



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.

APIR

FHT0036AU

RECOMMENDED INVESTMENT TIMEFRAME

5 years

MINIMUM INITIAL INVESTMENT

\$25,000

INCEPTION DATE

1 JULY 2015

FUND SIZE

\$129.2M

MANAGEMENT FEE

1.29% per annum, inclusive of GST/ITC.

PERFORMANCE FEES

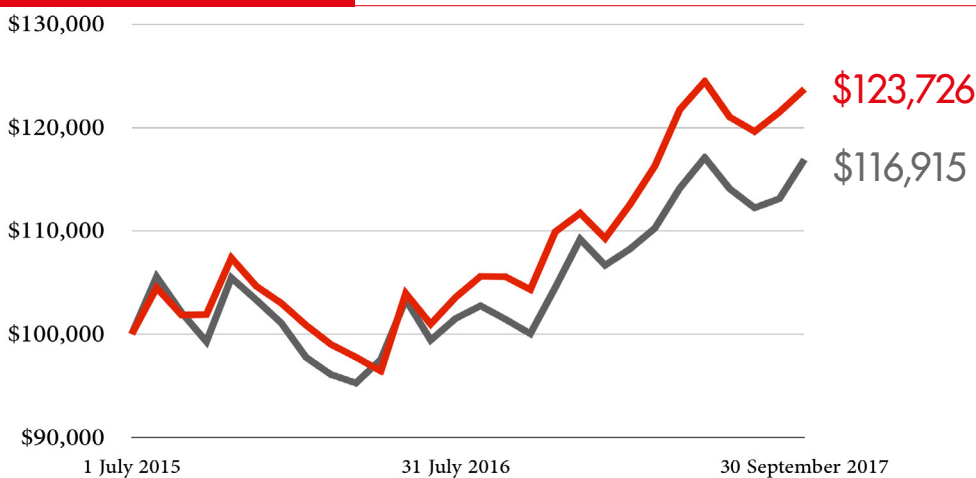
15.38% of the total return of The Fund that is in excess of its Benchmark. No performance fee is payable until any previous periods of underperformance has been made up.

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 September 2017, after all fees)

| | INCOME | CAPITAL GROWTH | MONTGOMERY GLOBAL FUND | MSCI WORLD NET TOTAL RETURN INDEX ¹ | OUT/UNDER PERFORMANCE |
|---|--------|----------------|------------------------|--|-----------------------|
| 1 month | 0.00% | 1.83% | 1.83% | 3.35% | -1.52% |
| 3 months | 0.00% | 2.24% | 2.24% | 2.49% | -0.25% |
| 6 months | 10.41% | -4.01% | 6.39% | 6.03% | 0.36% |
| 12 months | 11.46% | 5.74% | 17.20% | 15.24% | 1.95% |
| 2 years (p.a) | 5.77% | 4.41% | 10.18% | 8.52% | 1.66% |
| Since inception ² | 12.10% | 11.62% | 23.73% | 16.92% | 6.81% |
| Compound annual return (since inception) ² | 5.21% | 4.72% | 9.92% | 7.19% | 2.73% |

1) In Australian dollars

2) Inception: 1 July 2015



FUND COMMENTARY

In the month of September, the Montgomery Global Fund increased by 1.83 per cent, net of fees. Over the same period, the MSCI World Total Return Index in Australian dollar terms (the Benchmark) increased by 3.35 per cent. The relative underperformance of the Fund was driven, in part, by its significant cash holdings which acts as a drag in a rising market; as well as a sharp appreciation in energy-related equities over the month - which are not owned by the Fund. Since inception, the Fund has increased by 23.73 per cent, net of fees. This remains materially above the Benchmark, which delivered 16.92 per cent over the same period.

