



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 up +3.1% in Australian dollar (AUD) terms during June. Asian regional markets were mixed as some countries continued to experience surging COVID-19 cases, which is delaying reopening of their economies, such as Indonesia (-3.5%) and Malaysia (-0.8%). The Philippines (+5.2%) was the best performing market maintaining the positive momentum from previous month due to easing restriction. Korea (+3.8%) and Taiwan (+3.7%) outperformed, with strong positive moves in technology names. China (+3.3%) also performed well as the domestic economy is recovering back to pre-COVID levels and vaccinations continue to ramp up. On a sector basis, Consumer Discretionary (+8.1%) and Industrials (+7.4%) outperformed and Financials (-0.7%) and Utilities (-0.3%) were the worst sectors.

The Orca Asia Fund (Fund) returned +1.7%¹, underperforming the index by 1.4% for the month. **Alibaba** (+9.1%) contributed strongly to the Fund's performance as the stock rebounded and investors looked beyond the short-term impact from its investment plan to solid longer-term growth outlook. **Naver** (+16.5%) performed strongly for the month as the market became more confident about its ecommerce and AI business. **WH Group** (+10.6%) also outperformed as the company announced a share buyback plan during the month, implying a solid outlook in the future.

The largest detractor from performance was **New Oriental Education** (-17.6%), which continued to slide due to the regulatory overhang on the after-school tutoring sector. News reports have been mixed and market sentiment remains negative, however at present it is unclear what the Chinese regulatory body actions will be, if any. **Ping An Insurance Group** (-7.1%) also underperformed. Sector-wide, revenue from new business has been slower to recover than expected, and investors remain cautious. **Techtronics Industries** (-2.4%), a strong performer over the past 12 months, also detracted from performance as weaker (than expected) existing home sales in the US in May triggered some profit taking.

PORTFOLIO MANAGERS



Ted Alexander
Portfolio Manager



Ying Luo
Assistant
Portfolio Manager

Exit price (Cumulative Distribution)	Distribution – 30 June 2021 ²	Fund size	12-month distribution yield (target: 4%) ²	Performance since inception (14 May 2018) ¹
\$1.4925	2.82 cents	\$93.2 million	3.66%	8.9%

FUND PERFORMANCE¹

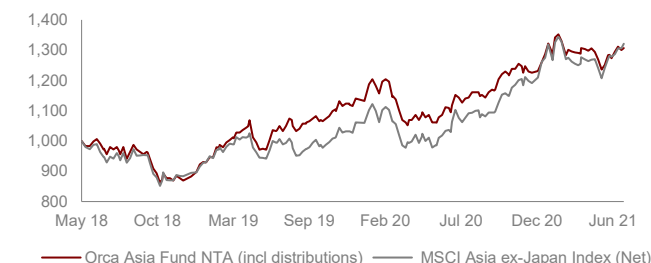
	1 Month	3 Months	6 Months	1 Year	2 Years (p.a.)	3 Years (p.a.)	Since Inception (p.a.)
Orca Asia Fund	1.7%	1.4%	6.2%	19.3%	12.3%	10.3%	8.9%
MSCI Asia ex Japan Index (Net, AUD (%))	3.1%	5.3%	9.2%	28.3%	15.2%	11.7%	9.3%
Excess Return	-1.4%	-3.9%	-3.0%	-9.0%	-2.9%	-1.4%	-0.4%

Note: Numbers may not sum due to rounding.

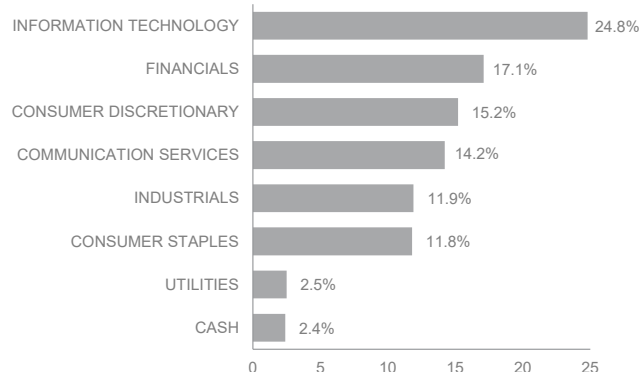
TOP 10 PORTFOLIO HOLDINGS

Alibaba Group	Techtronics Industries
HCL Technologies	Tencent Holdings
HDFC Bank Ltd	TSMC
Ping An Insurance Group	Uni-President Enterprises
Samsung Electronics	United Overseas Bank Ltd

PERFORMANCE CHART¹

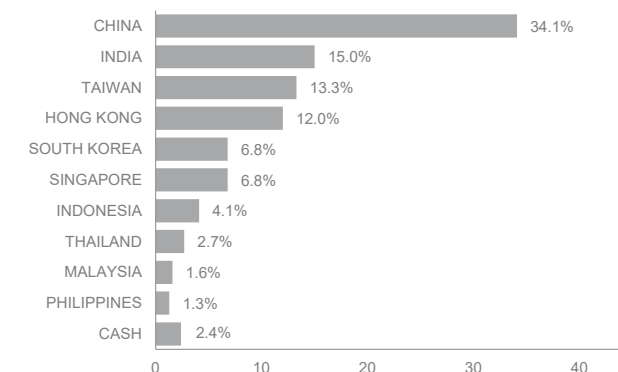


SECTOR EXPOSURE



Source: Investment Manager, Bloomberg

COUNTRY EXPOSURE



Source: Bloomberg, Country of Domicile

Notes: Data as at 30 June 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 14 May 2018.

Chart data range: 14 May 2018 to 30 June 2021. 2. Distribution record date is 30 June 2021 and payable on or around 27 July 2021. 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.

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

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 (**Fund**) (ARSN 624 216 404). 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 which is available at orcafunds.com.au.

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