

MFF Capital Investments Limited Shareholder Briefing

- results for half year to 31 December 2024
- acquisition of Montaka Global Investments

Ms Annabelle Chaplain | MFF Chairman

10 February 2025



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MFF Chairman's Remarks

Annabelle Chaplain

Chairman's remarks

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- Introduction
 - Montaka acquisition strategic rationale
 - Risk Management
 - Future Growth

Statement of Profit or Loss and Comprehensive Income

for the half year ended 31 December 2024

	31 Dec 2024 \$'000	31 Dec 2023 \$'000
Investment Income		
Dividend and distribution income	16,058	15,601
Interest income	3,658	2,473
Net change in fair value of investments ¹	543,172	192,309
Net gains/(losses) on foreign currency cash and borrowings	(11,037)	14,089
Net gains/(losses) on foreign exchange settlements & contracts	(38)	(438)
Total Net Investment Income/(Loss)	551,813	224,034
Expenses		
Services fees	600	600
Finance costs – interest expense	4,552	13,327
Managing Director's salary	825	825
Non-Executive Directors' fees	150	150
Long service leave statutory expense	14	38
Registry fees	61	84
ASX listing, clearing and settlement fees	99	82
Transaction costs	24	117
Employment related taxes	52	52
Fund administration and operational costs	53	51
Auditor's remuneration	60	64
Legal and professional fees	328	-
Other expenses	60	108
Total Expenses	6,878	15,498
Profit/(Loss) Before Income Tax Expense	544,935	208,536
Income tax (expense)/benefit	(163,472)	(62,566)
Net Profit/(Loss) After Income Tax Expense	381,463	145,970
Other comprehensive income	-	-
Total Comprehensive Income/(Loss)	381,463	145,970
Basic Earnings/(Loss) Per Share (cents)	65.72	25.24
Diluted Earnings/(Loss) Per Share (cents)	65.72	25.24

¹ Includes realised and unrealised gains/(losses) on investments.

Statement of Financial Position

for the half year ended 31 December 2024

	31 Dec 2024 \$'000	30 Jun 2024 \$'000
Current Assets		
Cash and cash equivalents	49,629	89,448
Investments	2,928,379	2,556,235
Receivables	698	748
Prepayments	109	20
Total Current Assets	2,978,815	2,646,451
Total Assets	2,978,815	2,646,451
Current Liabilities		
Payables	547	436
Current tax payable	11,107	21,152
Borrowings	16,837	163,193
Total Current Liabilities	28,491	184,781
Non-Current Liabilities		
Net deferred tax liability	526,373	390,339
Provision for long service leave	304	291
Total Non-Current Liabilities	526,677	390,630
Total Liabilities	555,168	575,411
Net Assets	2,423,647	2,071,040
Equity		
Contributed equity	716,316	706,971
Profits reserve	1,232,124	1,232,124
Retained profits	475,207	131,945
Total Equity	2,423,647	2,071,040

Recent Results, Performance, Dividends and Expenses Table

for the half year ended 31 December 2024

Period Ended ¹	Net Profit/(Loss) After Income Tax \$'m	Opening Statutory Net Assets \$'m	After Tax "Performance Indicator" % ²	Share Buy-back m	Dividends Declared \$'m ³	Dividend Yield Indicator % ⁴	Cash Tax Paid \$'m	Closing Franking Account \$'m	Expenses Excluding Income Tax and Interest \$'m ⁵	Expenses Indicator % ⁶
30 Jun 17	158.8	786.4	20.2	-	10.0	1.3	3.9	1.3	9.4	1.2
30 Jun 18	240.0	953.1	25.2	-	16.2	1.7	18.0	11.0	7.0	0.7
30 Jun 19	218.6	1,238.2	17.7	-	19.0	1.5	41.6	45.6	7.0	0.6
30 Jun 20	25.1	1,443.6	1.7	-	139.0	9.6	129.4	118.0	8.0	0.6
30 Jun 21	217.5	1,361.9	16.0	-	37.2	2.7	3.4	106.9	6.9	0.5
30 Jun 22	(170.8)	1,593.6	(10.7)	-	43.8	2.7	14.6	104.1	7.0	0.4
30 Jun 23	323.6	1,424.9	22.7	25.6	55.0	3.9	31.1	114.0	5.6	0.4
30 Jun 24	447.4	1,687.3	26.5	17.5	75.2	4.5	60.0	146.8	4.2	0.2
31 Dec 24 ⁷	381.5	2,071.0	18.4	- ⁸	46.6 ⁹	2.3	35.8	165.3	2.3	0.1
	1,841.7			43.1	442.0		337.8			

¹ Figures are rounded, approximate and not audited.

² Net Profit/(Loss) After Income Tax Expense divided by opening statutory net assets.

³ At declaration date, dividends include DRP/BSP. All dividends fully franked except 2017 interim (1 cent per share franked to 85%).

⁴ Dividends Declared divided by opening statutory net assets.

⁵ MFF was not required to pay performance fees to Magellan from 31 December 2019. MFF also does not pay cash or other incentives or grant any stock awards to staff or board members.

