

INVESTMENT REPORT & FACT SHEET

FUND OVERVIEW

The Montgomery Global Equities Fund (Managed Fund) (the Fund) employs a highly disciplined, bottom-up, value style and typically invests in 15 to 30 high conviction stocks listed on major global stock exchanges. The focus of the Fund is on investing in what Montgomery Global regards as high quality businesses with attractive prospects trading at a discount to their estimated intrinsic value.

The Fund has the flexibility to retain a reasonable level of cash, with a "soft" 30 per cent limit. The Fund will generally be currency

unhedged but we can put in place strategies aimed at protecting investor capital against currency fluctuations if we predict material upside to the Australian dollar.

The Fund aims to deliver superior positive returns when suitable investment opportunities are abundant, and to preserve capital through cash allocations when an insufficient number of company names are appealing. The Fund also aims to target a minimum 4.5% annual distribution yield, paid semi-annually.

FUND FACTS

INVESTMENT MANAGER

Montgomery Global Investment Management Pty Ltd

OBJECTIVE

The Montgomery Global Equities Fund (Managed Fund) aims to outperform the index over a rolling 5-year period.

BENCHMARK

MSCI World Net Total Return Index, in Australian dollars.

ASRN

621941508

RECOMMENDED INVESTMENT TIMEFRAME

5 years

INCEPTION DATE

20 December 2017

FUND SIZE (AUD)

\$90.0M

MANAGEMENT COST

1.32% per annum, inclusive of GST/RITC.

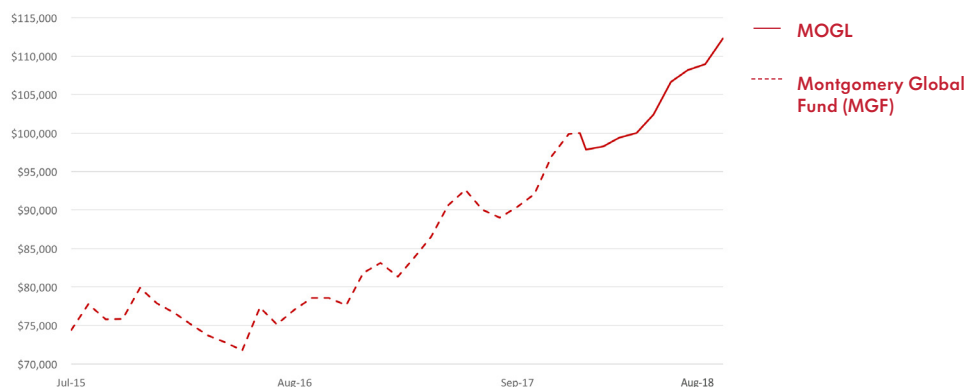
PERFORMANCE FEES

15.38% of the total return of the Fund that is in excess of its Benchmark. No performance fee is payable until any previous periods of underperformance has been made up.

APPLICATION & REDEMPTION PRICES

montinvest.com/mogl

PERFORMANCE GRAPH



Performance Graph Monthly Index: \$100,000 = MOGL inception date²

CONTACT DETAILS

INVESTORS

DEAN CURNOW

t: 02 8046 5019

e: dcurnow@montinvest.com

ADVISERS, RESEARCHERS AND PLATFORMS

SCOTT PHILLIPS (NSW, ACT & QLD)

t: 02 8046 5005

e: sphillips@montinvest.com

DAVID DENBY (VIC, TAS, SA & WA)

t: 0455 086 484

e: ddenby@montinvest.com

PORTFOLIO PERFORMANCE (to 31 August 2018, after all fees)

	INCOME	CAPITAL GROWTH	FUND RETURN	MSCI WORLD NET TOTAL RETURN INDEX ¹	OUT/UNDER PERFORMANCE
1 month	0.00%	3.07%	3.07%	4.06%	-0.99%
3 months	2.41%	2.88%	5.29%	9.18%	-3.89%
6 months	2.59%	10.38%	12.97%	11.95%	1.02%
MOGL (since inception) ²	2.57%	9.70%	12.27%	11.32%	0.95%
MGF (since inception) ³	19.62%	31.56%	51.18%	40.32%	10.86%

¹ In Australian dollars ² Inception: 20 December 2017 ³ Inception: 1 July 2015

FUND COMMENTARY

In the month of August, the Montgomery Global Equities Fund (Managed Fund) (the Fund) increased by 3.07 per cent, net of fees. This was less than the MSCI World Net Total Return Index in Australian dollar terms (the Benchmark) which increased by 4.06 per cent over the month. Since inception, the Fund has increased by 12.27 per cent, net of fees, despite holding approximately 20 per cent of the Fund in cash. Over the same period, the Benchmark – which does not hold cash – increased by 11.32 per cent.

