

INVESTMENT REPORT

MARCH 2023

ABOUT MONTAKA

Montaka Global is a specialist global equities manager established in 2015 by Andrew Macken and Christopher Demasi with offices in Sydney, Melbourne and New York.

Montaka's mission is to achieve superior long-term compounding of investor capital, alongside the capital of our principals, team, and owners.

ABOUT THE FUND

The Montaka Global Long Only Equities Fund (Managed Fund) can play a leading role in achieving Montaka's mission.

Investors in the Fund benefit from our deep expertise, fundamental research and detailed analysis 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 transforming markets when they are undervalued and offer outsized return potential.

Investors benefit from an easily accessible listed structure with 'live' pricing and sufficient liquidity around 'fair value'. Investors can buy and sell units on ASX (ticker: MOGL) in the same way as other listed securities, through a broker or trading account or choose to invest [directly](#) with the Fund.

The Fund aims to outperform the Index, net of fees, over the long term and targets distributions of 4.5% p.a. which can be automatically reinvested.

TOP 10 HOLDINGS

1	Microsoft	10.0%	6	Salesforce	6.5%
2	Amazon	9.3%	7	KKR	4.9%
3	Blackstone	7.3%	8	Tencent	4.3%
4	ServiceNow	7.1%	9	S&P	4.3%
5	Meta	7.0%	10	Carlyle	4.1%

Total top 10 holdings 64.7%

PERFORMANCE

	FUND	INDEX
1 month	8.4%	3.8%
3 month	21.6%	9.1%
6 month	14.2%	13.5%
1 year	-6.9%	4.3%
3 years (p.a.)	4.0%	13.0%
Since inception ¹ (p.a.)	2.5%	10.1%
Since inception ¹	13.8%	66.4%
Strategy ² :		
5 years (p.a.)	2.6%	11.0%
Since inception (p.a.)	5.7%	10.0%
Since inception	53.1%	109.7%

The performance chart of the Fund can be viewed [here](#).

FUND FACTS

Fund name	Montaka Global Long Only Equities Fund (Managed Fund)
ASX ticker	MOGL
Fund type	Global equities, long only
Fund structure	Exchange-traded managed fund; open-ended, ASX-listed
Investment manager	Montaka Global Pty Ltd
Portfolio managers	Andrew Macken, Christopher Demasi
Listing date	20 th December 2017
Unit price	A\$2.9452
Invest or redeem	Buy/sell units on the ASX or apply/redeem directly with the Fund On-market: close to iNAV, updated every second with sufficient liquidity provided by the market maker Off-market: NAV +/-0.25%, daily
Pricing	
Distributions	Target 4.5% p.a. paid semi-annually
Index	MSCI World Net Total Return Index A\$
Currency hedging	Typically unhedged to A\$ (selective hedging permitted)
Website	www.montaka.com/mogl

TOP MEGA-TRENDS

1	Digital enterprise	30%
2	Alternative asset managers	17%
3	Digital consumer	14%
4	Data assets & digital networks	10%
5	Digital Asia	9%
6	Digital SME	9%

CONTACT DETAILS

PRIVATE CLIENTS

Giles Goodwill
Private Client Manager
E: ggoodwill@montaka.com
P: 02 7202 0097

INTERMEDIARIES

Matthew Briggs
Investment Specialist
E: mbriggs@montaka.com
P: 02 7202 0093

INTERMEDIARIES (continued)

Damian Craven
Hillcrest Strategic Partners
E: dcraven@montaka.com
P: 0408 908 544

Alistair Dunne
Hillcrest Strategic Partners
E: adunne@montaka.com
P: 0452 605 504

FUND WEBSITE: www.montaka.com/mogl

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FUND COMMENTARY

The month of March rounded out a quarter of historic change, as we detail in [Montaka's Quarterly Letter](#), including changes in financial markets and the banking sector, the real economy, AI, and geopolitics.

Against this backdrop, Montaka's portfolio evolved modestly. We were recently presented with an opportunity to buy Bank of America (NYSE: BAC) cheaply following the fallout from the collapse of Silicon Valley Bank. 'BofA' is a large, well-capitalized, high-returning US bank that is perversely benefiting from stresses in the regional banking sector. Indeed, we are already observing US deposits flowing out of smaller banks, into larger banks. This is a bank that counts Berkshire Hathaway as its largest shareholder. And we were able to buy it at a price more than 40% cheaper than one year ago – and one that we believe represents attractive value.