⁶ Expenses (excluding Income tax and Interest) divided by opening statutory net assets.

⁷ Six month period ended 31 December 2024 (not annualised). December results are reviewed not audited.

⁸ During the period ended 31 December 2024, the Company did not purchase on-market, and cancel, any ordinary shares.

⁹ The proposed interim dividend is based on the number of shares on issue at 31 December 2024.

All holdings in the portfolio as at 31 January 2025

(shown as percentages of investment assets including net cash)

	%		%
Amazon	12.3	United Overseas Bank	1.4
MasterCard	10.0	HCA Healthcare	1.3
Visa	9.0	Oversea - Chinese Banking	1.2
Meta Platforms	8.0	US Bancorp	1.2
American Express	7.9	United Health Group	0.9
Bank of America	7.6	CVS Health	0.7
Alphabet Class A	7.3	Lowe's	0.6
Alphabet Class C	6.2	Intercontinental Exchange	0.4
Home Depot	6.2	Prosus	0.3
Microsoft	5.8	RB Global	0.2
Flutter Entertainment	2.6	Schroders	0.1
DBS Group	1.8	Allianz	*
Lloyds Banking Group	1.8	L'Oreal	*
CK Hutchison	1.5	* less than 0.1%	

Compounding Excellence

February 2025

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Our mission is to achieve superior long-term
compounding of investor capital alongside our own

Outline

- ▶ Overview
 - ▶ Montaka
 - ▶ Performance
 - ▶ Portfolio
- ▶ KKR Case Study
- ▶ Philosophy and Process

Overview

Christopher Demasi (Portfolio Manager)

Overview of Montaka

Global equity opportunities specialist

- ▶ Established in 2015 by Andrew Macken and Christopher Demasi
- ▶ Acquired in 2025 by MFF and continues to be independently operated
- ▶ Team of 6 in Sydney and NYC are highly experienced with substantial investments in the funds
- ▶ FUM \$350m across 2 ASX-listed funds (MOGL, MKAX) and unlisted fund serving 1,000+ clients
- ▶ Zenith 'Recommended' ratings across all funds
- ▶ Strong performance including double-digit long-term returns and +50% p.a. in 2023-24

Unique value-add in client portfolios

- ▶ Top global equity opportunities drive compounding excellence
- ▶ High-conviction and long-duration portfolio
- ▶ Focus on long-term winners in market transformations with outsized return potential
- ▶ Underpinned by deep fundamental research, detailed analysis, and disciplined processes
- ▶ Enabled by culture and structure

Montaka Global Long Only Equities Fund

ASX TICKER: MOGL
(Managed Fund)



Montaka Global Extension Fund

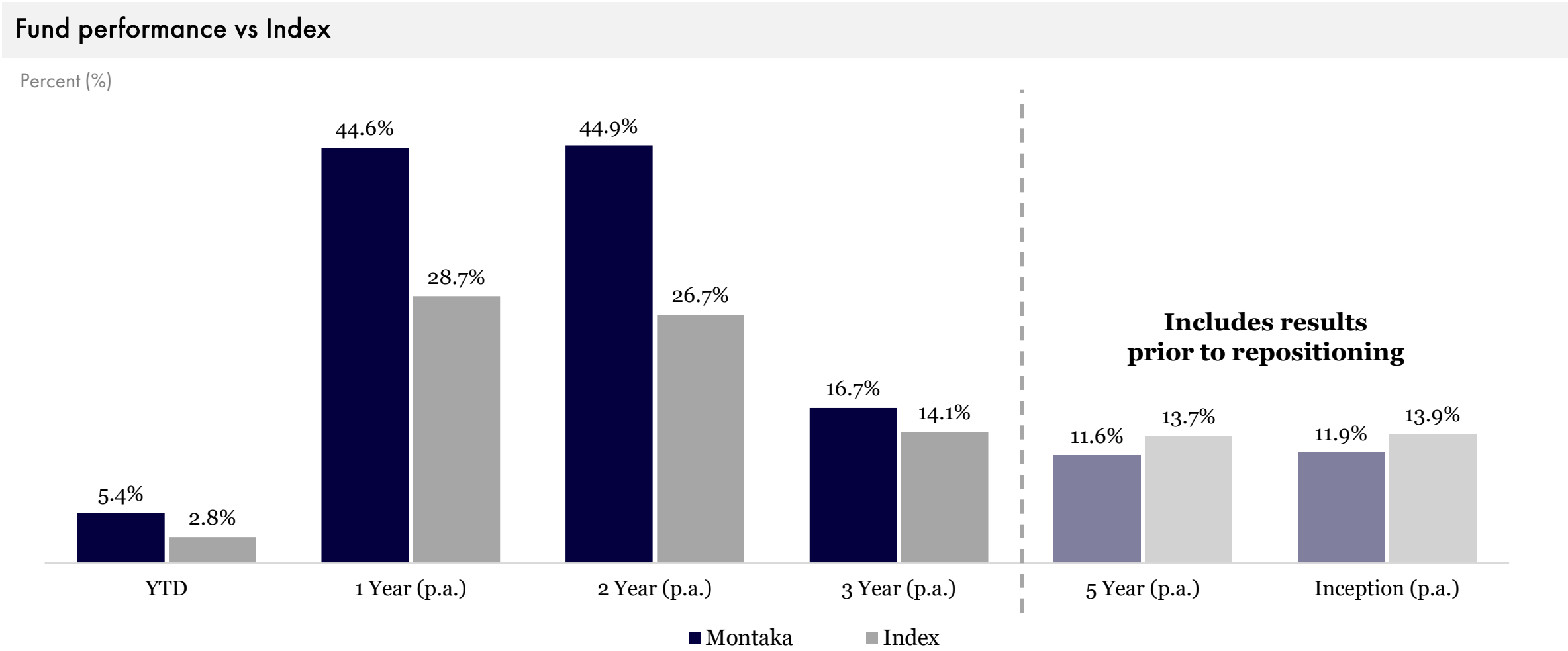
ASX TICKER: MKAX
(Quoted Managed Hedge Fund)



