

MONTHLY PERFORMANCE BY FINANCIAL YEAR¹

	JUL	AUG	SEP	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	TOTAL RETURN
2017FY		1.2%	1.1%	-3.3%	2.2%	0.9%	1.9%	0.0%	2.1%	3.5%	4.2%	-1.3%	12.9%
2018FY	1.9%	3.3%	1.7%	6.7%	1.1%								15.4%

MONTHLY SUMMARY

The Munro Global Growth Fund returned 1.1% for the month of November, comprising a return of 0.7% from equities and 0.4% from currency. The MSCI AC World Index (AUD) meanwhile returned 3.0% for the month (1.3% from equities and 1.7% from currency). It was a positive month for most global equity markets, the US S&P 500 rose 2.8%, the Japanese TOPIX rose 1.5%, but the European Stoxx 600 Index fell 2.2%. The key event for the month was the progress of US Tax Reform. Late in the month the US Senate Budget Committee voted to send the tax bill to the Senate floor for a vote. This progress led to a market rotation into stocks that have high levels of domestic earnings and pay a high corporate tax rate. Stocks that were paying relatively low taxes were sold off to fund the trade.

On a stock-specific basis, the expedited progress of US tax reform caused some significant rotation in sector performance during November and consequently many of the fund's more successful technology holdings were subject to some profit taking. Positive performance for the Fund was driven by Thor Industries, (see page 2); Tencent, the leading Chinese social media platform; and Kidman Resources, the Australian Lithium miner. On currencies, the Fund remains predominately hedged with just a 30% holding in foreign currencies mainly in USD. Given the AUD depreciated during the month this resulted in 38bps gain for the fund from foreign exchange movements.

MONTHLY OUTLOOK

With US corporate tax cuts now a likely outcome, investors need to consider a world with more stimulus in the months ahead. Looking at the raw numbers, the tax package as it currently stands will add approximately 10% to S&P 500 earnings per share in 2019. Additional ripple effects include a potential pick up in M&A activity and the path of interest rates going forward. The heavy rotation out of multinational technology and growth stocks into unloved sectors such as retail, financials and industrials is mainly due to these sectors being greater beneficiaries in a lower tax environment, making them relatively more attractive to investors. Investor crowding and positioning can accentuate these moves, as relative return managers in particular need to fund new investments from previous winners.

As growth investors we can often find these periods of rotation difficult, but ultimately remain comforted by the earnings potential of our investments and our belief that fundamentally share prices follow earnings in the long run. Consequently, we will be looking at the changes closely and should the changes throw up any new areas of structural earnings growth, increased M&A or corporate capital investment for instance, then we will be actively looking for new investments in these areas. Elsewhere we continue to remain positive on earnings potential of companies in our key Areas of Interest in 2018 (including those in technology sectors), and hence we have not made any wholesale changes to the portfolio to-date.

FUND SUMMARY

KEY NUMBERS

UNIT PRICE	\$1.2649
EXIT PRICE	\$1.2630
ENTRY PRICE	\$1.2668
FUM	\$119.1m
APIR	MUA0002AU

KEY FACTS

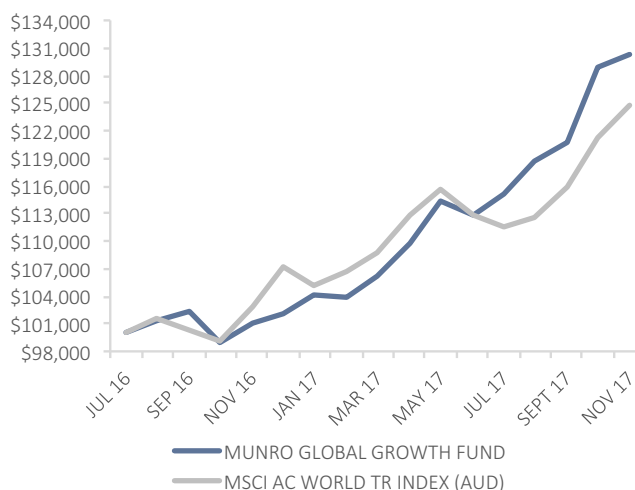
NUMBER OF STOCKS	30-50 POSITIONS
CASH WEIGHTING	0-100%
CURRENCY HEDGING	0-100%
MANAGEMENT COSTS	1.35% P.A.
PERFORMANCE FEE	10.00%

