

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



Important Information

Slides 1 - 8 and 32 - 33 of this presentation (the "MFF Slides") have been prepared by MFF Capital Investments Limited ABN 32 121 977 884 ('MFF').

While the information in the MFF Slides has been prepared in good faith and with reasonable care, no representation or warranty, express or implied, is made as to the accuracy, adequacy or reliability of any statements, estimates, opinions or other information contained in the MFF Slides.

The MFF Slides may contain forward looking statements. These forward-looking statements have been made based upon MFF's expectations and beliefs concerning future developments and their potential effect upon MFF and are subject to risks and uncertainty which are, in many instances, beyond MFF's control. No assurance is given that future developments will be in accordance with MFF's expectations. Actual results could differ materially from those expected by MFF.

The MFF Slides do not constitute an offer to sell or a solicitation of an offer to purchase any security or financial product or service. Any such offer or solicitation shall be made only pursuant to a Product Disclosure Statement, Information Memorandum, Prospectus or other offer document relating to a financial product or service.

Past performance is not necessarily indicative of future results and no person guarantees the performance of any financial product or service or the amount or timing of any return from it. There can be no assurance that the financial product or service will achieve any targeted returns, that asset allocations will be met or that the financial product or service will be able to implement its investment strategy and investment approach or achieve its investment objective.

The information contained in the MFF Slides is not intended to be relied upon as advice to investors or potential investors, who should consider seeking independent professional advice depending upon their specific investment objectives, financial situation or particular needs. MFF does not offer financial advice in any form whatsoever, expressly or implied. To the extent anyone attempts to imply general financial product advice is contained in this presentation, it is by MFF as a corporate authorised representative of Magellan Asset Management Limited ABN 31 120 593 946 AFSL 304 301

For personal use only

MFF Chairman's Remarks Annabelle Chaplain

Chairman's remarks

For personal use only.

- 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 <u>leave</u> 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

For personal use only

	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 "Perfor- mance Indicator"	Share Buy- back m	Dividends Declared \$'m ³	Dividend Yield Indicator	Cash Tax Paid \$'m	Closing Franking Account \$'m	Expenses Excluding Income Tax and Interest \$'m ⁵	Expenses Indicator %
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)

For personal use only

	%		%
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	<i>* less than 0.1%</i>	

For personal use only

Compounding Excellence

February 2025

Disclaimer

Slides 9 to 31 of this document (the "Montaka Slides") are issued by Montaka Global Pty Ltd, (ACN 604 878 533, AFSL 516 942). Montaka Global Pty Ltd is the investment manager for the Montaka Global Long Only Fund, Montaka Global Long Only Equities Fund (ASX: MOGL) and Montaka Global Extension Fund (ASX: MKAX).

The information in the Montaka Slides is based on information obtained from sources believed to be reliable as at the time of compilation. However, no warranty is made as to the accuracy, reliability or completeness of this information. Recipients should not regard the Montaka Slides as a substitute for the exercise of their own judgement or for seeking specific financial and investment advice. Any opinions expressed in the Montaka Slides are subject to change without notice and Montaka Global Pty Ltd is not under any obligation to update or keep current the information contained in the Montaka Slides.

To the maximum extent permitted by law, neither Montaka Global Pty Ltd, nor any of its related bodies corporate nor any of their respective directors, officers and agents accepts any liability or responsibility whatsoever for any direct or indirect loss or damage of any kind which may be suffered by any recipient through relying on anything contained in or omitted from the Montaka Slides or otherwise arising out of their use of all or any part of the information contained in the Montaka Slides.

Montaka Global Pty Ltd, its related bodies corporate, their directors and employees may have an interest in the securities/instruments mentioned in the Montaka Slides or may advise the issuers. The information in the Montaka Slides is not an offer or a solicitation of an offer to any person to deal in any of the securities/instruments mentioned in the Montaka Slides.

The information provided in the Montaka Slides 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. Copies of the Product Disclosure Statements (PDS) are on the respective fund pages on our [website](#) & Target Market Determinations are available [here](#) . Before making any decision to make or hold any investment you should consider the PDS in full.

Future investment performance can vary from past performance. You should not base an investment decision simply on past performance. Past performance is not an indicator of future performance. Investment returns reviewed in the Montaka Slides are not guaranteed, and the value of an investment may rise or fall.

