

MONTHLY INVESTMENT REPORT

JANUARY 2019

UNIT PRICE ¹

\$1.0432

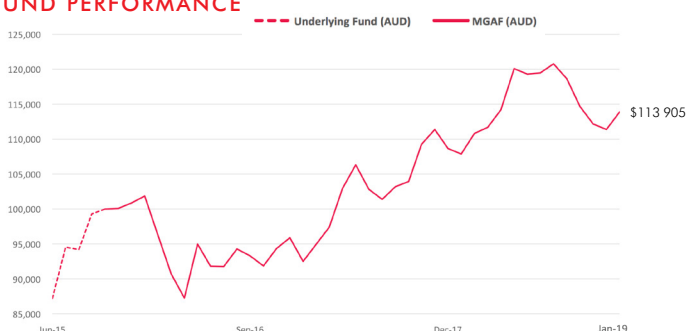
FUND COMMENTARY

In the month of January, the Montaka Global Access Fund (the Fund) returned 2.26 per cent, net of fees. Since inception, the Fund has returned 13.90 per cent, net of fees, with an average net market exposure of 47 per cent. By comparison, the Global Market, as represented by the MSCI World Total Return Index in Australian dollar terms, returned 23.84 per cent (with 100 per cent net market exposure) over the same period.

Following an 11 per cent decline during a very challenging fourth calendar quarter, the Global Market rallied by more than four per cent in the first month of 2019. Readers will know that we were increasing the Fund's net market exposure late last year as stocks became cheaper. As scary as volatility can be for investors, it often creates opportunities. One simply needs to remember that as stock prices fall, they are typically becoming less risky, not more.

Earnings season is also underway. Many of the Fund's holdings are performing well despite the global uncertainty we have discussed in recent months. These include Facebook (NASDAQ: FB), Apple (NASDAQ: AAPL), Alibaba (NYSE: BABA), Union Pacific (NYSE: UNP) and Lear (NYSE: LEA). Offsetting some of these good performances was an earnings-downgrade by Australian insurer Challenger (ASX: CGF) which resulted in a 17 per cent decline in the stock. This was an overreaction, in our view: for a downgrade in CGF's annual earnings power of approximately \$20-30 million, the market wiped off more than \$1 billion in value. This makes no sense to us and we have acquired more shares.

FUND PERFORMANCE



| PERFORMANCE (%) | 1M | 3M | 12M | 2 Yr pa | COMPOUNDED ANNUAL RETURN SINCE INCEPTION | SINCE INCEPTION |
|--|------------|--------------|------------|-------------|--|-----------------|
| Fund (AUD)² | 2.3 | (0.6) | 5.6 | 11.0 | 4.1 | 13.9 |
| Underlying Fund (AUD) ⁴ | 2.3 | (0.6) | 5.6 | 11.0 | 7.7 | 30.6 |
| Average Net Market Exposure | 52 | 54 | 46 | 45 | 47 | 47 |
| Global Market (AUD) ^{2,5} | 4.1 | (2.1) | 3.8 | 10.7 | 6.8 | 23.8 |
| Average Net Market Exposure ³ | 100 | 100 | 100 | 100 | 100 | 100 |

PERFORMANCE ATTRIBUTION^{1*} (%)

January 2019

| | |
|------------------------------|--------|
| Long portfolio contribution | 7.38 |
| Short portfolio contribution | (2.04) |
| Change in AUD/USD | (3.08) |
| Net return | 2.26 |
| Since inception ² | 13.90 |

EXPOSURES (as at 31 January 2019)

% of NAV

| | |
|----------------------|--------|
| Long exposure | 95.6 |
| Less: short exposure | (43.2) |
| Net market exposure | 52.4 |

POSITION METRICS (as at 31 January 2019)

| | Long Portfolio | Short Portfolio |
|------------------------|----------------|-----------------|
| Number of positions | 19 | 34 |
| Largest position size | 7.6 | 2.3 |
| Smallest position size | 3.2 | 0.7 |
| Average position size | 5.0 | 1.3 |

Note: sizes shown as % of NAV

TOP 10 LONG POSITIONS (as at 31 January 2019)

| | % of NAV | | % of NAV |
|-----------------------------|----------|--------------|----------|
| 1 Vivendi | 7.6 | 6 Alphabet | 6.3 |
| 2 Insperity Inc | 6.9 | 7 Challenger | 5.8 |
| 3 Facebook | 6.9 | 8 Apple | 5.5 |
| 4 Prudential | 6.5 | 9 Lear | 5.0 |
| 5 Microsoft | 6.3 | 10 Ping An | 4.7 |
| Total top 10 long positions | 61.4 | | |

FUND SIZE (NAV) (\$M) (as at 31 January 2019)

| | |
|--------------------------------------|-------|
| Montaka Global Fund | 185.2 |
| of which: Montaka Global Access Fund | 72.3 |

¹) The fund is forward priced; you will receive the price struck subsequent to the receipt of your application/ redemption request.

