australia | 35.97 |
| Canada | 27.92 |
| Hong Kong | 35.75 |
| Other | 0.00 |
| USA | 33.97 |
| Western Europe | 35.72 |

MARKET CAP EXPOSURE (LONG) (%)

| | |
|---------------------|--------|
| Less than \$5b | 53.51 |
| \$5-20b | 77.44 |
| \$20-50b | 26.35 |
| \$50-100b | 11.74 |
| Greater than \$100b | 19.63% |

MARKET CAP EXPOSURE (SHORT) (%)

| | |
|---------------------|-------|
| Less than \$5b | 88.62 |
| \$5-20b | 63.63 |
| \$20-50b | 13.64 |
| \$50-100b | 2.12 |
| Greater than \$100b | 1.32 |

NUMBER OF HOLDINGS

| | |
|---------------------------|-----|
| Number of Long Positions | 181 |
| Number of Short Positions | 149 |

PORTFOLIO EXPOSURES (%)

| | |
|-------------|--------|
| Gross Long | 188.66 |
| Gross Short | 169.34 |
| Net Long | 19.33 |

SECTOR INDUSTRY EXPOSURE

| SECTOR NAME | LONG PORTFOLIO (%) | SHORT PORTFOLIO (%) | NET (%) |
|------------------------|--------------------|---------------------|---------|
| Communication Services | 8.39% | -8.95% | -0.56% |
| Consumer Discretionary | 23.87% | -16.29% | 7.58% |
| Consumer Staples | 9.04% | -4.85% | 4.19% |
| Energy | 14.54% | -18.11% | -3.57% |
| Financials | 36.33% | -15.42% | 20.90% |
| Health Care | 16.08% | -26.23% | -10.15% |
| Industrials | 26.35% | -23.09% | 3.26% |
| Information Technology | 20.37% | -21.52% | -1.15% |
| Materials | 23.26% | -25.93% | -2.67% |
| Real Estate | 9.60% | -8.94% | 0.66% |
| Utilities | 0.83% | 0.00% | 0.83% |

CONTACT DETAILS

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FUND PERFORMANCE (%)

| | JAN | FEB | MAR | APR | MAY | JUN | JUL | AUG | SEP | OCT | NOV | DEC | YTD |
|------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|
| 2019 | -1.14 | -1.59 | 0.25 | -2.48 | 5.43 | -0.75 | -3.92 | 6.40 | 0.44 | -1.55 | -0.12 | | 0.50 |
| 2018 | 0.56 | 3.63 | -1.41 | -1.45 | -1.19 | 2.32 | -0.83 | -1.67 | -0.20 | 2.01 | -2.25 | 3.31 | 2.63 |
| 2017 | 0.38 | 1.87 | -3.68 | 0.31 | -0.52 | -1.38 | -4.72 | 4.08 | -1.14 | 1.13 | 2.07 | -3.53 | -5.38 |
| 2016 | | | | | | | | 3.24 | -1.25 | -2.42 | -0.36 | -3.82 | -4.66 |

Portfolio 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 Montgomery Quantitative Management Pty Limited, CAR #001267155 of AFSL 354564 ('Montgomery') the investment manager of the Montgomery Alpha Plus Fund ('MAPF'). 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 into account your particular objectives, financial circumstances or needs. You should obtain and consider a copy of the Product Disclosure Document ('PDS') relating to the Fund before making a decision to invest. Available here: <http://fundhost.com.au/investor/map>. While the information in this document has been prepared with all reasonable care, neither Fundhost nor Montgomery Quantitative makes any representation or warranty as to the accuracy or completeness of any statement in this document including any forecasts. Neither Fundhost nor Montgomery Quantitative guarantees the performance of the Fund or the repayment of any investor's capital. To the extent permitted by law, neither Fundhost nor Montgomery Quantitative, 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 report. Past performance is not indicative of future performance.