Montaka Global Long Only Fund



Strong performance over time













Source: Apex, Montaka

Note: Performance as at 31 January 2025; based on Montaka Global Long Only Equities Fund (MOGL) except for inception performance which is based on Montaka Global Long Only Fund, the unlisted fund that invests with the same underlying strategy as MOGL (inception 1st July 2015). Index performance is based on MSCI World Total Return Index in A\$

Portfolio of top global equity opportunities

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Top 10 Holdings		Market Transformations	Market Position	Portfolio Exposure	Years in Portfolio
Amazon		Cloud/AI, E-commerce	#1 / #1	11.9%	7
KKR		Alternative assets	#2	11.1%	5
Blackstone		Alternative assets	#1	9.7%	5
Microsoft		Cloud/AI, Enterprise software	#2 / #1	8.1%	7
ServiceNow		Enterprise software	#1	7.4%	4
Meta		Online advertising	#2	6.4%	7
Alphabet		Online advertising, Cloud/AI	#1 / #3	5.6%	7
Salesforce		Enterprise software	#1	5.4%	5
Spotify		Digital media	#1	5.0%	5
Floor & Décor		Big box retail	#1	4.6%	1
Total/Weighted Average Top 10 Holdings				75.2%	~6
Cash weighting				<1%	

Source: Apex, Montaka

Based on Montaka Global Long Only Equities Fund. Exposures as at 31 January 2025 and shown as % of NAV.
'Years in Portfolio' denotes the number of years a position has been held, rounded off to the nearest whole number.

KKR Case Study

Amit Nath (Director of Research)

KKR is a compelling investment opportunity

Summary Thesis

Market Transformation

- ▶ Alternative assets are a massive \$13tn market with allocations rising quickly, but still represent a small fraction of traditional assets.

Long-Term Winner

- ▶ KKR is a leading alternative asset manager capturing an outsized share of the market driven by a 'flywheel' effect.

Outsized Returns

- ▶ KKR's current share price underappreciates the enormous value being created with multiples of upside in future.
- ▶ KKR's substantial \$25b balance sheet investments provide another lever for long-term value creation.

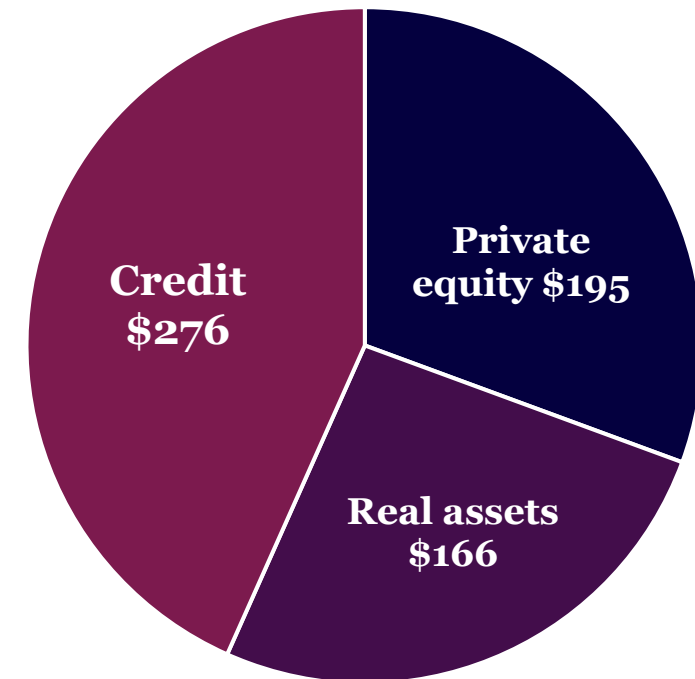
KKR is a world-leading alts manager

Overview

- ▶ One of the world's largest alternative asset managers
- ▶ Over \$600 billion in assets under management across diverse range of asset classes, sectors and geographies
- ▶ Strategic balance sheet investments of \$25 billion
- ▶ Founded in 1976 by Jerome Kohlberg, Henry Kravis & George Roberts; pioneered the 'LBO' in 1988
- ▶ Ticker: KKR; market cap \$137 billion

