

Loftus Peak Global Change Portfolio

Monthly Investor Letter November 2015

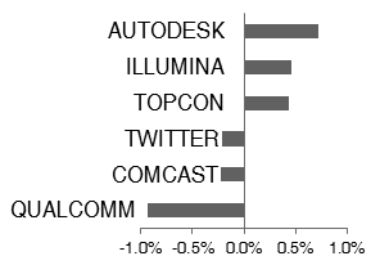
The Loftus Peak Global Change Portfolio posted a manager estimated return* of +0.77% for November 2015, compared with a return of -2.07% for the Fund's benchmark, the MSCI AC World Net Total Return Index in A\$

Performance

The portfolio manager estimated return gross* of fees was +0.77% which was +2.84% above the benchmark (MSCI AC World Net Total Return Index in Australian dollars). The benchmark returned -2.07% for the month.

Since 30 June 2014 inception, the portfolio is up +45.61%* gross of fees, outperforming the benchmark by +18.53%. Performance has been particularly strong since 30 June 2015, with the portfolio rising 12.1%* against an index which was up 3.2%

Portfolio Contributors/Detractors



Best and worst contributors are shown above. Design software leader Autodesk jumped as investors reassessed the company following the emergence of an activist shareholder, validating the company's strategic shift to the cloud, while Illumina rallied following an upward revision of the total addressable market for its sequencing tools.

We opened a position in Twitter as founder Jack Dorsey assumed the CEO role once more, and in expectation of better advertising revenues from a suite of new products (including Moments and periscope). However, the stock performed poorly with investors still disappointed with the absence of appreciable monthly active user growth.

Comcast lagged but the group is making headway in its move to diversify its product suite away from its core pay tv business and into high speed internet products and value added services including over-the-top telephony, with results visible in multi-year eps and revenue growth. Qualcomm continued to struggle as its patent pipeline payments came under pressure.

The strength of the portfolio was evident in a number of smaller positions that did well, especially Baidu, which delivered excellent results driven by strong mobile and offline to on-line revenue prospects. The Australian dollar moved against us by 1.3%.

Portfolio Construction

Around 87% of the fund was invested in 26 companies which the manager identified as likely out-performers. Alibaba's recent performance we believe has justified its place as a core holding. The five largest positions at end of November 2015 were:

Company	% of Portfolio
APPLE	9.8%
AMAZON	5.6%
ALIBABA	5.3%
COMCAST	5.2%
ALPHABET	5.2%

Enquiries

For enquiries plus the latest on investment in global change and disruption, including our commentary in the Sydney Morning Herald, Financial Review, BRW, Sky Business, Livewire, and on 2GB, visit us at www.loftuspeak.com.au or email alexpollak@loftuspeak.com.au

Loftus Peak Pty Ltd: CAR Number 455284 of Eight Investment Partners Pty Ltd (AFSL Number 342305)

*Returns calculated by the manager based on portfolio valuations provided by Mason Stevens Limited before management and performance fees. The returns quoted in this monthly report may differ from the returns determined by Mason Stevens.