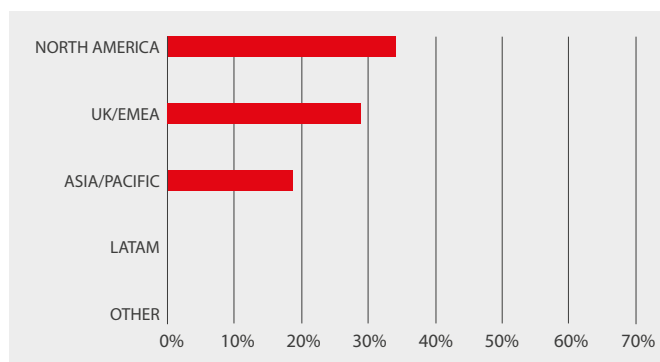
As we enter the final calendar quarter of 2017, the Fund's weighting towards high-quality US dollar-denominated earnings streams, and US dollar cash holdings, has increased. This portfolio repositioning was made on the basis of: (i) the organic monetary stimulus to the US economy stemming from a weaker currency over the last nine months; and (ii) the very real possibility that the Trump Administration is successful in pushing through tax cuts for US households and corporates. A double-dose of stimulus would likely be beneficial to many US stocks and the US dollar.

TOP COMPLETED HOLDINGS* (TCH) (at 30 September 2017, out of 23 holdings)

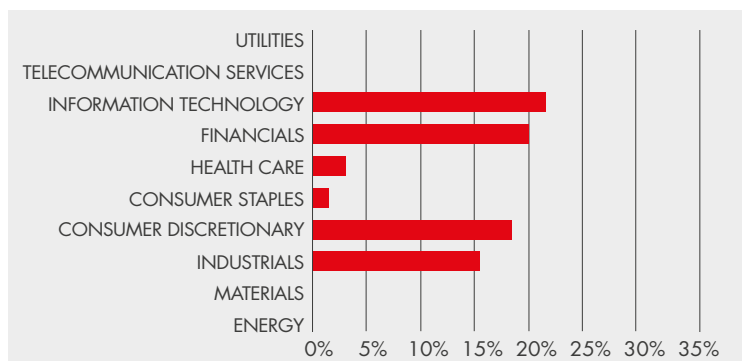
| COMPANY NAME | COUNTRY OF DOMICILE | MARKET CAP (\$USDM) | WEIGHT (%) |
|-------------------------------|---------------------|---------------------|-------------|
| Insperty | US | 1,834 | 5.2 |
| Facebook | US | 496,200 | 5.1 |
| St James's Place | GB | 8,121 | 4.9 |
| Oracle | US | 201,767 | 4.6 |
| REA Group | AU | 6,913 | 4.5 |
| Jupiter Fund | GB | 3,384 | 4.3 |
| Union Pacific | US | 92,821 | 4.2 |
| Alibaba | CN | 442,337 | 4.2 |
| Naspers | ZA | 94,662 | 4.0 |
| 51job | CN | 3,643 | 4.0 |
| PORTFOLIO MEDIAN | | 73,576 | 3.7 |
| 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.

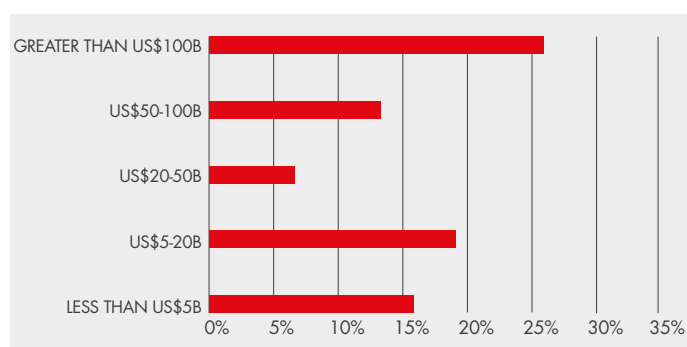
GEOGRAPHIC - COUNTRY OF DOMICILE



GICS SECTOR INDUSTRY EXPOSURE



MARKET CAPITALISATION EXPOSURE



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

#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.