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

Unique value-add in client portfolios

- ▶ 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

- ▶ 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

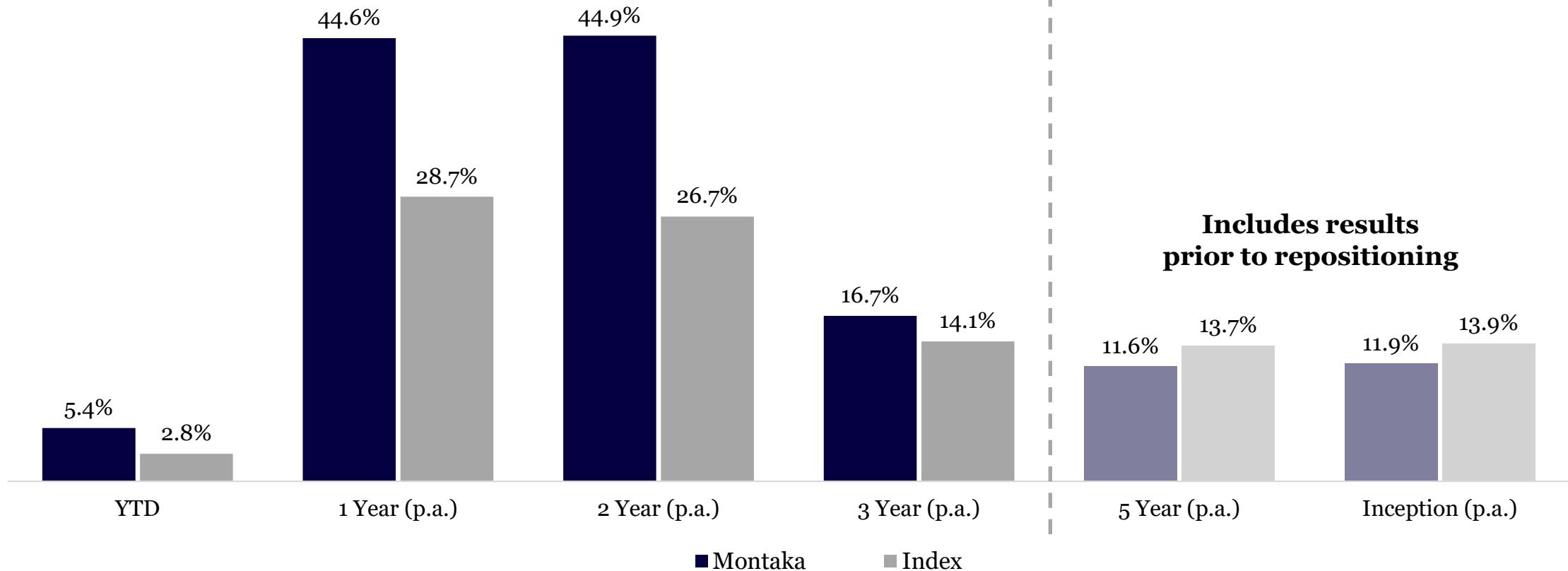


Strong performance over time

Fund performance vs Index

Percent (%)

For personal use only



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

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
<i>Cash weighting</i>				<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

For personal use only

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.

