



## 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) rose by 4.8% during March as optimism around the global economic recovery grew. During the month the US congress passed the US\$1.9 trillion "American Rescue Plan" stimulus package that would provide US\$1,400 in direct payments to eligible Americans and grants to small businesses and states that have been affected by the pandemic. Growth sectors including Information Technology and Consumer Discretionary rebounded as bond yields stabilised and the US Federal Reserve reiterated that it won't raise rates until 2023 and any inflation spike will be temporary. Meanwhile in Europe the vaccine roll-out faltered with several countries suspending the use of AstraZeneca's vaccine over the potential rare side effect of blood clots. The suspension was later revoked as the regulator did not find any linkage.

The Orca Global Fund (Fund) outperformed the market by 0.4%, driven by market rotation into lower risk stocks and several positive earnings announcements. Facebook (+15.9%) rebounded from the selloff in February as risks to Facebook's business from changes in Apple's iOS system appear to have been overblown. Dollar General (+8.7%) announced outstanding results, beating expectations, and guided to a strong performance in 2021. Coca-Cola (+10.0%) was a beneficiary of the rotation into value, and is also a recovery play as the US economy reopens.

Detractors from performance included Adidas (-9.1%), Illumina (-11.4%) and Airbus (-0.7%). Adidas posted strong results and set growth targets out to 2025 that were above expectations. However, the ongoing controversy around company's stance on the use of cotton from Xinjian in China has weighed on the share price, with some Chinese users calling for boycott of all multinational products. Illumina and Airbus both saw some profit taking in March after a good run in February. The US Federal Trade Commission filed a lawsuit to block Illumina's proposed acquisition of liquid biopsy company GRAIL that would be a major growth driver in the near future.

## PORTFOLIO MANAGERS



**Ted Alexander**  
Portfolio Manager



**Jumana Nahhas**  
Assistant  
Portfolio Manager



**Kunal Valia**  
Assistant  
Portfolio Manager

|                   |                        |  |   |
|-------------------|------------------------|--|---|
| Unit price (exit) | Fund size              | 12-month distribution yield (target: 4%) | Annualised performance since inception (6 July 2018) <sup>1</sup> |
| <b>\$1.6436</b>   | <b>\$128.8 million</b> | <b>9.5%</b>                              | <b>10.4%</b>  |

## 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            | 5.1%    | 2.9%     | 6.7%     | 12.2%  | 9.9%           | –              | 10.4%                  |
| MSCI World Index (Net, AUD) | 4.8%    | 6.0%     | 12.6%    | 23.4%  | 13.4%          | –              | 11.9%                  |
| Excess Return               | 0.4%    | -3.0%    | -5.8%    | -11.2% | -3.5%          | –              | -1.5%                  |

Note: Numbers may not sum due to rounding.

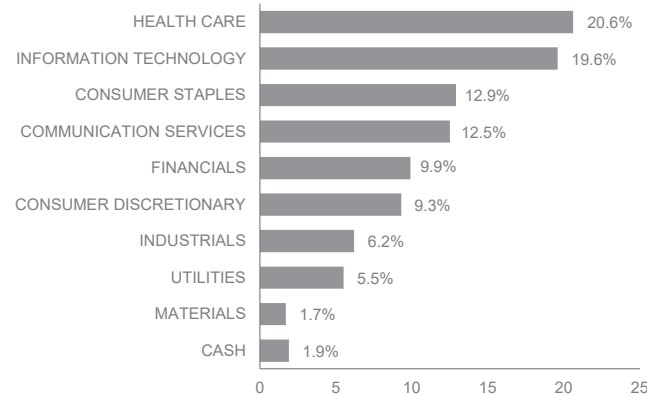
## TOP 10 PORTFOLIO HOLDINGS

|                     |                      |
|---------------------|----------------------|
| Alphabet Inc        | Microsoft Corp       |
| Aon PLC             | Novartis AG          |
| Apple Inc           | Orsted AS            |
| Dollar General Corp | Royal Bank of Canada |
| Facebook Inc        | Unilever PLC         |

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

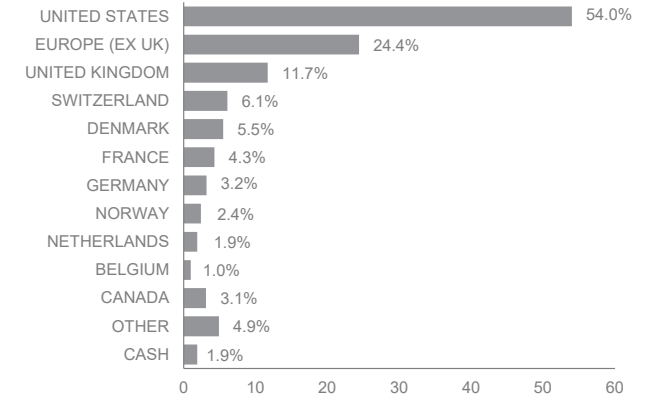


## SECTOR EXPOSURE



Source: Investment Manager, Bloomberg

## COUNTRY EXPOSURE



Source: Bloomberg, Country of Domicile

Notes: Data as at 31 March 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. Chart data range: 6 July 2018 to 31 March 2021. 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 31 December 2020, collectively manage over \$790 million of funds.

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## IMPORTANT INFORMATION

This report has been prepared 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 which is available at [orcafunds.com.au](http://orcafunds.com.au).

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