

EVANS & PARTNERS
**GLOBAL
DISRUPTION
FUND**

INVESTMENT OBJECTIVE

To provide investors with capital growth over the long-term through exposure to companies that will benefit from disruptive innovation.

PORTFOLIO UPDATE

EGD returned -10.6% during the month on a net asset value basis. October presented challenging conditions for stocks in the global disruption universe. Rising interest rates, US-China trade tensions and mixed earnings results impacted performance. Early in the month, we responded to this increase in market uncertainty by increasing the cash weighting, which ended the month at 11%.

The Fund's top performers for the month were Merck (+6%), PayPal (-2%) and Microsoft (-4%). Merck, our largest medtech holding, reported a solid 3Q result and highlighted strong growth in its flagship cancer drug, Keytruda. PayPal and Microsoft also reported strong quarterly results with strong revenue and profit growth that exceeded market expectations.

In contrast, Nvidia (-23%) was weak given broader uncertainty in the semiconductor market, while Amazon (-18%) was weaker on lower-than-expected revenue guidance and Netflix (-17%) sold off despite reporting strong results. These stocks have performed well year to date and we remain confident in the medium to long-term outlook of these businesses.

PORTFOLIO MANAGER



Raymond Tong
Portfolio Manager

NTA per unit	Unit price	Gross assets	12 month distribution yield	Annualised performance since inception (25 July 2017) ¹
\$1.95	\$1.98	\$249.5 MILLION	2.1%	21.7%

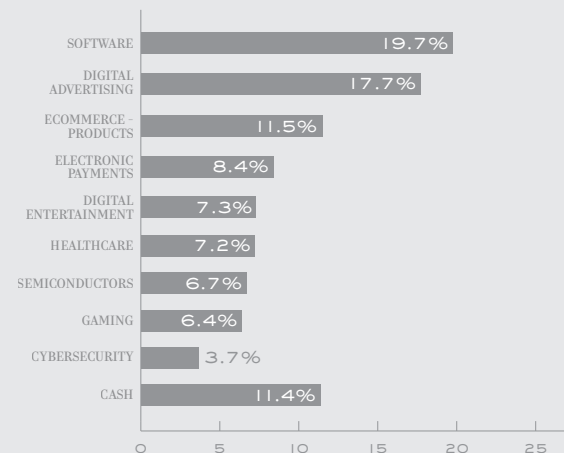
FUND PERFORMANCE¹

	1 MONTH	3 MONTH	6 MONTH	1 YEAR	3 YEARS	5 YEARS	SINCE INCEPTION (PA)
Unit Price (%)	-7.9%	-4.3%	2.9%	12.1%	-	-	20.0%
NTA (%)	-10.6%	-5.3%	4.1%	14.9%	-	-	21.7%
NTA USD	-12.4%	-9.8%	-2.2%	6.2%	-	-	11.1%

TOP 10 PORTFOLIO HOLDINGS

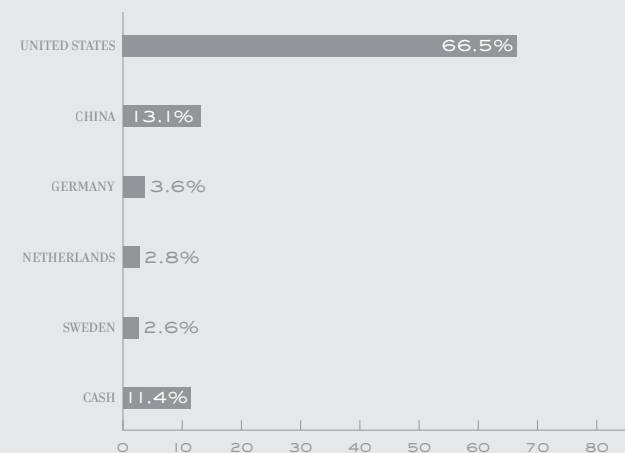
Activision Blizzard	GAMING	Microsoft Corp	SOFTWARE
Alibaba	ECOMMERCE - PRODUCTS	Netflix Inc	DIGITAL ENTERTAINMENT
Alphabet Inc	DIGITAL ENTERTAINMENT	PayPal Holdings	ELECTRONIC PAYMENTS
Amazon.com Inc	ECOMMERCE - PRODUCTS	Salesforce.com	SOFTWARE
Baidu Inc	DIGITAL ENTERTAINMENT	Tencent Holdings Ltd	GAMING

SECTOR EXPOSURE



Source: Investment Manager, internal classification

COUNTRY EXPOSURE



Source: Bloomberg, Country of Domicile

Notes: Data at 31 October 2018 unless stated. Numbers may not sum due to rounding. 1. All returns are total returns, inclusive of reinvested distributions. NTA returns are net of fees and costs. Past performance is not a reliable indicator of future performance. Inception 25 July 2017.





ABOUT WALSH & COMPANY

Walsh & Company, part of the Evans Dixon Group, is a multibillion-dollar global funds management firm founded in 2007, with assets under management across global equities, residential and commercial property, private equity, fixed income, and sustainable and social investments. It provides access to unique investment strategies not readily accessible to investors and focuses on building high-quality, diversified portfolios.

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IMPORTANT INFORMATION

This report has been prepared by Evans and Partners Investment Management Pty Limited (**Investment Manager**) (ACN 619 080 045, CAR No. 1255264), as investment manager for the Evans & Partners Global Disruption Fund (**Fund**) (ARSN 619 350 042).

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Past performance of the Fund is not a reliable indicator of the future performance of the Fund.

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