TOP 5 HOLDINGS

STOCK	COUNTRY	INDUSTRY	WEIGHT
AMAZON	US	CONSUMER DISC.	5.2%
BLUE PRISM	UK	INFO TECH.	4.9%
ASML HOLDING	NA	INFO TECH.	3.7%
FACEBOOK	US	INFO TECH.	3.5%
MICRON TECH.	US	INFO TECH.	3.3%

HISTORICAL PERFORMANCE¹

GROWTH OF \$100,000



PERFORMANCE SUMMARY AS AT 30 NOVEMBER 2017¹

	1MTH	3MTHS	6MTHS	1YR	SINCE INCEPTION (P.A.)	SINCE INCEPTION
MUNRO GLOBAL GROWTH FUND (AUD)	1.1%	9.7%	13.9%	28.8%	22.0%	30.3%
MSCI AC WORLD TR INDEX (AUD)	3.0%	10.8%	7.8%	21.3%	18.1%	24.8%
OVER / UNDER PERFORMANCE	-1.9%	-1.1%	6.1%	7.5%	3.9%	5.5%

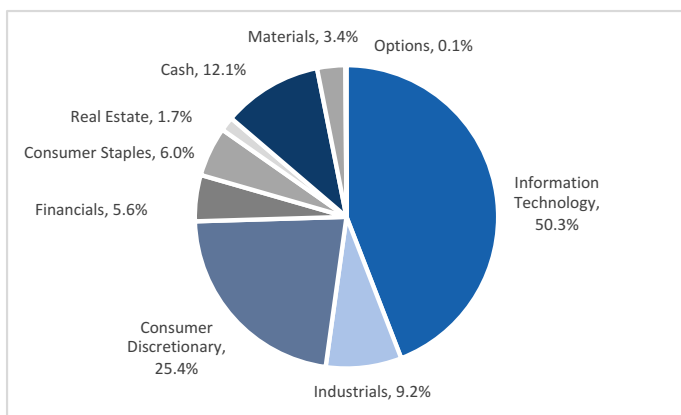
1. Past performance is provided for illustrative purposes only and is not a guide to future performance

Inception date is 1 August 2016. Returns of the Munro Global Growth Fund are net of management costs and assumes distributions have been reinvested. The MSCI AC World TR Index (AUD) refers to the MSCI All Country World Net Index in Australian dollars



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

GROSS PORTFOLIO SECTOR EXPOSURE & CASH



NOTABLE STOCK CONTRIBUTORS

TOP 5 CONTRIBUTORS		BOTTOM 5 CONTRIBUTORS	
KIDMAN RESOURCES	AU	KS TERMINALS	TW
BLUE PRISM	UK	ASML HOLDING	NA
TENCENT	HK	APPLIED MATERIALS	US
AMAZON	US	MICROCHIP TECHNOLOGY	US
SUMCO	JP	BANDAI NAMCO	JP

FUND EXPOSURE

CURRENCY REGION	GROSS EXPOSURE	NET EXPOSURE	CURRENCY EXPOSURE
AUSTRALIA	1.0%	1.0%	70.0%
NORTH AMERICA	60.8%	52.6%	26.3%
UNITED KINGDOM	7.1%	7.1%	1.4%
EURO AREA	17.5%	13.8%	0.4%
IRELAND	4.1%	4.1%	
ITALY	1.8%	1.8%	
FRANCE	2.0%	2.0%	
GERMANY	6.0%	2.3%	
NETHERLANDS	3.7%	3.7%	
NEW ZEALAND	0.5%	0.5%	-0.1%
JAPAN	2.4%	2.4%	0.8%
TAIWAN	1.5%	1.5%	0.0%
SWEDEN	2.2%	2.2%	0.7%
ISRAEL	2.4%	2.4%	0.0%
HONG KONG/CHINA	3.1%	3.1%	0.6%
SWITZERLAND	3.2%	1.2%	-0.1%
EXPOSURE	101.7%	87.9%	100.0%
DELTA ADJ. EXPOSURE	120.8%	85.9%	

