

Polen Capital Global Small and Mid Cap Fund

Investment Report & Fact Sheet

January 2023

Fund Overview

The Polen Capital Global Small and Mid Cap Fund is a long only, small and mid cap global equities fund. The Fund typically invests in a concentrated portfolio of 25-35 high-quality companies within the global small and mid cap company universe.

Using the unique Polen Flywheel Framework, the Small Company Growth team analyses opportunities to uncover compelling long-term structural growth and determine if the right conditions are in place to

identify companies that are well-positioned to deliver significant value over a five-year period.

Relative to its mega cap counterparts, with the weighted average market capitalisation of around US\$8 billion the Polen Capital Global Small and Mid Cap Fund seeks to offer a concentrated portfolio of interesting fast-growing smaller companies with a huge potential global runway of growth ahead of them.

Fund Facts

Investment Manager

Montgomery Investment Management Pty Ltd

Objective

The Fund aims to outperform the benchmark, over a rolling five-year period, net of fees.

Benchmark

MSCI ACWI SMID Cap Net Total Return Index, in Australian Dollars

Fund Construction

The Fund typically invests in a concentrated portfolio of 25 to 35 high-quality companies within the global small and mid-cap company universe with the potential to deliver sustained superior growth.

APIR

FHT8533AU

Portfolio Managers

Rob Forker

Recommended Investment Timeframe

At least 5 years

Minimum Initial Investment

A\$25,000

Inception Date

21 October 2021

Fund Size

\$19.2M

Management Fees and Costs

Up to 1.15% per annum of the net asset value of The Fund

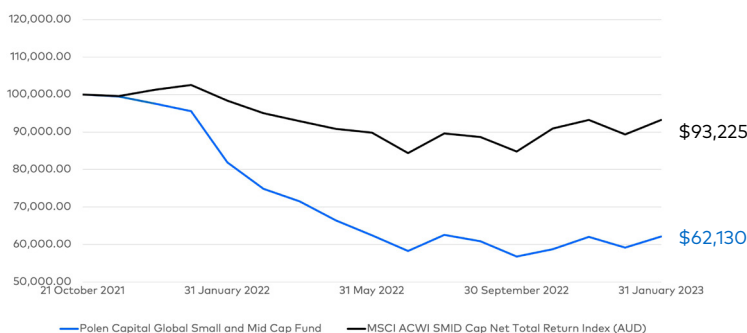
Performance Fees

17.56% of the excess total return of The Fund (after management fees and expenses have been deducted) above the Fund's benchmark.

Application & Redemption Prices

montinvest.com/our-funds/polen-capital-global-small-and-mid-cap-fund/

Polen Capital Global Small and Mid Cap Fund Performance



Contact Details

Investors

David Buckland
Chief Executive Officer
Telephone: (02) 8046 5000
Email: dbuckland@montinvest.com

Toby Roberts
Account Manager
Telephone: (02) 8046 5017
Email: troberts@montinvest.com

Portfolio Performance (to 31 January 2023, after all fees)

	1 month	3 months	6 months	1 year	Since Inception (21 Oct 2021)	Compound Annual Return Since Inception
Polen Capital Global Small and Mid Cap Fund	5.00%	5.77%	-0.66%	-24.14%	-37.87%	-31.08%
MSCI ACWI SMID (AUD)	4.34%	2.49%	4.00%	-5.21%	-6.77%	-5.34%
Out/Underperformance	0.66%	3.28%	-4.66%	-18.93%	-31.10%	-25.74%

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.

Polen Capital Global Small and Mid Cap Fund

Investment Report & Fact Sheet

January 2023

Fund Commentary

Global equity markets started the year in positive territory, boosted by softening inflation, suggesting the U.S. Federal Reserve and other key central banks are approaching the end of the tightening cycle. Companies have also started reporting on earnings. The Polen Capital Global Small and Mid Cap Fund's (the Fund) companies' fundamentals generally remain on track or better than expected, however inflation and interest rates, as well as rising recessionary concerns, continue to weigh on sentiment.

The Polen Capital Global Small and Mid Cap Fund increased by 5.00 per cent in January, while the MSCI ACWI SMID Cap in AUD (the Benchmark), returned 4.34 per cent. The Fund outperformed its performance benchmark for the period primarily due to sector allocation.

