

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

The Fund returned -2.7% on a net asset value (NAV) basis during December. Markets continued to be volatile (in AUD terms Nasdaq: -6.1%, S&P 500: -5.8%, MSCI AC World: -3.7%) driven by fears of global economic slowdown, uncertainty over US/China trade discussions and the pace of US interest rate hikes. A weaker AUD provided a tailwind for the portfolio during the month (+3.6%).

The Fund's top performing holdings were Palo Alto Networks (+9%), Tencent (+1%) and Wirecard (-1%). Palo Alto Networks reported a good 1Q19 result with continued strong demand for its cyber security products driving 1Q revenue growth of +31% and 2Q revenue guidance of +25-27%. Following a nine-month suspension, Chinese authorities have resumed the approval process for the sale of online games. Looking forward, we expect this news to improve market sentiment for Tencent.

The Fund's weakest contributors were Nvidia (-18%), Spotify (-17%) Alibaba (-15%).

The Fund used the market weakness to increase its weightings across the portfolio and initiate a position in Australian fintech company, AfterPay Touch. The Fund's cash weighting reduced to 11% (15% at end of November).

### PORTFOLIO MANAGER



**Raymond Tong**  
Portfolio Manager

NTA per unit	Unit price	Gross assets	12-month distribution yield	Annualised performance since inception (25 July 2017) <sup>1</sup>
<b>\$1.81</b>	<b>\$1.80</b>	<b>\$230.6 MILLION</b>	<b>2.2%</b>	<b>12.9%</b>

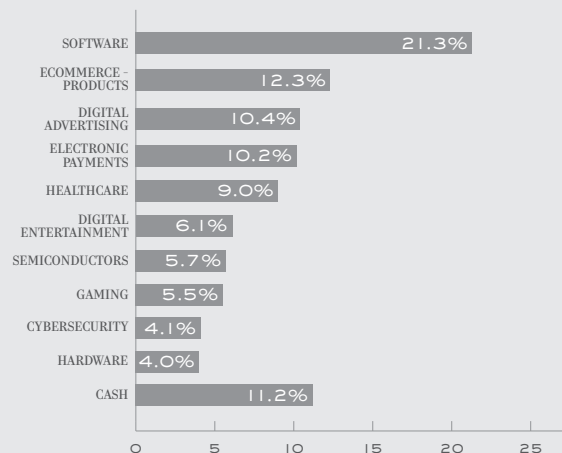
### FUND PERFORMANCE<sup>1</sup>

	1 MONTH	3 MONTH	6 MONTH	1 YEAR	3 YEARS	5 YEARS	SINCE INCEPTION (PA)
Unit Price (%)	0.0%	-16.3%	-14.7%	-3.5%	-	-	10.0%
NTA (%)	-2.7%	-17.0%	-11.7%	7.9%	-	-	12.9%
NTA USD	-6.1%	-19.0%	-16.0%	-2.6%	-	-	4.0%

### TOP 10 PORTFOLIO HOLDINGS

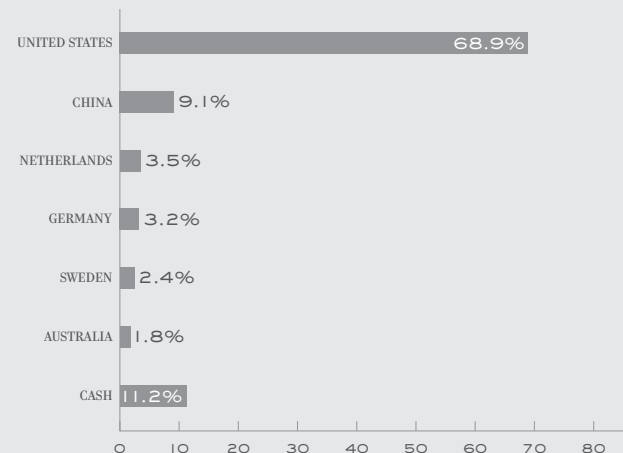
Adobe Systems Inc	SOFTWARE	Microsoft Corp	SOFTWARE
Alibaba	ECOMMERCE - PRODUCTS	PayPal Holdings Inc	ELECTRONIC PAYMENTS
Alphabet Inc	DIGITAL ADVERTISING	Salesforce.com Inc	SOFTWARE
Amazon.com Inc	ECOMMERCE - PRODUCTS	ServiceNow	SOFTWARE
Merck Co Inc	HEALTHCARE	Tencent Holdings Ltd	GAMING

### SECTOR EXPOSURE



Source: Investment Manager, internal classification

### COUNTRY EXPOSURE



Source: Bloomberg, Country of Domicile

Notes: Data at 31 December 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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