



Mittleman Global Value Equity Fund – Class P

Monthly Report – December 2017

Commentary

The Mittleman Global Value Equity Fund (MGVEF) declined 1.2% in December, vs. a 1.4% decline in the MSCI ACW Net Total Return Index.

In December, the top three performing stocks, from a contribution standpoint, were Aimia (+8.7%), AMC Entertainment (+7.2%) and CMIC Holdings (+20.6%). The larger percentage gain in CMIC was less impactful than the percentage gains in Aimia and AMC because of its smaller weighting in the portfolio.

The bottom three performing stocks, from a contribution standpoint, were Clear Media (-7.5%), International Game Technology (-3.6%) and First Pacific (-9.3%). The larger percentage decline in First Pacific was less impactful than the percentage declines in Clear Media and IGT because of its smaller weighting in the portfolio.

CMIC's share price responded favourably to the company's share buy-back announcement in December. With the stock trading at just 6x EBITDA (vs. the industry average of 10x), this was a wise capital allocation decision.

Detailed portfolio commentary will be published shortly with the release of MIM's Year End Investment Review and an updated version of "What We Own and Why", which contains a summary of MIM's investment thesis and appraisal of fair value for 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 ¹ – 31 December 2017			
	MGVEF (Class P)	Index (AUD)	Excess Return
1 Month ²	(1.2%)	(1.4%)	0.2%
3 Months	n/a	n/a	n/a
1 Year	n/a	n/a	n/a
Since Inception ²	7.4%	4.8%	2.6%

Top 10 Holdings³

As at 31 December 2017		
Stock	Country	Weight
Revlon	US	16.2%
AMC Entertainment Holdings	US	12.2%
Aimia	Canada	10.8%
International Game Tech	US	6.3%
HC2 Holdings	US	5.7%
Intralot	Greece	5.2%
Village Roadshow	Australia	5.2%
Clear Media	Hong Kong	4.5%
KB Financial	Korea	4.5%
KT Corp	Korea	4.5%

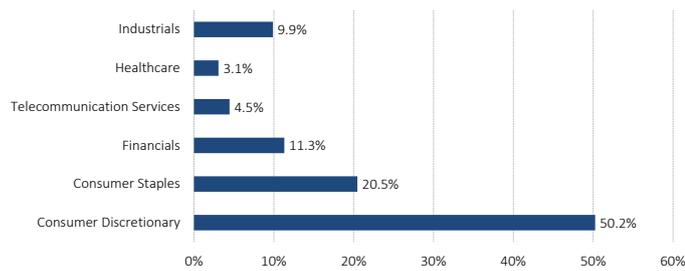
1. Performance figures are presented in AUD on a net, pre-tax basis and assume the reinvestment of distributions. Past performance is not an indicator of future performance. Figures in the table may not sum correctly due to rounding.

2. Inception date for Mittleman Global Value Equity Fund- Class P is 13 October 2017.

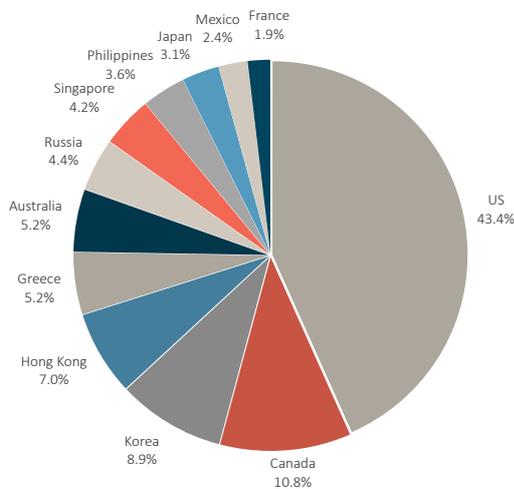
3. Portfolio holdings, country allocation and sector allocation of MGVEF are as of 31 December 2017 and are subject to change and should not be considered as investment recommendations to trade individual securities. Country allocation does not include cash. The securities herein identified and described 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.



Sector Allocation⁴



Country Allocation⁴



Portfolio Statistics⁵

As at 31 December 2017		
	MGVEF	Index
Weighted Avg Market Cap	US\$7,192m	US\$18,359m
Median Market Cap	US\$976m	US\$7,408m
EV/EBITDA	6.5x	11.8x
Price/FCF	9.9x	19.7x
Free Cash Flow Yield	10.1%	5.1%
Number of Securities	19	2,499
Developed Markets – US	42.8%	52.0%
Developed Markets – Non-US	32.2%	35.7%
Emerging Markets	24.5%	12.3%
Cash and Cash Equivalents	0.6%	0.0%

4. Portfolio holdings, country allocation and sector allocation of MGVEF are as of 31 December 2017 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.

5. Portfolios statistics are reported in USD and are as at 31 December 2017. 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 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

MITTLEMAN BROTHERS
INVESTMENT MANAGEMENT

For more information contact: Natalie Hall on
+61 2 9328 6445 or nataliehall@brookvine.com.au

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