

Montgomery Global Fund

INVESTMENT REPORT & FACT SHEET



FUND OVERVIEW

The Montgomery Global Fund (the 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 percent 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

MGIM Pty Ltd
(AFSL: 516942)

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.

APIR

FHT0036AU

RECOMMENDED INVESTMENT TIMEFRAME

5 years

MINIMUM INITIAL INVESTMENT

\$25,000

INCEPTION DATE

1 JULY 2015

FUND SIZE

\$174.0M

MANAGEMENT FEE

1.28% per annum, inclusive of GST/ITC.

PERFORMANCE FEES

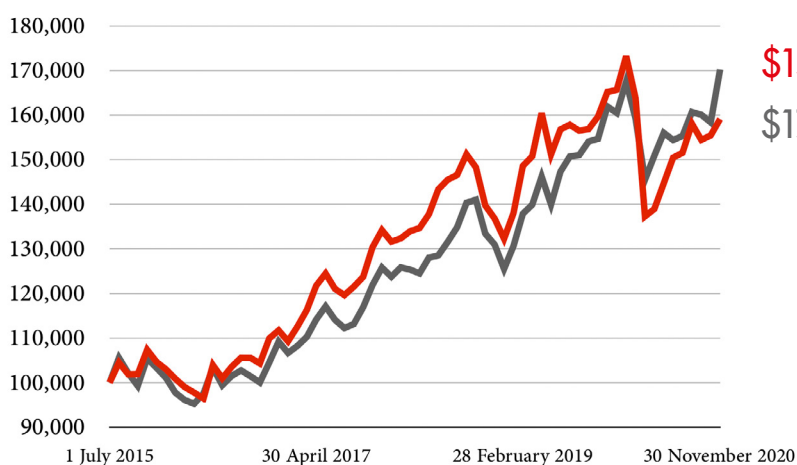
15.38% of the total return of The Fund that is in excess of its Benchmark. No performance fee is payable until any previous periods of underperformance has been made up.

APPLICATION & REDEMPTION PRICES

montinvest.com/mgf

PERFORMANCE GRAPH

■ Montgomery Global Fund ■ MSCI World Net Total Return Index



\$159,107

\$170,219

CONTACT DETAILS

INVESTORS

Craig Morton (CFO)
e cmorton@montaka.com
p 02 7202 0099
Toby Roberts
e troberts@montinvest.com

ADVISERS, RESEARCHERS AND PLATFORMS

Matthew Briggs (Investment Specialist)
e mbriggs@montaka.com
p 02 7202 0093
Scott Phillips (NSW)
e sphillips@montinvest.com
Dean Curnow (NSW, ACT, WA)
e dcurnow@montinvest.com
David Denby (VIC, SA)
e ddenby@montinvest.com
Michael Gollagher (QLD)
e mgollagher@montinvest.com

PORTFOLIO PERFORMANCE

(to 30 November 2020, after all fees)

	INCOME	CAPITAL GROWTH	MONTGOMERY GLOBAL FUND	MSCI WORLD NET TOTAL RETURN INDEX ¹	OUT/UNDER PERFORMANCE
1 month	0.00%	2.36%	2.36%	7.49%	-5.13%
3 months	0.00%	0.67%	0.67%	5.94%	-5.27%
6 months	2.14%	7.82%	9.96%	9.11%	0.85%
12 months	1.88%	-5.55%	-3.67%	5.12%	-8.79%
3 years (p.a)	6.57%	-0.73%	5.84%	10.61%	-4.77%
5 years (p.a)	6.32%	2.42%	8.74%	10.50%	-1.76%
Since inception ²	37.50%	21.61%	59.11%	70.22%	-11.11%
Compound annual return (since inception) ²	6.05%	2.90%	8.95%	10.32%	-1.37%

1) In Australian dollars 2) Inception: 1 July 2015

FUND COMMENTARY

In the month of November, the Montgomery Global Fund (the Fund) increased by 2.36 percent, net of fees. Over the same period, the MSCI World Total Return Index in Australian dollar terms (the Benchmark) increased by 7.49 percent. Since inception, the Fund has increased by 59.11 percent, net of fees, delivered with an average cash holding of 17.4 percent. Over the same period, the Benchmark has increased by 70.22 percent.

