

MONTHLY PERFORMANCE BY FINANCIAL YEAR

	JUL	AUG	SEP	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	TOTAL RETURN
2017FY		1.4%	1.1%	-3.3%	2.2%	0.9%	1.9%	0.0%					4.1%

MONTHLY SUMMARY

Markets moved higher through February with the US S&P 500 up 3.7%, the Europe Stoxx 600 up 2.8%, Japan Topix up 0.9% and the Hong Kong Heng Seng up 1.6%. The MSCI AC World Index (AUD) returned a more modest 1.5% for the month, negatively impacted by a 1% appreciation in the AUD.

The Fund held net exposure above 80% for the whole month and consequently we were disappointed with monthly performance given the buoyant environment. The portfolio we currently hold is a mixture of leaders, companies with market capitalisation above \$50bn, and emerging leaders with market capitalisations below \$5bn. Given the strong shift to equities since the election, it is these emerging leaders that are currently being left behind in the strong equity market rally which has focused on the main indices and their biggest members. Many will have noticed a similar pattern in the Australian equity market where small caps have consistently underperformed since November.

We still like our smaller companies and feel that remaining patient will be rewarded as the rotating bull market returns to our key names over the coming months. In terms of performance for the month key winning positions included 'Outdoor Active' names Camping World and Thor Industries, as well as semiconductor play Siltronic. The large cap internet names were again strong despite fears that capital might be diverted away by the upcoming Snapchat IPO. In terms of currencies the fund maintained a 27% holding in USD which cost the fund 46bps of performance as broad AUD strength continued in February.

MONTHLY OUTLOOK

Despite little headway being made on firm economic policy, the Trump / Republican agenda continues to dominate the market outlook. The prospect of large tax cuts and regulatory reform have boosted most consumer and business sentiment surveys and ultimately the potential earnings accretion from such moves will continue to support the market over the short term. As discussed previously, this is not just a US phenomena and we suspect many political parties around the world are taking notice of Trump's success and adjusting their thinking around fiscal austerity.

For now, all this spending and largesse is positive for near term earnings and equities alike, where many of these initiatives still don't appear to be fully priced in. However, longer term it makes the Federal Reserve's job harder. With central banks having begged governments for fiscal stimulus and economic reform for years, they are now getting it from a firehose right when it's less necessary. Consequently, accelerating growth and inflation could make the removal of monetary accommodation problematic. Central banks risk falling considerably behind the curve and are now likely to play the role of 'party pooper' as they may be forced to increase interest rates faster than they would have liked over the next 12 months. This balancing act will be crucial to keeping markets on a positive footing over the months ahead as stimulative policies begin to flow through the world economy.

FUND SUMMARY

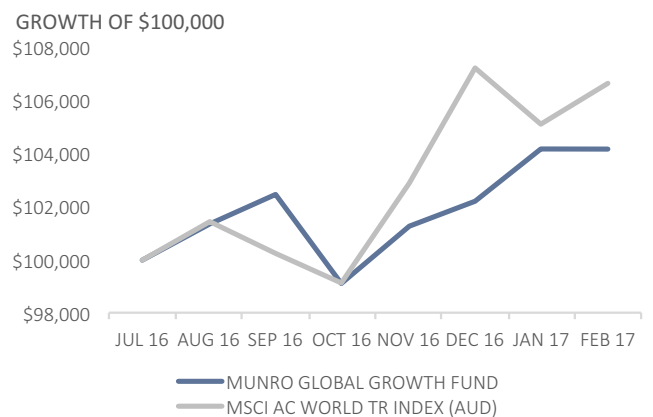
KEY NUMBERS	
UNIT PRICE	\$1.0413
EXIT PRICE	\$1.0397
ENTRY PRICE	\$1.0429
FUM	\$40.5m
APIR	MUA0002AU

KEY FACTS	
NUMBER OF STOCKS	30-50 POSITIONS
CASH WEIGHTING	0-100%
CURRENCY HEDGING	0-100%
MANAGEMENT FEE	1.25% P.A.
PERFORMANCE FEE	10%

