

INVESTMENT REPORT

JANUARY 2022

ABOUT THE FUND

Montaka Global is a specialist global equities manager committed to achieving superior long-term compounding of investor capital, alongside the capital of our principals, team, and owners.

The Montaka Global Long Only Equities Fund (Managed Fund), previously known as Montgomery Global Equities Fund, can play a leading role in this mission.

Investors in the Fund benefit from our deep expertise, research, and insights to identify high-conviction long-duration opportunities through a concentrated global equities portfolio. The Fund is highly focussed on investing in long-term winners in attractive markets when they are undervalued.

Investors also benefit from an easily accessible listed structure with 'live' pricing around 'fair value'. Investors can invest and redeem by buying and selling units on ASX (ticker: MOGL) in the same way as other listed securities, through a stock-broker or share trading account. Units are priced close to the indicative net asset value published on the [website](#) and updated every second during the ASX trading day.

The Fund is attractive for investors seeking yield and capital growth with targeted distributions of at least 4.5% per annum, paid semi-annually, which can be automatically reinvested.

TOP 10 HOLDINGS

1	Meta	8.0%	6	Tencent	6.7%
2	Alphabet	7.9%	7	Amazon	6.1%
3	Blackstone	7.8%	8	ServiceNow	5.5%
4	Microsoft	7.3%	9	Alibaba	5.3%
5	Unity	7.2%	10	Carlyle	5.3%
Total top 10 holdings					67.3%

PERFORMANCE

	FUND	BENCHMARK ¹
1 month	-4.2%	-2.3%
3 month	-6.6%	3.0%
6 month	1.4%	4.6%
1 year	19.2%	26.9%
3 years (p.a.)	11.0%	17.9%
Since inception ² (p.a.)	8.5%	13.7%
Since inception ²	39.8%	69.9%
Strategy ³ :		
5 years (p.a.)	11.6%	15.0%
Since inception (p.a.)	10.1%	12.3%
Since inception	88.8%	114.1%

All holdings, performance, exposures and position metrics to 31st January 2022. Top 10 holdings are long positions. Performance is after all fees and costs. Past performance is not indicative of future performance.

1. Benchmark: MSCI World Net Total Return Index in A\$.

2. Inception: 20th December 2017.

3. Performance for Montaka Global Long Only Fund, previously known as Montgomery Global Fund, the unlisted fund that invests with the same underlying strategy as the Fund. Inception 1st July 2015.

FUND FACTS

Fund	Montaka Global Long Only Equities Fund (Managed Fund)
ASX ticker	MOGL
Investment manager	Montaka Global Pty Ltd
Portfolio managers	Andrew Macken, Christopher Demasi
Fund structure	Exchange-traded managed fund; open-ended, listed on ASX
Listing date	20 th December 2017
Unit price	A\$3.7923
Invest/redeem	Buy/sell units on ASX
Pricing	Close to the indicative net asset value updated every second on the website
Distributions	Target min. 4.5% p.a. paid semi-annually
Currency hedging	Typically unhedged to A\$ (selective hedging permitted)
Website	www.montaka.com/mogl

TOP MEGA-TRENDS

1	Digital enterprise	25%
2	Digital consumer	20%
3	Alternative asset managers	18%
4	Digital Asia	14%
5	Digital SME	12%
6	Data assets & digital networks	9%

CONTACT DETAILS

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The performance chart of the Fund can be viewed [here](#).

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FUND COMMENTARY

The first month of 2022 was rather eventful in global equity markets. Significant volatility stemmed from fears over inflation – particularly in the US – and the resulting trajectory of Fed interest rate rises. As of days ago, the average stock in the S&P 500 had declined by 17% from its recent peak late last year, while the average NASDAQ stock was down a staggering 44%.

We shared detailed analysis and perspectives on the topics of inflation, interest rate changes and implications for equity valuations in the February edition of Montaka's Monocle. We weighed up the arguments for and against, and concluded this episode is much more likely to be an attractive buying opportunity, than selling opportunity. We incrementally added to a number of Montaka's existing investee companies during the month.

Earnings season for Q4 of 2021 is well underway. Many of Montaka's portfolio companies continue to perform exceptionally well, including Blackstone, Alphabet, Microsoft, Visa and UnitedHealth. Upon reporting, these stocks were up significantly in the midst of a more general market downturn.

The major exception was Meta Platforms (formerly Facebook), which reported quarterly results and forward guidance in the early days of February. Meta guided to slower revenue growth over the coming quarters than was expected, as the company transitions to more short-form video content which monetises at relatively lower rates in the early days. At the same time, as we know well, Meta is making significant investments into large future growth opportunities, including ecommerce, new messaging use cases, artificial intelligence and the new core hardware and software elements that will underpin the 'metaverse'. The combination is creating a short-term 'air pocket' in Meta's earnings and caused a significant selloff in the stock. We were surprised by the extent of the selloff and, as we continue to investigate, suspect it was a significant overreaction.