AUM by asset class

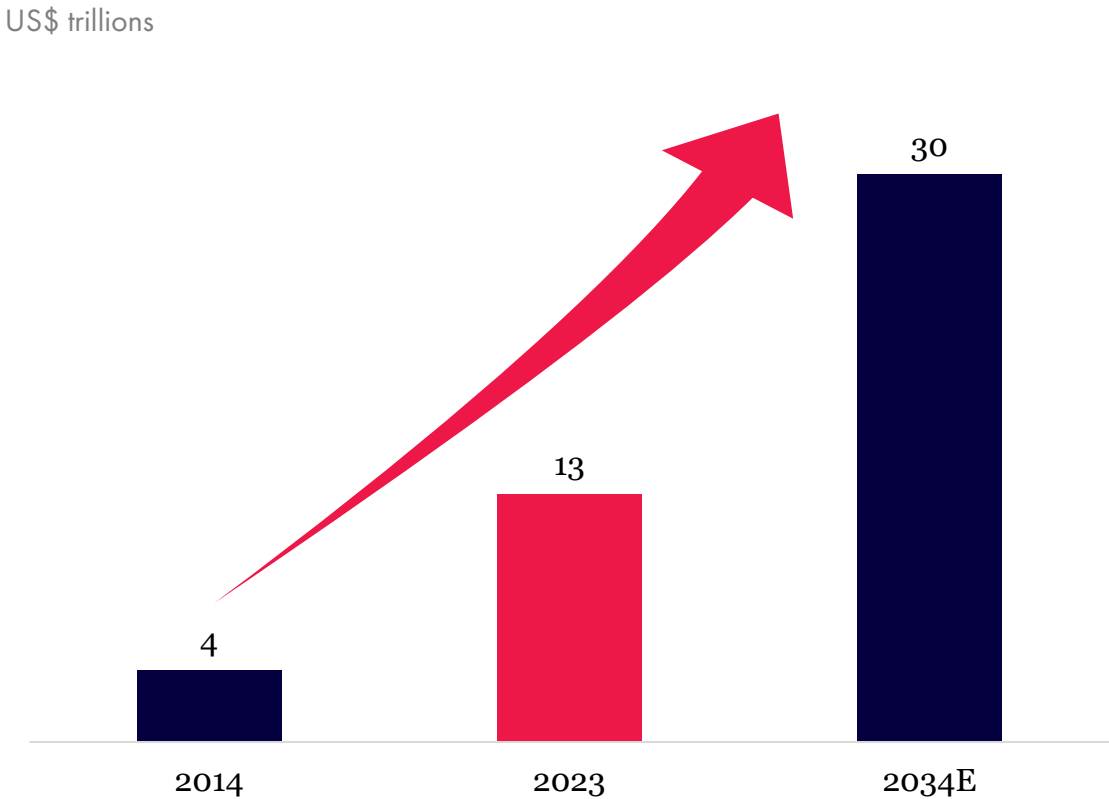
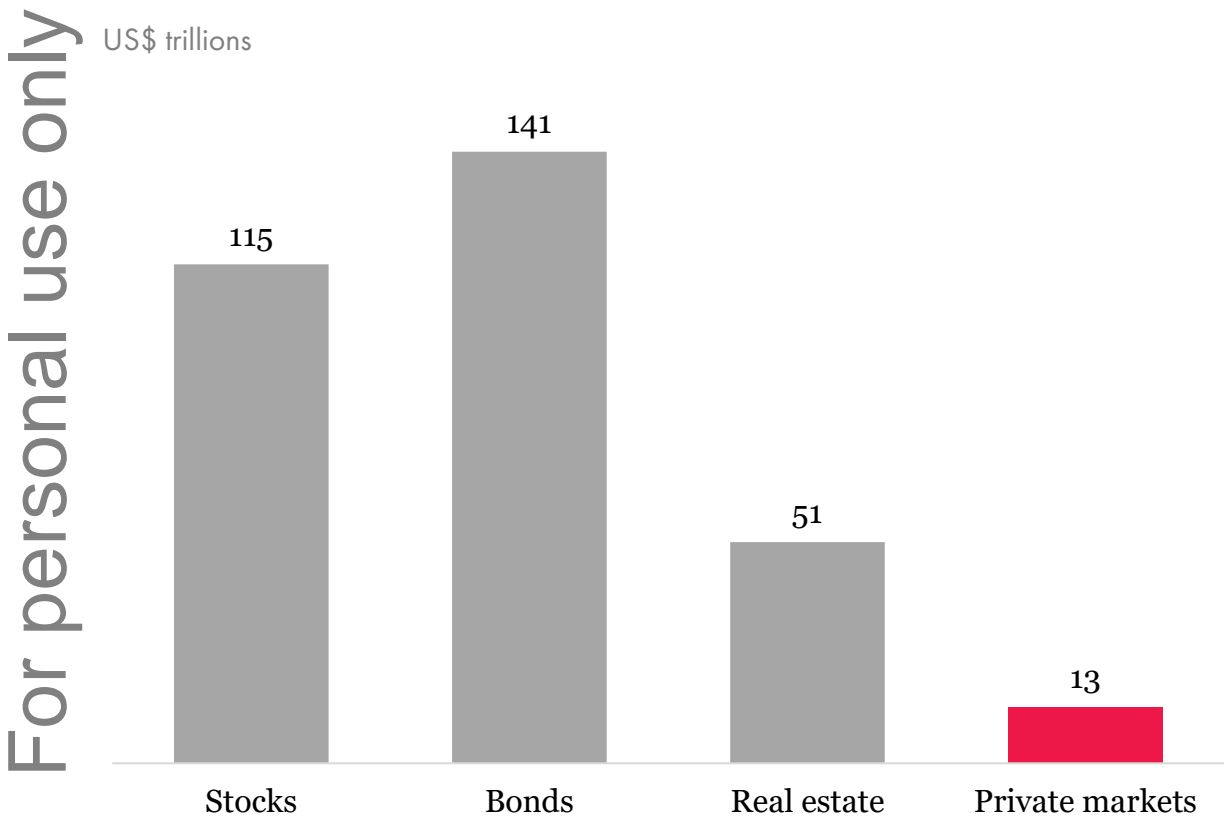
US\$ billions



