

# Mittleman Global Value Equity Fund – Class P

## Monthly Report – January 2021

### Commentary<sup>1</sup>

The Mittleman Global Value Equity Fund (MGVEF or Fund) advanced 11.6% in January, vs. an increase of 0.1% in the MSCI ACW Net Total Return Index.

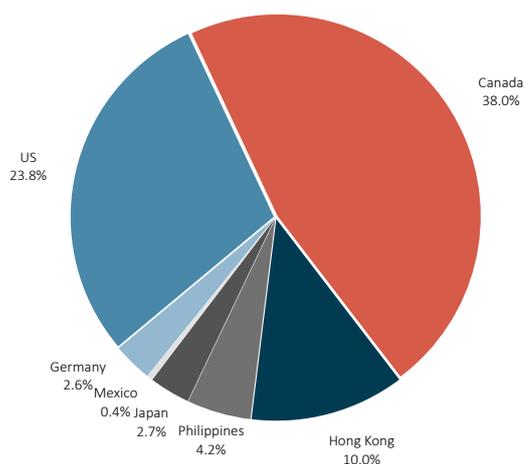
In January, the top three performing stocks, from a contribution standpoint, were AMC (+839%), Cineplex Inc. (+12.8%) and CMIC holdings (+7.1%). The bottom three performing stocks, from a contribution standpoint, were Greatview Aseptic (-5.9%), International Game Tech (-4.9%) and Aimia (-1.5%).

MIM exited its position in AMC on 27 January at a price well above its fair value estimate. MIM will soon distribute a new version of What We Own and Why, which will include a summary of Chris Mittleman’s investment thesis on each holding in the Fund.

| 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 <sup>2</sup> – 31 January 2021 |                 |             |               |
|--|-----------------|-------------|---------------|
|  | MGVEF (Class P) | Index (AUD) | Excess return |
| 1 month                                    | 11.6%           | 0.1%        | 11.5%         |
| 3 months                                   | 51.0%           | 7.1%        | 43.9%         |
| 1 year                                     | 5.8%            | 2.1%        | 3.7%          |
| 2 years p.a.                               | (1.3%)          | 13.6%       | (14.9%)       |
| 3 years p.a.                               | 0.2%            | 9.9%        | (9.6%)        |
| Since inception <sup>3</sup>               | 1.5%            | 11.4%       | (9.8%)        |

### Country allocation<sup>4</sup>



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 31 January 2021 and are subject to change and should not be considered as investment recommendations to trade individual securities. Country allocation does not include cash.

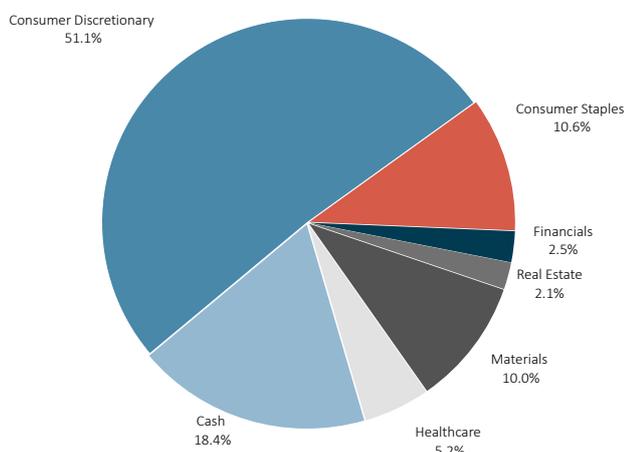
## Top 10 holdings<sup>5</sup>

| As at 31 January 2021            |             |        |
|----------------------------------|-------------|--------|
| Stock                            | Country     | Weight |
| Aimia                            | Canada      | 20.8%  |
| Cineplex                         | Canada      | 17.2%  |
| Revlon                           | US          | 10.6%  |
| Greatview Aseptic Packaging      | Hong Kong   | 10.0%  |
| International Game Tech          | US          | 8.6%   |
| ABS-CBN Holdings                 | Philippines | 4.2%   |
| CMIC Holdings Co Ltd             | Japan       | 2.7%   |
| Bayer                            | Germany     | 2.6%   |
| American Equity Inv Life Holding | US          | 2.5%   |
| Newmark Group                    | US          | 2.1%   |

## Portfolio statistics<sup>6</sup>

| As at 31 December 2020  |            |             |
|-------------------------|------------|-------------|
|                         | MGVEF      | Index       |
| Weighted avg market cap | US\$2,737m | US\$19,866m |
| Median market cap       | US\$676m   | US\$6,050m  |
| EV/EBITDA               | 6.1x       | 16.2x       |
| Price/FCF               | 10.3x      | 18.0x       |
| Free cash flow yield    | 9.7%       | 5.6%        |
| Number of securities    | 12         | 2,982       |

## Sector allocation<sup>5</sup>



5. Portfolio holdings, country allocation and sector allocation of MGVEF are as of 31 January 2021 and are subject to change and should not be considered as investment recommendations to trade individual securities. Country allocation does not include cash. 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.

6. Portfolio statistics are reported in USD and are as at 31 December 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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