



15 December 2022

By Electronic Lodgement

Market Announcements Office
ASX Ltd
20 Bridge Street
SYDNEY NSW 2000

Dear Sir/Madam

Hyperion Global Growth Companies Fund (Managed Fund) (ASX:HYGG) – Monthly Investment Update

Please find attached a copy of the investment update for the month ending 30 November 2022.

For further information, please contact 1300 010 311.

Authorised by:

Calvin Kwok
Company Secretary

Pinnacle Fund Services Limited as responsible entity of Hyperion Global Growth Companies Fund (Managed Fund) (ASX:HYGG)

Fund Update November 2022

Market Commentary

Major equity indices were higher through November 2022 as inflationary pressures and expectations of a potential shift in central banks' policies dominated global headlines. In the U.S., the S&P 500 Total Return Index returned 5.6% over the month. Headline annual CPI inflation slowed for the fourth consecutive month to 7.7% in October which was the lowest reading since January 2022. The U.S. Federal Reserve raised the federal funds rate by another 75bps at its November meeting to 3.75%-4.0%. In his prepared remarks at the Brookings Institution, chair Powell noted that the terminal federal funds rate will likely be higher than thought in the September Summary of Economic Projections though a moderation in the pace of rate increases may be appropriate as soon as the December meeting. In Europe, the Euro STOXX 50, Germany DAX and FTSE 100 total return indices rose 9.7%, 8.6%, and 7.1%, respectively, over the month. Annual inflation in the Euro Area continued to rise, reaching 10.6% in October with energy and food the largest contributors. Annual inflation in the UK also soared to a 41-year high, reaching 11.1% in October, with gas and electricity prices making the largest upward contribution despite the government's introduction of the Energy Price Guarantee significantly limiting upward energy price pressures.

Fund Update and Outlook

The Hyperion Global Growth Companies Fund (Managed Fund)* returned -3.0% for November, underperforming the MSCI World Accumulation Index (AUD) by 5.1%. In Australian dollar terms, Kering SA, Meta Platforms Inc., and Hermes International SCA saw the strongest share price performance while Palantir Technologies Inc, Tesla Inc., and Amazon.com, Inc. saw the largest share price declines.

Share market volatility continued throughout November as macroeconomic news dictated share market directions. As we have stated throughout the past year, the rapid change in long-term bond yields, particularly over the past 12 months, has represented the worst macroeconomic environment for long-duration assets in a very long time. Importantly though, our portfolio has continued to perform well fundamentally.

For the year ahead, while Hyperion believes that a cyclical recession is probable, we believe a recession is unlikely to impact our portfolios' long-term earnings per share forecast and valuations due to the strong value propositions of our portfolio companies relative to their peers, their high levels of innovation and their low penetration rates.

Our portfolio continues to trade at an attractive discount to our long-term valuations and in a world where growth will again become scarce, we believe our companies' competitive positions and long-term earnings growth profiles will remain strong. Businesses that grow by taking market share will become more valuable and should be in a better position to produce attractive returns over the long term. Our latest White Paper "["Long-term "Signal" versus Short-term "Noise"](#)" explores these factors and focuses on why the macro environment should be more favourable for our investment style as we move from growth abundance to growth scarcity.

Please consider the Product Disclosure Statement (PDS) of the Fund, which provides more complete information on risks and fees, in its entirety and Target Market Determination (TMD) before making an investment decision. The current PDS and TMD of the Fund can be found at <https://www.hyperion.com.au/>. Companies mentioned are illustrative only and not a recommendation to buy or sell any particular security.

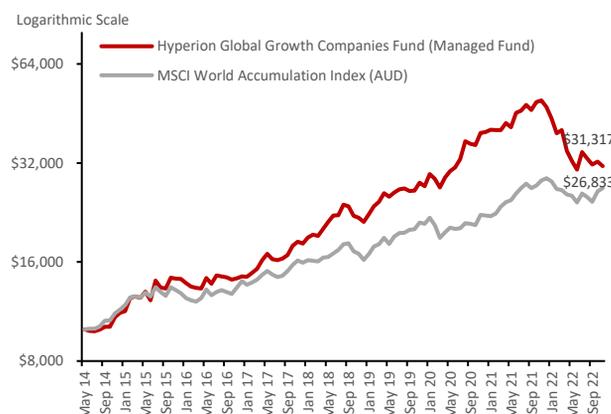
Fund Features

- High-conviction portfolio of quality global listed equities from a research driven, bottom-up investment philosophy
- Investors can buy or sell units on ASX like any other listed security, or apply and redeem directly with the Responsible Entity
- This product is likely to be appropriate for a consumer seeking capital growth to be used as a small allocation within a portfolio where the consumer has a minimum investment timeframe of 5 years, and a high risk/return profile

We believe companies in our portfolio have:

- Predictable earnings
- Low debt
- High interest cover
- Sustainable competitive advantages
- High return on capital
- Strong free cash flow
- Organic growth options
- Experienced and proven management teams

Growth of \$10,000 Since Inception, Post-Fees*



Inception date: 1st June 2014. Source: Hyperion Asset Management. Past performance is for illustrative purposes only and is not indicative of future performance.