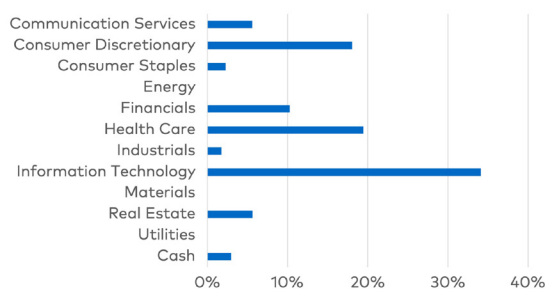
The top three absolute contributors to performance were Floor & Décor, Koh Young Technology and Revolve Group. Floor and Décor, a leading retailer of hard surface flooring in the U.S, and Revolve Group, a next-generation online apparel retailer, both benefited from an improvement in sentiment, despite no notable news flow. Koh Young, a leader in 3D automated inspection, reported quarterly results with both revenues and profits up, benefiting from re-shoring as American and European companies move supply chains to match refined strategic plans.

Continued on the next page...

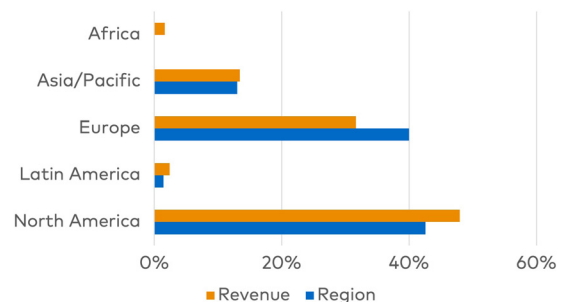
Top Completed Holdings (to 31 January 2023)

Company Name	Sector	Country of Domicile	Market Cap US\$ B	Weight (%)
Floor & Decor Holdings Inc	Consumer Discretionary	United States	9.6	5.0
Euronext NV	Financials	Netherlands	8.6	4.8
Five Below Inc	Consumer Discretionary	United States	10.9	4.6
Endava PLC	Information Technology	United Kingdom	5.0	4.1
Revolve Group Inc	Consumer Discretionary	United States	2.1	3.9
Keywords Studios PLC	Information Technology	United Kingdom	2.7	3.9
Tecan Group AG	Health Care	Switzerland	5.3	3.8
Goosehead Insurance Inc	Financials	United States	1.5	3.8
Paycom Software Inc	Information Technology	United States	19.4	3.7
Koh Young Technology Inc	Information Technology	Republic of Korea	1.0	3.5

GICS Sector Exposure



Geographic Exposure



This report was prepared by Montgomery Investment Management Pty Ltd, AFSL No: 354564 ("Montgomery") the investment manager of the Polen Capital Global Small and Mid Cap Fund (ARSN: 652 035 642) (Fund). The Responsible Entity of the Fund is Fundhost Limited (ABN 69 092 517 087) (AFSL No: 233 045) ("Fundhost"). This report 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. The PDS and Target Market Determination ("TMD") are available here: <https://www.montinvest.com/our-funds/polen-capital-global-small-and-mid-cap-fund/> and here: <https://fundhost.com.au/> 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 report. Past performance is not indicative of future performance.

Polen Capital Global Small and Mid Cap Fund

Investment Report & Fact Sheet

January 2023

Fund Commentary

The bottom three absolute detractors from performance were Tecan Group, Netcompany and Globant. Shares of Tecan, a Swiss healthcare technology company, pulled back after a relatively strong second half of 2022. Netcompany, a Danish IT consulting business, reported good Q4 results, with revenue growth and margins exceeding expectations, however management guided more conservatively for 2023 with growth expected to slow and margins to be impacted by higher costs. Globant, another leading technology consulting company, was weak on read-across from companies such as Netcompany that 2023 could be a tougher year for the industry.

Polen Capital continue to stay focused on the long-term value propositions, competitive advantages, ongoing initiatives, growth opportunities, and potential earnings power of the Fund's companies. The severity of a recession, the path of inflation and interest rates, and geopolitics will continue to have an influence on markets, but in challenging periods like these, we believe the strong get stronger.

In other words, we believe businesses with robust balance sheets that can self-fund growth are poised to withstand a potential recession, maintain resilience, and gain market share while their competition retreats. Various risks remain in the market, but we believe this is largely reflected in share prices and we are well compensated for these risks. Valuation is rarely this attractive in global small and mid-cap stocks. The dramatic drawdown in 2022 has afforded Polen Capital the opportunity to look at a number of high-quality businesses that are priced very attractively.