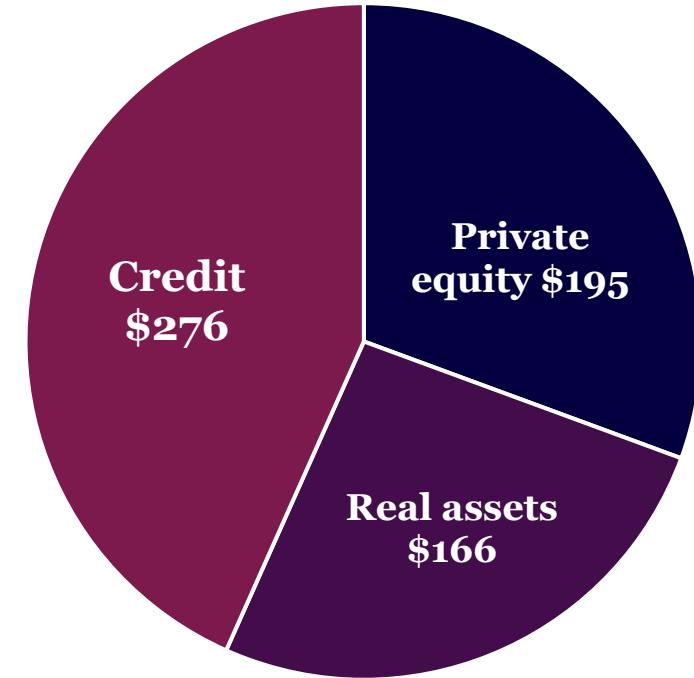
KKR is a world-leading alts manager

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

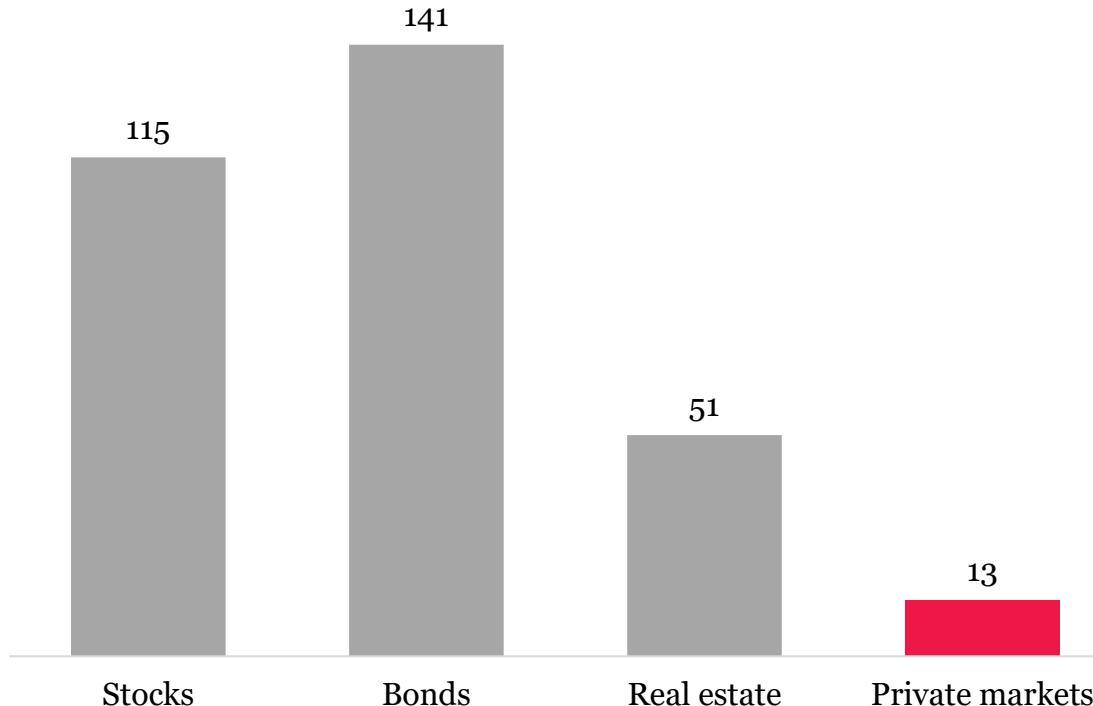


Alternative assets are expanding rapidly

For personal use only

