

# Orca Global Disruption Fund May 2025 Monthly



## FUND PERFORMANCE<sup>1</sup>

| Fund performance             | 1 Month | 3 Months | 6 Months | 1 Year | 3 Years (p.a.) | 5 Years (p.a.) | 7 Years (p.a.) | Since Inception (p.a.) |
|------------------------------|---------|----------|----------|--------|----------------|----------------|----------------|------------------------|
| Fund (net-of-fees)           | 9.2%    | 0.7%     | 5.4%     | 21.2%  | 25.3%          | 12.3%          | 13.5%          | 15.9%                  |
| Benchmark                    | 5.1%    | -0.9%    | 4.1%     | 17.4%  | 16.6%          | 14.1%          | 12.6%          | 13.0%                  |
| Outperformance (net-of-fees) | 4.0%    | 1.7%     | 1.3%     | 3.8%   | 8.7%           | -1.8%          | 0.9%           | 2.9%                   |

**Notes:** Data as at 30 May 2025 unless stated. Loftus Peak Pty Limited replaced Orca Funds Management as the Investment Manager of the Orca Global Disruption Fund on 1 March 2024. Unit price (exit) at 30 May 2025: \$3.4706. Fund size: \$175.2 million. Numbers may not sum due to rounding. Past performance is not indicative of future performance. Benchmark is for comparison purposes only, see Disclaimer for further information. The data source for the Fund's benchmark was changed from Bloomberg to MSCI effective 29 February 2024. All data prior to this date remains unchanged.

## FUND UPDATE

The Orca Global Disruption Fund (Fund) rose +9.2% net-of-fees in May, outperforming the MSCI All Countries World Index (in AUD) by +4.0%.

Interestingly, and in contrast, the bond market sold off, with yields on 10-year US treasuries rising from 4.17% to 4.46% (bond prices and bond yields move in opposite directions, so rising yields mean falling bond prices).

The bond market was fixated on the prospect of a US recession, a downgrade from ratings agency Moody's as well as the chaos arising from wild and quick swings in tariffs hindering corporate planning and likely leading to inflation.

The equity market, by contrast, chose to believe that a deal on tariffs was in the works with the European Union and China.

The best performing stocks were those related to the growth of artificial intelligence (AI). Heavyweight GPU designer **Nvidia** added +1.8% to Fund value, with **Broadcom** contributing +1.5%, **Taiwan Semiconductor Manufacturing Company** (TSMC) +1.3% and **Microsoft** +1.0%.

AI has been one of the Fund's largest exposures due to its relative defensiveness in a volatile geopolitical and economic environment. There were a few key developments during the month of May that pointed to significant AI-related demand, resulting in share price appreciation for exposed companies.

The first was TSMC monthly sales growth of 48% year-over-year, which was well ahead of expectations. Next was the joint US-gulf state announcements of hundreds of billions of dollars' worth of investment into AI infrastructure in countries such as Saudi Arabia, Qatar and the UAE.

Nvidia earnings rounded out the month and if not for a one-off China-related inventory write-off, would've been stellar. Revenues grew 69% year-over-year (off an already significant base of US\$27bn) and next quarter revenues were guided to US\$45bn (or US\$53bn if not for the China-related write-off) – this was an acceleration in the sequential growth from an absolute dollar perspective. The company pointed to a “sharp jump in inference demand”, suggesting the AI theme might have more room to run.

