



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, underperforming the broader MSCI AC World Index (+2.8%).

The US market was strong, up 4.5% (S&P500 Index) underpinned by a generally positive start to the June reporting season. However, Asian markets fell (Shanghai Index: -5.4%, Hang Seng Index: -7.8%) driven by a selloff in Chinese technology stocks (Hang Seng Internet Index: -14.9%).

The Portfolio's largest positive contributors were Alphabet (+12.7%), Microsoft (+7.4%) and ASML (+13.4%). Weaker performers included Spotify (-15.3%), Alibaba (-12.1%), and Tencent (-16.3%).

Alphabet (+12.7%) delivered a strong June quarter result with revenue (+62% growth) and EPS (+169%), well ahead of market expectations. The core advertising business grew (+69%) led by strong advertiser demand, high levels of commercial search activity and a weak comparable period in the prior year, due to the impact of COVID-19.

Microsoft's (+7.4%) June quarter result was strong with revenue (+21% growth) and EPS (+49%) all ahead of consensus expectations. Strength continued to be broad-based led by Azure (+50%) and Office 365 (+20%).

ASML (+13.4%) reported outstanding quarterly results with revenue growth of +21% and EPS +41%. Management upgraded FY21 revenue guidance to +35% (was +30%) on broad-based strength across the business as customers increasingly rely on ASML's technology to support demand across the semiconductor industry.

Spotify (-15.3%) reported a mixed June quarter result with strong revenue growth (+23%) and paid subscriber growth, but lower than expected growth in total monthly active users.

The Chinese internet sector sold off following the Chinese Government's crackdown on rideshare operator Didi on national and data security concerns, imposition of strict rules on the after school tutoring sector, and greater regulation of the food delivery sector. With increasing regulatory risk, we have reduced the position sizes of our holdings in **Alibaba** and **Tencent** over the past year. However over the longer term, we continue to see strong investment cases for both companies given their exposure to growth in Chinese consumption and the digitisation of businesses in China.

PORTFOLIO MANAGER



Raymond Tong
Portfolio Manager

Unit price (Exit)	Fund size	12-month distribution yield ²	Performance since inception (25 July 2017) ¹
\$3.3277	\$295.8 million	6.6%	25.2%

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%	9.6%	12.1%	26.3%	29.3%	22.0%	25.2%
MSCI ACWI Index (Net, AUD (%))	2.8%	8.8%	18.2%	29.6%	15.6%	14.2%	15.2%
Excess Return	-1.3%	0.9%	-6.1%	-3.3%	13.7%	7.9%	10.0%

Note: Numbers may not sum due to rounding.

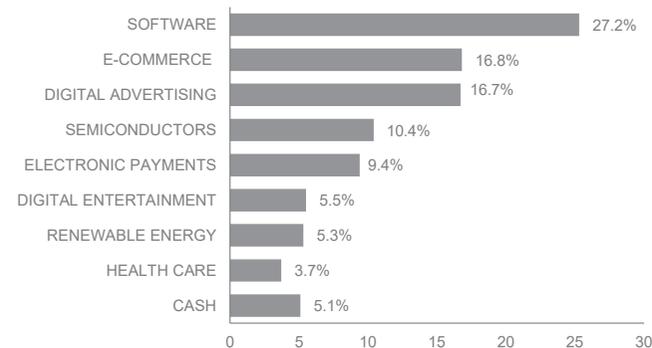
TOP 10 PORTFOLIO HOLDINGS

Adobe	Microsoft Corp
Alphabet Inc	PayPal Holdings Inc
Amazon.com Inc	Salesforce.com Inc
ASML Holding	ServiceNow
Facebook Inc	TSMC

PERFORMANCE CHART¹

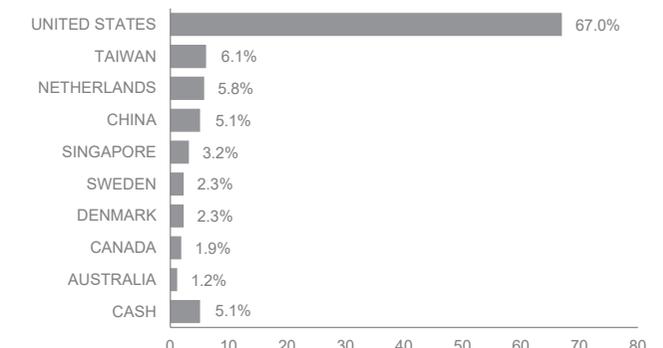


SECTOR EXPOSURE



Source: Investment Manager, Bloomberg

COUNTRY EXPOSURE



Source: Bloomberg, Country of Domicile

Notes: Data as at 31 July 2021 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 July 2021. 2. Distribution yield is a historical measure. 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.

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 2020, collectively manage over \$790 million of funds.

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IMPORTANT INFORMATION

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