Fund Performance*

	Portfolio – Net (%)	Benchmark [^] (%)	Excess Performance (%)
1 Month	-3.0	2.2	-5.1
3 Month	-5.2	6.6	-11.8
1 Year	-36.8	-5.2	-31.6
3 Year (p.a.)	4.0	8.4	-4.4
5 Year (p.a.)	11.1	10.6	0.5
7 Year (p.a.)	11.9	10.7	1.2
Inception (p.a.)**	14.4	12.3	2.1
Inception (TR)**	213.2	168.3	44.9

*The fund changed its name from Hyperion Global Growth Companies Fund - Class B to Hyperion Global Growth Companies Fund (Managed Fund) on 5 February 2021 in order to facilitate quotation of the fund on the ASX.

**Inception date: 1st June 2014. NAV to NAV, with all distributions reinvested.

[^] MSCI World Accumulation Index (AUD) [^]Total return. All p.a. returns are annualised.

Returns are net of applicable fees and costs. Past performance is not a reliable indicator of future performance. Data as at 30th November 2022.

Investors who apply for units directly with the Responsible Entity may pay a different price per unit to an investor who purchases those units on the ASX at the same time, and such differences may have a material impact on the performance of that investment. The above performance reflects the performance of the fund where units are purchased and redeemed directly with the Responsible Entity only.

Top 5 Holdings

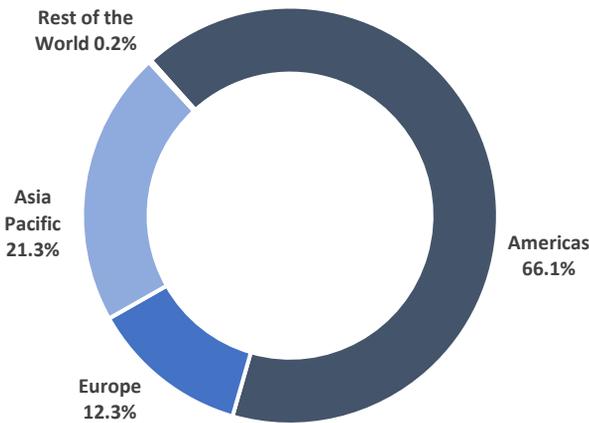
	Portfolio (%)	Benchmark (%)
Tesla Inc.	13.0	1.0
Microsoft Corporation	11.8	3.5
ServiceNow, Inc.	11.5	0.2
Amazon.com, Inc.	10.5	1.7
Block, Inc.	6.3	0.1

Sector Allocation

	Portfolio (%)	Benchmark (%)
Communication Services	7.3	6.6
Consumer Discretionary	34.4	10.5
Consumer Staples	3.2	7.7
Health Care	2.6	14.1
Information Technology	50.7	21.0
Cash	1.8	--

Due to rounding, portfolio weights may not sum perfectly to 100.0%

Geographical Weight by Source of Revenue



Due to rounding, portfolio weights may not sum perfectly to 100.0%

Market Capitalisation (AUD)

	Portfolio (%)	# Stocks
\$0 - \$50bn	5.8	3
\$50 - \$100bn	15.0	3
\$100bn +	77.4	15
Cash	1.8	--
Total	100	21

Due to rounding, portfolio weights may not sum perfectly to 100.0%

All data as at 30th November 2022. Source: Hyperion Asset Management
 *The fund changed its name from Hyperion Global Growth Companies Fund - Class B to Hyperion Global Growth Companies Fund (Managed Fund) on 5 February 2021 in order to facilitate quotation of the fund on the ASX.
 All companies shown are illustrative only and not a recommendation to buy or sell any particular security.

Top 5 Contributors and Detractors (rolling 12 months)

Contributors	Price change (%)	Avg Weight (%)	Contribution to return (%)
Visa Inc.	18.6	3.5	0.6
Mastercard Incorporated	19.8	2.3	0.3
Costco Wholesale Corp.	5.9	3.3	0.3
Hermes International SCA	-9.6	2.5	0.3
LVMH	4.0	1.0	0.2

Detractors	Price change (%)	Avg Weight (%)	Contribution to return (%)
Tesla Inc.	-46.0	12.4	-6.6
Block, Inc.	-65.6	6.8	-5.5
Amazon.com, Inc.	-41.7	11.0	-4.3
Spotify Technolog SA	-64.7	4.3	-3.7
Roku, Inc.	-72.4	2.4	-3.0

Portfolio Characteristics ^

	Portfolio
Number of Holdings	21
Top 10 Security Holdings (%)	74.0
Dividend Yield (%)**	0.3
Portfolio Beta	1.4

Before fees. **Trailing.

