

Fat Prophets Global Contrarian Fund (ASX Code FPC)

Estimated Pre-Tax NTA 23 November 2022

The estimated pre-tax NTA per share for the Fat Prophets Global Contrarian Fund as at 23 November 2022 is as follows:

	Amount (\$)
Pre-Tax NTA (as at 23 November 2022)	0.9938
Pre-Tax NTA (as at 31 October 2022)	0.9581
Change in NTA (31 October 2022 to 23 November 2022)	+3.73%

For the period from 31 October 2022 to 23 November 2022, the Fund recorded a 3.73% increase in estimated pre-tax NTA from \$0.9581 to \$0.9938.

Softer economic data and falling US gas prices (which are back to pre-Ukraine war levels) point to the peak inflation narrative. In the coming weeks and months, we expect to see more data that will confirm a downtrend is in place, which might not be priced into bond markets. We see the Fed moderating the pace of rate hikes with an eventual pause in January or February, that will see the Fed funds terminal rate between 4.5% to 5%. Falling bond yields have supported the rally on Wall Street which we expect to add impetus to the year-end rally. **We added to our long government and corporate bond and precious metal positions that should benefit from falling long duration rates in the US and a weaker dollar.**

We believe market focus is going to shift in coming months from the Fed, inflation and monetary policy to FY23 earnings, and the transmission impact of higher rates on the now slowing US economy. We also believe a wave of earnings downgrades will emerge in the first quarter of next year and doubt the sustainability of the US equity rally beyond December when companies begin to report.

Angus Geddes
 Chief Investment Officer
Fat Prophets Global Contrarian Fund Limited