

Mittleman Global Value Equity Fund – Class P

Monthly Report – November 2020

Commentary¹

The Mittleman Global Value Equity Fund - Class P gained 37.8% in November, vs. a gain of 7.1% in the MSCI ACW Net Total Return Index.

In November, the top three performing stocks, from a contribution standpoint, were Revlon (+213.7%), Cineplex (+110.0%), and Village Roadshow (+37.7%).

The bottom three performing stocks, from a contribution standpoint, were TV Azteca (+11.3%), American Equity Investment Life Holding (+5.9%), and CMIC Holdings (+7.1%).

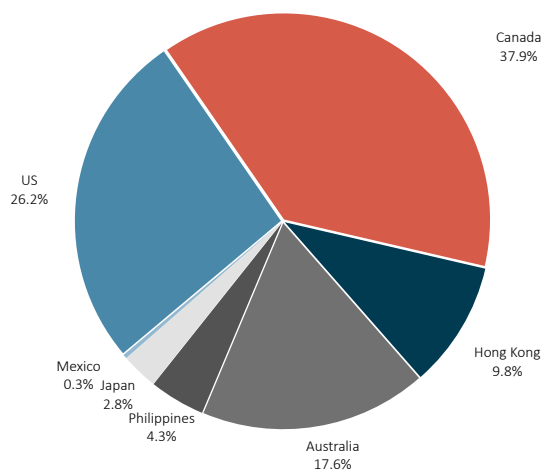
Mittleman Investment Management (MIM) asserted in its Q3 Investment Review that Revlon's liquidity issues were not a solvency issue and that once cured with asset sales or capital infused by Ronald Perelman, its 86.7% owner, much better times lie ahead for the company. Fears of Revlon's impending doom were overblown by the media in the weeks leading up to the company's attempted debt exchange in November, which was ultimately successful and the stock price advanced accordingly.

MIM's activist campaign to protect the Fund's position in Village Roadshow (VRL AU) from a low-ball takeover offer resulted in an increased bid of over 30% from the acquiring party, BGH Capital. MIM had issued a presentation (available at the link [here](#)) outlining its case for the value of VRL with the hope that other shareholders would reject the improved offer, however the increased cash consideration of AUD\$3 per share was passed in a shareholder vote conducted on December 7th.

Fund details	
Index	MSCI All Country World Index (ACWI) Net Total Return in AUD
Fund inception date	13 June 2017
Class P inception date	13 October 2017

Performance ² – 30 November 2020			
	MGVEF (Class P)	Index (AUD)	Excess return
1 month	37.8%	7.1%	30.7%
3 months	24.9%	6.5%	18.4%
1 year	(8.5%)	5.6%	(14.0%)
Since inception ³	(1.4%)	12.0%	(13.4%)

Country allocation⁴



1. The securities herein identified and described do not represent all of the securities purchased, sold or recommended for client accounts. The reader should not assume that an investment in the securities identified was or will be profitable. There is no assurance that any securities discussed herein will remain in the portfolio at the time you receive this report, or that securities sold have not been repurchased. There can be no assurance that investment objectives will be achieved. All dollar amounts within this report are in USD unless otherwise stated.

2. Performance figures are presented in AUD on a net, pre-tax basis and assume the reinvestment of distributions. Past performance is not an indicator of future performance. Figures in the table may not sum correctly due to rounding.

3. Since inception returns are annualised and calculated from 13 October 2017. Past performance does not guarantee future results.

4. Portfolio holdings, country allocation and sector allocation of MGVEF are as of 30 November 2020 and are subject to change and should not be considered as investment recommendations to trade individual securities. Country allocation does not include cash.

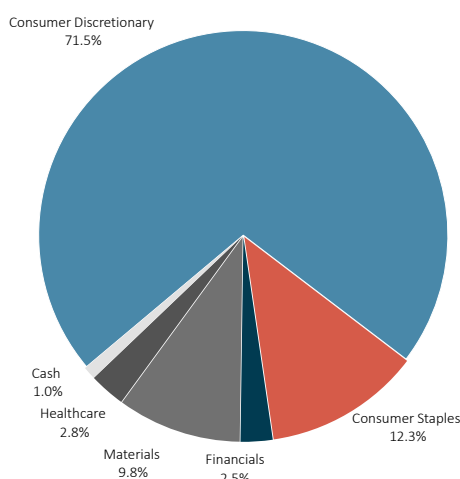
Top 10 holdings⁴

As at 30 November 2020		
Stock	Country	Weight
Aimia Inc	Canada	22.5%
Village Roadshow	Australia	17.6%
Cineplex	Canada	15.4%
Revlon	US	12.3%
Greatview Aseptic Packaging	Hong Kong	9.8%
International Game Tech	US	7.3%
ABS-CBN Entertainment Holdings	Philippines	4.3%
AMC Entertainment Holdings	US	4.1%
CMIC Holdings	Japan	2.8%
American Equity Inv Life Holding	US	2.5%

Portfolio statistics⁶

As at 30 September 2020		
	MGVEF	Index
Weighted avg market cap	US\$607m	US\$17,157m
Median market cap	US\$340m	US\$4,943m
EV/EBITDA	5.1x	14.3x
Price/FCF	7.3x	16.0x
Free cash flow yield	13.8%	6.3%
Number of securities	12	2,994

Sector allocation⁴



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5. Portfolio statistics are reported in USD and are as at 30 September 2020. The statistics are updated in the report as at the end of each quarter.

Investment strategy

Mittleman Investment Management, LLC (MIM) is an SEC-registered investment advisor based in New York that pursues superior returns through long-term investments in what it deems to be severely undervalued securities, while maintaining its focus on limiting risk. It invests in businesses that it believes are proven franchises with durable economic advantages, evidenced by a well-established track record of substantial free cash flow generation over complete business cycles, and only when the very low valuation at which the investment is made provides a significant margin of safety. MIM's value-oriented strategy is to invest in a concentrated portfolio (usually between 15 to 20 securities) of primarily common stocks, unrestricted as to market capitalisation, and in both developed and emerging markets.

BROOKVINE

MITTELMAN BROTHERS
INVESTMENT MANAGEMENT

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