

# Global High Conviction Unit Class

## TAMIM Fund

At 31 January 2026



The TAMIM Global High Conviction unit class was up +2.18% for the month of January 2026. The strategy has generated a return of +15.23% over the past 12 months and 19.41% p.a. over the past 3 years.

### Remember Newton's Third Law of Motion

"For every action there is an equal and opposite reaction", or maybe it's better thought of as Yin and Yang? The Chinese symbol shows that for every Yin there is a Yang, male and female, light and dark, active and passive, fire and water, sun and moon. These concepts are useful in investing - there are both opportunities and threats often simultaneously. A.I. is both such a threat and an opportunity.

Worrying about Demographics and worrying about A.I. and Robotics is to ignore that one is a solution to the other. You don't have two problems you have a problem and a solution.

Autonomous vehicles are a threat to taxi drivers but will solve for a current shortage of truck drivers and reduce the need for car parks, delivery drivers, congestion, energy usage and transportation costs. Fewer personal cars mean fewer car insurance premiums?

Building out data centres for A.I. is driving commodity prices, electricity prices and cyclical inflation, and investing in A.I. means also investing in mining stocks and rare earths, and btw firms that clean up the environmental degradation caused by mining some of this toxic stuff.

But ultimately A.I. should be deflationary. (Actually, some of the greatest periods of economic growth have coincided with price deflation but that's for another time). The biggest sources of inflation in the US over the last decade have been Health and Education. Both are going to be disrupted by A.I., which should (left alone by politicians) improve output and reduce costs.

Meanwhile, excitement about quantum computing implies the need for an equal focus on Cyber Security as the former will create unprecedented demand for the other. Software is needed but maybe not routine processing software? At some point we may have a 'man vs machine' contest? That is, cyber security will have to be less logically based and more 'creative' or illogical? Nonlinear thinking and intuition or "Poincaré moments" may become very important? Don't give up on that liberal arts (or Geography!) degree.

<https://engines.egr.uh.edu/episode/2817>

As the wreckage caused by Claude (not Monet) in the SaaS space continues, some babies will have been thrown out with the bathwater. In that bathwater there may be opportunities for investors akin to a Eureka moment? (apologies for mixed metaphors - couldn't resist). As prices fall some opportunities abound. We'll be looking.

<https://www.milwaukeeindependent.com/explainers/illusion-thinking-apples-study-highlights-advanced-ai-flaws-confusing-verbosity-cognition/>

The great Economist Thomas Sowell often refers to 'Stage 1 thinking', the simple layer too often embraced by politicians that takes no account of second order effects. Consequence may, seemingly always, be unintended, but they are rarely unforeseeable. Thus, when looking at evolving themes and sectors we believe it is sometimes important to link them together as one being the stage 2 of the other. You often pay less to participate in the Stage 2 companies as well.

If any industries are immune from or benefit from the 'threats' of A.I. it is those which are hard materials based and not the intangible assets of rote learning or process-based services.

For example, excitement about Quantum computing led to a scramble last year to find stocks (and ETFs) to participate in this new and emerging theme. When looking at a list of stocks, we saw the usual suspects: Microsoft, Nvidia, Alphabet, Honeywell and IBM, but with no Yang moment or 'Eureka' moment to realise that power, materials, water supplies, essential hardware and maintenance would be required. Or not until recently when these industrial stocks started to motor. As we wrote back in the day "Now trust in rust"?

All strategies outperformed in January. Even unhedged for Australian investors, and the A\$ rose handily, the strategies were positive. We continue to slowly take the Momentum factor exposure down in the global equity strategies. We got lucky perhaps but own very little exposure to SaaS, or consulting firms and remain obdurately underweight concept stocks and overweight the Stage 2 companies. We trimmed Sumitomo Electric Industries, Corning, and started positions in Japan Airport Terminal. The (too) weak Yen and tourist growth will drive revenue at the airport operator/retail company.

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### Portfolio Highlights:

#### Hong Kong Exchanges (HKEX)

Hong Kong Exchanges is positioned at the centre of a structural shift in Asian capital formation. While US listings relative to GDP have declined as private equity keeps companies private for longer, Chinese enterprises increasingly require equity recapitalisation following years of deleveraging and property sector stress. HKEX operates with exceptional profitability, with gross margins near 96 percent and EBITDA margins approaching 70 to 80 percent, providing significant operating leverage to any recovery in listing and trading volumes. Chinese households remain highly liquid and historically exhibit momentum-driven participation when equity markets strengthen. If issuance and turnover normalise, earnings can inflect meaningfully given the exchange model's inherent scalability.



#### Church & Dwight (CHD)

Church & Dwight provides portfolio stability through its portfolio of branded household and personal care products, led by Arm & Hammer. Revenue growth remains steady, margins are healthy with gross margins around the mid-forties, and EBITDA margins continue to expand. The company generates consistent free cash flow, supports regular dividend increases, and carries a manageable balance sheet. In a portfolio otherwise exposed to capital markets and cyclical themes, CHD acts as ballast. While valuation reflects quality, the business offers dependable volume growth, pricing power and defensive characteristics that reduce volatility without sacrificing long-term compounding.