²) Inception: 1 November 2015; Ex-distribution of 1.9994 cents 30/06/2016 and 7.4407 cents 30/06/2018

³) Based on average of month-end net market exposures

⁴) Montaka Global Fund; inception 1 July 2015

⁵) MSCI World Net Total Return Index in Australian dollar terms

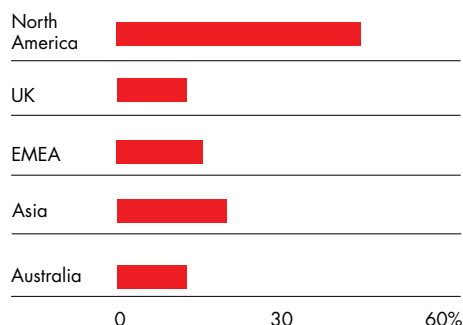
* all exposures, metrics & positions are derived from the Underlying Fund (Montaka Global Fund)

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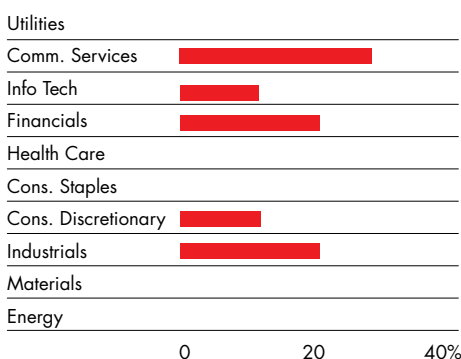
JANUARY 2019

LONG PORTFOLIO (as at 31 January 2019)

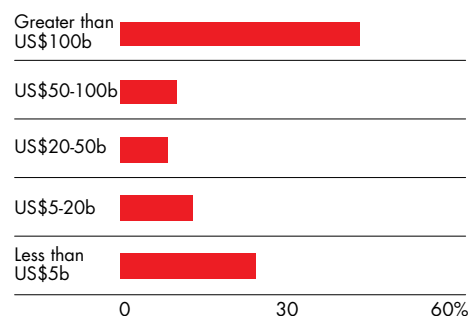
GEOGRAPHIC EXPOSURE (Country of domicile)



INDUSTRY EXPOSURE

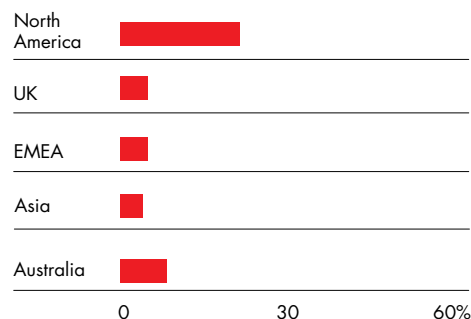


MARKET CAP EXPOSURE

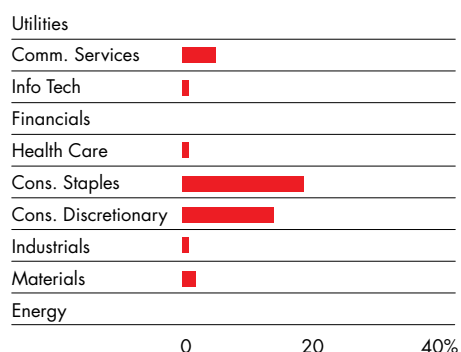


SHORT PORTFOLIO (as at 31 January 2019)

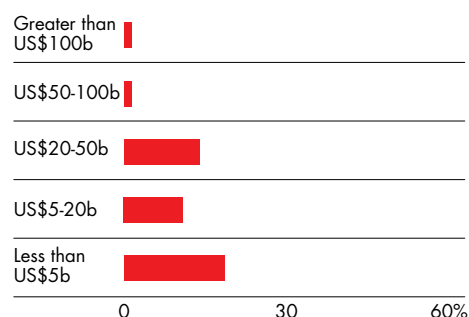
GEOGRAPHIC EXPOSURE (Country of domicile)



INDUSTRY EXPOSURE



MARKET CAP EXPOSURE



Note: exposures shown as % of NAV

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DISCLAIMER

#Fund performance is calculated after fees and costs, including the investment management fee and performance fee. All returns are on a pre-tax basis.

This report was prepared by MGIM Pty Ltd, (ACN 604 878 533) (CAR) #001 007 050 (Montgomery) the investment manager of the Montaka Global Access Fund (ARSN 607 245 643). 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, or cers 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.