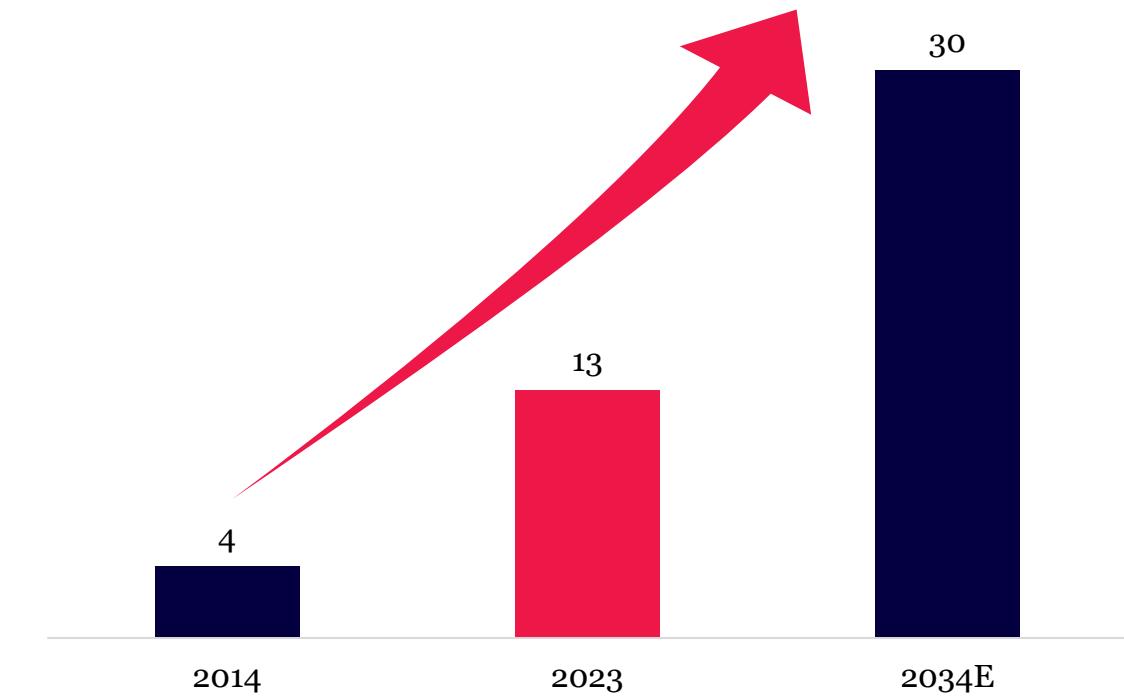
Size of public and private markets

US\$ trillions



Private market AUM

US\$ trillions



Early mover in underpenetrated markets

For personal use only

Total assets by investor channel

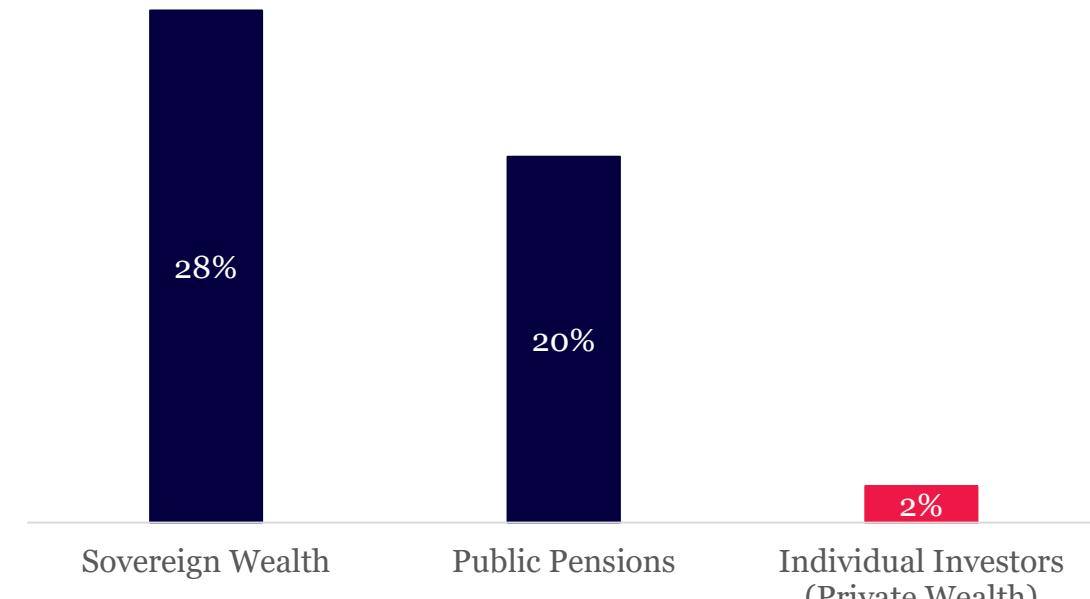
