

MARCH 2022 RESULTS

March was a volatile month for stocks due to the conflict in Ukraine and economic concerns over inflation and interest rate policy. Stock markets recorded their highest volatility reading in 12 months, as measured by the VIX (CBOE Volatility Index). Markets fell 6.0% in the first week of March, due to concerns over the Ukraine conflict expanding and the impact on European economies. Oil prices surged to US\$128 per barrel, which impacts corporate profitability across the stock market. From mid-March, stock markets recovered on easing negative news, from the conflict, to end the month up 2.5% in US dollar terms, but -0.6% in Australian dollar terms.

There has been very little news relating to market fundamentals. March is a quiet month, with few companies releasing financial results. From mid-April, companies start to report profits for the first quarter of 2022, and we'll get a better idea of the impact of inflation on company profits. China has seen both an increase in government COVID lockdowns and a period in which consumers have chosen to self-isolate, reducing spending. This is likely to impact companies with substantial China businesses, like Nike and McDonald's. We expect to see companies to start writing off Russian businesses, with accounting costs in the hundreds of millions of dollars, but we wouldn't expect many in the billions.

The Australian dollar rebounded from 72c in February to end at 75c in March. Firstly, the Australian economy is seen as benefitting from higher commodity pricing. Secondly, the US Federal Reserve was seen as a bit less enthusiastic to raise interest rates. In bad news for homeowners with a mortgage, Australian 10-year bond yields spiked up from 2.1% to 2.8% in the month. This outpaced the rise in US rates, pushing the Aussie dollar up. These rising rates will support the Australian dollar going forward, and could push the dollar up towards 80 US cents if the trend continues.

The Orca Global Fund fell -1.7%¹ compared to the MSCI World Index at -0.6%. The negative result was due to European stocks with exposure to Russia, namely Unilever, Danone, Airbus, and Orsted. We're also seeing increased volatility in French stocks due to concerns that Marine Le Pen is gaining popularity for the upcoming Presidential elections. The Orca Global Fund has been outperforming in April, and

as at 31 March 2022 was +2.4%¹ ahead of the benchmark over the previous 12 months.

The Orca Asia Fund fell 7.1%¹ in March, compared to -5.9% for the MSCI Asia ex Japan benchmark. Chinese technology companies have been hit hard by concerns about Chinese Government restrictions on their business activities, particularly for those that are US-listed, with Alibaba falling -70% over the previous 12 months (April 2021 high to March 2022 low). On 16 March the Chinese Government released a statement supporting economic growth and technology companies. In response the technology sector rallied strongly, with Alibaba +37%, JD.com +36%, and PDD +56% on the day. We are generally underweight this portion of the market, which has over 12% exposure to Chinese technology companies. The benchmark was also driven higher on strong performance of tobacco stocks, which we don't hold due to ESG concerns. The Orca Asia Fund is +3.2%¹ ahead of the benchmark over the previous 12 months to 31 March 2022.

The Orca Global Disruption Fund fell -1.5%¹ compared to -1.2% for the MSCI AC World Index. The Fund invests in disruptive themes, with technology stocks marginally underperforming the broader benchmark over the month and impacted by a decline in its Asian stock holdings. The Orca Global Disruption Fund has underperformed by 16.5%¹ over the previous 12 months to 31 March 2022, however since inception the Fund has outperformed 3.7%¹ p.a.

The coming month will be eventful, with companies reporting profits and the US Federal Reserve releasing an interest rate decision, anticipated to be a +0.5%. We continue to view Global stock markets as well positioned for the long-term investor, but also see recent volatility as an indicator that some caution is warranted.

A stylized, handwritten signature in dark ink, appearing to read "Ted Alexander".

Ted Alexander
Head of Investments

Notes:

1. Fund performance is quoted net of fees and inclusive of reinvested distributions. Past performance is not a reliable indicator of future performance.



INVESTMENT OBJECTIVE

To provide investors with attractive risk-adjusted returns over the long-term by investing in high quality companies in the Asia ex Japan region.

PORTFOLIO UPDATE

The MSCI Asia ex Japan Index (Index) was down 5.9% in Australian dollar (AUD) terms in March.