Fund Facts

Name	Hyperion Global Growth Companies Fund (Managed Fund)*
Inception Date	01/06/2014
ARSN	611 084 229
APIR Code	WHT8435AU
Ticker	HYGG
Currency	Australian Dollar, Unhedged
Mgt. Fee (% p.a.)	0.70% per annum
Buy/Sell Spread^	0.30%/0.30%
Perf. Fee (% p.a.)	20% over Benchmark, net of Mgt Fee
Benchmark	MSCI World Accumulation Index (AUD)
Fund Size (AUD)	\$1,858.6 million
NAV Price	\$3.0081
Pricing Frequency	Daily
Registry	Automatic
Risk/Return Profile	The Fund's risk band is 6 (high)

^Only applicable for investors who apply for units directly with the Responsible Entity

Investors can buy or sell units on the ASX		
	Ticker	iNAV Ticker
Ticker	HYGG	
Exchange	ASX	
Trading Currency	Australian Dollar	
iNAV Provider	Solactive	
Market Making Agent	Citigroup Global Markets Australia	
Pricing	Intra-day	
Bloomberg	HYGG AU Equity	HYGGAUIV
Reuters/Refinitiv	HYGG.AX	HYGGAUDINAV=SOLA
IRESS	HYGG.AXW	HYGGAUDINAV

Portfolio Holdings Update

Block, Inc. (SQ-US)

Primary Exchange **NYSE**
GICS Sector **Information Technology**
Market Cap (US\$m) **32,283**



Block, Inc. (Block) released its results for the third quarter ended September 2022. The business reported net revenue growth excluding Bitcoin of 36% year-on-year (YoY) to US\$2.75b and total gross profit growth of 38% YoY to US\$1.57bn. Block's Cash App segment achieved gross profit of US\$774m, up 51% YoY. The Cash App platform continues to expand with monthly transacting actives growing 20% YoY to 49 million while Cash Card monthly active users grew to almost 18 million. Inflows per transacting active also remained elevated at \$1,046 in the quarter despite government stimulus having now ended. The Square segment delivered gross profit of US\$783m, representing 29% growth YoY. The company continues to focus on enhancing their ecosystem of products, growing upmarket, and expanding internationally. The quarter saw Square's vertical-specific point of sale solutions grow 45% YoY while gross profit from mid-market sellers increased 22% YoY. Management continues to expect that, once integrated, Afterpay will provide a key link between the Cash App and Square ecosystems. For Q4 2022, gross profit growth is expected to remain relatively consistent with the third quarter YoY. Block is also showing meaningful expense discipline with non-GAAP operating expense growth plans having now been reduced \$590m over the course of the year.

Airbnb, Inc. (ABNB-US)

Primary Exchange **NASDAQ**
GICS Sector **Consumer Discretionary**
Market Cap (US\$m) **42,675**



Airbnb, Inc. (Airbnb) released its results for the third quarter ended September 2022 and reported its most profitable quarter ever with revenue up 36% YoY to US\$2.9b and EBITDA up 32% YoY to US\$1.5b. Nights and experiences booked grew 25% YoY to 99.7m with strong international travel seeing cross-border bookings up 58% YoY, while high density urban nights booked grew 27% YoY. By geography, nights and experiences booked grew 65% YoY in Asia Pacific, 33% YoY in Latin America, and 20% YoY in both North America and EMEA. The number of listings on Airbnb grew a 15% YoY (excluding Airbnb's exit from China), driven by macroeconomic uncertainty increasing demand for extra income as well as Airbnb's product improvements. Airbnb has released a number of measures specifically targeted at improving the hosting experience including AirCover, as well as various product initiatives outlined in the Winter release to reduce Host friction. Airbnb continues to experience high rates of organic demand, with 90% of traffic being direct or unpaid, reconfirming its status as a market leader.

Visa Inc. (V-US)

Primary Exchange **NYSE**
GICS Sector **Information Technology**
Market Cap (US\$m) **338,710**



Visa Inc. (Visa) provided a payment volume update for 1st October through until 21st November (QTD), reporting strong payment volume growth despite suspending its Russian operations in March. U.S. payments volume was up 10% YoY for the QTD and now at 147% of pre-pandemic 2019 levels. Cross-border volume was up 22% YoY for the QTD on a FY23 constant-dollar basis and now at 135% of 2019 levels. Excluding intra-Europe transactions, cross-border volume was up 32% YoY for the QTD and are at 131% of 2019 volumes. Overall, the growth trends are stable and remain positive.