We identified a similar tactical investment opportunity during the quarter in Advanced Micro Devices (NASDAQ: AMD). This is one of the world's leading semiconductor chip designers. We believe we have invested in AMD cheaply and ahead of the following coinciding dynamics that will all play out over the coming year and beyond: (i) new product cycle in accelerator chips tailored for AI models; (ii) positive margin mix effect from new products; (iii) economic cycle of depressed core business rebounding; and (iv) acceleration of synergy unlock from recent Xilinx acquisition.

While BofA and AMD represent relatively small investments within Montaka's portfolio, our research processes and team of generalists are well equipped to pick up 'dollars on the ground' when we see them.

We will also be tactical in the management of our core 'compounder' holdings when the facts and our analysis call for it. During the first quarter, for example, we substantially scaled back the size of Montaka's investment in Alphabet. While this business retains many opportunities for long-term profitable growth, the near-term profitability of its core Search business is at risk due to some of the developments we have observed recently in the field of AI. We hope we can scale the position back up at a later date at greatly reduced prices.

FUND EXPOSURES (net, % of NAV)

Top 10 holdings	64.7%
Total equity holdings	97.2%
Cash weighting	2.8%
A\$ currency exposure ³	27.4%

POSITION METRICS

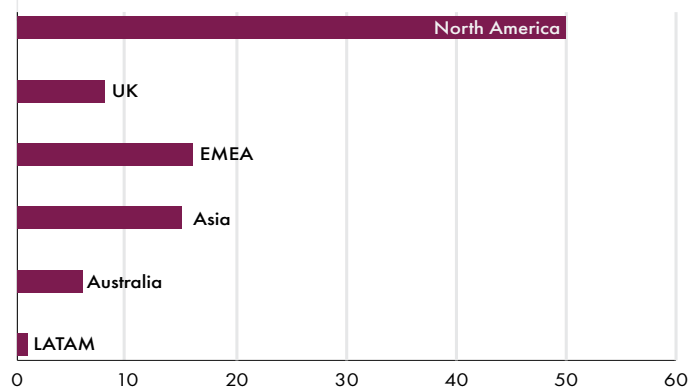
Number of positions	27
Position sizes (net, % of NAV)	
Largest	10.0%
Smallest	0.01%
Average	3.6%

DISCLAIMER: This fund is appropriate for investors with 'High' and 'Very High' risk and return profiles. A suitable investor for this fund is prepared to accept high risk in the pursuit of capital growth with a medium to long investment timeframe. Investors should refer to the [TMD](#) for further information.

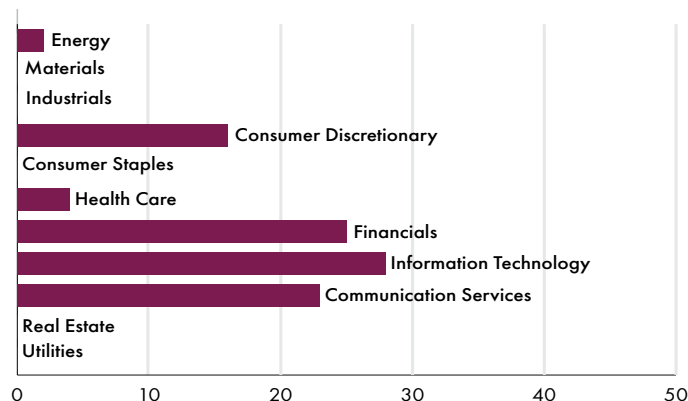
All holdings, performance, exposures and position metrics to 31st March 2023. Top 10 holdings are long positions. Performance is after all fees and costs. Past performance is not indicative of future performance.
 3. A\$ currency exposure shown on look-through earnings basis and includes the effect of currency forwards.
 4. 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.

GEOGRAPHIC EXPOSURE⁴ (net, % of NAV)



INDUSTRY EXPOSURE (net, % of NAV)



MARKET CAPITALISATION EXPOSURE