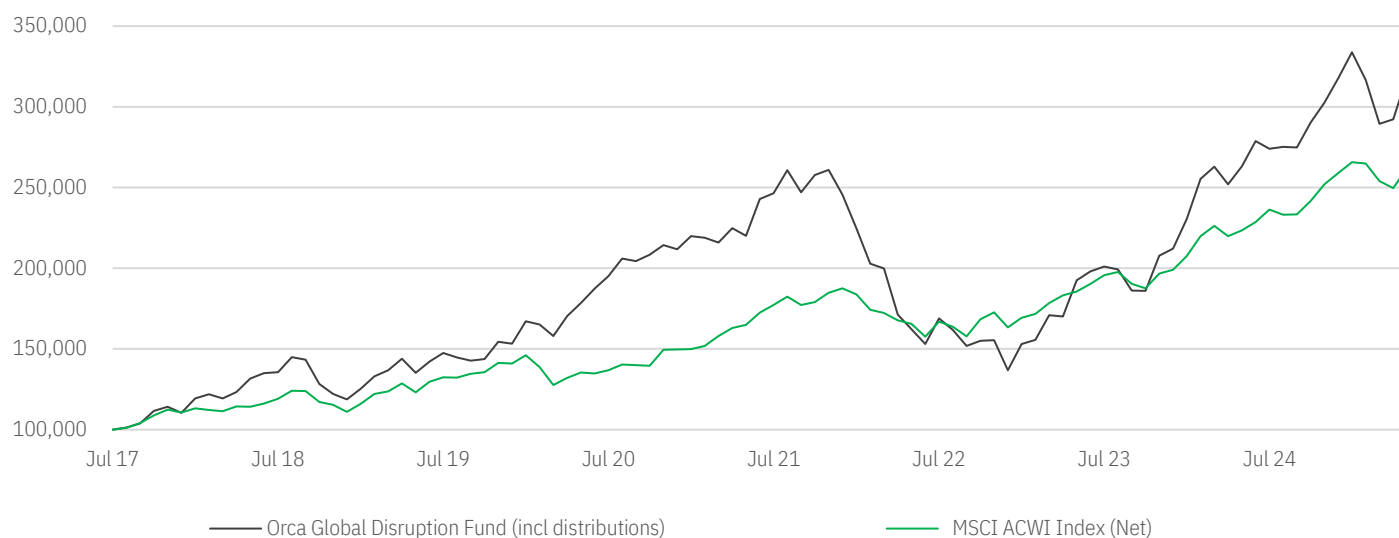
Communications and advertising giant **Meta** was also a solid performer adding +0.7% to return. We have always viewed Meta as a key beneficiary of developments in AI, be it discriminative or generative, as almost every aspect of the company's business – user generated content, advertising inventory, monetisation etc. – can be turbocharged by it. It therefore makes sense for the company to have increased its spending on technical infrastructure (datacentres and AI) to ensure it isn't beholden to another company's technology.

**Qualcomm** underperformed in the month of May. It had previously been one of the Fund's largest positions by weight, however due to liberation day and the prospect of the cyclical recovery in smartphones being pushed out even further, we had reduced its weight in the Fund. That being said, we continue to hold the company due to the important role it plays in the world of internet of things, given its fast-growing automotive and internet of things business lines.

The worst performer was drug maker **Eli Lilly** which cut -0.8% from Fund value, with all other detractors together reducing value by -0.6% collectively. Lilly's poor performance comes despite a big win with its new oral weight control drug Orforglipron, a preferred mode of delivery relative to injections, which is the case now.

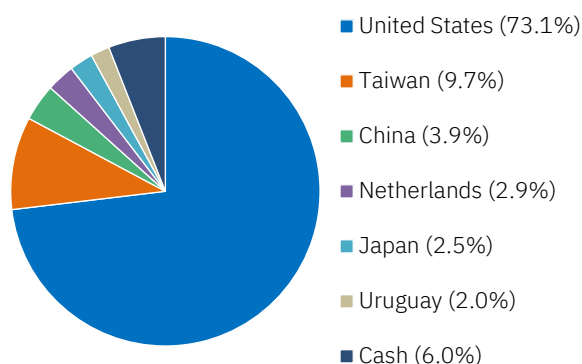
1. All returns are total returns, inclusive of reinvested distributions and net of fees and costs using net asset value per unit from inception to, and including, 31 January 2021 and exit unit price from this date. Past performance is not a reliable indicator of future performance. Inception 25 July 2017.

## FUND PERFORMANCE<sup>1</sup>



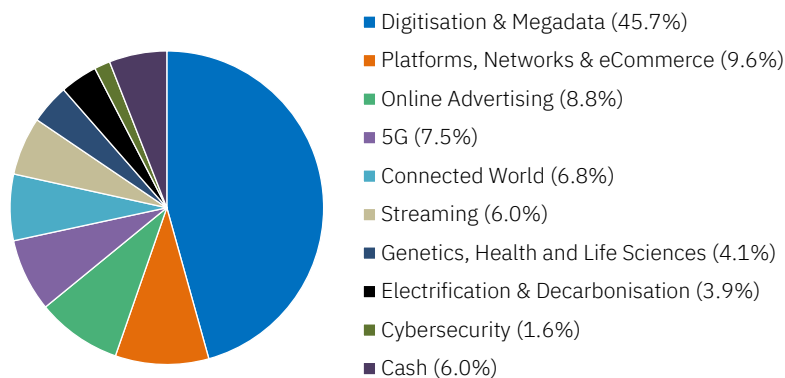
Past performance is not a reliable indicator of future performance. Inception 25 July 2017. Benchmark is for comparison purposes only, see Disclaimer for further information.

