



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

Global stock markets rose 7.8% in October, driven up by strong profit reports. The Orca Global Fund (Fund) rose 5.2%¹, underperforming the MSCI World Index (Index) by 2.5%. This was mainly due to a more defensive positioning, which benefited the Fund in September. Stock markets are still balanced between appreciating strong spending and high prices, which are positive for profits, against the macroeconomic backdrop of rising interest rates and potential for recession.

The biggest factors in the Fund's underperformance were our exclusion of Energy stocks (+20.7%) from the Fund on ESG grounds and positioning in Information Technology, with core holding Microsoft and unlisted investments flat for the month. The Fund's largest overweight holding is the Healthcare sector, which as a sector outperformed the broader Index, however, the Fund's holdings also outperformed at the sector level, returning +11.4%, and generating the largest positive contribution to returns on October.

The Fund's top performers for the month included **Merck (+18.2%)**, **HCA (+19.0%)**, and **Mastercard (+16.2%)**. Pharmaceutical stocks were strong in general, and Merck delivered a decent third quarter results. HCA is the leading private hospital operator in the US but the stock has been quite volatile given the changing hospital landscape post-COVID: the strong month followed a weak August and September. Mastercard ran up strongly with markets, rallying a further 4% after they reported decent profits.

The Fund's worst performing stocks were Google, SIG Group, and TSMC. Google was broadly flat for the month, however declined -9% the day after made a disappointing earnings announcement, with investors also concerned about future ad market revenue. SIG Group, a Swiss packaging manufacturer, fell 5.7% over the month, with concern about their end market demand and pricing rising. TSMC is the leading global semiconductor manufacturer, and shares came off 9.7% with concerns about demand for semiconductors vs their planned capacity expansion. TSMC has provided some punchy market guidance, and there are growing fears that a downgrade may be coming.

This Fund is appropriate for investors with a "Medium to High" risk and return profiles. A suitable investor for this fund is prepared to accept high risk in the pursuit of capital growth with a medium investment timeframe. Investors should refer to the **TMD** for further information.

PORTFOLIO MANAGERS



Ted Alexander
Portfolio Manager



Kunal Valia
Assistant
Portfolio Manager



Jumana Nahhas
Assistant
Portfolio Manager

Unit price (Exit)	Fund size	12-month distribution yield (target: 4%) ²	Performance since inception (6 July 2018) ¹
\$1.6834	\$64.9 million	4.4%	8.5%

FUND PERFORMANCE¹

	1 Month	3 Months	6 Months	1 Year	2 Years (p.a.)	3 Years (p.a.)	Since Inception (p.a.)
Orca Global Fund	5.2%	-1.6%	-4.4%	-4.9%	8.7%	5.2%	8.5%
MSCI World Index (Net, AUD)	7.8%	1.6%	1.8%	-4.3%	12.1%	8.8%	9.9%
Excess Return	-2.5%	-3.2%	-6.1%	-0.6%	-3.4%	-3.5%	-1.3%

Note: Numbers may not sum due to rounding. Past performance is not a reliable indicator of future performance.

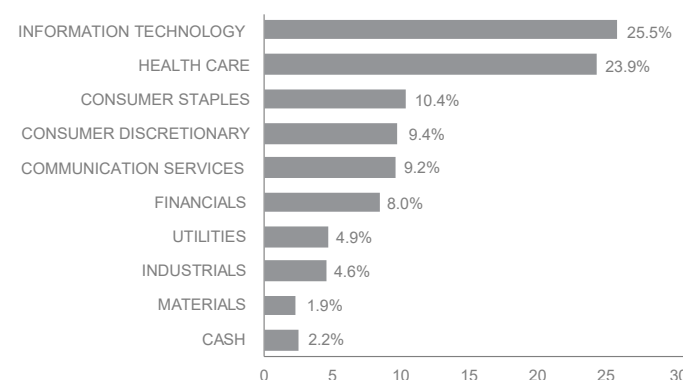
TOP 10 PORTFOLIO HOLDINGS

Alphabet Inc	Microsoft Corp
Danone SA	Novartis AG
Dollar General Corp	Orsted AS
Mastercard Inc	Royal Bank of Canada
Merck & Co Inc	Unilever PLC

PERFORMANCE CHART¹

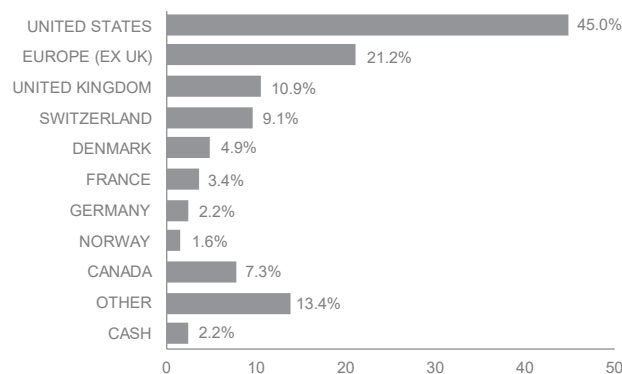


SECTOR EXPOSURE



Source: Investment Manager, Bloomberg

COUNTRY EXPOSURE



Source: Bloomberg, Country of Domicile

Notes: Data as at 31 October 2022 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.

Chart data range: 6 July 2018 to 31 October 2022. 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 10,000. 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 June 2022, collectively manage over \$450 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.

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