



## 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

The MSCI World Index (Index) was up 3.4% in Australian dollar (AUD) terms in November but declined by 2.2% in US dollar (USD) terms. There was substantial volatility in the markets towards the end of the month as a new strain of COVID-19 was reported in South Africa. Investors were concerned about the economic impact as countries announced new border restrictions and tightened testing requirements for international travel. Scientific bodies, including the World Health Organisation (WHO), were worried about vaccine efficacy as the Omicron variant had a substantial number of mutations. Tests are being conducted and more will be known by middle of December. Cases in Europe also rose with some countries like Austria and Germany reimposing lockdowns for the unvaccinated. The tone of the US Federal Reserve (Fed) Chairman Jerome Powell also turned hawkish, noting that the current strong inflation may not be transitory, and tapering of bond purchases will possibly be faster, leading to increased market uncertainty.

The Orca Global Fund (Fund) returned 2.4%<sup>1</sup> in November, underperforming the Index by 1.0%. Fund performance was positively impacted from the revaluation of two privately held investments, including **PB Fintech** (PolicyBazaar) which completed an IPO and listed on the Indian National Stock Exchange on 1 November 2021. **Microsoft** (+5.6%) was also a positive contributor to performance, reporting a strong September quarter, which included a positive earnings guidance revision (above consensus), with share price momentum continuing into November. Amazon (+10.0%) was also up, as the company may benefit from renewed lockdowns.

Major detractors from performance were Teladoc, Merck and Mowi. **Teladoc's** (-28.4%) investor day underwhelmed markets as the company projected lower than expected EBITDA growth and slowing membership growth as it matures. **Merck's** (-10.0%) pipeline HIV drug failed in clinical trials and efficacy of its COVID-19 pill disappointed, compared to rival Pfizer. **Mowi** (-16.4%) announced quarterly EPS below consensus and salmon demand from restaurants is anticipated to soften, following renewed lockdowns in Europe.

## PORTFOLIO MANAGERS



**Ted Alexander**  
Portfolio Manager



**Kunal Valia**  
Portfolio Manager



**Jumana Nahhas**  
Assistant  
Portfolio Manager

| Unit price (Exit) | Fund size      | 12-month distribution yield (target: 4%) <sup>2</sup> | Performance since inception (6 July 2018) <sup>1</sup> |
|-------------------|----------------|---|--|
| \$1.8899          | \$98.0 million | 3.3%  | 13.4%  |

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

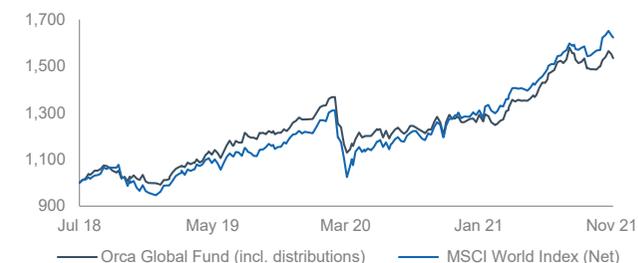
|                                 | 1 Month | 3 Months | 6 Months | 1 Year | 2 Years (p.a.) | 3 Years (p.a.) | Since Inception (p.a.) |
|---------------------------------|---------|----------|----------|--------|----------------|----------------|------------------------|
| Orca Global Fund                | 2.4%    | -1.4%    | 12.2%    | 19.8%  | 9.5%           | 14.0%          | 13.4%                  |
| MSCI World Index (Net, AUD (%)) | 3.4%    | 2.0%     | 14.3%    | 26.1%  | 15.2%          | 17.9%          | 15.3%                  |
| Excess Return                   | -1.0%   | -3.3%    | -2.1%    | -6.3%  | -5.8%          | -3.9%          | -1.9%                  |

Note: Numbers may not sum due to rounding.

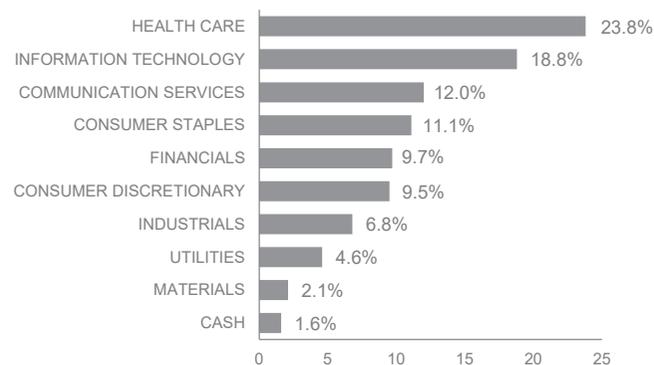
## TOP 10 PORTFOLIO HOLDINGS

|                     |                      |
|---------------------|----------------------|
| Alphabet Inc        | Microsoft Corp       |
| Amazon.com Inc      | Novartis AG          |
| AstraZeneca PLC     | Orsted AS            |
| Dollar General Corp | Royal Bank of Canada |
| Meta Platforms Inc  | Unilever PLC         |

## PERFORMANCE CHART<sup>1</sup>

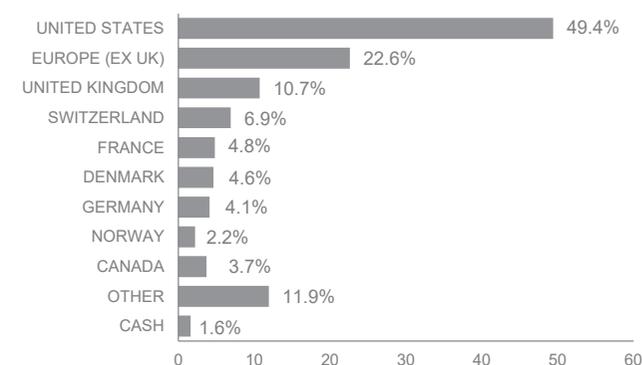


## SECTOR EXPOSURE



Source: Investment Manager, Bloomberg

## COUNTRY EXPOSURE



Source: Bloomberg, Country of Domicile

Notes: Data as at 30 November 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 6 July 2018.

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.

# 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 30 September 2021, collectively manage over \$776 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 Global Fund (**Fund**) (ARSN 158 717 072). 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 and Target Market Determination which is available at [orcafunds.com.au](http://orcafunds.com.au).

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