## GEOGRAPHIC EXPOSURE



Source: Bloomberg, Country of Domicile

## THEMATIC EXPOSURE



Source: Investment Manager

## TOP 10 FUND HOLDINGS AS AT 30 MAY 2025

| NAME                 | GICS SECTOR            |
|----------------------|------------------------|
| Amazon               | Consumer Discretionary |
| Broadcom             | Information Technology |
| Eli Lilly            | Health Care            |
| Meta                 | Communication Services |
| Microsoft            | Information Technology |
| Netflix              | Communication Services |
| NVIDIA               | Information Technology |
| Qualcomm             | Information Technology |
| Roku                 | Communication Services |
| Taiwan Semiconductor | Information Technology |

This fund is appropriate for investors with a "High" risk and return profile. A suitable investor for this fund is prepared to accept high risk in the pursuit of capital growth with a long investment timeframe. Investors should refer to the [TMD](#) for further information.

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.

# Orca Global Disruption Fund

TOP 10 HOLDINGS AS AT 30 MAY 2025



**Amazon** – is the global leader in internet retail and cloud-based computing. From its listing in 1997 as primarily an online book retailer, Amazon has now expanded its offering to most areas of consumer merchandise, whilst also developing market leading cloud computing services. It has a relentless focus on low-cost operations, constant reinvestment and customer service. The company is owner-managed and controlled by its founder Jeff Bezos.



**Broadcom** – is a leader in wireless, datacentre networking, AI chips, storage, and infrastructure silicon/hardware/software with broad-based exposure to positive trends in these end markets. Broadcom is a technology infrastructure powerhouse with semiconductor leadership positions in AI (#2 global AI semiconductor supplier), custom chip ASIC supplier, cloud datacentre/telco networking, wireless and enterprise storage.



**Eli Lilly** – founded in 1876 and headquartered in Indianapolis, Indiana, is a global pharmaceutical company known for its innovations in drug development. The company focuses on therapeutic areas such as diabetes, oncology, neuroscience, and immunology, with blockbuster drugs including Trulicity and Mounjaro for diabetes and Zepbound for weight loss. Eli Lilly is also a leader in Alzheimer's research, developing treatments like donanemab to address cognitive decline. Leveraging biotechnology and advanced research, the company continues to drive medical breakthroughs in both small molecules and biologics. With a strong pipeline and growing presence in obesity and metabolic health, Eli Lilly is shaping the future of healthcare innovation.



**Meta** – is one of the world's premier advertiser platforms with a user base of over 3bn Daily Active Users and over 10m advertisers. META has invested significantly into AI infrastructure, and this enables the company to drive user engagement and provides advertisers with a range of ad automation and targeting tools. META's two major goals are to: (1) to build the most popular and advanced AI Products and services; and (2) invest into building the next generation of augmented, virtual and mixed reality computing platforms.



**Microsoft** – is a multinational technology company that manufactures, licenses, supports and sells computer software, personal computers, consumer electronics and services. The Company's main segments include Intelligent Cloud, More Personal Computing, Productivity and Business Process. Its products include cross device productivity applications, server applications, business solution applications, desktop and server management tools, software development-tools, video games, and training and certification of computer system integrators and developers. The Company also designs, manufactures and sells devices including personal computers, tablets, gaming and entertainment consoles, and other intelligent devices that integrate with its cloud-based offerings.



**Netflix** – is the leading video streaming provider in the world with over 260m subscribers as of the December 2023 quarter. As the global leader, Netflix will continue to benefit from the shift of linear TV to streaming with still a significant opportunity to grow subscribers (1bn broadband households globally), pricing power and further monetization opportunities through advertising.



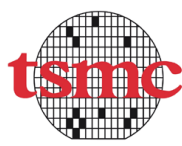
**NVIDIA** – founded in 1993 and headquartered in Santa Clara, California, is a leading technology company specializing in graphics processing units (GPUs) and artificial intelligence (AI). Originally known for its dominance in gaming GPUs, Nvidia has expanded into AI, data centers, autonomous vehicles, and professional visualization. Nvidia's AI and deep learning technologies power industries ranging from healthcare to robotics, enabling breakthroughs in generative AI and high-performance computing. With its continuous innovation in AI chips and software ecosystems like CUDA, Nvidia remains at the forefront of the AI and semiconductor industries.



**Qualcomm** – is a fabless semiconductor designer and the world's leading supplier of mobile device chipsets (mobile phones, smartphones and tablets). Qualcomm is expanding the number and diversity of revenue lines including supplying chips to the PC market, automobiles, IoT and augmented/virtual reality segments. Qualcomm is also set to benefit as a key enabler of the proliferation of AI capabilities onto devices. (e.g. Samsung Galaxy S24)



**Roku** – founded in 2002, is an American company headquartered in San Jose, California, that manufactures a variety of digital media players for video streaming. Roku's devices allow users to access streaming services like Netflix, Hulu, and Disney+, among others, directly on their televisions. Roku has also expanded into the smart TV market and offers an advertising platform for content publishers. The company plays a significant role in the streaming media and connected TV industry.



