



ASX ANNOUNCEMENT

3 December 2021

Fat Prophets Global Contrarian Fund (ASX Code FPC) Estimated Pre-Tax NTA 1st December 2021

The estimated pre-tax NTA per share for the Fat Prophets Global Contrarian Fund as at 1 December 2021 is as follows:

	Amount (\$)
Pre-Tax NTA (as at 1 December 2021)	1.2411
Pre-Tax NTA (as at 30 November 2021)	1.2474
Change in NTA (30 November 2021 to 1 December 2021)	-0.51%

For the period from 30 November 2021 to 1 December 2021, the Fund recorded a 0.51% decrease in estimated pre-tax NTA from \$1.2474 to \$1.2411.

Portfolio Changes and Market Outlook

Financial markets have been volatile having been impacted by the latest covid variant and a more hawkish pivot from Fed Chair, Mr Jerome Powell. However, despite the risk-off environment, our view remains positive over the near term for equities, particularly for value stocks and our inflationary thematic. Whilst the Fed has begun to move away from their “transitory view” on inflation, they are yet to commit to lifting interest rates. We continue to believe inflation is going to be an issue and commodities will be a beneficiary in 2022.

On this front, we added **Inpex**, one of Japan’s largest energy companies with major LNG interests in Australia. Inpex is undervalued relative to other energy companies in our view paying a dividend yield of around 6% and valued on a price to book ratio of just 0.4x. We have favourable disposition to the energy price, despite the sharp correction this week.

Energy demand is set to rise sharply next year, whilst supply is likely to remain constrained following the downturn in the oil industry last year. The US, as a major swing producer, will likely require a significantly higher oil price from current spot levels to induce a supply side response. We also added to holdings in **Disney** following a recent sharp decline.

Angus Geddes
Chief Investment Officer
Fat Prophets Global Contrarian Fund