#### Japan Airport Terminal (JAT)

Japan Airport Terminal is benefiting from the continued recovery in inbound tourism and retail spending at Haneda Airport. Revenue has rebounded strongly since the pandemic trough, with margins normalising as passenger volumes and per-passenger retail sales increase. A weaker yen has reinforced Japan's appeal as a value destination, supporting sustained international traffic. The business combines infrastructure stability with high incremental margins from merchandise and food and beverage operations. Valuation remains reasonable relative to earnings recovery, and the company provides leveraged exposure to Japan's tourism renaissance and broader economic normalisation.



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## Overview

The TAMIM Global High Conviction strategy is a portfolio of global equities from major developed global exchanges. The portfolio holds approximately 60 of the best ideas from around the globe. The portfolio uses a systematic and consistent approach to stock selection and portfolio construction to deliver strong risk adjusted returns to our clients while focusing on attempting to preserve their wealth.

## Key Facts

<b>Investment Structure:</b>	Unlisted Unit Trust
<b>Minimum investment:</b>	A\$100,000
<b>Management fee:</b>	1.00% p.a.
<b>Admin &amp; expense recovery fee:</b>	Up to 0.35%
<b>Performance fee:</b>	20% of performance in excess of hurdle
<b>Exit fee:</b>	Nil
<b>Single security limit:</b>	+/- 5% relative to Investable Universe
<b>Country/Sector limit:</b>	+/- 10% relative to Investable Universe
<b>Target number of holdings:</b>	80-110
<b>Portfolio turnover:</b>	Typically < 25% p.a.
<b>Cash level (typical):</b>	0-100% (0-10%)
<b>APIR code:</b>	CTS5590AU

## NAV

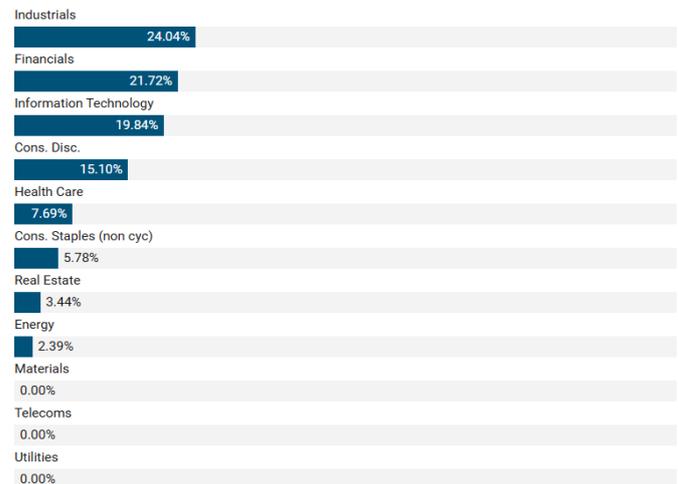
	Buy Price	Mid Price	Redemption Price
<b>AU\$</b>	\$1.7665	\$1.7621	\$1.7577

## Selection of 5 Holdings

Stock	Country
Canon	JP
Schlumberger	USA
Corning	USA
Cummins	USA
Ebara	JP

## Portfolio Profile

<b>Equities</b>	99.30%
<b>Cash</b>	0.70%



## Portfolio Performance

Inception: 15/07/2011	1 month	1 year	3 years (p.a.)	5 years (p.a.)	Since inception (p.a.)	Since inception (total)
<b>Global High Conviction</b>	2.18%	15.23%	19.41%	15.01%	14.27%	592.54%
<b>Cash</b>	0.30%	3.85%	4.10%	2.75%	2.31%	39.19%

Strategy inception: 15/07/2011 | TAMIM Fund: Global High Conviction unit class inception: 31 December 2019

Returns prior to 31 December 2019 reflect the Individually Managed Account (IMA) underlying portfolio returns. IMA returns reflect a higher fee structure. Individually Managed Account (IMA) returns will, by their nature, vary from the underlying portfolio and TAMIM Fund portfolio. Should you wish to see your individual return, please log in to your account online. Returns are quoted net of fees and assume dividends/distributions are reinvested. Past performance is no guarantee of future performance. The information provided should not be considered financial or investment advice and is general information intended only for wholesale clients (as defined in the Corporations Act). The information presented does not take into account the investment objectives, financial situation and advisory needs of any particular person nor does the information provided constitute investment advice. Under no circumstances should investments be based solely on the information herein. You should seek personal financial advice before making any financial or investment decisions. The value of an investment may rise or fall with the changes in the market. Past performance is no guarantee of future returns. Investment returns are not guaranteed as all investments carry risk. This statement relates to any claims made regarding past performance of any Tamim (or associated companies) products. Tamim does not guarantee the accuracy of any information in this document, including information provided by third parties. Information can change without notice and Tamim will endeavour to update this document as soon as practicable after changes. Tamim Funds Management Pty Limited and CTSP Funds Management Pty Ltd trading as Tamim Asset Management and its related entities do not accept responsibility for any inaccuracy or any actions taken in reliance upon this advice. All information provided in this document is correct at the time of writing and is subject to change due to changes in legislation. Please contact Tamim if you wish to confirm the currency of any information in the document. Returns shown for longer than 1 year (other than inception) are annualised. All returns shown are AUD denominated.