Asian markets continued to trade under with the shadow of the ongoing geopolitical conflict and the potential impact of global growth amid sanctions against Russia. In addition, the regulatory fear of delisting risks for Chinese companies listed in the US had been growing. As a result, China (-11.0%) was the worst market during the month. Fortunately, the regulatory bodies of the US and China have indicated willingness to engage in talks to resolve these ongoing issues. India (+0.4%) was the best performing market as the economy rebounded from COVID disruptions and Indonesia (-0.5%) also outperformed as it benefited from higher global energy prices. Energy (+3.3%) was the strongest sector amid the distorting global energy market. Financials (-2.3%) and Materials (-4.3%) also outperformed. Conversely, Consumer Staples (-11.3%), Communication Services (-10.0%) and Consumer Discretionary (-8.8%) underperformed, largely due to Chinese internet stocks listed in the US.

The Orca Asia Fund (Fund) returned -7.1%¹, underperforming the Index by 1.2%. **United Overseas Bank** (UOB, +3.7%) was the top performance contributor for the month. UOB continued to benefit from the reopening of Singapore and other Southeast Asia economies, in addition to benefiting from the higher interest rate environment. **Naver** (+2.6%) was the second-best performance contributor, boosted by the positive sentiment on the internet sector in Korea, with expectations that the newly elected president is likely to ease the regulatory crackdown on the sector. **ENN Energy** (+0.0%) also contributed positively to the Fund's relative performance. ENN Energy reported strong full year results and provided solid guidance, both better than market expectations, despite ongoing challenges from higher upstream gas prices.

Zhejiang CHINT Electrics (-23.7%) was the largest detractor from performance. Year to date CHINT has suffered from profit taking as the demand for renewable energy stocks faded, however the government's renewable energy target and ongoing support for the sector remain unchanged. **Shenzhou International** (-23.0%) also underperformed as the company reported a profit decline in the last financial year due to the disruptions of COVID lockdowns in Vietnamese and Chinese plants while the ongoing pandemic restriction are likely to slow the pace of recovery. Nevertheless, their long-term competitive advantages and ability to gain market share should continue to prevail.

PORTFOLIO MANAGERS



Ted Alexander
Portfolio Manager



Ying Luo
Assistant
Portfolio Manager

Unit price (Exit)	Fund size	12-month distribution yield (target: 4%) ²	Performance since inception (14 May 2018) ¹
\$1.2647	\$60.2 million	5.2%	3.9%

FUND PERFORMANCE¹

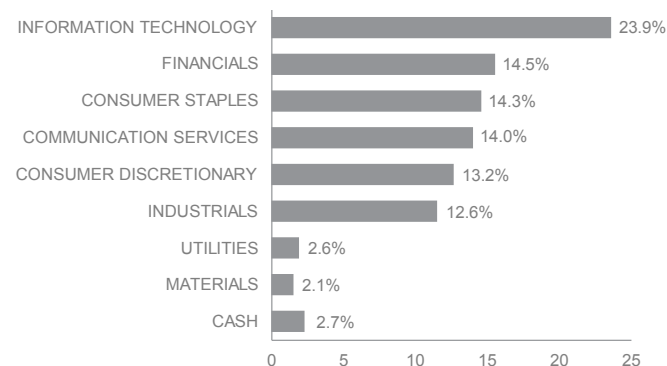
	1 Month	3 Months	6 Months	1 Year	2 Years (p.a.)	3 Years (p.a.)	Since Inception (p.a.)
Orca Asia Fund	-7.1%	-10.8%	-9.6%	-10.1%	5.0%	4.7%	3.9%
MSCI Asia ex Japan Index (Net, AUD)	-5.9%	-10.7%	-12.6%	-13.3%	4.6%	3.2%	2.2%
Excess Return	-1.2%	-0.1%	3.0%	3.2%	0.4%	1.5%	1.7%

Note: Numbers may not sum due to rounding.

TOP 10 PORTFOLIO HOLDINGS

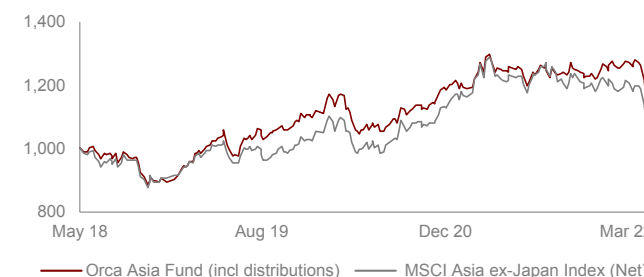
Alibaba Group	Techtronic Industries
CP ALL	Tencent
HCL Technologies	TSMC
HDFC Bank	Uni-President Enterprises
Ping An Insurance	United Overseas Bank