TOP 5 HOLDINGS

STOCK	COUNTRY	INDUSTRY	WEIGHT
FACEBOOK	US	TECHNOLOGY	4.0%
ALPHABET	US	TECHNOLOGY	3.6%
MICROSOFT	US	TECHNOLOGY	3.5%
ASML	NA	TECHNOLOGY	3.3%
UNITED RENTALS	US	INDUSTRIALS	3.3%

HISTORICAL PERFORMANCE



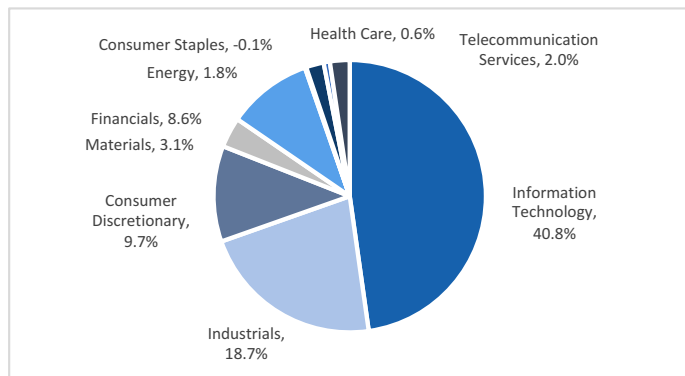
PERFORMANCE SUMMARY

	1MTH	2MTHS	3MTHS	6MTHS	9MTHS	1YEAR	SINCE INCEPTION
LOCAL CURRENCY RETURN	0.4%	4.2%	4.3%	4.9%			6.2%
+/- CURRENCY IMPACT	-0.5%	-2.3%	-1.5%	-2.1%			-2.1%
MUNRO GLOBAL GROWTH FUND (AUD)	0.0%	1.9%	2.8%	2.8%			4.1%
MSCI AC WORLD TR NET INDEX (LOCAL CURRENCY)	2.9%	4.6%	7.2%	9.1%			9.8%
+/- CURRENCY IMPACT	-1.4%	-5.0%	-3.3%	-3.6%			-2.9%
MSCI AC WORLD TR INDEX (AUD)	1.5%	-0.5%	3.7%	5.1%			6.6%



The Munro Global Growth Fund is an absolute return international growth equities fund. The Fund is index-unaware, aiming for double digit absolute returns through the investment cycle, whilst maintaining a capital preservation mindset. The Fund's flexible investment mandate allows it to dynamically manage its market and currency exposure to protect clients capital and to enhance the long term returns of our investments.

SECTOR EXPOSURE



NOTABLE STOCK CONTRIBUTORS

TOP 5 CONTRIBUTORS		BOTTOM 5 CONTRIBUTORS	
SILTRONIC	GY	CIRRUS LOGIC	US
CAMPING WORLD HOLD.	US	SUMCO	JP
KINGSPAN	IE	ANGLO AMERICAN	UK
ACTIVISION BLIZZARD	US	MICRON	US
THOR	US	ANADARKO PETROLEUM	US

FUND EXPOSURE

CURRENCY REGION	LONG EXPOSURE	NET EXPOSURE	CURRENCY EXPOSURE
AUSTRALIA	1.2%	1.2%	72.7%
NORTH AMERICA	51.6%	50.1%	27.1%
UNITED KINGDOM	11.4%	9.0%	0.3%
EURO AREA	14.5%	14.5%	0.1%
GERMANY	2.0%	2.0%	
SPAIN	2.0%	2.0%	
NETHERLANDS	3.3%	3.3%	
IRELAND	6.5%	6.5%	
FRANCE	0.6%	0.6%	
JAPAN	3.9%	3.9%	-0.2%
SWEDEN	4.5%	4.5%	0.4%
HONG KONG	2.0%	2.0%	-0.4%
EXPOSURE	89.0%	85.2%	100.0%
DELTA ADJUSTED EXPOSURE		85.2%	