Alternative assets are expanding rapidly

Size of public and private markets

Private market AUM



Source: Sifma, Savills and McKinsey

Source: McKinsey

Early mover in underpenetrated markets

Total assets by investor channel

US\$ trillions

Traditional
Institutional

Private Wealth /
Mass Affluent

Insurance

Market size:

US\$65T+

US\$190T+

US\$40T+

■ KKR Share

0.4%

<0.1%

0.6%

Early mover in massive market opportunities

Allocation to alts by investor channel

Percent

28%

20%

2%

Sovereign Wealth

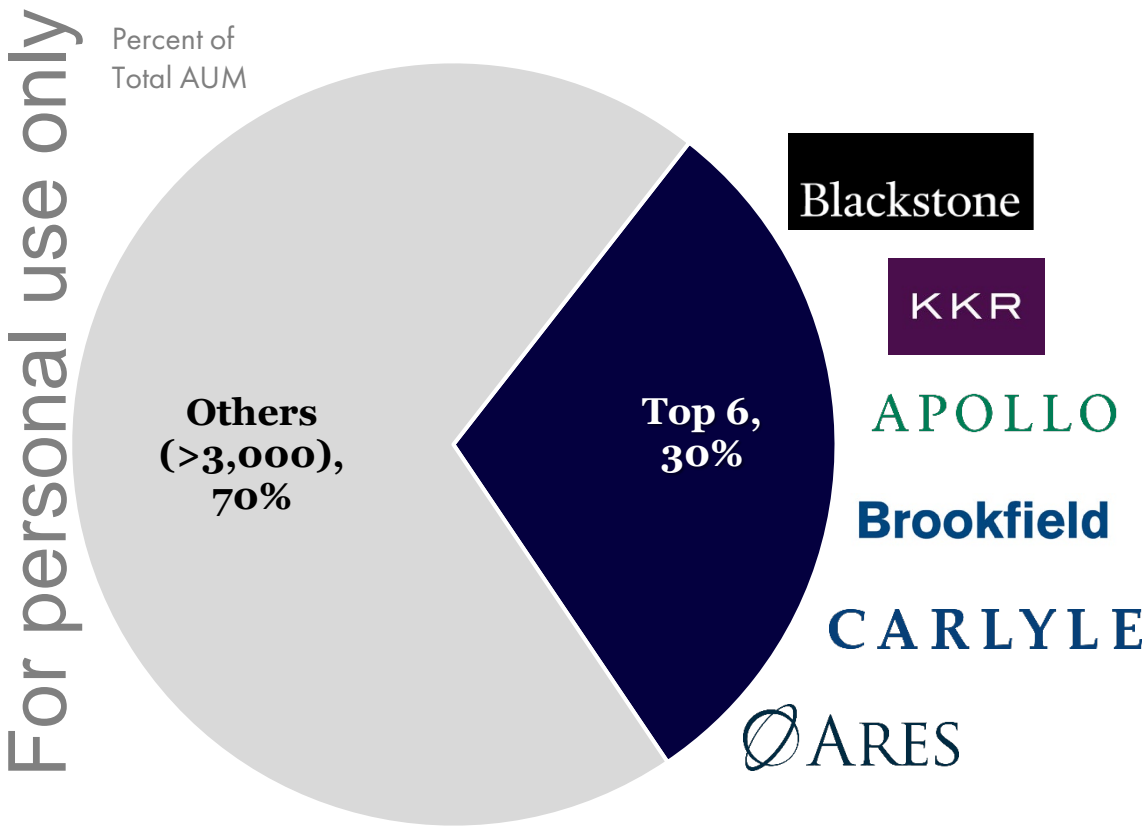
Public Pensions

Individual Investors
(Private Wealth)

