



INVESTMENT OBJECTIVE

To provide investors with capital growth over the long-term through exposure to companies that will benefit from disruptive innovation.

PORTFOLIO UPDATE

The Orca Global Disruption Fund (**Fund**) returned +0.4%¹ in AUD terms (+5.3% in USD terms), compared to the broader MSCI AC World Index (Index) +2.7% (+7.8% in USD). Since inception the Fund has returned +8.6% p.a. compared to the market +10.7%.

Equity market sentiment improved during November driven by growing optimism that inflation has peaked and the US Federal Reserve indicating that while monetary policy is likely to stay restrictive for some time, smaller interest rate increases are likely starting in December. Technology related and growth stocks underperformed the broader market with the Nasdaq and Russell 1000 growth indices each falling -0.4% (+4.5% in USD).

The Fund's best contributors for the month were **TSMC** (+28.7%), **ASML** (+23.3%) and **Microsoft** (+5.3%). Weaker contributors were **Tesla** (-18.3%), **Amazon** (-10.0%) and **CrowdStrike** (-30.3%).

ASML (+23.3%) held its Capital Markets Day where it upgraded long term revenue guidance for FY25 and FY30 – it now expects FY20-FY25 CAGR of +17-23% (up from +11-17%) and FY20-FY30 CAGR of +12-16% (up from +11%). Underpinning ASML's more positive outlook includes increasing demand for its tools to manufacture semiconductors to support a number of megatrends (cloud, AI, 5G, transition to renewable energy) and increasing investment as countries seek to diversify manufacturing geographic footprints.

TSMC (+28.7%) rose on the broader rally in semiconductor stocks (+13%) and following news that Warren Buffet's Berkshire Hathaway had purchased \$4.1bn of shares in the company during the September quarter.

Tesla (-18.3%) underperformed following the completion of Elon Musk's acquisition of Twitter, news that Musk had sold a further \$3.95bn of Tesla shares and market concerns over his workload.

CrowdStrike (-30.3%) reported a 3Q23 result with revenue growth of +53% and operating margins improving +210 bps to 15.4% - both ahead of market expectations. However, the stock was sold off as 4Q23 revenue growth guidance of +44-46% and initial FY24 subscription revenue guidance of low to mid 30s growth was slightly below market expectations. While the demand for cybersecurity remains strong, deals are taking longer to close given recessionary pressures.

During the month, **Amazon** (-10%) announced that it would implement a significant number of layoffs (NYT reporting up to 10k jobs) across the company in 2022 and early 2023.

PORTFOLIO MANAGER



Raymond Tong
Portfolio Manager

This fund is appropriate for investors with "High" and "Very High" risk and return profiles. A suitable investor for this fund is prepared to accept high risk in the pursuit of capital growth with a medium to long investment timeframe. Investors should refer to the **TMD** for further information.

| Unit price (Exit) | Fund size | Historical (12-month) distribution yield ² | Performance since inception (25 July 2017) ¹ |
|-------------------|------------------------|---|---|
| \$1.9980 | \$149.5 million | 5.00% | 8.6% |

FUND PERFORMANCE¹

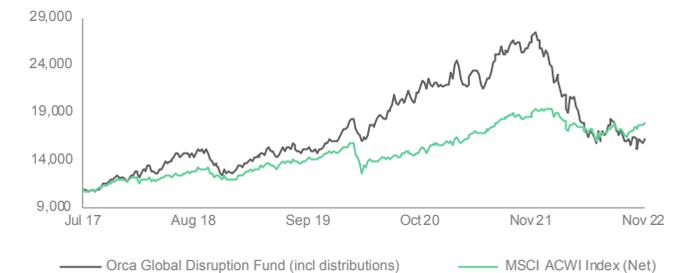
| | 1 Month | 3 Months | 6 Months | 1 Year | 2 Years (p.a.) | 3 Years (p.a.) | 5 Years (p.a.) | Since Inception (p.a.) |
|--------------------------------|---------|----------|----------|--------|----------------|----------------|----------------|------------------------|
| Orca Global Disruption Fund | 0.4% | -3.9% | -4.1% | -40.4% | -14.8% | 0.2% | 6.4% | 8.6% |
| MSCI AC World Index (Net, AUD) | 2.7% | 5.6% | 4.4% | -6.5% | 7.5% | 6.9% | 9.0% | 10.7% |
| Excess Return | -2.3% | -9.4% | -8.5% | -33.9% | -22.3% | -6.7% | -2.6% | -2.1% |

Note: Numbers may not sum due to rounding. Past performance is not a reliable indicator of future performance.

