

MONTGOMERY GLOBAL FUND

INVESTMENT REPORT & FACT SHEET

FUND OVERVIEW

The Montgomery Global Fund employs a highly disciplined, bottom-up, value style and typically invests in 15 to 30 high conviction stocks listed on major global stock exchanges. The focus of The Fund is on investing in what Montgomery Global regards as high quality businesses with attractive prospects trading at a discount to their estimated intrinsic value.

The Fund has the flexibility to retain a reasonable level of cash, with a "soft" 30 per cent limit. The Fund will generally be currency unhedged but we can put in place strategies aimed at protecting investor capital against currency fluctuations if we predict material upside to the Australian dollar.

The Fund aims to deliver superior positive returns when suitable investment opportunities are abundant, and to preserve capital through cash allocations when an insufficient number of company names are appealing.

FUND FACTS

INVESTMENT MANAGER

Montgomery Global Investment Management Pty Ltd

OBJECTIVE

The Montgomery Global Fund aims to outperform the index over a rolling 5-year period.

BENCHMARK

MSCI World Net Total Return Index, in Australian dollars.

FUND CONSTRUCTION

The Fund will typically invest in a portfolio of 15-30 high-conviction stocks listed on the major global stock exchanges. Cash typically ranges from 0%-30%, but can be exceeded in certain situations.

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RECOMMENDED INVESTMENT TIMEFRAME

5 years

MINIMUM INITIAL INVESTMENT

\$25,000

INCEPTION DATE

1 JULY 2015

FUND SIZE

\$177.4M

MANAGEMENT FEE

1.32% per annum, inclusive of GST/ITC.

PERFORMANCE FEES

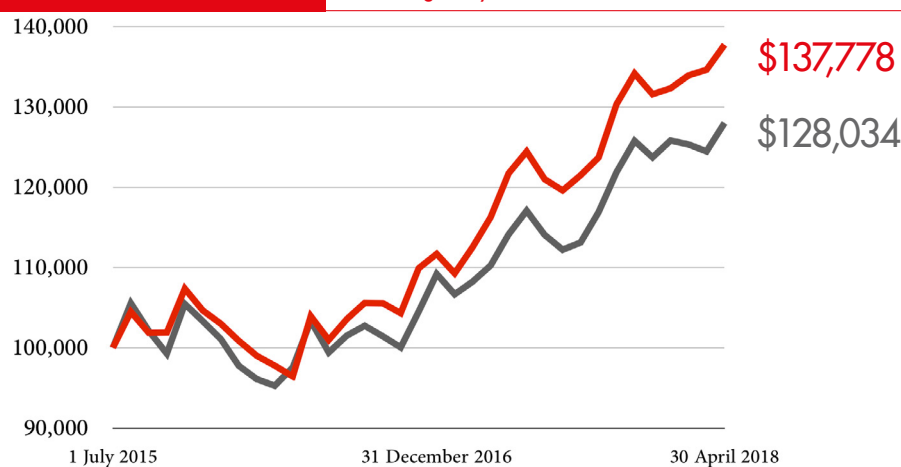
15.38% of the total return of The Fund that is in excess of its Benchmark. No performance fee is payable until any previous periods of underperformance has been made up.

APPLICATION & REDEMPTION PRICES

montinvest.com/mgf

PERFORMANCE GRAPH

■ Montgomery Global Fund ■ MSCI World Net Total Return Index



CONTACT DETAILS

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PORTFOLIO PERFORMANCE

(to 30 April 2018, after all fees)

	INCOME	CAPITAL GROWTH	MONTGOMERY GLOBAL FUND	MSCI WORLD NET TOTAL RETURN INDEX ¹	OUT/UNDER PERFORMANCE
1 month	0.00%	2.32%	2.32%	2.85%	-0.53%
3 months	0.00%	4.11%	4.11%	1.74%	2.37%
6 months	0.00%	5.68%	5.68%	5.03%	0.65%
12 months	9.94%	3.22%	13.16%	12.17%	0.99%
2 years (p.a)	6.09%	13.44%	19.53%	14.56%	4.97%
Since inception ²	12.10%	25.68%	37.78%	28.03%	9.75%
Compound annual return (since inception) ²	4.12%	7.87%	11.99%	9.12%	2.87%

1) In Australian dollars

2) Inception: 1 July 2015



FUND COMMENTARY

In the month of April, the Montgomery Global Fund (the Fund) returned 2.32 per cent, net of fees. Over the same period, the MSCI World Total Return Index in Australian dollar terms (the Benchmark) returned 2.85 per cent. Since inception, the Fund has returned 37.78 per cent, net of fees. Over the same period, the Benchmark has returned 28.03 per cent.