SECTOR EXPOSURE

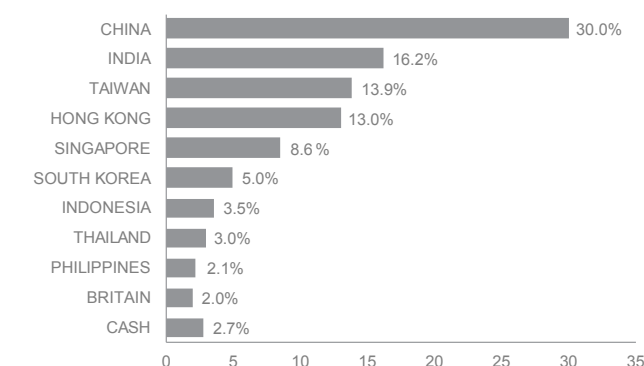


Source: Investment Manager, Bloomberg

PERFORMANCE CHART¹



COUNTRY EXPOSURE



Source: Bloomberg, Country of Domicile

Notes: Data as at 31 March 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 14 May 2018. Chart data range: 14 May 2018 to 31 March 2022. 2. Distribution yield is a historical measure. The Fund has a target distribution yield of 4%. There is no guarantee the Fund will meet its investment objective. The payment of a semi-annual 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 1,000. Index Source: Bloomberg.



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 -1.5%¹ in Australian dollar (AUD) terms (+1.5% in USD), marginally behind of the broader MSCI AC World Index (-1.2%). Since inception the Fund has returned +15.9% p.a. compared to the market +12.2%.

The market focus remained on the outlook for US rates and ongoing geopolitical uncertainty surrounding Russia's invasion of Ukraine. The US Federal Reserve raised rates by 25 basis points, in-line with expectations, but also signalled the potential for faster removal of accommodative policy and larger rate hikes if necessary to combat high inflation.

The Fund's strongest contributors for the month were Tesla (+19.6%), Nvidia (+8.3%) and Block (+18.7%). Weaker contributors were TSMC (-5.9%), Sea (-20.5%) and Tencent (-14.4%).

Tesla officially opened its new Gigafactory in Berlin where it plans to produce up to 500k vehicles per year for the European market. Later in the month, the company also announced an AGM shareholder vote for an additional stock split to be undertaken.

Nvidia held its 2022 GTC conference and investor day where CEO Jensen Huang unveiled a series of new products and outlined computing opportunities to serve a US\$1 trillion market.

TSMC underperformed during the month with Chairman Mark Liu commenting that demand for consumer electronics including smartphones, PCs and television was slowing, particularly in China. However, demand in key areas including high performance computing, IoT and automotive remains strong with TSMC unable to meet customer demand at current capacity.

Reporting season for the Fund concluded in March with remaining holdings reporting results that reflected continued strong trends in core themes such as software and cyber security.

Salesforce reported a strong quarterly result with revenues +26% and operating margins of 15%, both ahead of market expectations. Guidance for FY23 revenue growth was raised to +21% (from +20%) while operating margins guidance of 20% was maintained.

CrowdStrike reported a strong quarterly result with annual recurring revenue accelerating, driven by strong customer growth and net revenue retention as customers adopt more cybersecurity products. Revenues grew +63%, ahead of expectations, with operating margins expanding to 18.7%. Management guided FY23 revenue growth of +47% to +49% which was ahead of market expectations.

PORTFOLIO MANAGER



Raymond Tong
Portfolio Manager

Unit price (Exit)	Fund size	12-month distribution yield ²	Performance since inception (25 July 2017) ¹
\$2.6967	\$227.9 million	8.20%	15.9%

FUND PERFORMANCE¹

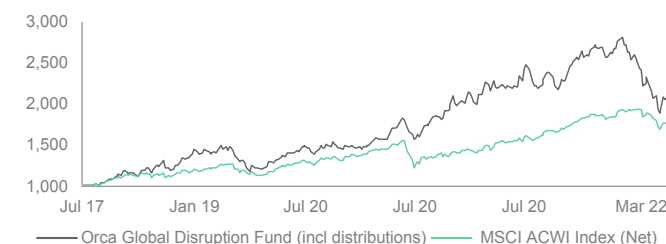
	1 Month	3 Months	6 Months	1 Year	2 Years (p.a.)	3 Years (p.a.)	Since Inception (p.a.)
Orca Global Disruption Fund	-1.5%	-18.7%	-19.1%	-7.5%	12.5%	13.5%	15.9%
MSCI AC World Index (Net, AUD)	-1.2%	-8.1%	-2.9%	9.0%	16.2%	11.7%	12.2%
Excess Return	-0.3%	-10.5%	-16.3%	-16.5%	-3.7%	1.8%	3.7%

Note: Numbers may not sum due to rounding.

