

## INVESTMENT REPORT

FEBRUARY 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	Alphabet	8.2%	6	Meta	6.6%
2	Blackstone	7.8%	7	Unity	6.4%
3	Amazon	7.8%	8	ServiceNow	5.9%
4	Microsoft	7.6%	9	Tencent	5.6%
5	Salesforce	7.1%	10	Carlyle	5.3%
Total top 10 holdings					68.3%

### PERFORMANCE

	FUND	BENCHMARK <sup>1</sup>
1 month	-9.8%	-5.4%
3 month	-17.2%	-5.9%
6 month	-13.3%	-4.0%
1 year	7.7%	18.2%
3 years (p.a.)	4.6%	13.7%
Since inception <sup>2</sup> (p.a.)	5.7%	12.0%
Since inception <sup>2</sup>	26.0%	60.7%
Strategy <sup>3</sup> :		
5 years (p.a.)	8.6%	13.4%
Since inception (p.a.)	8.3%	11.2%
Since inception	70.1%	102.6%

All holdings, performance, exposures and position metrics to 28<sup>th</sup> 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: 20<sup>th</sup> 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 1<sup>st</sup> 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 <sup>th</sup> December 2017
Unit price	A\$3.4198
Invest/redeem	Buy/sell units on ASX
Pricing	Close to the indicative net asset value updated every second on the <a href="#">website</a>
Distributions	Target min. 4.5% p.a. paid semi-annually
Currency hedging	Typically unhedged to A\$ (selective hedging permitted)
Website	<a href="http://www.montaka.com/mogl">www.montaka.com/mogl</a>

### TOP MEGA-TRENDS

1	Digital enterprise	29%
2	Digital consumer	19%
3	Alternative asset managers	18%
4	Digital Asia	12%
5	Digital SME	11%
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

Global equity markets continued to sell off in February. Fears over inflation and interest rate increases – particularly in the US – were major contributors to price declines.

Towards the end of the month, of course, Russian armed forces invaded Ukraine and continue to inflict pain and suffering. These tragic events resulted in strong sanctions against Russian companies, individuals and the central bank – crippling the domestic economy almost overnight. (Montaka does not have any material investments in the region).

The conflict is displacing supplies of energy and food in global markets – further adding to input cost inflation and fears of further monetary tightening.

Purely from an investment perspective, the opportunities that are on offer today are extraordinarily compelling. For many of the world's highest quality businesses, we find their current stock prices to be materially oversold and not reflective of their intrinsic long-term value.

Take Salesforce, for example. In recent days, the business reported an extraordinary set of results with increased guidance of revenue growth and future profitability. Its competitive position continues to strengthen, consensus profit forecasts continue to increase – and yet, its stock price is down by more than 30% in just four months.

Or Meta Platforms (formerly Facebook), which saw its stock decline significantly on announcing its results at the beginning of the month (see our January investment report for more details). Subsequent investigations undertaken over recent weeks continue to support our initial hypothesis that Meta's stock price decline is materially overdone.

Finally, we published Montaka's latest detailed whitepaper on artificial intelligence (AI) and important implications for investors. (Please refer to the March edition of Montaka's Monocle). Based on our analysis, we see the world's leading hyperscalers, including Amazon, Microsoft and Alphabet, as one of the safest and surest ways to profit from AI long-term. This explains why these extraordinary businesses continue to dominate Montaka's top 10 holdings.

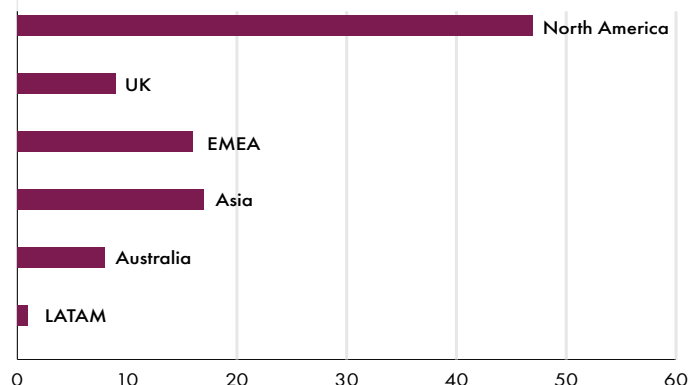
### FUND EXPOSURES (net, % of NAV)

Top 10 holdings	68.3%
Total equity holdings	97.9%
Cash weighting	2.1%
A\$ currency exposure <sup>4</sup>	7.7%

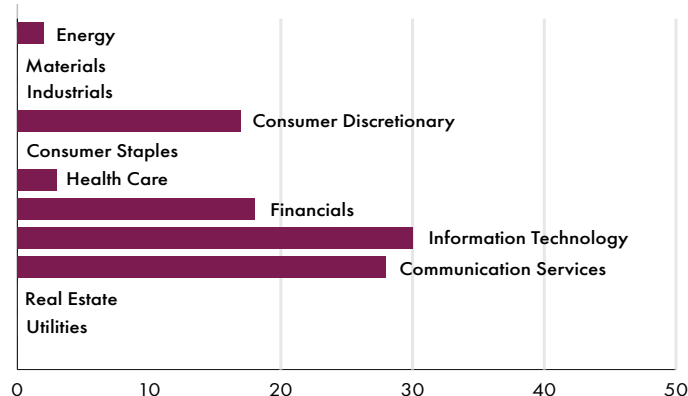
### POSITION METRICS

Number of positions	24
Position sizes (net, % of NAV)	
Largest	8.2%
Smallest	0.2%
Average	4.1%

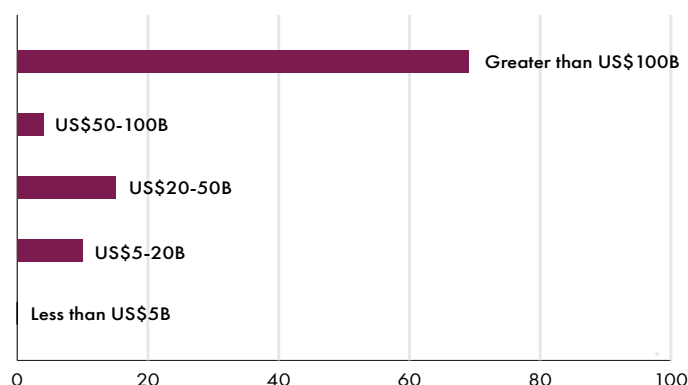
### GEOGRAPHIC EXPOSURE<sup>5</sup> (net, % of NAV)



### INDUSTRY EXPOSURE (net, % of NAV)



### MARKET CAPITALISATION EXPOSURE (net, % of NAV)



All holdings, performance, exposures and position metrics to 28<sup>th</sup> January 2022. Top 10 holdings are long positions. Performance is after all fees and costs. Past performance is not indicative of future performance.

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.