August largely rounded out earnings season for the second calendar quarter. On balance, the quarter was mixed for the Fund's holdings. The most consequential result for the Fund during the month was that of Chinese online recruiting portal: 51job (NASDAQ: JOBS). The company reported earnings that were below the market's expectations. The stock fell by 17 per cent the following day.

Upon analysing the result in detail, the reduced profitability stemmed from management's decision to ramp up investments – particularly in sales personnel – to better capture an increasing share of the recruiting budgets of larger Chinese corporates. We believe it is likely that these investments will turn out to be value accretive; yet the market treated them as though they were simply unanticipated expenses.

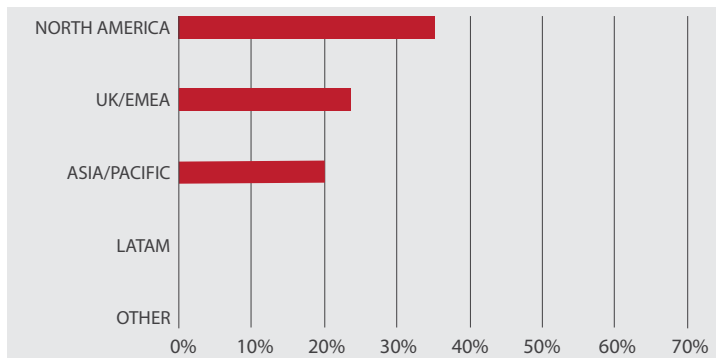
As part of our analysis, we talked to 51job management, as well as current and former corporate customers of 51job in China. We remain convinced that 51job is a high-quality business with an enormous runway for growth ahead. As such, we have taken advantage of the recent stock price weakness to add to our position.

TOP COMPLETED HOLDINGS* (TCH) (at 31 August 2018, out of 19 holdings)

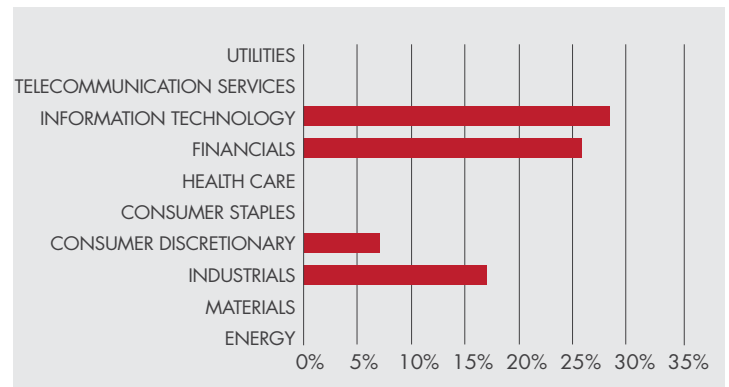
COMPANY NAME	COUNTRY OF DOMICILE	MARKET CAP (\$USDM)	WEIGHT (%)
51job	CN	4,772	5.6
Wells Fargo	US	281,648	5.0
Travelers Companies	US	35,227	4.9
St James's Place	GB	7,762	4.9
Vivendi	FR	33,867	4.8
Insperty	US	5,025	4.8
Alibaba	CN	453,658	4.6
Facebook	US	507,371	4.3
Microsoft	US	861,371	4.1
REA Group	AU	8,632	4.1
PORTFOLIO MEDIAN		35,227	4.1
Total equity weighting			75.8
Total cash weighting			24.2

*Top Completed Holdings are businesses we own but are not actively buying or selling at the time of writing.

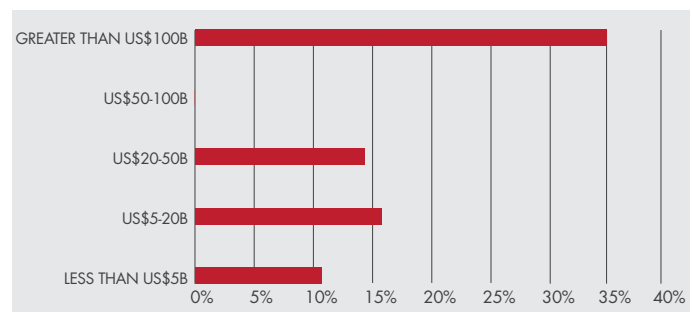
GEOGRAPHIC - COUNTRY OF DOMICILE



GICS SECTOR INDUSTRY EXPOSURE



MARKET CAPITALISATION EXPOSURE



#Portfolio 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 Montgomery Global Investment Management Pty Ltd, (ACN 604 878 533) (CAR) #001 007 050 (Montgomery) the investment manager of the Montgomery Global Equities Fund (Managed Fund). The issuer of units in Montgomery Global Equities Fund (Managed Fund) is the Fund's responsible entity Perpetual Trust Services Limited ACN 000 142 049 (AFSL 236648). Copies of the PDS are available from Montgomery Global Investment Management (02) 8046 5000 or online at www.montinvest.com/mogl. Before making any decision to make or hold any investment in the Fund you should consider the PDS in full. 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.