



ASX ANNOUNCEMENT

28 January 2022

Fat Prophets Global Contrarian Fund (ASX Code FPC) Estimated Pre-Tax NTA 25th January 2022

The estimated pre-tax NTA per share for the Fat Prophets Global Contrarian Fund as at 25 January 2022 is as follows:

	Amount (\$)
Pre-Tax NTA (as at 25 January 2022)	1.2599
Pre-Tax NTA (as at 31 December 2021)	1.2894
Change in NTA (31 December 2021 to 25 January 2022)	-2.29%

For the period from 31 December 2021 to 25 January 2022, the Fund recorded a 2.29% decrease in estimated pre-tax NTA from \$1.2894 to \$1.2599, which was a notably lower drawdown for the major indices over the same period.

Equities have been volatile in recent weeks due to a sharp rise in bond yields, and mounting concerns that the Federal Reserve will have to move faster in lifting interest rates. While this week's FOMC meeting was initially taken well by markets, the follow-up pressor with Jerome Powell instigated more volatility when he remained non-committal on how quickly the Fed would move this year to adjust rates and at what pace. Technology and expensive growth stocks have been particularly hard impacted given their higher vulnerability to higher bond yields.

As noted in last week's NTA release, value, cyclical, and reflationary beneficiaries have held up relatively well, which is why the Global Contrarian Fund has outperformed in January relative to the major benchmarks. Corrections are normal in any bull market, and while equities have remained under pressure this week, we have confidence the cycle has further to run. In many stock markets such as Australia, UK and Japan, real value is emerging and with it, opportunities. The Fund has not been active this week, however with the latest market drawdown, opportunity is now beginning to emerge.

Angus Geddes
Chief Investment Officer
Fat Prophets Global Contrarian Fund