The most significant global event this month was the historic meeting between North Korea's Kim Jong-un and South Korean President Moon Jae-in. At the summit, Mr Kim became the first North Korean leader to set foot in South Korea in more than 60 years. While it remains unclear what the lasting effects of this collaborative meeting will be, it appears that any near-term risk around potential military action on the Korean Peninsula has abated, thankfully.

April also marked the commencement of the financial reporting period for the first calendar quarter of 2018. At the time of writing this report, the majority of the Fund's portfolio businesses have reported. Results to date have been above expectation, on balance. Stand out performers include Facebook (NASDAQ: FB), which we had added to in prior weeks; Insperty (NYSE: NSP); and Apple (NASDAQ: AAPL).

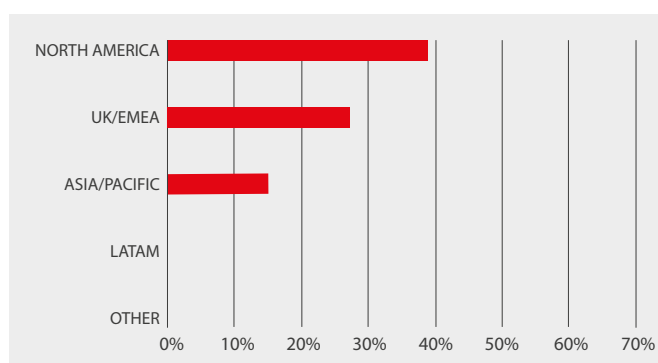
The Fund finished the month holding 19 per cent of the portfolio in cash. We believe these cash holdings will help preserve capital should the market weaken and allow us to rapidly add new undervalued businesses to the portfolio when the time is right.

TOP COMPLETED HOLDINGS* (TCH) (at 30 April 2018, out of 20 holdings)

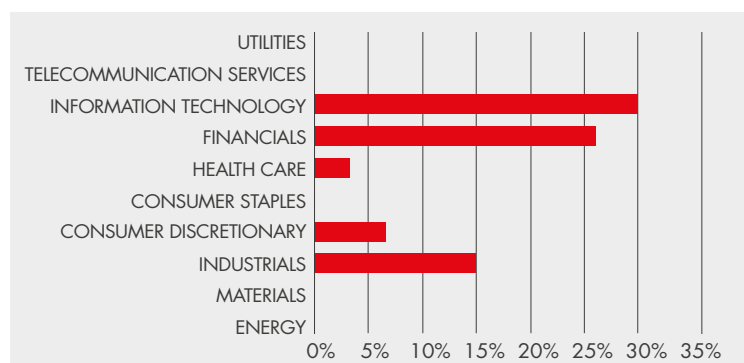
COMPANY NAME	COUNTRY OF DOMICILE	MARKET CAP (\$USDM)	WEIGHT (%)
St James's Place	GB	8,255	6.0
Facebook	US	498,063	5.6
Alibaba	CN	457,268	5.3
Insperty	US	3,371	5.2
Wells Fargo	US	253,248	5.1
51job	CN	5,106	5.1
Travelers Companies	US	35,566	4.8
REA Group	AU	8,040	4.6
Union Pacific	US	102,928	4.4
Apple	US	838,531	4.2
PORTFOLIO MEDIAN		32,768	4.0
Total equity weighting			81.0
Total cash weighting			19.0

*Top Completed Holdings are businesses we own but are not actively buying or selling at the time of writing.

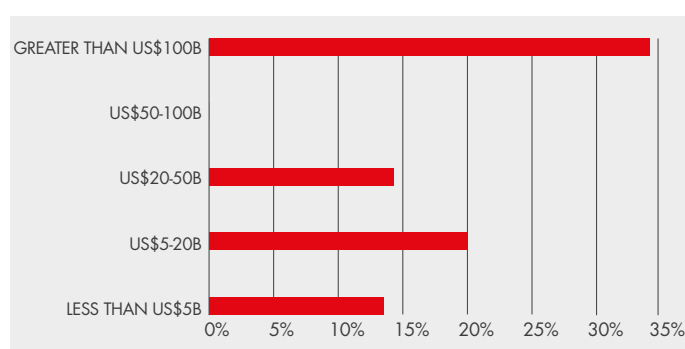
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GICS SECTOR INDUSTRY EXPOSURE



MARKET CAPITALISATION EXPOSURE



PLATFORMS WE ARE ON: Netwealth IDPS ⇄ Netwealth Super ⇄ BT Panorama ⇄ BT Wrap ⇄ Powerwrap ⇄ Macquarie Wrap ⇄ HUB24 ⇄ Asgard

#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 Global Investment Management Pty Ltd, (ACN 604 878 533) [CAR] #001 007 050 (Montgomery) the investment manager of the Montgomery Global Fund. 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, officers 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.