IMPORTANT INFORMATION

The information contained in this document reflects, as of the date of publication, the views of Munro Partners and sources believed by Munro Partners to be reliable. There can be no guarantee that any projection, forecast or opinion in these materials will be realised. The views expressed in this document may change at any time subsequent to the date of issue.

Grant Samuel Fund Services Limited ABN 48 129 256 104 AFSL 321517 (Grant Samuel Funds Services) is the responsible entity of the Munro Global Growth Fund ARSN 612 854 547 (Fund) and is the issuer of this information. This information has been prepared without taking account of the objectives, financial situation or needs of individuals. Before making an investment decision in relation to the Fund, investors should consider the appropriateness of this information, having regard to their own objectives, financial situation and needs and read and consider the product disclosure statement for the Fund dated 27 November 2017 (PDS) which may be obtained from www.gsfm.com.au, www.munropartners.com.au/access or by calling (02) 8188 1510.

Past performance information given in this document is given for illustrative purposes only and should not be relied upon as (and is not) an indication of future performance. None of Grant Samuel Fund Services, Munro Partners its related bodies or associates nor any other person guarantees the repayment of capital or the performance of the Fund or any particular returns from the Fund. No representation or warranty is made concerning the accuracy of any data contained in this document. This document is issued on 5 December 2017.

The management costs are inclusive of GST and RITC. 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 or compounding returns. The currency exposure of 0-100% is biased to maintaining high levels of hedging. 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.

NOTABLE STOCK MOVES

THOR

Recreational Vehicle maker Thor Industries added 26bps to monthly performance and provided yet another data point to support our 'Outdoor Active' thesis.

The company's fiscal first quarter results were nothing short of staggering with organic sales growth of 31% year-on-year, backlog up over 70% and organic EPS growth of 63% year-on-year. Results like these are usually reserved for some of our higher multiple technology holdings, not a caravan producer trading on just 14x earnings. We have believed for some time that younger consumers – in-line with their goals to be more active and experiential – were embracing the RV lifestyle, but even we were surprised with the rate of uptake in Thor's latest results. Caravans are now cool again and this is driving Thor's results today, but also expanding the community of RV owners which results in more return purchases in the future.

Looking ahead, Thor, as the largest producer of RV's in the US, remains well positioned to capture this growth. We continue to remain positive on similar fund holdings in Vail Resorts and Royal Caribbean Cruise lines that also look likely to benefit from this accelerating trend to active and experiential holidays.

FUND UPDATE

RESPONSIBLE ENTITY CHANGE

At the general meeting of unitholders of the Munro Global Growth Fund (Fund) held on 24 November 2017, the following changes to the Fund were approved:

- Munro Asset Management Limited ACN 163 522 254 AFSL 480509 retired as responsible entity of the Fund and was replaced by Grant Samuel Fund Services Limited ACN 129 256 104 AFSL 321517.

- The constitution for the Fund amended as described in the explanatory memorandum sent to unitholders on 31 October 2017.

Also, a reduction in the management and performance costs for unitholders of ordinary units in the Fund and an amendment to the performance fee hurdle rate:

- Management costs reduce from 1.39% per annum to 1.35% per annum;
- The performance fee reduces from 10.25% to 10.00%; and
- The hurdle rate required to be met to earn a performance fee will change from the RBA Cash Rate to the Australian Government 10YR Bond Yield + 3.5% p.a..

The above changes were effective on 27 November 2017 when it was confirmed by the Australian Securities and Investments Commission.

Munro Partners remains as investment manager of the Fund.