US\$ trillions



Early mover in massive market opportunities

Allocation to alts by investor channel

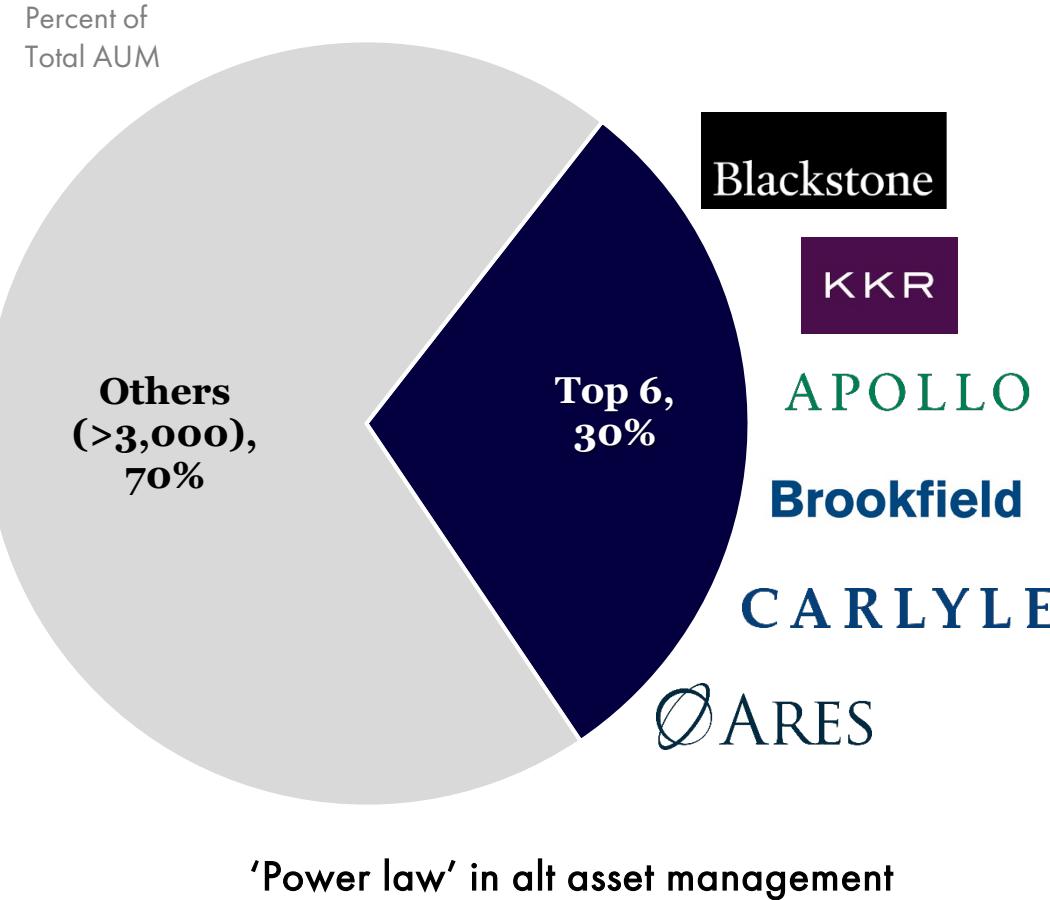
Percent



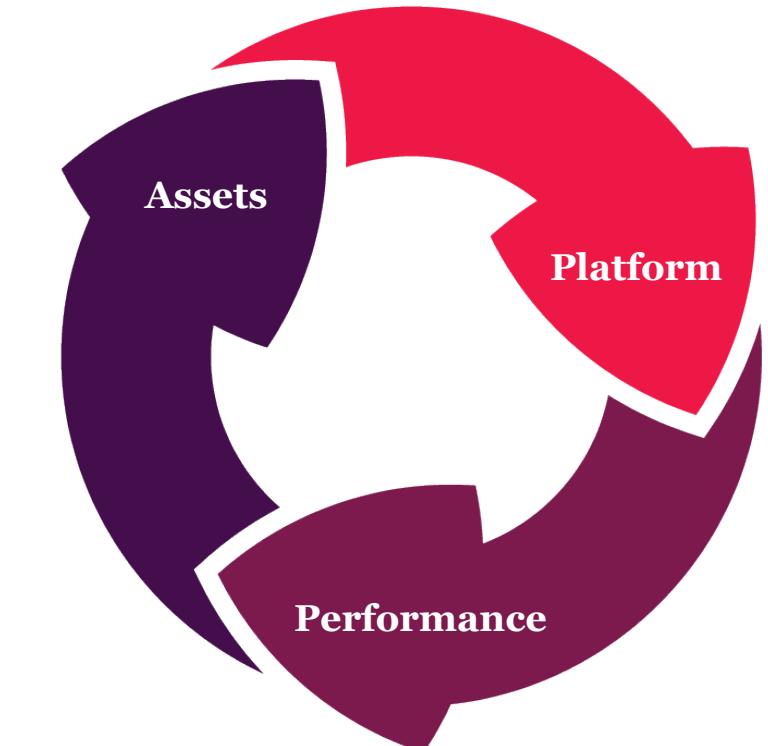
Private wealth is particularly underpenetrated

