



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 2.9% in Australian dollar (AUD) terms in September. Asian markets were generally down across the board. Indonesia (+4.5%) was the stand out performer, benefiting from rising energy prices, followed by India (+1.9%) and Singapore (+1.1%) while the rest of the markets in the region declined. South Korea (-5.7%) and Thailand (-5.3%) were the worst performing markets, followed by Hong Kong (-4.8%) and China (-3.7%), overshadowed by concerns of the potential default of large Chinese property developer China Evergrande – currently suspended from trading on the Hong Kong Stock Exchange. On a sector basis, Energy (+10.1%) was clearly the best sector amid escalating global energy prices, while defensive sectors Utilities (+1.9%) and Consumer Staples (+0.3%) also outperformed. Consumer Discretionary (-7.6%) and Communication Services (-4.5%) underperformed.

The Orca Asia Fund (Fund) returned -3.0%¹, performing in line with the Index. **HCL Technologies** (+7.8%) was the top contributor to the Fund's performance, as the stocks valuation discount to other major Indian IT service providers began to close, in line with our investment thesis. **Kweichow Moutai** (+19.4%) was the second-best contributor to the Fund's performance. Moutai rebounded following the appointment of a new chairman, who introduced a more positive outlook on pricing strategy. In addition, the retail price of Moutai liquor through the mid-autumn festive season remained solid. On the opposite side of the ledger, **Techtronic Industries** (-9.0%) detracted from the Fund's performance as the stock saw profit taking following a strong performance (+25%) in the prior month. **ENN Energy** (-15.5%) was another key detractor from the Fund's performance. ENN's share price was volatile during the month due to concerns that higher upstream gas costs will put downward pressure of its operating margin. In addition, there is growing uncertainty over whether the potentially weakening property market will impact ENN's gas connection fee income for new apartments.

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
\$1.4277	\$80.6 million	4.4%	7.6%

FUND PERFORMANCE¹

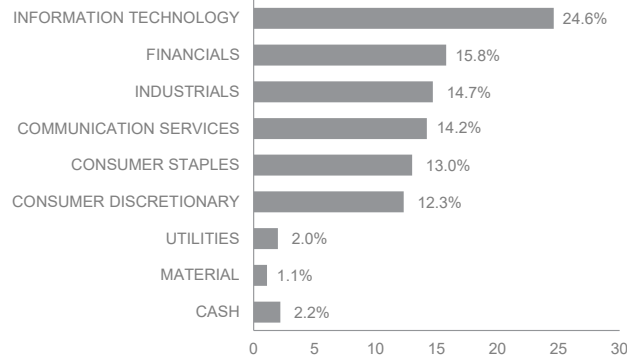
	1 Month	3 Months	6 Months	1 Year	2 Years (p.a.)	3 Years (p.a.)	Since Inception (p.a.)
Orca Asia Fund	-3.0%	-1.9%	-0.5%	9.8%	9.5%	10.1%	7.6%
MSCI Asia ex Japan Index (Net, AUD (%))	-2.9%	-5.8%	-0.8%	13.8%	12.3%	9.3%	6.7%
Excess Return	-0.2%	3.9%	0.3%	-3.9%	-2.8%	0.8%	0.9%

Note: Numbers may not sum due to rounding.

TOP 10 PORTFOLIO HOLDINGS

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

SECTOR EXPOSURE

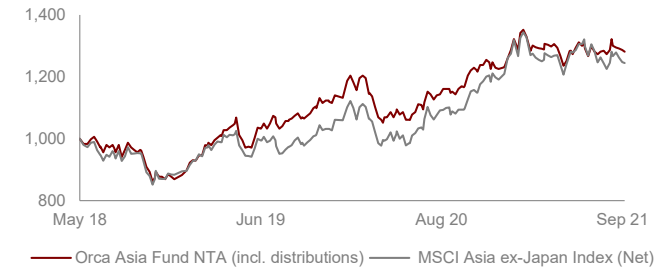


Source: Investment Manager, Bloomberg

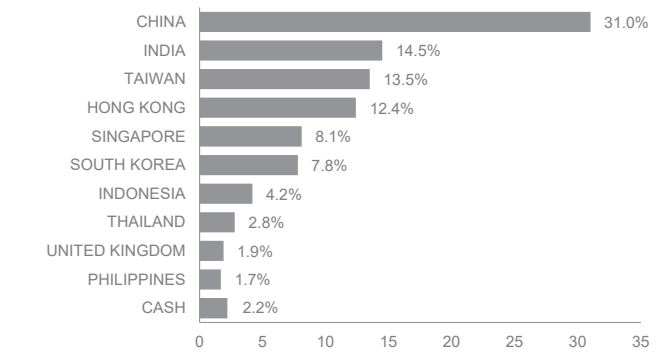
Notes: Data as at 30 September 2021 unless stated. Numbers may not sum due to rounding.

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 September 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.

PERFORMANCE CHART¹



COUNTRY EXPOSURE



Source: Bloomberg, Country of Domicile

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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