

Fat Prophets Global Contrarian Fund (ASX Code FPC)

Estimated Pre-Tax NTA 30 November 2022

The estimated pre-tax NTA per share for the Fat Prophets Global Contrarian Fund as at 30 November 2022 is as follows:

	Amount (\$)
Pre-Tax NTA (as at 30 November 2022)	1.0048
Pre-Tax NTA (as at 31 October 2022)	0.9581
Change in NTA (31 October 2022 to 30 November 2022)	+4.87%

For the period from 31 October 2022 to 30 November 2022, the Fund recorded a 4.87% increase in estimated pre-tax NTA from \$0.9581 to \$1.0048. We note that the share price discount from NTA has since widened to a very attractive 15%. The Equal Access Buyback approved at the 2022 AGM held last week should help once again to close the discount window. We appreciate all support from shareholders participating in the SPP.

Wall Street staged a strong upward dynamic this week after Fed Chair Jerome Powell signalled a slowdown in the pace of monetary policy tightening from December, delivering into market expectations and an inevitable pause early next year. With the latest PCE data confirming easing inflationary pressure, the question remains as to whether the Fed has overtightened and what the impact on the US economy will be next year?

The bond markets rallied this week with yields falling sharply, with market expectations now anchored to a lower terminal rate. While the lift in sentiment and the S&P500 break out above near-term technical resistance points to a rally extension, we remain sanguine on the outlook for US corporate earnings in the first quarter of 2023. Valuations have recalibrated higher for the S&P500 and on this front we expect expectations around earnings to be badly disappointed and a cycle of downgrade revisions to weigh on indices early next year. The US dollar index notably weakened which provided a boost to the Fund's commodities and precious metals exposure. **In terms of the portfolio changes, we added to our long US bond and precious metals holdings.**

Angus Geddes
Chief Investment Officer
Fat Prophets Global Contrarian Fund Limited