CONTACT US

HYPERION DISTRIBUTION

Jolon Knight
Mob: 0414 805 862
Jolon.knight@hyperion.com.au

INVESTOR SERVICES

Tel: 1300 497 374
Investorservices@hyperion.com.au



**Hyperion named Winner
FUND MANAGER OF THE YEAR**
Morningstar 2021 Awards, Australia.

DISCLAIMER – HYPERION GLOBAL GROWTH COMPANIES FUND (MANAGED FUND)

This communication is prepared by Hyperion Asset Management Limited (ABN 80 080 135 897 AFSL 238 380) ('Hyperion'), as the investment manager of the Hyperion Global Growth Companies Fund (Managed Fund) (ARSN 611 084 229) ('the Fund'). Pinnacle Fund Services Limited (ABN 29 082 494 362 AFSL 238 371) ('PFSL') is the product issuer of the Fund. PFSL is not licensed to provide financial product advice. PFSL is a wholly-owned subsidiary of the Pinnacle Investment Management Group Limited ('Pinnacle') (ABN 22 100 325 184). The Product Disclosure Statement ('PDS') and Target Market Determination ('TMD') of the Fund is available at <https://www.hyperion.com.au/>. Any potential investor should consider the PDS and TMD before deciding whether to acquire, or continue to hold units in, the Fund. For historic TMD's please contact Pinnacle client service Phone 1300 010 311 or Email service@pinnacleinvestment.com.

This communication is for general information only. It is not intended as a securities recommendation or statement of opinion intended to influence a person or persons in making a decision in relation to investment. It has been prepared without taking account of any person's objectives, financial situation or needs. Any persons relying on this information should obtain professional advice before doing so. Past performance is for illustrative purposes only and is not indicative of future performance. Unless otherwise specified, all amounts are in AUD. Due to rounding, numbers presented throughout this report may not sum precisely to the total indicated and performance percentages may not precisely reflect the absolute returns.

Whilst Hyperion, PFSL and Pinnacle believe the information contained in this communication is reliable, no warranty is given as to its accuracy, reliability or completeness and persons relying on this information do so at their own risk. Subject to any liability which cannot be excluded under the relevant laws, Hyperion, PFSL and Pinnacle disclaim all liability to any person relying on the information contained in this communication in respect of any loss or damage (including consequential loss or damage), however caused, which may be suffered or arise directly or indirectly in respect of such information. This disclaimer extends to any entity that may distribute this communication.

Any opinions and forecasts reflect the judgment and assumptions of Hyperion and its representatives on the basis of information available as at the date of publication and may later change without notice. Any projections contained in this presentation are estimates only and may not be realised in the future.

Unauthorised use, copying, distribution, replication, posting, transmitting, publication, display, or reproduction in whole or in part of the information contained in this communication is prohibited without obtaining prior written permission from Hyperion. Pinnacle and its associates may have interests in financial products and may receive fees from companies referred to during this communication.

This may contain the trade names or trademarks of various third parties, and if so, any such use is solely for illustrative purposes only. All product and company names are trademarks™ or registered® trademarks of their respective holders. Use of them does not imply any affiliation with, endorsement by, or association of any kind between them and Hyperion.

Morningstar Disclaimer: Neither Morningstar, its affiliates, nor the content providers guarantee the data or content contained herein to be accurate, complete or timely nor will they have any liability for its use or distribution. Any general advice or 'class service' have been prepared by Morningstar Australasia Pty Ltd (ABN:95090665544, AFSL:240892) and/or Morningstar Research Ltd, subsidiaries of Morningstar, Inc, without reference to your objectives, financial situation or needs. Refer to Morningstar Financial Services Guide (FSG) for more information at www.morningstar.com.au/s/fsg.pdf. You should consider the advice in light of these matters and if applicable, the relevant Product Disclosure Statement (Australian products) or Investment Statement (New Zealand products) before making any decision to invest. Morningstar publications, ratings and products should be viewed as an additional investment resource, not as your sole source of information. Past performance is for illustrative purposes only and is not indicative of future performance. To obtain advice tailored to your situation, contact a professional financial adviser. Some material is copyright and published under licence from ASX Operations Pty Ltd ACN004523782 ("ASXO").

Morningstar Awards 2021 (c). Morningstar, Inc. All Rights Reserved. Hyperion Asset Management has been Awarded the Overall Fund Manager of the Year in Australia. Awarded in both the categories Domestic Equities - Large Cap and Domestic Equities - Small Cap.

*The fund changed its name from Hyperion Global Growth Companies Fund - Class B to Hyperion Global Growth Companies Fund (Managed Fund) on 5 February 2021 in order to facilitate quotation of the fund on the ASX.