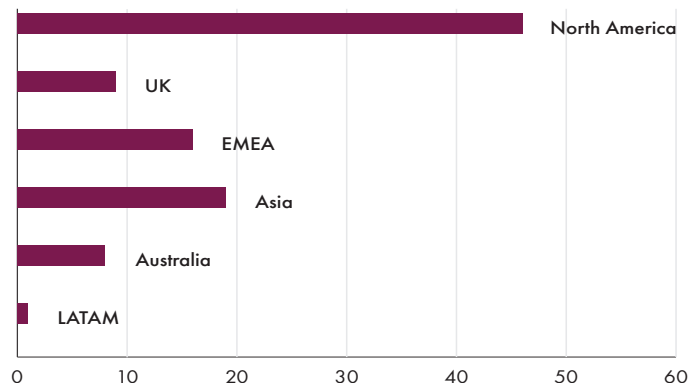
FUND EXPOSURES (net, % of NAV)

Top 10 holdings	67.3%
Total equity holdings	98.7%
Cash weighting	1.3%
A\$ currency exposure ⁴	8.1%

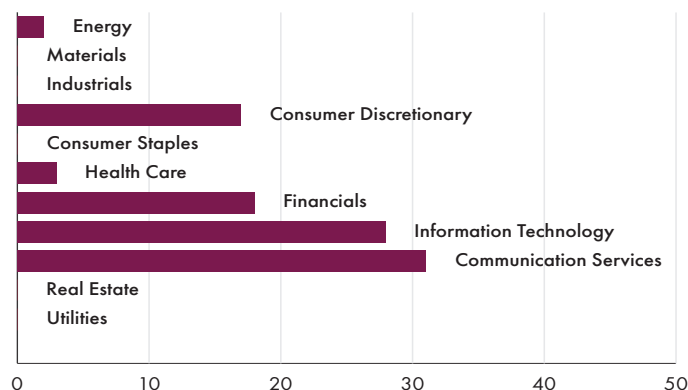
POSITION METRICS

Number of positions	24
Position sizes (net, % of NAV)	
Largest	8.0%
Smallest	0.2%
Average	4.1%

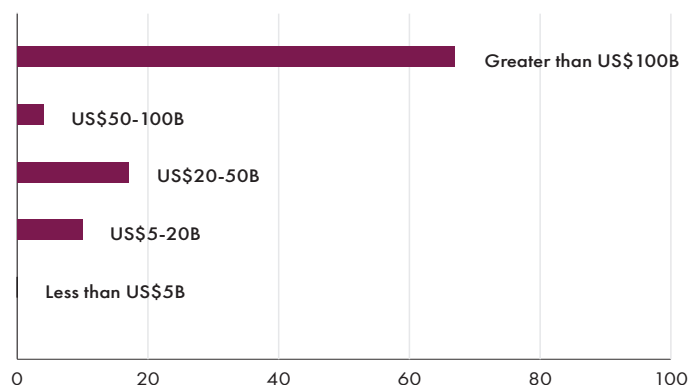
GEOGRAPHIC EXPOSURE⁵ (net, % of NAV)



INDUSTRY EXPOSURE (net, % of NAV)



MARKET CAPITALISATION EXPOSURE (net, % of NAV)



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4. A\$ currency exposure shown on look-through earnings basis of portfolio holdings and includes the effect of currency forwards.

5. Shown on look-through earnings basis.

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. This report was prepared by Montaka Global Pty Ltd, (ACN 604 878 533) AFSL 516 942, the investment manager of the Montaka Global Long Only Equities Fund and is authorised for release by the responsible entity Perpetual Trust Services Limited ACN 000 142 049 (AFSL 236648), the issuer of units of the Montaka Global Long Only Equities Fund. Copies of the PDS and TMD are available on this webpage: <https://montaka.com/tmd/>. Before making any decision to make or hold any investment in the Fund you should consider the PDS in full and any ASX announcements. The information provided is general information only and does not take into account your investment objectives, financial situation or particular needs. You should consider your own investment objectives, financial situation and particular needs before acting upon any information provided and consider seeking advice from a financial advisor or stockbroker if necessary. You should not base an investment decision simply on past performance. Past performance is not an indicator of future performance. Returns are not guaranteed and so the value of an investment may rise or fall. To the extent permitted by law, no liability is accepted for any loss or damage as a result of any reliance on this information.