

MONTHLY PERFORMANCE BY FINANCIAL YEAR ¹

	JUL	AUG	SEP	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	TOTAL RETURN
2020FY					4.9%								4.9%

MONTHLY SUMMARY

The Munro Concentrated Global Growth Fund marked its inaugural month with a strong return of 4.9%, comprising of a 3.3% return from equities and 1.5% from currency. Meanwhile, the MSCI World (ex-Aus) TR Index AUD returned 4.7% (2.9% from equities and 1.9% from currency).

Equity markets globally were higher with the US S&P 500 4.3%, the Europe STOXX 600 2.6%, Japan's TOPIX 1.5% and the Hang Seng the laggard, down 1.1%.

The rotation from 'growth' to 'value' stocks finally subsided in November, as markets began to reward all stocks for what is shaping up as an improved outlook as we enter 2020.

From a stock attribution perspective, positive contributions came from programmatic advertiser, the Trade Desk (see page 2) and our Digital Enterprise and High Performance Computing Areas of Interest. Alibaba's (see page 2) recent dual listing also provided an impetus for a strong month.

MONTHLY OUTLOOK

With the Fed currently on hold, growth in the "not as bad as feared" category and stimulus flowing through into the economy, the tailwinds suggest a positive end to the year as investors look to 2020 with optimism that earnings can improve from depressed levels.

A potential sticking point for a continued rally is the scheduled US tariff hikes on Chinese imports due to go into effect on 15 December. As has been the case for much of 2019, the outcome here is binary. While we currently remain bullish on markets short term given neither side wants to push their economies into recession, we are cautious around these events should there be any breakdown in talks. Outside of this, the risks to equities markets largely remain around interest rates. The ideal backdrop for growth equities would remain a not too hot, not too cold, economic growth backdrop where interest rate moves stay benign.

While many stocks and indices are currently making new record highs, much of our portfolio remains below previous high points, despite earnings outlooks that are largely unchanged. Since share prices should ultimately follow earnings over the long run, we look to the new year with renewed optimism and would look for some catch up in key Fund holdings over the months ahead.

FUND SUMMARY

KEY NUMBERS

UNIT PRICE	\$1.0504
EXIT PRICE	\$1.0488
ENTRY PRICE	\$1.0520
FUND FUM	\$2.4M
STRATEGY FUM	\$317M
APIR	GSF9808AU

KEY FACTS

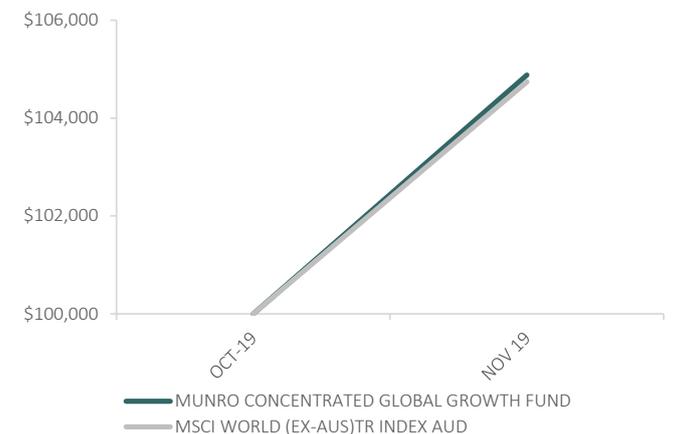
NUMBER OF STOCKS	20-40 POSITIONS
CASH WEIGHTING	0-10%
CURRENCY	UNHEDGED
MANAGEMENT COSTS	1.10% P.A.
PERFORMANCE FEE	10.00%

TOP 5 HOLDINGS

STOCK	COUNTRY	INDUSTRY	WEIGHT
ALIBABA	HK	CONS. DISC.	5.7%
MICROSOFT	US	INFO. TECH.	5.2%
ALPHABET	US	COMM. SERVICES	4.5%
AMAZON	US	CONS. DISC.	4.5%
CELLNEX	SP	COMM. SERVICES	3.9%

HISTORICAL PERFORMANCE¹

GROWTH OF \$100,000



PERFORMANCE SUMMARY AS AT 30 NOVEMBER 2019 ¹

	1MTH	2MTHS	3MTHS	6MTHS	9MTHS	12MTHS	INCEPTION CUMULATIVE
MUNRO CONCENTRATED GLOBAL GROWTH FUND	4.9%						4.9%
MSCI WORLD (EX-AUS) TR INDEX (AUD)	4.7%						4.7%
OVER / UNDER PERFORMANCE	0.1%						0.1%

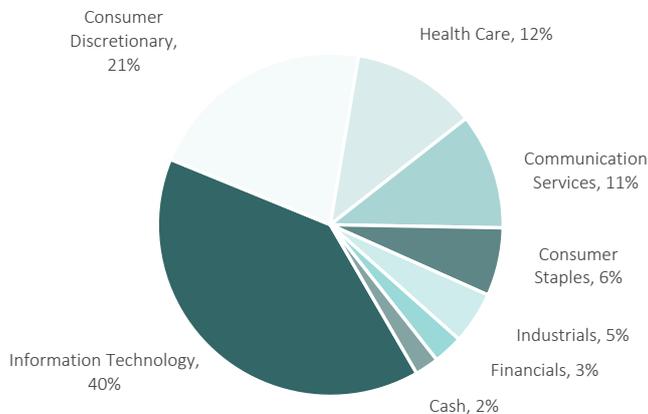
1. Past performance is provided for illustrative purposes only and is not a guide to future performance

Inception date is 31 October 2019. Returns of the Munro Concentrated Global Growth Fund are net of management costs and assumes distributions have been reinvested. The MSCI World (Ex-Aus) TR Index AUD refers to the MSCI World (Ex-Australia) Total Return Net Index in Australian Dollars.

