

Fat Prophets Global Contrarian Fund (ASX Code FPC)

Estimated Pre-Tax NTA 29 November 2023

The estimated pre-tax NTA per share for the Fat Prophets Global Contrarian Fund as at 29th November 2023 was as follows:

	Amount (\$)
Pre-Tax NTA (as at 29 November 2023)	1.0522
Pre-Tax NTA (as at 31 October 2023)	1.0324
Change in NTA (31 October to 29 November 2023)	1.92%

For the period from 31 October 2023 to 29 November 2023, the Fund recorded a 1.92% increase in estimated pre-tax NTA from \$1.0324 to \$1.0522. The Fund moved into positive territory this month after a selloff in the US dollar which was the catalyst for a decent rally in the precious metals. Whilst near term, the greenback is oversold we believe further downside is coming with the Fed set to cut rates by the middle of next year. The fiscal deterioration of the US combined with elevated spending could weigh more seriously on the currency next year. This week's breakout in gold and silver could see much higher prices over coming months.

Whilst precious metals is one way of capitalizing on a weaker US dollar, cryptocurrencies and more specifically, the Bitcoin miners offer a contrarian opportunity in our view after several years of severe under performance. We believe Bitcoin mining stocks are in discovery mode where ownership was once dominated by retail but now increasingly by institutional investors. Bitcoin mining stocks remain a high-beta opportunity to ride the new cycle, where a "halving event" is set to occur early next year where supply will be once again curtailed. Bitcoin mining stocks are highly correlated to the Bitcoin price, but carry a higher beta.

Other reasons to be bullish include the **approval of ETFs which have finally got past the regulator**. The advent of ETFs will potentially open up the ownership of Bitcoin, making it much easier to own. One broker estimate put demand via ETFs rising toward the \$250-300 billion bracket. Bitcoin also does well when the US dollar weakens and it is our view that the DXY could fall around 10% over the coming year.

Angus Geddes
 Chief Investment Officer
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