The month was characterised by a sharp rally in the prices of many stocks leveraged to the “opening up” of global economies. This was likely triggered by positive news from drug companies, including Pfizer and Moderna, around the efficacy and timing of their new COVID-19 vaccines. We did not participate fully in this rally: many of the businesses we own are those which have benefited from the

COVID-induced changes in consumer and corporate behaviour. While these businesses are less sensitive to the near-term opening-up trade, we believe they will compound materially over the medium and longer term.

At the same time, the Chinese government suggested more onerous regulations were required in its domestic fintech space. While few details were offered, the noise appeared to be targeting Ant Group – the IPO for which is now likely delayed until 2022. Alibaba’s share price declined during the month given its approximately one-third economic interest in Ant.

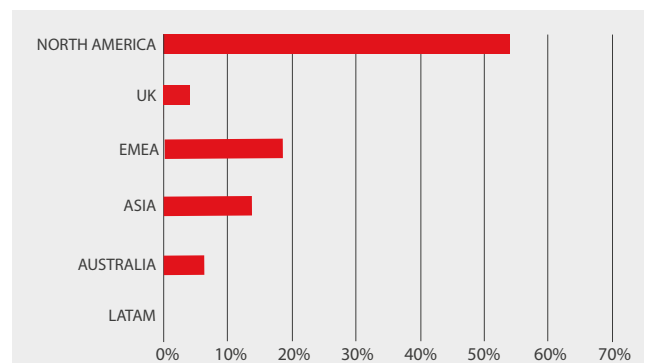
We took the opportunity during the month to take profits in some of our stocks that rallied; and redeploy these into names that underperformed, including Alibaba.

TOP TEN HOLDINGS

(at 30 November 2020, out of 25 holdings)

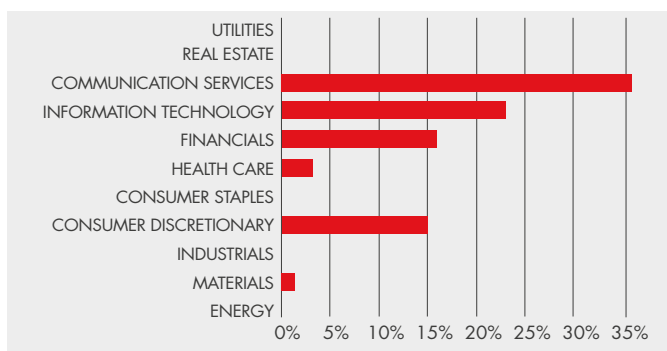
COMPANY NAME	COUNTRY OF DOMICILE	MARKET CAP (\$USDM)	WEIGHT (%)
Facebook	US	788,892	7.3
Tencent	CN	696,176	6.9
Spotify	SE	55,240	6.8
Microsoft	US	1,618,475	6.7
Vivendi	FR	35,743	6.4
Alibaba	CN	729,955	6.1
Alphabet	US	1,188,959	5.0
ServiceNow	US	104,291	4.8
Salesforce.com	US	223,678	4.6
Blackstone	US	71,104	4.5
PORTFOLIO MEDIAN		149,968	4.2
Total equity weighting			95.2
Total cash weighting			4.8

GEOGRAPHIC EXPOSURE*



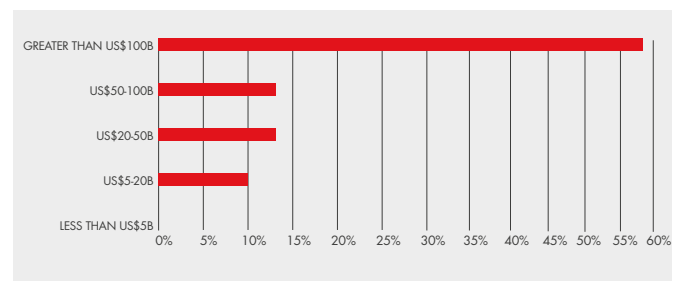
*Country of Domicile

INDUSTRY EXPOSURE*



*GICS Sector

MARKET CAPITALISATION EXPOSURE



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

#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 MGIM Pty Ltd, (ACN 604 878 533) AFSL 516 942 the investment manager of the Montgomery Global 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. You should obtain and consider a copy of the Product Disclosure Statement (PDS) relating to the Fund before making a decision to invest. Available here: <https://fundhost.com.au/fund/montgomery-global-fund/>. 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.