

Fat Prophets Global Contrarian Fund (ASX Code FPC)

Estimated Pre-Tax NTA 8 March 2023

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

	Amount (\$)
Pre-Tax NTA (as at 8 March 2023)	1.0718
Pre-Tax NTA (as at 28 February 2023)	1.0624
Change in NTA (28 February 2023 to 8 March 2023)	0.88%

For the period from 28 February 2023 to 8 March 2023, the Fund recorded a 0.88% increase in estimated pre-tax NTA from \$1.0624 to \$1.0718.

Wall Street's reaction to the weaker than expected jobless claims data could be seen as investors finally construing bad news on the economy as 'bad news'. With bond yields and the dollar falling, US equities were uncorrelated with the S&P500 breaking below key technical levels. The technical damage to the US banking sector was particularly concerning. We continue to see significant downside risks to consensus earnings forecasts in the year ahead as the global economy slows and as consumers deplete savings. **We continue to position the portfolio for a market decline and risk off move in asset markets. The Fund remains defensively positioned, holding substantial cash with significant hedging in place.**

It is worth highlighting the present discount of the FPC share price to pre-tax NTA which is presently c12.3%. This is an attractive discount to those investors considering buying shares or adding to existing holdings. The Equal Access Buyback was approved at last year's AGM. FPC will facilitate two EABBs this year, allowing shareholders to swap shares for units in the Fat Prophets Global High Conviction ETF (FATP) at close to net tangible access backing.

FATP, being an ETF, has a market maker which effectively ties the unit price to NTA. FATP is therefore not dependent on buyers or sellers in the open marketplace to determine price. With the next EABB to be facilitated in May, there is presently a sizeable arbitrage opportunity that has opened. **It is disappointing to see shareholders selling in the present market at a sizeable discount, when the EABB potentially remedies the discount.**

Angus Geddes
 Chief Investment Officer
Fat Prophets Global Contrarian Fund Limited