

## INVESTMENT REPORT

NOVEMBER 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	Amazon	11.3%	6	Salesforce	6.4%
2	KKR	11.2%	7	ServiceNow	5.7%
3	Microsoft	10.7%	8	Spotify	5.5%
4	Blackstone	9.9%	9	S&P	5.0%
5	Meta	9.2%	10	Alphabet	4.0%

Total top 10 holdings 78.8%

### PERFORMANCE

	FUND	INDEX
1 month	9.1%	4.4%
3 month	3.5%	-0.7%
6 month	13.0%	6.1%
1 year	35.7%	14.1%
3 years (p.a.)	5.8%	10.9%
5 years (p.a.)	6.5%	12.1%
Since inception <sup>1</sup> (p.a.)	5.7%	10.8%
Since inception <sup>1</sup>	39.4%	84.1%
Strategy <sup>2</sup> :		
Since inception (p.a.)	7.7%	10.5%
Since inception	86.6%	132.0%

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 <sup>th</sup> December 2017
Unit price	A\$3.5276
Invest or redeem	Buy/sell units on the ASX or apply/redeem <a href="#">directly</a> 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	<a href="http://www.montaka.com/mogl">www.montaka.com/mogl</a>

### TOP MEGA-TRENDS

1	Digital enterprise	30%
2	Alternative asset managers	21%
3	Digital consumer	16%
4	Digital SME	11%
5	Data assets & digital networks	9%
6	Digital Asia	7%

### CONTACT DETAILS

#### PRIVATE CLIENTS & INTERMEDIARIES

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### FUND COMMENTARY

As we approach the end of 2023, we reflect on a year that has been full of puzzles. Interest rates around the world have risen sharply, several geopolitical armed conflicts have broken out, and China's economy has been suffering.

There is more than enough fodder to craft convincing narratives that explain why equities are risky and should be avoided – especially when cash can yield you 5% or more.

These narratives have created investor caution, no more evident than the fact that cash has moved to the sidelines in a significant way, over the last 12 months. According to the Investment Company Institute, US institutions and investors together have accumulated a record US\$5.7 trillion in cash-like money-market funds (an increase of US\$1 trillion from one year ago), many of which are yielding above 5%.

But 2023 has also been a great test in what cognitive scientists refer to as "relevance realization". That is, the process by which one's cognition can somehow zero in on the information that is relevant, while classifying much of the rest as noise.

One driver of future investment returns that we believe will always remain relevant is low embedded expectations. That is, when a stock is priced in unreasonably low expectations about future company earnings power, this will always be a terrific and salient point for investors - irrespective of the ebbs and flows of global macroeconomics and geopolitics.

We believe the expectations priced in to Montaka's investee companies are too conservative. And that, over time, the market will come to recognize the true value of these businesses – and significant upside will accrue to Montaka's investors.

We got a glimpse of this dynamic in KKR last month, for example. Amongst the announcement of several shareholder-friendly announcements, the stock rallied by approximately 40%.

### FUND EXPOSURES (net, % of NAV)

Top 10 holdings	78.8%
Total equity holdings	98.9%
Cash weighting	1.1%
A\$ currency exposure <sup>3</sup>	21.6%

### POSITION METRICS

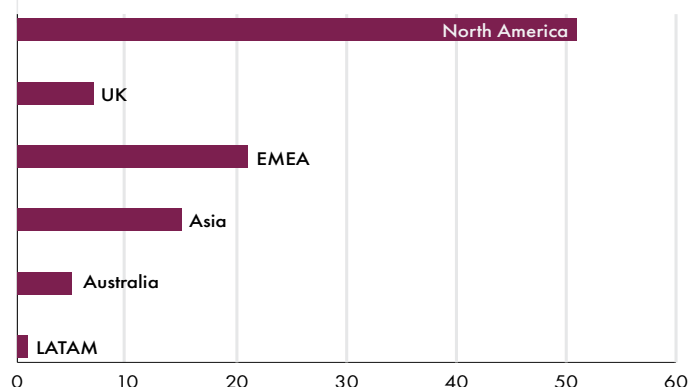
Number of positions	22
Position sizes (net, % of NAV)	
Largest	11.3%
Smallest	0.1%
Average	4.5%

**DISCLAIMER:** This fund is appropriate for investors with '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.

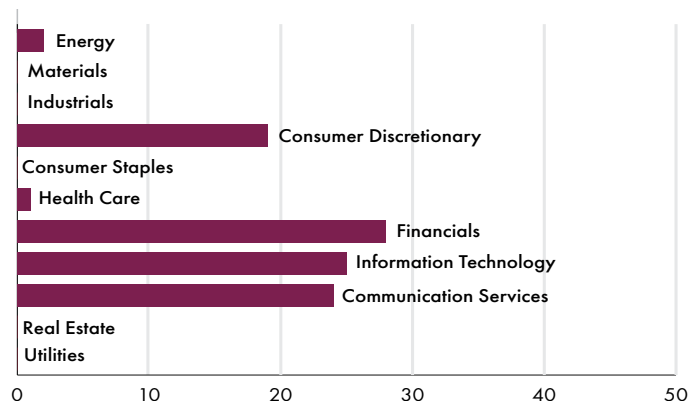
All holdings, performance, exposures and position metrics to 30 Nov 2023. Top 10 holdings are long positions. Performance is after all fees and costs. Past performance is not indicative of future performance.  
<sup>3</sup> A\$ currency exposure shown on look-through earnings basis and includes the effect of currency forwards.  
<sup>4</sup> 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 EXPOSURE<sup>4</sup> (net, % of NAV)



### INDUSTRY EXPOSURE (net, % of NAV)



### MARKET CAPITALISATION EXPOSURE