**Taiwan Semiconductor** – is the largest dedicated global foundry for the manufacture of semiconductor chips. TSMC produces chips for a wide range of uses including data centres, networking equipment, smartphones, tablets, PCs and gaming consoles. TSMC has a broad customer base of major hardware and fabless semiconductor companies including Apple, Qualcomm, Nvidia, AMD, MediaTek and HiSilicon (Huawei). The company is leveraged to chip demand from emerging themes such as 5G, IoT and artificial intelligence. TSMC was founded in 1987 and is based in Hsinchu, Taiwan.

## Disclaimer

This report has been prepared and issued by Loftus Peak Pty Ltd (Investment Manager) (ACN 167 859 332, AFSL 503 571) 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. It is general information only and is not intended to provide you with financial advice, and has been prepared without taking into account your objectives, financial situation or needs. You should consider the product disclosure statement (PDS), prior to making any investment decisions

The PDS and target market determination (TMD) can be obtained by calling +62 9163 3333 or visiting our website [orcafunds.com.au](http://orcafunds.com.au). If you require financial advice that takes into account your personal objectives, financial situation or needs, you should consult your licensed or authorised financial adviser. To the extent permitted by law, no liability is accepted for any loss or damage as a result of any reliance on this information. Total returns shown for the Orca Global Disruption Fund have been calculated using exit prices, and prior to 31 January 2021 Net Asset Value per Unit, after taking into account all ongoing fees and assuming reinvestment of distributions. No allowance has been made for taxation. Past performance is not indicative of future performance.

This report may contain statements, opinions, projections, forecasts and other material (forward-looking statements), based on various assumptions. Those assumptions may or may not prove to be correct. The Responsible Entity, Investment Manager and its advisers (including all of their respective directors, consultants and/or employees, related bodies corporate and the directors, shareholders, managers, employees or agents of them) (Parties) do not make any representation as to the accuracy or likelihood of fulfilment of the forward-looking statements or any of the assumptions upon which they are based. Actual results, performance or achievements may vary materially from any projections and forward-looking statements and the assumptions on which those statements are based. Readers are cautioned not to place undue reliance on forward-looking statements and the Parties assume no obligation to update that information. The Parties give no warranty, representation or guarantee as to the accuracy, completeness or reliability of the information contained in this report. The Parties do not accept, except to the extent permitted by law, responsibility for any loss, claim, damages, costs or expenses arising out of, or in connection with, the information contained in this report. Any recipient of this report should independently satisfy themselves as to the accuracy of all information contained in this report.

**MSCI All Countries World Index (AUD) source:** MSCI. Certain information contained herein (the "Information") is sourced from/copyright of MSCI Inc., MSCI ESG Research LLC, or their affiliates ("MSCI"), or information providers (together the "MSCI Parties") and may have been used to calculate scores, signals, or other indicators. The Information is for internal use only and may not be reproduced or disseminated in whole or part without prior written permission. The Information may not be used for, nor does it constitute, an offer to buy or sell, or a promotion or recommendation of, any security, financial instrument or product, trading strategy, or index, nor should it be taken as an indication or guarantee of any future performance. Some funds may be based on or linked to MSCI indexes, and MSCI may be compensated based on the fund's assets under management or other measures. MSCI has established an information barrier between index research and certain Information. None of the Information in and of itself can be used to determine which securities to buy or sell or when to buy or sell them. The Information is provided "as is" and the user assumes the entire risk of any use it may make or permit to be made of the Information. No MSCI Party warrants or guarantees the originality, accuracy and/or completeness of the Information and each expressly disclaims all express or implied warranties. No MSCI Party shall have any liability for any errors or omissions in connection with any Information herein, or any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of the possibility of such damages.

### Benchmark selection

The Orca Global Disruption Fund is designed in a benchmark unaware manner. The Investment Manager believes the MSCI ACWI index is appropriate for comparison purposes given the Fund invests in companies across a range of industries including technology, renewable energy, consumer, communication services and healthcare. The risk/return profiles of the Fund and benchmark differ due to differences in the constituents of each. The Fund's objective is to provide investors with capital growth over the long-term through exposure to companies that benefit from disruptive innovation – in or from any industry/sector, including emerging market listed investments.