Private wealth is particularly underpenetrated

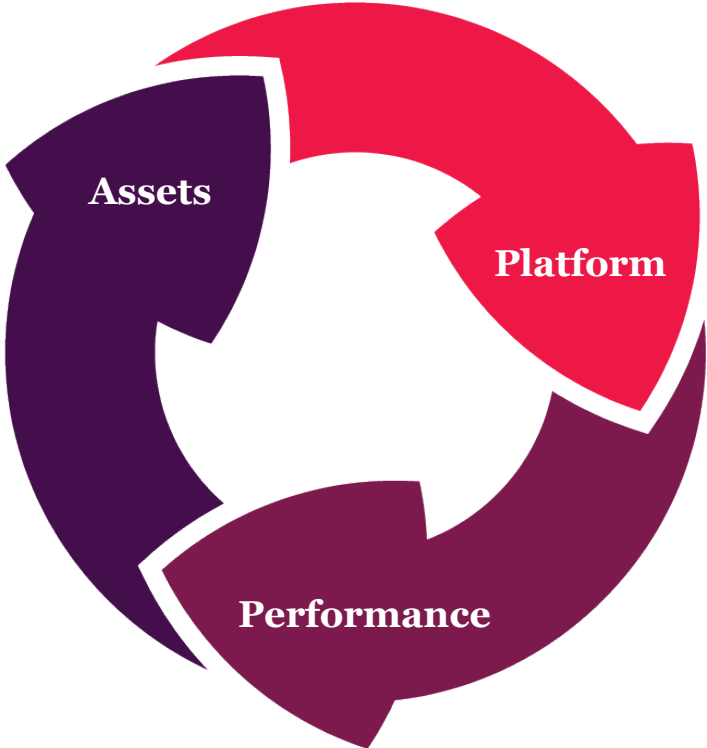
Winners keep on winning

Private market AUM by alt asset manager



'Power law' in alt asset management

Flywheel of success in alt assets



Competitive advantages compound over time

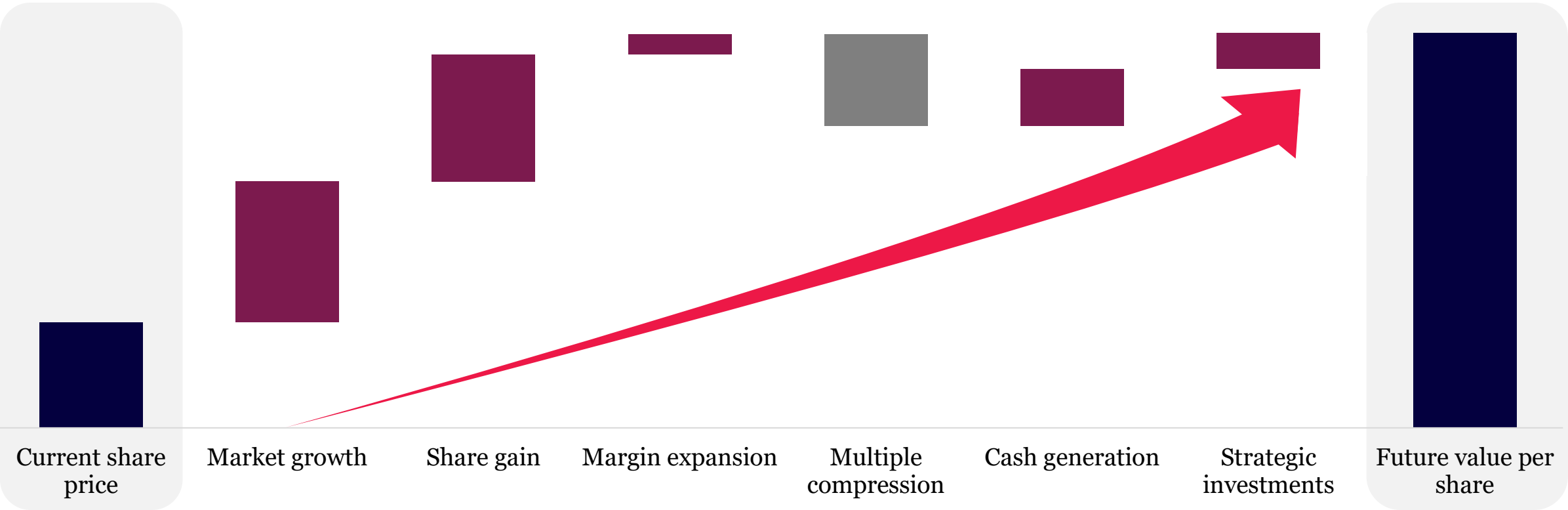
Source: Company filings, McKinsey

Source: Montaka

KKR's stock has outstanding long-term upside

Share value upside over next decade

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Multiples of current price and mid-teens returns