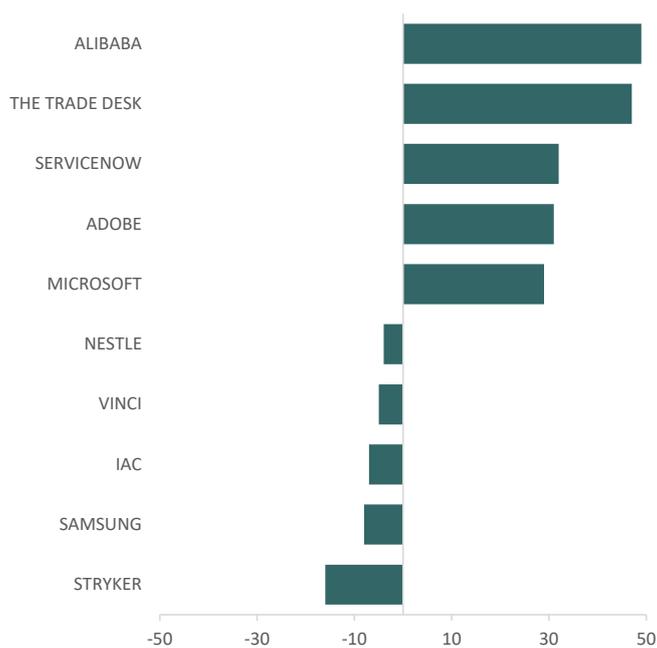


The Munro Concentrated Global Growth Fund seeks to maximise long-term capital appreciation primarily through exposure to a concentrated portfolio of 20-40 growth-oriented equities issued by companies located anywhere in the world (except Australia).

NET PORTFOLIO SECTOR EXPOSURE & CASH



NOTABLE STOCK CONTRIBUTORS



THE TRADE DESK

The Trade Desk contributed 47bps to November performance. The Trade Desk is a software company that is a global leader in programmatic advertising.

As demonstrated through Facebook and Alphabet, targeted advertising over digital platforms offers a much higher return on investment for brands. Programmatic builds on this targeting aspect, allowing brands to bid on ad inventory across the whole internet not just in the 'Walled Gardens' of Facebook and Google. As more and more forms of media move to digital delivery, this increases the inventory available to programmatic advertisers. The rise of digital TV and audio content via streaming services should create a step change for the industry.

Today programmatic advertising represents just 5% of all spend in the global advertising market of \$700bn, but we would expect this to double to 10% over the next five years. The Trade Desk, as the world's largest programmatic advertising platform, looks set to benefit from this trend. While the stock remains expensive on traditional measures, it looks well placed to benefit as targeted advertising on digital TV expands over the months and years ahead.

ALIBABA

Alibaba contributed 49bps (combined US & Hong Kong listings) to performance over November.

Alibaba has been delivering revenue and earnings growth of 100% and 300% respectively over the past two years, but its share price had remained stubbornly static, as its multiple compressed to take account of a range of issues. The most obvious have been the trade dispute between the US and China, concerns around its Variable Interest Entity (VIE) ownership structure and the exit of Yahoo as a large original shareholder. During November, Alibaba finally listed on the HK stock exchange which ultimately, via stock connect arrangements with Shanghai, will allow Chinese nationals to own a piece of their own Chinese National Champion.

In short, we see Alibaba as a bit like the Amazon of China; dominating the dual growth areas of E-Commerce and Cloud Computing. In addition, it has the tailwinds of a larger addressable market and being earlier in its penetration and profitability, particularly on the cloud side of the business.

The Hong Kong listing removes some of the overhang that was depressing the stock's valuation. The Fund took the opportunity of the new primary listing to increase its holding in the company and anticipates the valuation gap to peers continuing to close over the months ahead.

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.

GFSM Responsible Entity Services Limited ABN 48 129 256 104 AFSL 321517 (GFSM Responsible Entity Services) is the responsible entity of the Munro Concentrated Global Growth Fund ARSN 630 173 189 (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 31 October 2019 (PDS) and the Additional Information to the Product Disclosure Statement (AIB) which may be obtained from www.gsfm.com.au, www.munropartners.com.au/access or by calling 1300 133 451.

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 GFSM Responsible Entity 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 6 December 2019.

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. Numbers may not sum due to rounding or compounding returns. The performance fee is calculated by the Fund's excess return above the high watermark, the equity hurdle and the bond hurdle rates. You should consider the PDS and the AIB in its entirety before making a decision to acquire or continue to hold an interest in the Munro Concentrated Global Growth Fund.

