



18 December 2023

**THE TRUST COMPANY (RE SERVICES) LIMITED (ABN 45 003 278 831) (AFSL 235 150) AS RESPONSIBLE ENTITY OF ORCA GLOBAL DISRUPTION FUND (ARSN 619 350 042)**

### **Significant Event Notice**

#### **Proposed Changes to Investment Manager**

**This notice is issued by The Trust Company (RE Services) Limited (ABN 45 003 278 831) (AFSL 235 150) (Perpetual) as the responsible entity of the Orca Global Disruption Fund (ARSN 619 350 042) (Fund).**

In October 2023, Orca Funds Management Pty Limited (**Orca FM**), the Investment Manager of the Orca Global Disruption Fund (ARSN 619 350 042) (**Fund**), signed an exclusive term sheet with Loftus Peak Pty Ltd (ABN 84 167 859 332) (**Loftus Peak**), for Loftus Peak to replace Orca FM as the Investment Manager of the Fund. Loftus Peak has been selected to replace Orca FM given its successful investment track record and the benefit to unitholders of accessing an expanded investment team. Orca FM believe Loftus Peak is better suited to grow the Fund and allow the Fund to benefit from scale, as although Orca FM have invested considerable resources into the strategy, Orca FM have been unable to scale the Fund to its ideal size. Loftus Peak has a more comprehensive and resourced distribution network which is expected to drive inflows into the Fund, as well as having a larger investment team to support the Fund.

The responsible entity for the Fund, The Trust Company (RE Services) Limited (**Perpetual**), has agreed to the transition. At the point of implementation of the transition, it is intended that the Investment Management Agreement between Orca FM and Perpetual will novate to be between Loftus Peak and Perpetual.

The transition is expected to occur in early 2024. Unitholders will be provided with a further notification once the transition is effective in line with Orca FM and Perpetual's disclosure obligations.

Loftus Peak has been managing a similar global disruption strategy since its inception in 2014. Like Orca FM, Loftus Peak has a focus on investment in listed disruptive businesses. Investors in the Fund will continue to have exposure to a global disruption investment strategy under Loftus Peak's management.

#### **Loftus Peak**

Loftus Peak harvests returns from global share markets by focusing on understanding the change the world is undergoing in the next two to five years and beyond and attributing value to that change.

Loftus Peak seek out companies that are driving, or will be the beneficiaries of, the accelerating pace of change across all industries globally. Loftus Peak constructs portfolios from these companies on the basis of strict criteria at carefully determined valuations, in a process that openly acknowledges and accounts for risk.

Loftus Peak's six-person investment team employs a proprietary risk adjusted discounted cash flow methodology to value companies for possible inclusion in portfolios. The discount rates applied take into account the investment team's assessment of each company's growth profile, financial strength, execution risk, ESG and other risks; companies scoring relatively high on these risks are penalised by higher discount rate and lower capital allocation. Also, risk is further managed by holding around

75% - 80% of the portfolio in core companies, those with lower associated discount rates, and around 20% - 25% in companies with higher discount rates and with each generally held at lower weights than core holdings.

Further information can be found about Loftus Peak here: <https://www.loftuspeak.com.au>, including details of the Company's recent recognition as 'Best Australian based global equity manager' at the Australian Fund Manager Awards 2023.

Loftus Peak's portfolio management team will be responsible for the management of the Fund's portfolio. Alex Pollak, Chief Investment Officer and Founder, Anshu Sharma, Portfolio Manager and Founder, will lead an investment team of seven investment professionals including Raymond Tong, the Fund's existing Portfolio Manager, who will be transitioning his employment to Loftus Peak as Loftus Peak's Head of Research. In that senior role, Raymond will be responsible for Loftus Peak's research function and will continue to support the management of the Fund. Further information about Loftus Peak's investment team can be found here: <https://www.loftuspeak.com.au/investment-management-team/>

Kunal Valia (Portfolio Manager) and James Holston (Analyst) will not be part of the transition to Loftus Peak, and the Fund's existing Investment Committee will be disbanded. The Investment Committee have historically recommended suitable investments to Orca FM, which is responsible for approval, trade execution and portfolio management. As the Investment Committee will be disbanded, Loftus Peak will rely on its own investment processes which are outlined above, and the Investment Committee will no longer recommend suitable investments to the investment manager.

Orca FM thanks Kunal, James and the Investment Committee for their valuable contribution to the management of the Fund.

As a result of the transition to Loftus Peak, the constituents of the Fund's portfolio are to change to reflect Loftus Peak's investment thesis and management framework.

#### Fees & Name

The fees and expenses of the Fund are not expected to change as a result of the transition to Loftus Peak. There is no proposed change to the name of the Fund and the Fund will continue to be called the 'Orca Global Disruption Fund'.

Further notice will be provided to investors once the transition has occurred, expected to be in early 2024. Should you have any questions, please contact: Investor Relations at Orca Funds Management Pty Limited on 1300 732 541 or [www.orcafunds.com](http://www.orcafunds.com)

Authorised for release by The Trust Company (RE Services) Limited, the responsible entity of the Orca Global Disruption Fund

#### **Important Note:**

This document has been issued by The Trust Company (RE Services) Limited ABN 45 003 278 831, AFSL 235150 as the responsible entity of the Orca Global Disruption Fund (ARSN 619 350 042). For further information on the Fund please refer to the PDS and Target Market Determination which is available at [orcafunds.com.au](http://orcafunds.com.au). This document contains general information only. This document is not intended to provide you with financial advice and has been prepared without taking into account your objectives, financial situation or needs. To the extent permitted by law, no liability is accepted for any loss or damage as a result of any reliance on this information. Before acting on this information, you should consider the appropriateness of this information with regard to your objectives, financial situation and needs. Past performance is not a reliable indicator of future performance. Future performance and return of capital is not guaranteed.