Winners keep on winning

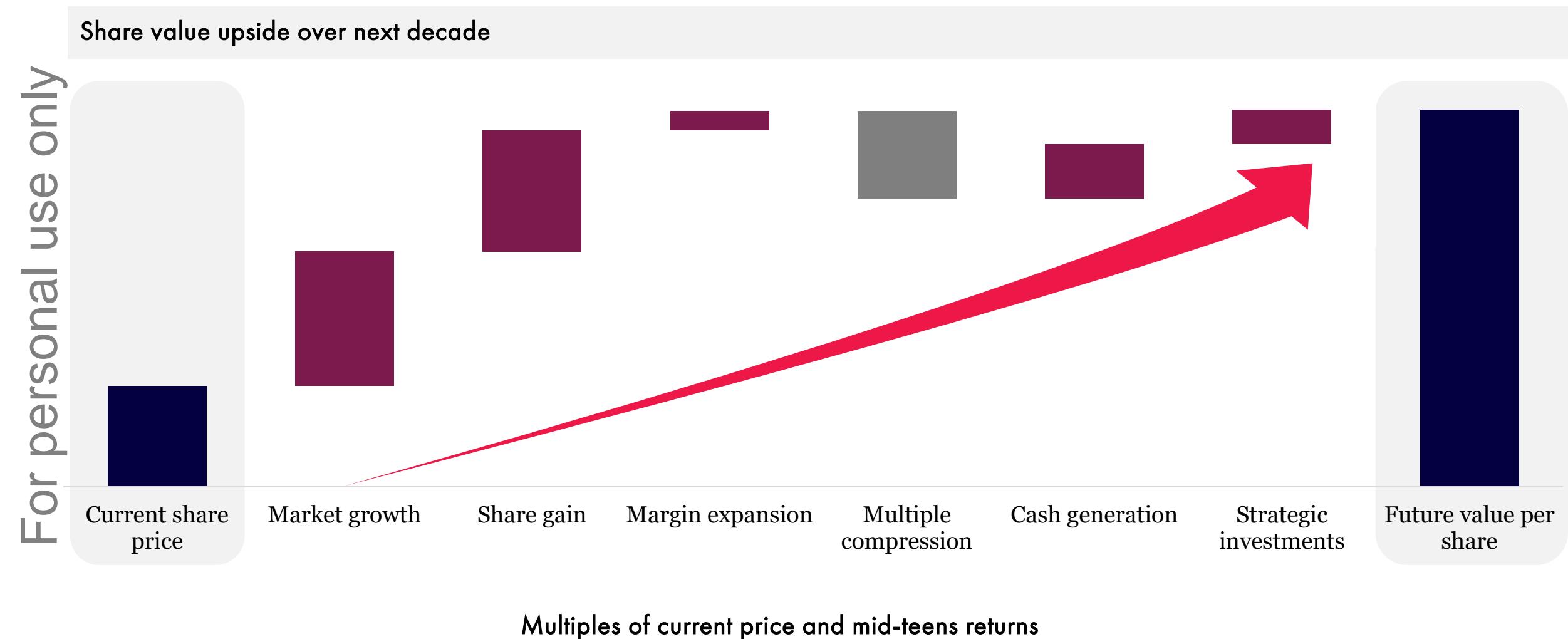
Private market AUM by alt asset manager



Flywheel of success in alt assets



