

Fat Prophets Global Contrarian Fund (ASX Code FPC)

Estimated Pre-Tax NTA 6th July 2022

The estimated pre-tax NTA per share for the Fat Prophets Global Contrarian Fund as at the 6th of July is as follows:

	Amount (\$)
Pre-Tax NTA (as at 6 July 2022)	0.9972
Pre-Tax NTA (as at 30 June 2022)	0.9964
Change in NTA (30 June 2022 to 6 July 2022)	+0.08%

For the period from the 30th of June 2022 to the 6th of July 2022 the Fund recorded a 0.08% increase in estimated pre-tax NTA from \$0.9964 to \$0.9972. Sentiment within financial markets remains challenging with the consensus view that recession is approaching the US. However, recent data confirmed a strong labour market, while commodities and oil have retreated taking some of the heat out of inflation. It is also notable that volatility has moderated in recent weeks.

A significant amount on the negative front has been priced in with equity valuations having recalibrated lower. Most international stock markets are now priced at 10x to 12x forward earnings, while the SPX is at around 16x. Sentiment remains very bearish and investor positioning light, market conditions that often are a precursor for a rebound.

While we removed all the leverage from the portfolio during June, reducing the size of the portfolio footprint and the number of stocks held, the Fund maintains 90% invested. A more comprehensive update will follow later this week with the monthly NTA update.

Angus Geddes
 Chief Investment Officer
Fat Prophets Global Contrarian Fund