



## ASX ANNOUNCEMENT

22 January 2021

### Fat Prophets Global Contrarian Fund (ASX Code FPC) Estimated Pre-Tax NTA 20 January 2021

The estimated pre-tax NTA per share for the Fat Prophets Global Contrarian Fund as at 20 January 2021 is as follows:

#### Month to date NTA

	Amount (\$)
Pre-Tax NTA (as at 20 January 2021)	1.5101
Pre-Tax NTA (as at 31 December 2020)	1.4808
Change in NTA (31 December 2020 to 20 January 2021)	1.98%

For the period from 31 December 2020 to 20 January 2021 the Fund recorded an increase in estimated pre-tax NTA from \$1.4808 to \$1.5101, **a growth of 1.98%. The Fund has got off to a strong start in 2021 with a number of stocks across the portfolio achieving solid gains.**

#### Portfolio Changes and market outlook

The Fund has got off to a solid start in January, with good performances from core holdings across the portfolio including **Hong Kong Exchanges & Clearing, Tencent Music, Domino's Pizza, Praemium, and Samsung Electronics**. The Fund's short-long dated US bond position also performed well with interest rates on US ten-year bonds rising in recent weeks well north of 1%.

The newly installed Biden Administration now has a democrat-controlled Senate and Congress at its back, and can now freely implement policies. We have already seen a sharp ramp up in fiscal spending, which is going to drive another sharp jump in monetary supply growth. This in turn will likely lead to further US dollar weakening, a continued rise in long dated bond rates, and a jump of inflation.

Equities are a likely beneficiary, particularly with earnings growth coming through from a sharp improvement in the global economy, and while interest rates on balance remain ultralow. The Fund is positioned for this scenario, which we see playing out over the coming year. **PowerHouse Energy** backed away from the highs of last month after completing a £10 million capital raise which effectively underpins its funding while it commercialises its non-recyclable plastic waste to hydrogen technology.

**We note the Fund continues to trade at a circa 11% discount to estimated pre-tax NTA**, which is attractive for those contemplating investing. The Board of FPC and the Manager is not only committed to addressing the discount but providing a regular dividend stream to shareholders. **A major initiative to address the discount is being implemented and the Board hopes to provide an update soon.**

Angus Geddes  
Chief Investment Officer  
Fat Prophets Global Contrarian Fund