



## ASX ANNOUNCEMENT

4 September 2020

### Fat Prophets Global Contrarian Fund (ASX Code FPC) Estimated Pre-Tax NTA 2<sup>nd</sup> September 2020

The estimated pre-tax NTA per share for the Fat Prophets Global Contrarian Fund as at the 2<sup>nd</sup> of September 2020 is as follows:

#### Month to date NTA

	Amount (\$)
Pre-Tax NTA (as at 2 September 2020)	1.2979
Pre-Tax NTA (as at 31 July 2020)	1.2440
Change in NTA (31 July 2020 to 2 September 2020)	4.33%

The Fund had a solid performance in August and is off to a solid start in September. For the period from the 31<sup>st</sup> of July to the 2<sup>nd</sup> of September 2020, the Fund recorded an increase in estimated pre-tax NTA from \$1.2440 to \$1.2979, **a gain of 4.33%**.

#### Portfolio Changes and market outlook

**The markets corrected sharply on Thursday, with the technology sector bearing the brunt of the selloff.** There is probably further to go on the downside, with risks mounting for the US economy in the absence of a second fiscal package being agreed by Congress. **Last week the Fund eliminated nearly all gearing and leverage, with a broad sell down of the portfolio.**

We are of the view that the market's uninterrupted run since the March lows have led to valuations being somewhat overextended in certain sectors, with technology standing out. Any knock to the financial markets, will in our view, **prompt US Congress at some point into agreeing a second fiscal stimulus package, especially this being an election year.** We are **braced for a "tradeable" correction after what has been one of the biggest recovery rallies of all time.**

Angus Geddes  
Chief Investment Officer  
**Fat Prophets Global Contrarian Fund**