KKR's stock has outstanding long-term upside

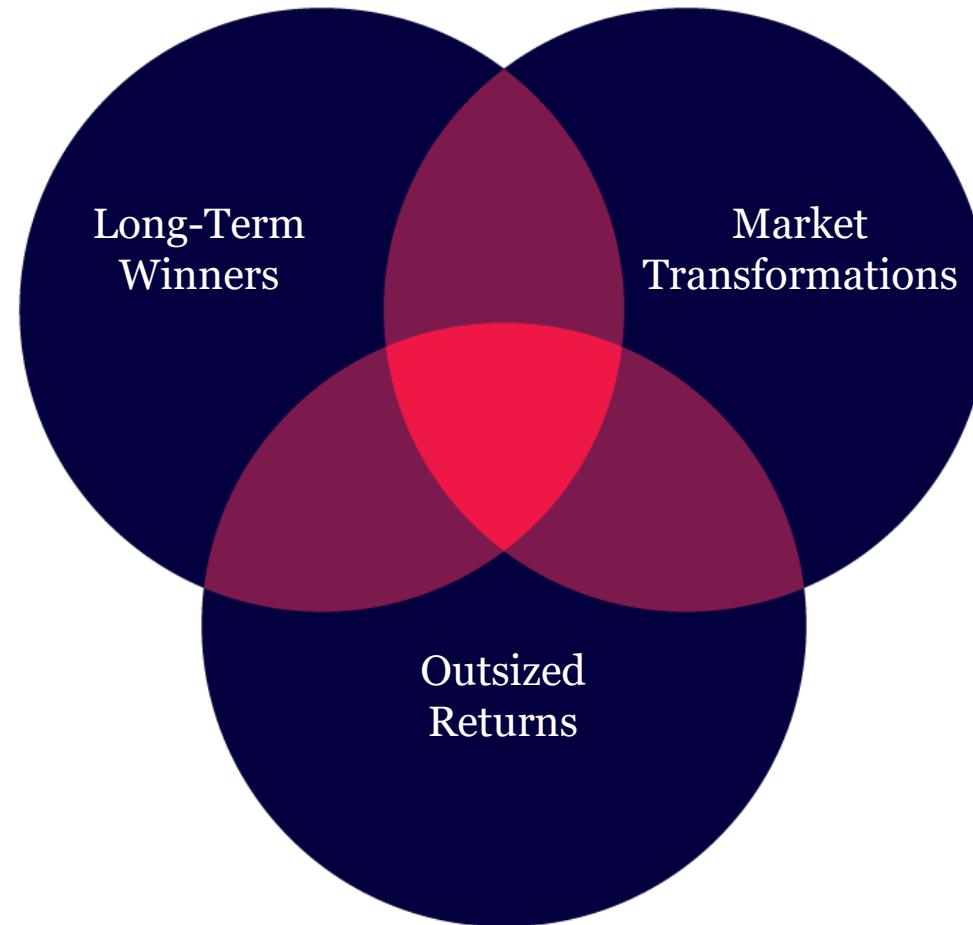


Philosophy and Process

Andy Macken (Chief Investment Officer)