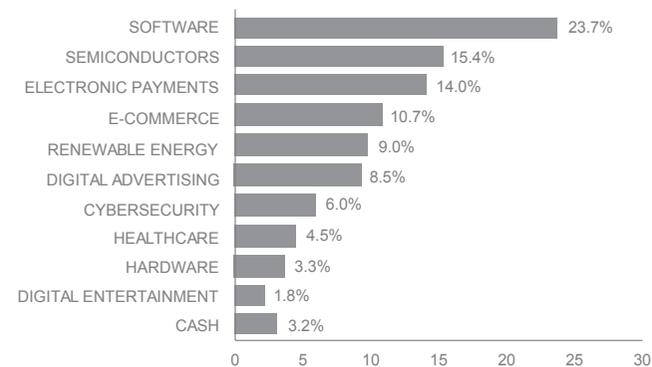
TOP 10 PORTFOLIO HOLDINGS

| | |
|----------------|--------------------|
| Adyen | Microsoft Corp |
| Alphabet Inc | Salesforce.com Inc |
| Amazon.com Inc | ServiceNow |
| ASML Holding | Tesla |
| Mastercard Inc | TSMC |

PERFORMANCE CHART¹

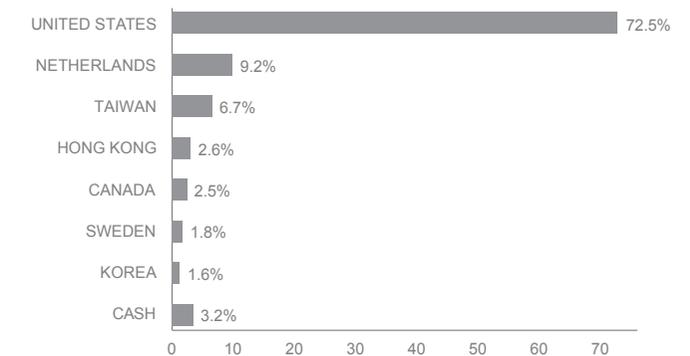


SECTOR EXPOSURE



Source: Investment Manager, Bloomberg

COUNTRY EXPOSURE



Source: Bloomberg, Country of Domicile

Notes: Data as at 30 November 2022 unless stated. Numbers may not sum due to rounding.

1. All returns are total returns, inclusive of reinvested distributions and net of fees and costs using net asset value per unit from inception to, and including, 31 January 2021 and exit unit price from this date. Past performance is not a reliable indicator of future performance. Inception 25 July 2017. Chart data range: 25 July 2017 to 30 November 2022. 2. Distribution yield is a historical measure. There is no guarantee the Fund will meet its investment objective. The payment of a distribution is a goal of the Fund only and neither the Manager or the Responsible Entity provide any representations or warranty in relation to the payment of any semi-annual cash income. The Fund reserves the discretion to amend its distribution policy. Initial index value 10,000. Index Source: Bloomberg.

ABOUT ORCA FUNDS MANAGEMENT

Orca Funds Management is the investment manager for the Orca Global Disruption Fund, Orca Asia Fund and the Orca Global Fund. The Orca Funds Management Investment Team has more than two decades of experience in managing global equities and fixed income funds. Orca Funds Management has an investment team of seven investment professionals who, as at 30 June 2022, collectively manage over \$450 million of funds.

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IMPORTANT INFORMATION

This report has been prepared and issued by Orca Funds Management Pty Limited (**Investment Manager**) (ACN 619 080 045, CAR No. 1255264), as investment manager for the Orca Global Disruption Fund (**Fund**) (ARSN 619 350 042). The Trust Company (RE Services) Limited (ABN 45 003 278 831, AFSL 235150) is the Responsible Entity of the Fund. For further information on the Fund please refer to the PDS and Target Market Determination which is available at orcafunds.com.au.

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