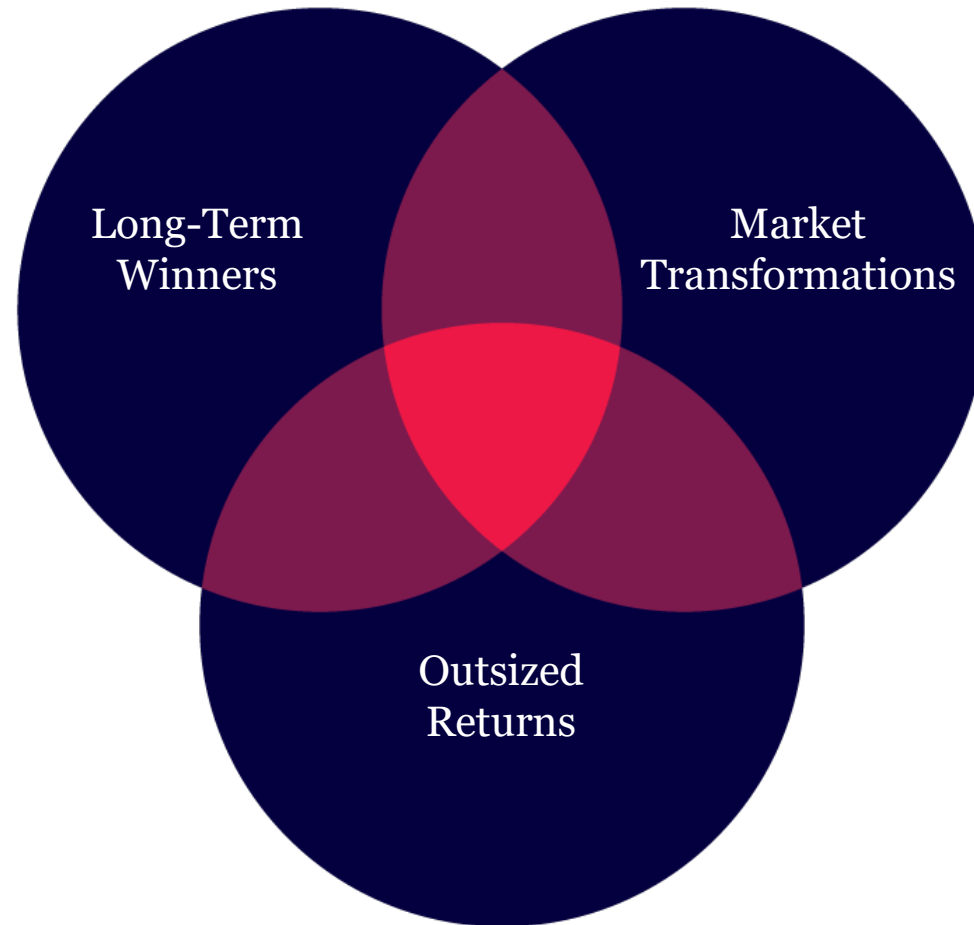
Philosophy and Process

Andy Macken (Chief Investment Officer)

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We focus on the long-term outperformers

Montaka's investment formula is to identify top performing global equities opportunities



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We own business advantages in AI, not technology

Montaka-assessed competitive advantage by company

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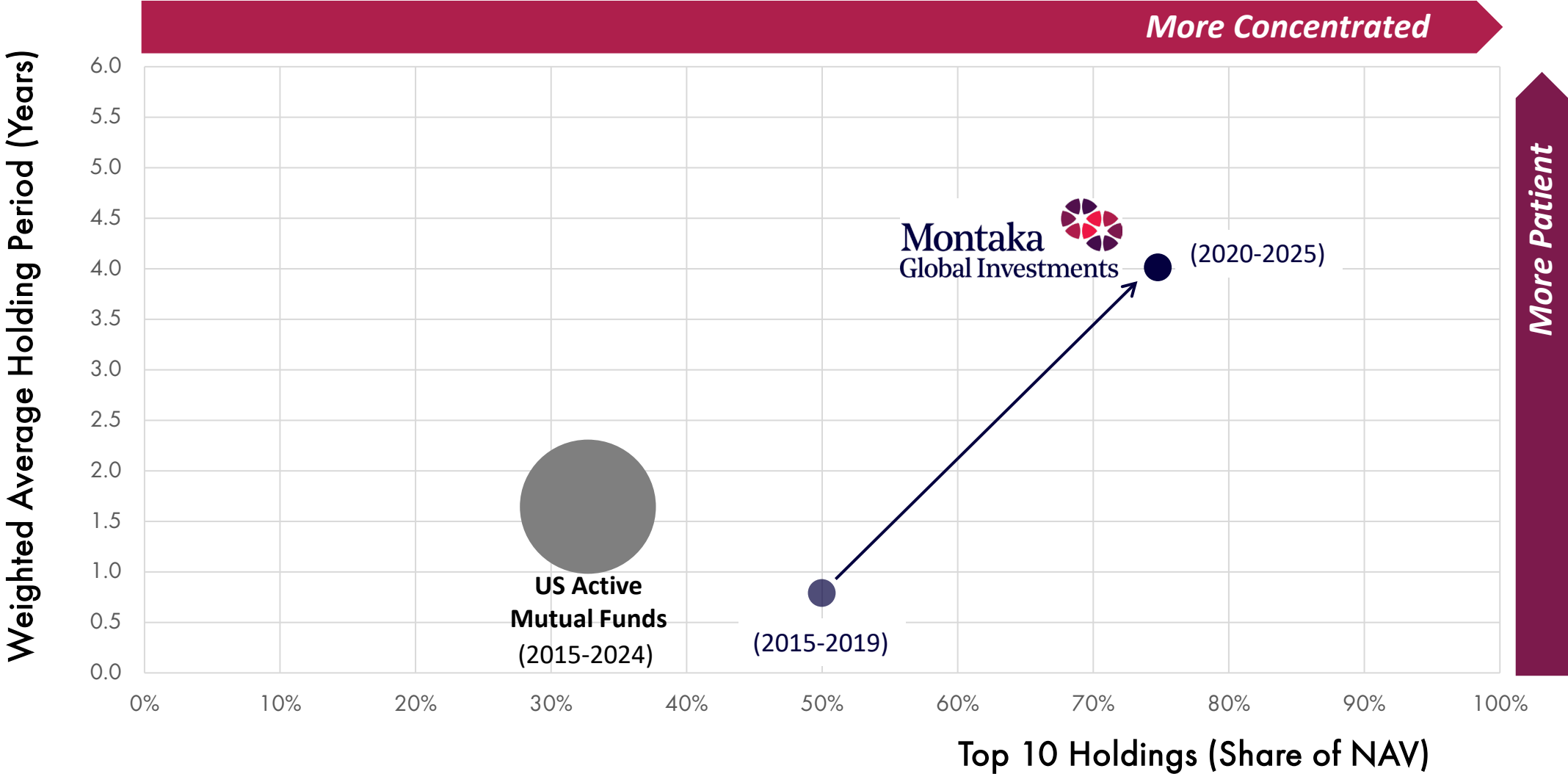
	Alphabet	amazon	Meta	Microsoft	salesforce	servicenow.	Spotify
Captive distribution channel	✓	✓	✓	✓	✓	✓	✓
Privileged datasets	✓	✓	✓	✓	✓	✓	✓
Scale in compute	✓	✓	✓	✓			

