



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) declined 2.7% in Australia dollar (AUD) terms in October, but it was up 1.4% in US dollar (USD) terms as the AUD was lifted by booming commodity prices. Most Asian markets traded in positive territories in local currency terms. Indonesia (+3.6%) was the strongest market in the region, benefiting from high energy prices, in particular coal prices amid power shortages across China. Singapore (+0.1%) and Philippines (+0.8%) also outperformed, benefitting from positive reopening sentiment. Korea (-6.6%) and India (-4.8%) were the worst performing markets, with the latter suffering from profit taking after strong year to date performance. On a sector basis, Consumer Discretionary (+3.9%) and Communication Services (+0.3%) outperformed, whilst Health Care (-10.4%) and Materials (-5.9%) were the worst sectors.

The Orca Asia Fund (Fund) returned -1.7%¹ in AUD terms, outperforming the Index by 0.9%. The Fund's overweight position in Alibaba (+7.0%) contributed most to the performance this month, rebounding following prior months decline, but remained volatile. **Alibaba** released its own in-house server chips and maintained its position as the leading cloud business in China. **Nari Technology** (+4.8%) also contributed strongly to the Fund's performance. Nari reported third quarter results largely in line with expectations although it saw slowing down in both revenues and earnings. Nari still has strong growth potential, as China transforms to use more renewable energy, which requires smarter grid systems. **Zhejiang Chint Electrics** (Chint, +2.8%) continued to add to the Fund's performance. Chint reported strong revenue growth in their third quarter results, however margin pressure is building due to higher raw material cost. We remain positive on its solar energy business in the longer term. On the other hand, **HCL Technologies** (-14.3%) reversed the outperformance from prior month amid profit taking in the domestic Indian market. **Uni-President Enterprise** (-6.3% in AUD or -2.5% in local currency terms) also declined as the slowdown in China consumption may impact its mainland business.

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
\$1.4029	\$76.4 million	4.5%	6.9%

FUND PERFORMANCE¹

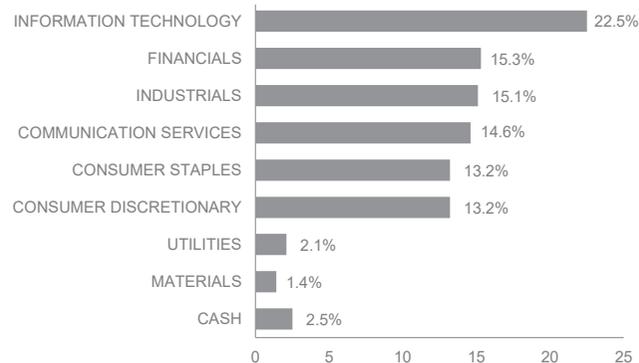
	1 Month	3 Months	6 Months	1 Year	2 Years (p.a.)	3 Years (p.a.)	Since Inception (p.a.)
Orca Asia Fund	-1.7%	-1.1%	-2.7%	3.5%	6.8%	13.0%	6.9%
MSCI Asia ex Japan Index (Net, AUD (%))	-2.7%	-2.9%	-4.6%	5.4%	9.5%	11.7%	5.7%
Excess Return	0.9%	1.8%	1.9%	-1.9%	-2.7%	1.3%	1.2%

Note: Numbers may not sum due to rounding.

TOP 10 PORTFOLIO HOLDINGS

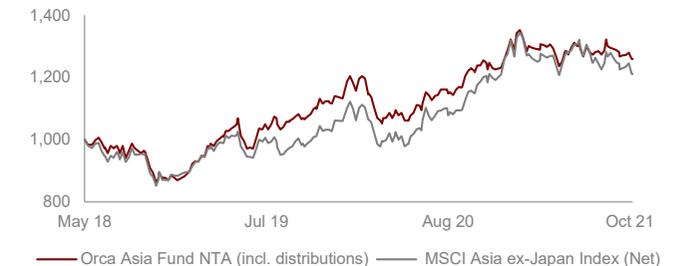
Alibaba Group	Tencent Holdings
HCL Technologies	TSMC
HDFC Bank	Uni-President Enterprises
NAVER Corp	United Overseas Bank Ltd
Techtronic Industries	Zhejiang Chint Electrics

SECTOR EXPOSURE

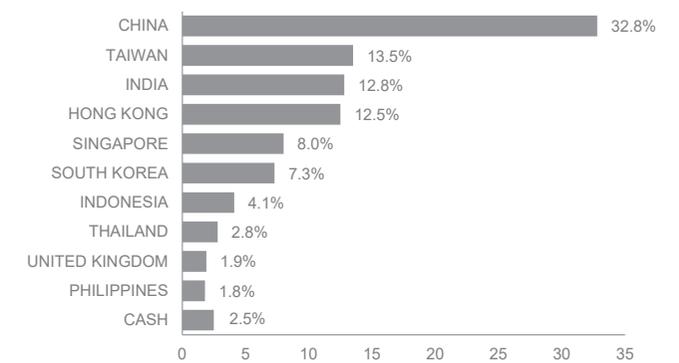


Source: Investment Manager, Bloomberg

PERFORMANCE CHART¹



COUNTRY EXPOSURE



Source: Bloomberg, Country of Domicile

Notes: Data as at 31 October 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 31 October 2021. 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 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 and Target Market Determination which is available at orcafunds.com.au.

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