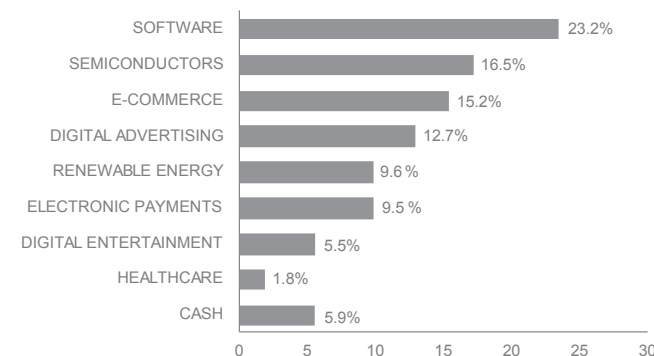
TOP 10 PORTFOLIO HOLDINGS

Alphabet Inc	PayPal Holdings Inc
Amazon.com Inc	Salesforce.com Inc
ASML Holding	ServiceNow
Microsoft Corp	Tesla
NVIDIA Corp	TSMC

PERFORMANCE CHART¹

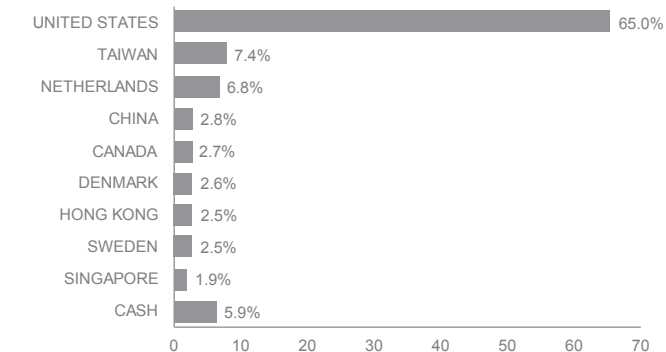


SECTOR EXPOSURE



Source: Investment Manager, Bloomberg

COUNTRY EXPOSURE



Source: Bloomberg, Country of Domicile

Notes: Data as at 31 March 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 31 March 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 1,000. Index Source: Bloomberg.



INVESTMENT OBJECTIVE

To provide investors with capital growth and attractive risk-adjusted returns over the long-term through exposure to a portfolio of global listed equities.

PORTFOLIO UPDATE

Global markets were volatile in March as the MSCI World Index (Index) gained 2.5% in US dollar (USD) terms but declined 0.6% in Australian dollar (AUD) terms as the AUD strengthened. Equities were down heavily early in the month as the Russian invasion of Ukraine escalated, Russian sanctions were rolled out and the US central bank's monetary policy in response to rising inflation weighed on sentiment. As expected the US Federal Reserve (Fed) raised interest rates by 25 basis points at their March meeting and expectations are for a series of hikes (seven in total) through the year in response to inflation and negative real rates. Markets rebounded as Russia lost traction in Ukraine and the Fed's comments led investors to pare back their expectation of rate hikes this year. High growth stocks, which have been under pressure over recent months appear to have bottomed out.

The Orca Global Fund (Fund) returned -1.7%¹ in AUD terms in March, underperforming the Index by 1.1% as high growth sectors rallied from mid-month and defensive holdings like Consumer Staples underperformed.

Dollar General (+8.6%), **Sig Combibloc** (+9.1%) and **AstraZeneca** (+6.2%) were the strongest performers in March. Dollar General and Sig Combibloc rose as quarterly results and sales outlooks beat expectations. AstraZeneca continued its rally from February as investors bought defensive large pharmaceutical companies.

Detractors from performance included **Unilever** (-12.3%), **Danone** (-11.8%) and **Orsted** (-5.7%). Unilever and Danone declined as market participants assessed the impact of rising commodity prices on business operations. Orsted saw some profit taking following a rally in late February triggered by energy security concerns, following Russia's aggressive Ukraine moves and possible sanctions.

