

## INVESTMENT REPORT

AUGUST 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 Extension Fund (Quoted Managed Hedge 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. The Fund also short-sells single stocks and ETFs to make additional investments in these winners with the proceeds and as an absolute profit centre. Put options can be used to hedge tail risks.

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: MKAX) 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 provide Unitholders with long-term capital growth and targets distributions of 5% p.a. which can be automatically reinvested.

### TOP 10 HOLDINGS

1	Microsoft	15.4%	6	ServiceNow	6.6%
2	Amazon	15.0%	7	Salesforce	6.5%
3	KKR	13.8%	8	Alibaba	6.2%
4	Blackstone	13.8%	9	Tencent	5.9%
5	Meta	10.4%	10	S&P	5.9%

Total top 10 holdings 99.4%

### PERFORMANCE

	FUND
1 month	1.7%
3 months	8.6%
6 months	29.0%
1 year	17.3%
Since inception <sup>1</sup> (p.a.)	-0.4%
Since inception <sup>1</sup>	-1.4%

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

### FUND FACTS

Fund name	Montaka Global Extension Fund (Quoted Managed Hedge Fund)
ASX ticker	MKAX
Fund type	Global equities, extension long/short
Fund structure	Exchange-traded managed fund; open-ended, ASX-listed
Investment manager	Montaka Global Pty Ltd
Portfolio managers	Andrew Macken, Christopher Demasi
Listing date	24 <sup>th</sup> June 2020
Unit price	\$2.8217
Invest/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 5% p.a. paid semi-annually
Hurdle	7% p.a.
Currency hedging	Typically 50% hedged to A\$
Website	<a href="http://www.montaka.com/mkax">www.montaka.com/mkax</a>

### TOP MEGA-TRENDS

1	Digital enterprise	38%
2	Alternative asset managers	31%
3	Digital consumer	22%
4	Digital Asia	14%
5	Data assets & digital networks	13%
6	Digital SME	13%

### CONTACT DETAILS

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### FUND COMMENTARY

Between the excitement of the Women's World Cup, the never-ending rollercoaster of US politics, and the weakening Chinese economy, equity markets declined a little in the month of August.

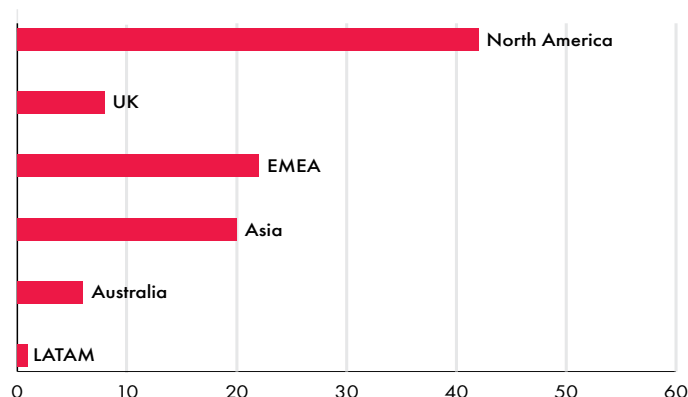
That said, we ascribe little informational value to these short-term market gyrations. Instead, we remain focused on the strong market positions, growing future prospects, and great cost-control we are generally observing in Montaka's investee companies.

Earnings season for Q2 has now largely concluded. Overall, we were very satisfied with the results observed. As global economies and inflation cool, it is once again clear that businesses that are well-positioned in attractive industry sectors, with clean balance sheets, are sensible homes for Montaka's client capital. Businesses like Blackstone, KKR and Amazon, for example.

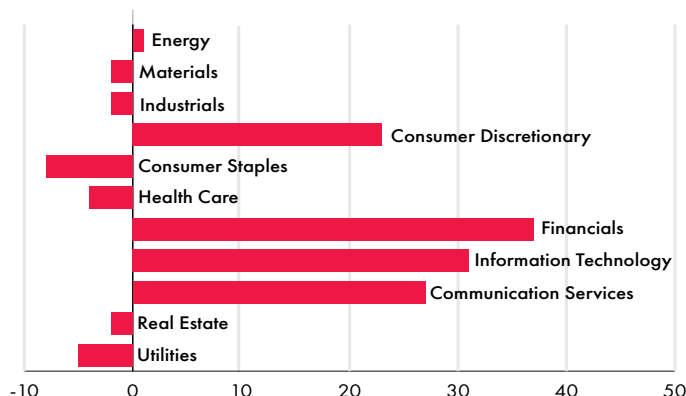
As we look forward to the rest of the year and beyond, there are many sources of potential stock price volatility. From economic headwinds in China, to a potential policy mistake by the Fed in the US, to unpredictable events relating to Russia's invasion of Ukraine. But stock price volatility, in and of itself, is not a problem.

We believe investors should remain focused on the evolution of business earnings power over time. That's certainly our primary objective at Montaka. And movements in a company's stock price should merely represent offers to buy and sell these earnings at different points in time. Montaka stands well prepared to take advantage of any large price movements, down or up. And we feel particularly positive about the composition and upside potential of Montaka's current portfolio.

### GEOGRAPHIC EXPOSURE<sup>2,6</sup> (net, % of NAV)



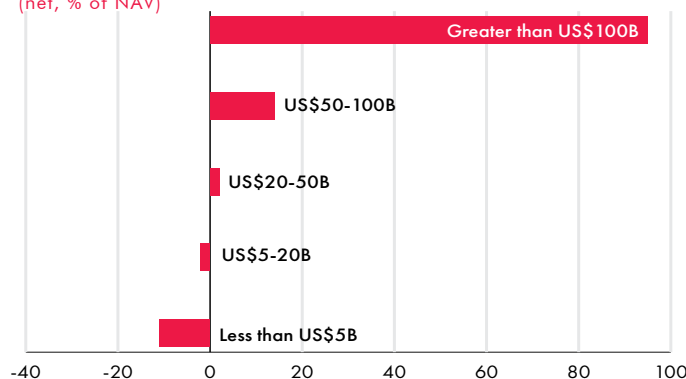
### INDUSTRY EXPOSURE<sup>2</sup> (net, % of NAV)



### FUND EXPOSURES<sup>2</sup> (net % of NAV)

Top 10 holdings	99.4%
Long exposure	132.6%
Short exposure	34.7%
Gross exposure (long+short)	167.3%
Net exposure (long-short)	97.9%
Adjusted net exposure <sup>3</sup>	92.2%
A\$ currency exposure <sup>4</sup>	42.1%

### MARKET CAPITALISATION EXPOSURE<sup>2</sup> (net, % of NAV)



### POSITION METRICS

	LONG	SHORT
Number of positions <sup>2</sup>	22	24
Position sizes <sup>5</sup> (net, % of NAV):		
Largest	15.4%	5.8%
Smallest	0.3%	0.3%
Average	6.0%	1.5%

**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 31 August 2023. Top 10 holdings are long positions. Performance is after all fees and costs. Past performance is not indicative of future performance.

2. Includes ETFs. ETF exposure shown on look-through basis, except Market Capitalisation Exposure.

3. Includes effect of put options as market hedges.

4. A\$ currency exposure shown on look-through earnings basis of portfolio holdings and includes the effect of currency forwards.

5. Excludes ETFs.

6. 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 Extension 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.