



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 -5.3%¹ in Australian dollar (AUD) terms in September, compared to the broader MSCI AC World Index (-2.8%). Since inception, the Portfolio is up 24.1%¹ per annum (p.a.), compared with the broader market +14.6% p.a.

US markets sold off sharply during September (S&P 500 Index: -3.4%) and market volatility rose in the back half of the month following renewed concerns around inflationary pressure, ongoing supply chain disruptions, and uncertainty around the Chinese property sector. Bond yields rose as stocks with growth characteristics (MSCI World Growth Index -4.0%) came under pressure while value stocks (MSCI World Value Index -1.9%) fared better on a relative basis, supported by strong performance from the Energy (+11.0%) and Financials (0.0%) sectors. Technology focused sectors Communication Services (-4.6%) and Information Technology (IT) (-4.4%) underperformed with Healthcare (-3.9%) also weak.

The Fund's top contributors to returns were Netflix (+8.5%), Tesla (+6.6%), Salesforce (+3.5%). Weaker contributors were Microsoft (-5.5%), PayPal (-8.8%), and Alphabet (-6.5%).

Netflix (+8.5%) announced that it had acquired its first video game studio, Californian-based Night School Studio. During the month, Netflix also released Squid Game, which has become the number one show in 82 of 83 countries it is available in, and on track to become Netflix's most popular show ever.

Salesforce (+3.5%) held its Investor Day where it upgraded its FY22 guidance for revenue growth to +24%, and initiated FY23 revenue guidance +20-21% and operating margin expansion to 20%, all ahead of market expectations.

ASML (-9.5%) also held an investor day and updated the market on its longer-term outlook. Management upgraded FY25 revenue guidance to €24 to €30 billion with gross margins of 54-56%, higher than its original 2018 guidance of €15 to €24 billion (gross margins >50%). Longer term, management expects growth momentum to be strong with ASML revenue guidance of +11% on an annualised basis from 2020 to 2030.

PORTFOLIO MANAGER



Raymond Tong
Portfolio Manager

Unit price (Exit)	Fund size	12-month distribution yield ²	Performance since inception (25 July 2017) ¹
\$3.3346	\$293.3 million	6.6%	24.1%

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	-5.3%	1.7%	14.4%	20.8%	31.5%	19.9%	24.1%
MSCI ACWI Index (Net, AUD (%))	-2.8%	2.8%	12.2%	26.7%	14.7%	12.7%	14.6%
Excess Return	-2.4%	-1.2%	2.2%	-5.9%	16.8%	7.3%	9.5%

Note: Numbers may not sum due to rounding.

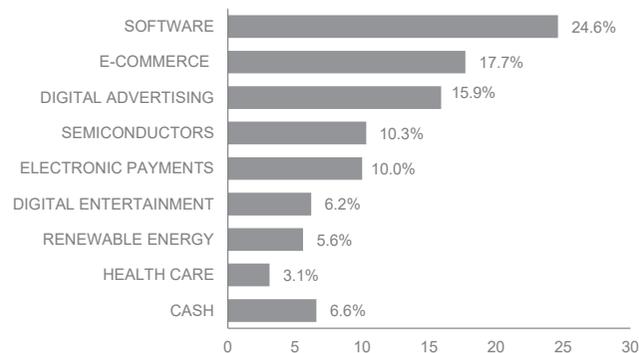
TOP 10 PORTFOLIO HOLDINGS

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

PERFORMANCE CHART¹

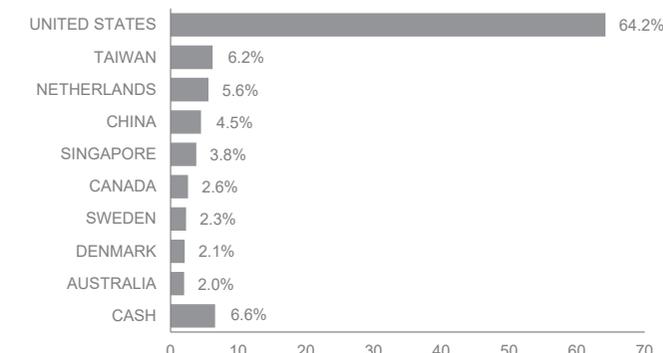


SECTOR EXPOSURE



Source: Investment Manager, Bloomberg

COUNTRY EXPOSURE



Source: Bloomberg, Country of Domicile

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 25 July 2017.

Chart data range: 25 July 2017 to 30 September 2021. 2. Distribution yield is a historical measure. There is no guarantee the Fund will meet its investment objective. The payment of a 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 Disruption Fund (**Fund**) (ARSN 619 350 042). 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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