IMPORTANT INFORMATION

Munro Asset Management Limited (ABN 28 163 522 254, AFSL 480509) is the product issuer of the Munro Global Growth Fund (ARSN 612 854 547), inception date 1 August 2016, the Product Disclosure Statement (PDS) is available at www.munropartners.com.au/access/. Munro Partners (ABN 58 295 538 057) is the investment manager of the Fund, together Munro. The information contained in this monthly report is for general information purposes only and does not constitute financial product advice. This monthly report may contain information about securities, opinions and forecasts, all of which may change without notice and none of which has been prepared taking into account your objectives, financial situation or needs. While this information is provided in good faith and is derived from sources believed to be accurate and reliable at the time of publication, Munro makes no warranty as to the accuracy or reliability of the information. To the extent permitted by law, Munro accepts no responsibility for any loss arising in any way (including by way of negligence) from anyone acting or refraining from acting as a result of this information. This document remains the property of Munro and must not be forwarded or otherwise distributed to any other recipient without the express written consent of Munro.

Returns of the Munro Global Growth Fund are net of applicable fees, costs and taxes. Returns have not been annualised. Past performance is not a reliable indicator of future performance. The MSCI AC World TR Index (AUD) refers to the MSCI All Country World Net Index in Australian dollars. The Fund Exposure and Top 5 Holdings depict end of month figures and may have changed materially from holdings during the month or not disclosed due to confidentiality reasons. The Delta Adjusted Exposure includes impact of options hedging. Numbers may not sum due to rounding. The currency exposure of 0-100% is biased to maintaining high levels of hedging and the performance fee is calculated once the Fund exceeds the high watermark and hurdle rate. You should consider the PDS in its entirety before making a decision to acquire or continue to hold an interest in the Munro Global Growth Fund. Please also see our Financial Services Guide, Privacy Policy and Terms of Use via www.munropartners.com.au/legals/.

NOTABLE STOCK MOVES

SILTRONIC

Siltronic contributed 61bps to monthly performance during February. Siltronic is one of the top three global suppliers of silicon wafers used to produce semiconductors with a market share of approximately 14% and includes a joint venture with Samsung in Singapore.

Emerging technologies in the car, home, cloud and solid state drives suggest semiconductor growth is significantly broadening as we enter 2017 and ultimately becoming less reliant on the PC and smartphone cycle. Combined with an increasing demand for leading edge pure silicon wafer for high-end artificial intelligence uses, we believe the strong demand for silicon wafers is now a structural phenomenon, with a likelihood of driving up the price of silicon wafers. It is estimated that higher margin 300mm silicon wafer prices may increase up to 40% over the next three years, benefiting the key global suppliers like Siltronic. Management have guided to a positive outlook for 2017 in terms of further demand growth and confirmed that pricing increases are being passed on to customers, which represent the first price increases in silicon wafer since 2007.

We believe that is just the beginning of tightness in the silicon supply chain and suspect the market will come to view these companies differently over the medium term as their importance in the next wave of connectivity is confirmed.

CIRRUS LOGIC

Cirrus Logic detracted 31bps from absolute performance for the month of February. Cirrus Logic is a leader in high performance and low power integrated circuits for the audio and voice signal processing applications. The company's products span the entire audio signal chain and are used in smartphones, tablets, digital headsets, wearable products.

For us, Cirrus Logic was a play on the shift towards digital headsets and noise cancelling earphones, pioneered by Apple in the iPhone 7 and its accompanying AirPods. Cirrus Logic released their December third quarter results in early February, and the stock closed down 14% on the next trading day. After an essentially in-line with expectations result, the company guided to a weaker than expected outlook, disappointing investors. While Cirrus has been a key beneficiary of growth from the iPhone 7 (through the headphone application change) and other new digital headsets opportunities, management's guidance indicated that this growth is likely to slow in fiscal 2018 to just mid-single digits, pointing to a transition year for the company as they monetise the digital headset opportunity.

Fundamentally, the business will continue to grow, however not at its previous lofty standards. We have since exited the position, mindful that there is likely to be a more attractive entry point down the track and the capital can be better utilised elsewhere in the medium term.