Source: Montaka

Our portfolio is concentrated and patient



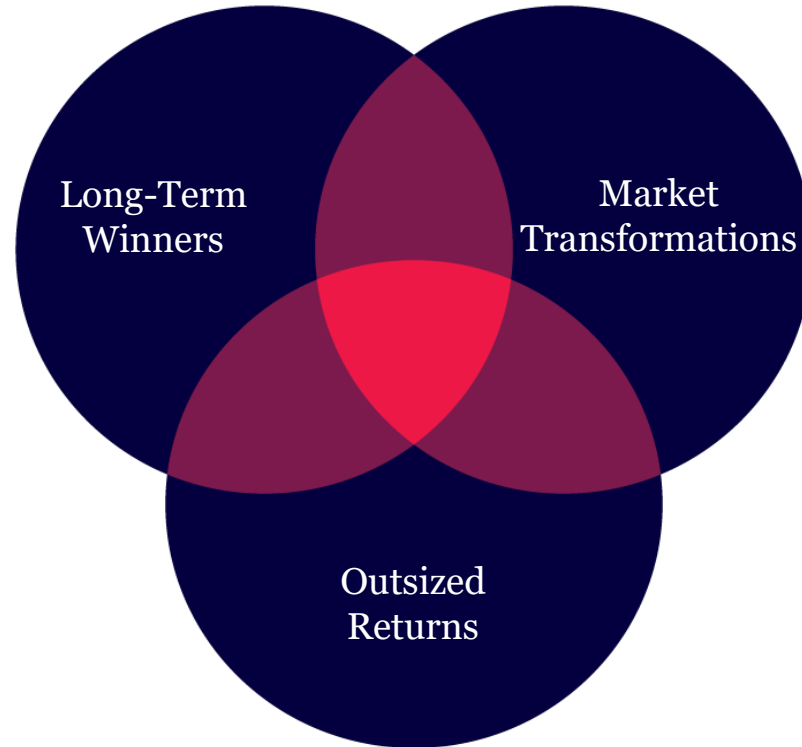
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Note: Based on the average of U.S.-domiciled large cap mutual funds. Numbers rounded based on approximate ranges over ~5yr periods. Montaka metrics from Montaka Global Long Only Fund.
Source: Counterpoint Global and Morningstar Direct, via Morgan Stanley; Montaka

Our portfolio is underpinned by our structure and culture

FORMULA — *concentrated
& patient*



CULTURE — *required to execute the Formula*

STRUCTURE — *required to enable the Culture*

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Appendix

How Montaka works with MFF

Shared philosophy and process

- ▶ Confidence
- ▶ Demonstrated success
- ▶ MFF reputation on the line

Independent portfolio and research

- ▶ Expanded opportunity set (6 of Montaka top 10 not held by MFF)
- ▶ Some portfolio overlap (35%)
- ▶ Low concentration risk

Easy and efficient access

- ▶ ASX-listed unit trusts (MOGL, MKAX)
- ▶ Open-ended 'unlimited' liquidity
- ▶ Trade at/around NTA
- ▶ Tax efficient

Thank You

MFF Capital Investments Limited Shareholder Briefing

Q&A

Ms Annabelle Chaplain | MFF Chairman

10 February 2025



Thank you

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