

Fat Prophets Global Contrarian Fund (ASX Code FPC)

On-Market Share Buyback

Fat Prophets Global Contrarian Fund Limited today announced the establishment of an on-market share buy-back (**Buy-back**) for up to 10% of FPC's issued share capital or approximately 3.41 million ordinary shares over the next 12 months.

The objective of the share buyback is capital management. Shares will only be bought back if the FPC share price trades at or below 10% of the pre-tax or post-tax NTA, whichever is higher. No target price has been set.

The establishment of the Buyback is made in circumstances where there is a volatile market backdrop and a significant ongoing discount to the buy-back price applicable to the Fat Prophets Equal Access Buy Back (**EABB**), where shares in FPC can be exchanged for units in the Fat Prophets High Conviction Hedge Fund (**FATP**).

The EABB, which was approved at the FPC Annual General Meeting in November 2022, was designed as a liquidity mechanism to help narrow the discount between the FPC market price and the NTA and allow all shareholders the opportunity to exit FPC shares for units in FATP at a small discount to post-tax NTA. The EABB had considerable success initially but the current unpredictable market environment is a prominent factor that has seen the discount remain stubbornly high, despite the Board and FPC investment manager providing extensive information to shareholders regarding the benefit of the EABB. While the current intention of the Board is to proceed with the May 2023 tranche of the EABB, shareholders should be aware that the on-going use of the EABB is at the Board's discretion and is under constant review. Additionally, the Board reserves the right to impose a limit on the number of Shares that can be bought back in any one tranche.

The terms of the Buy-back ensure that it will be earnings accretive to long term shareholders rather than encouraging short-term profit taking. Accordingly, the Board of FPC considers that the Buy-back is in the interests of all existing shareholders.

This announcement was authorised by Michael Gallagher, Chairman, Fat Prophets Global Contrarian Fund Limited.