We focus on the long-term outperformers

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



We own business advantages in AI, not technology



Montaka-assessed competitive advantage by company

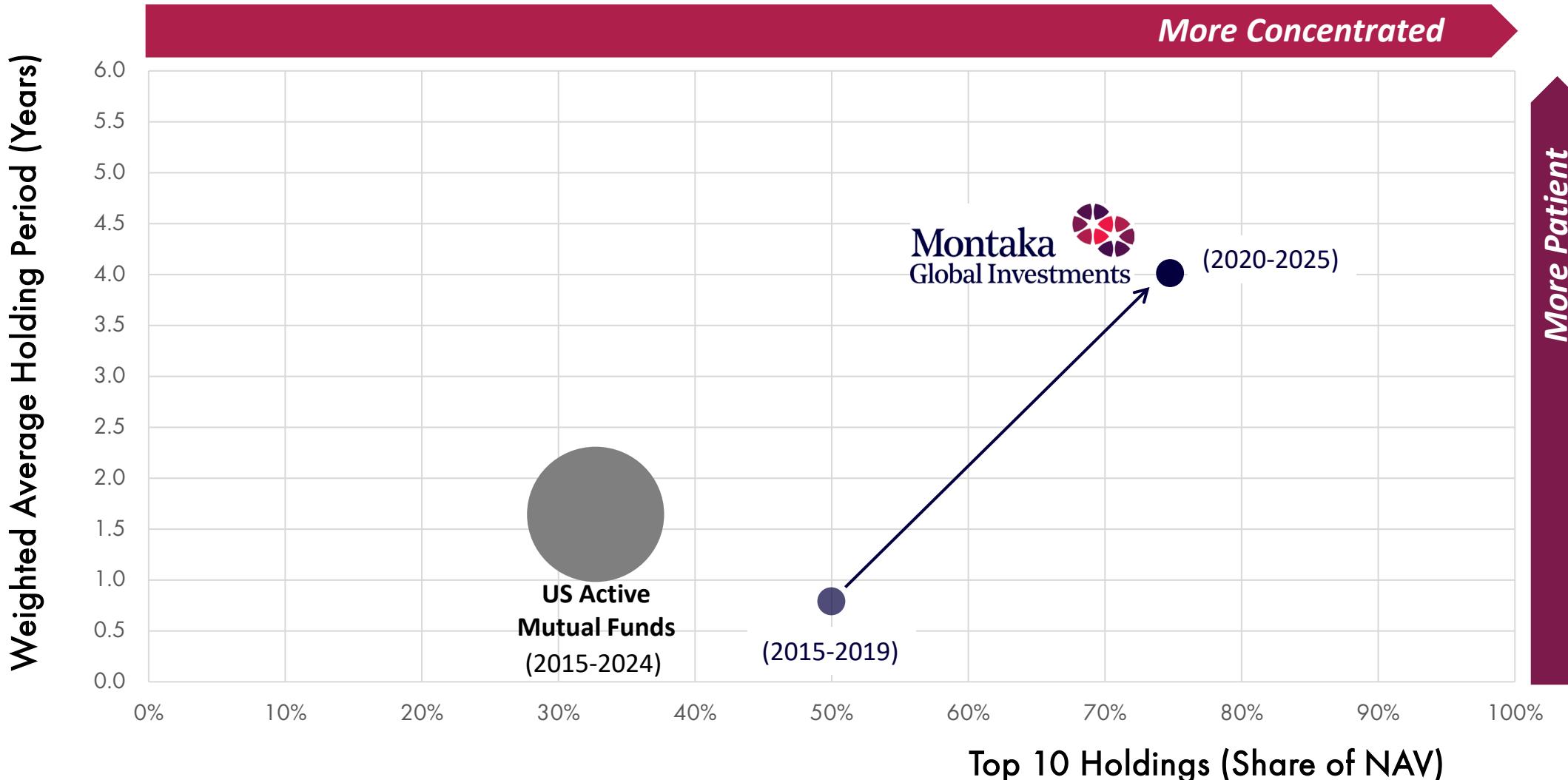
For personal use only

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

Source: Montaka

Our portfolio is concentrated and patient

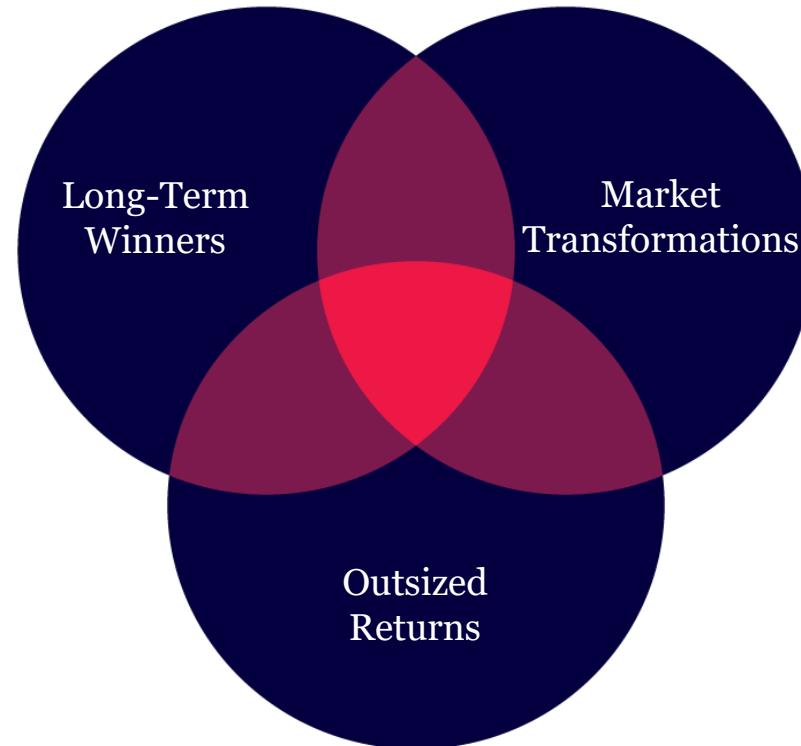
For personal use only



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



CULTURE – *required to execute the Formula*

STRUCTURE – *required to enable the Culture*

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

For personal use only



For personal use only

Thank you

www.mffcapital.com.au
Phone: +61 2 9235 4888

