



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 1.1% in Australian dollar (AUD) terms during May 2021. Companies reported quarterly earnings that were largely better than expected however investors continued to debate the prospects of higher inflation in the near term, leading to bond and equity market volatility and continued rotation towards more stable cashflow generating stocks. Companies are beginning to report increasing cost and wage pressures and commodity prices remain strong, with prices of metals and bulks (iron ore and coal) trending higher and prices of essential goods like lumber posting new record highs.

The Orca Global Fund (Fund) returned 1.2% in May, outperforming the market by 0.1%, driven by better than expected earnings results and share price rebounds from several portfolio companies. **Adidas** (+19.4%), **Royal Bank of Canada** (+8.8%) and **AstraZeneca** (+7.0%) were the best performing positions. Adidas' quarterly results beat expectations and the company also raised guidance for 2021. Royal Bank of Canada's results also came in ahead of consensus for the second consecutive quarter, with the company noting rising net interest income and lower than anticipated delinquencies. AstraZeneca rebounded from recent lows as investors shifted focus to the underlying business, that continues to perform strongly, and away from the COVID-19 vaccine headlines.

Detractors from performance included holdings **Dollar General** (-5.5%), **Amazon** (-7.1%) and **Apple** (-5.1%). Dollar General declined as market concerns around wage pressures emerged, despite reporting quarterly results ahead of expectations. Amazon and Apple declined in-line with the broader under performance of high growth names. Antitrust concerns also weighed on Amazon and Apple.

PORTFOLIO MANAGERS



Ted Alexander
Portfolio Manager



Kunal Valia
Portfolio Manager



Jumana Nahhas
Assistant
Portfolio Manager

Unit price (exit)	Fund size	12-month distribution yield (target: 4%)	Annualised performance since inception (6 July 2018) ¹
\$1.7151	\$114.4 million	9.1%	11.4%

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	1.2%	9.7%	6.8%	11.6%	11.2%	–	11.4%
MSCI World Index (Net, AUD)	1.1%	9.5%	10.4%	20.7%	16.0%	–	12.9%
Excess Return	0.1%	0.2%	-3.6%	-9.1%	-4.8%	–	-1.5%

Note: Numbers may not sum due to rounding.

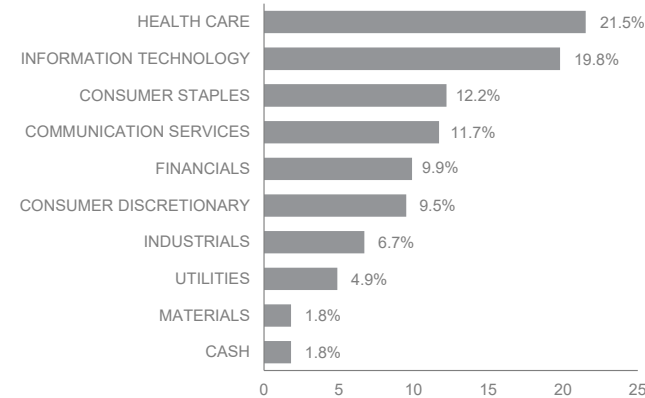
TOP 10 PORTFOLIO HOLDINGS

Alphabet Inc	Novartis AG
Aon PLC	Orsted AS
Dollar General Corp	RELX PLC
Merck & Co Inc	Royal Bank of Canada
Microsoft Corp	Unilever PLC

PERFORMANCE CHART¹

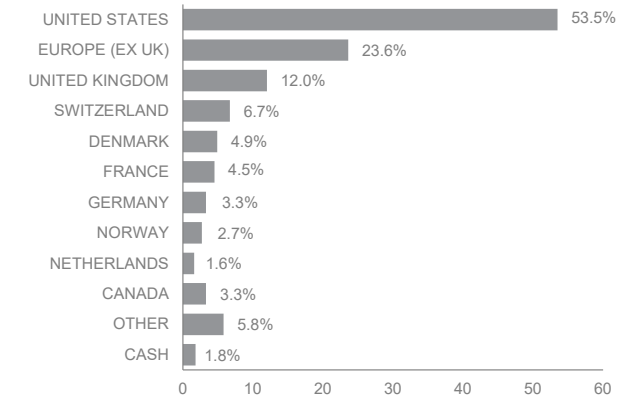


SECTOR EXPOSURE



Source: Investment Manager, Bloomberg

COUNTRY EXPOSURE



Source: Bloomberg, Country of Domicile

Notes: Data as at 31 May 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 May 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.

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