PORTFOLIO MANAGERS



Ted Alexander
Portfolio Manager



Kunal Valia
Assistant
Portfolio Manager



Jumana Nahhas
Assistant
Portfolio Manager

Unit price (Exit)	Fund size	12-month distribution yield (target: 4%) ²	Performance since inception (6 July 2018) ¹
\$1.8114	\$84.9 million	3.8%	11.4%

FUND PERFORMANCE¹

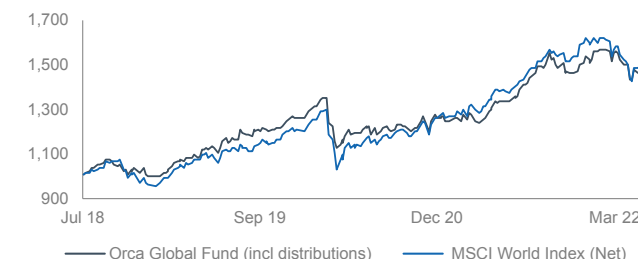
	1 Month	3 Months	6 Months	1 Year	2 Years (p.a.)	3 Years (p.a.)	Since Inception (p.a.)
Orca Global Fund	-1.7%	-6.5%	0.6%	14.3%	13.2%	11.4%	11.4%
MSCI World Index (Net, AUD)	-0.6%	-7.9%	-1.6%	11.9%	17.5%	12.9%	11.9%
Excess Return	-1.1%	1.5%	2.2%	2.4%	-4.3%	-1.5%	-0.5%

Note: Numbers may not sum due to rounding.

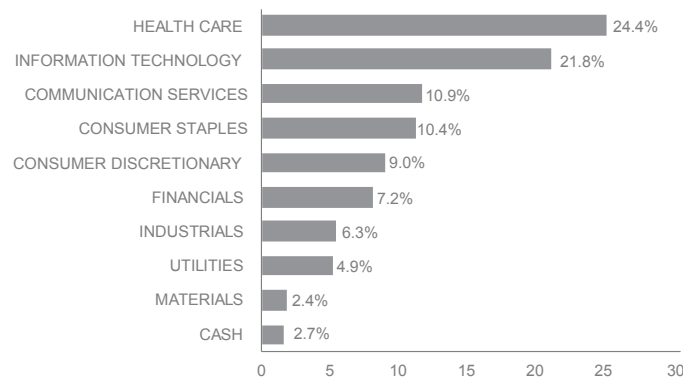
TOP 10 PORTFOLIO HOLDINGS

Alphabet Inc	Microsoft Corp
AstraZeneca PLC	Novartis AG
Dollar General Corp	Orsted AS
Mastercard Inc	Royal Bank of Canada
Merck & Co Inc	Unilever PLC

PERFORMANCE CHART¹

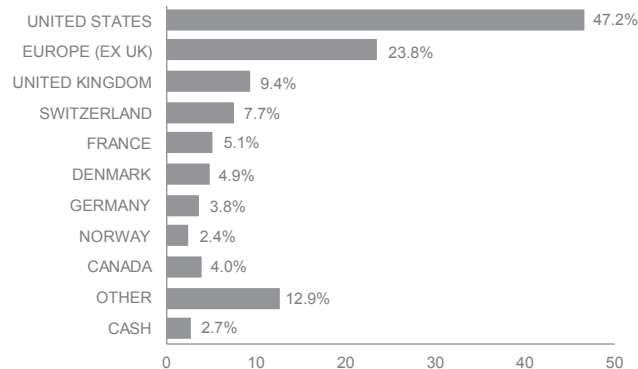


SECTOR EXPOSURE



Source: Investment Manager, Bloomberg

COUNTRY EXPOSURE



Source: Bloomberg, Country of Domicile

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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 31 December 2021, collectively manage over \$733 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 Asia Fund (ARSN 624 216 404), Orca Global Fund (ARSN 158 717 072) and Orca Global Disruption Fund (ARSN 619 350 042) which are together referred to as the '**Funds**'. The Trust Company (RE Services) Limited (ABN 45 003 278 831, AFSL 235150) is the Responsible Entity of the Funds. For further information on the Funds please refer to each Fund's PDS and Target Market Determination which is available at orcafunds.com.au.

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