

## Fat Prophets Global Contrarian Fund (ASX Code FPC)

### Estimated Pre-Tax NTA 8 February 2023

The estimated pre-tax NTA per share for the Fat Prophets Global Contrarian Fund as at 8 February 2023 was as follows:

	Amount (\$)
<b>Pre-Tax NTA (as at 8 February 2023)</b>	1.0583
<b>Pre-Tax NTA (as at 31 January 2023)</b>	1.0583
<b>Change in NTA (31 January 2023 to 8 February 2023)</b>	<b>0.00%</b>

**For the period from 31 January 2023 to 8 February 2023 the estimated pre-tax NTA did not change.** Since the last ASX update we profitably closed out the Fund's long position in US Government and corporate bonds. With the very strong labour market data print last Friday, **the falling "inflation narrative" may now be in jeopardy.** The Fed looks to have a long road ahead with bringing down inflation and this was highlighted in Fedspeak from many key officials this week. We have doubts that the rate cuts the markets are pricing and looking forward to later this year will in fact materialise.

The upside technical reversal in US 10 year bond yields might therefore mark the end of the bond market rally that began last year. We continue to adopt a cautious stance towards financial markets, which are now showing signs of being overbought. Earnings for December have been better than feared, but the steepest yield curve inversion since the 1980s points to tough times ahead for the US economy and the corporate sector. We consequently still see significant downside risk to forward earnings estimates that have yet to be fully recognised and priced in.

Angus Geddes  
 Chief Investment Officer  
**Fat Prophets Global Contrarian Fund Limited**