

Fat Prophets Global Contrarian Fund (ASX Code FPC)

Estimated Pre-Tax NTA 7th September 2022

The estimated pre-tax NTA per share for the Fat Prophets Global Contrarian Fund as at the 7th of September is as follows:

	Amount (\$)
Pre-Tax NTA (as at 7 September 2022)	0.9704
Pre-Tax NTA (as at 31 August 2022)	0.9755
Change in NTA (31 August 2022 to 7 September 2022)	-0.52 %

For the period from the 31st of August 2022 to the 7th of September 2022 the Fund recorded a 0.52% decrease in estimated pre-tax NTA from \$0.9755 to \$0.9704.

The Fund remains defensively positioned carrying significant cash at present of around 70% after allowing for the most recent Equal Access Buyback. We increased our long position in Japanese banks adding to holdings in Mitsubishi UFJ, Sumitomo Mitsui Financial Group, Resona Holdings and Chiba. Japan's banks are not only cheap on price to book value basis, but resurgent top line revenue growth coupled with a stronger focus on shareholder returns and share buybacks could see a sustained rerating.

Japan's BOJ has persisted this year with keeping the interest rates suppressed but this has been the at the detriment of the yen. With interest rate differentials widening between Japan and the US, the yen has fallen sharply towards historical lows against the USD. Should the BOJ implement a policy change and interest rates were allowed to rise, we believe that Japan's banks would be significant beneficiaries.

Angus Geddes
 Chief Investment Officer
Fat Prophets Global Contrarian Fund