



November 2017 Monthly Report

Returns 31-Dec-12 to 30-Nov-17					
	Norse Capital	All Ords Accum	Outperformance	Small Ords Accum	Outperformance
Inception	121.08%	60.51%	60.58%	38.40%	82.68%
Inception per annum	17.51%	10.10%	7.41%	6.83%	10.67%
2017 (ytd)	11.88%	10.23%	1.65%	16.29%	-4.41%
2016	9.31%	11.65%	-2.33%	13.18%	-3.87%
2015	36.80%	3.78%	33.02%	10.16%	26.65%
2014	10.81%	5.02%	5.79%	-3.81%	14.62%
2013	19.24%	19.66%	-0.41%	-0.76%	20.00%
1m	3.34%	1.91%	1.44%	3.91%	-0.56%
3m	8.77%	6.10%	2.67%	11.60%	-2.83%
6m	10.32%	7.44%	2.88%	17.31%	-6.99%
1y	13.18%	14.83%	-1.65%	20.50%	-7.32%
2y pa	13.13%	12.38%	0.75%	16.92%	-3.79%
3y pa	19.03%	9.18%	9.84%	13.34%	5.68%
Sharpe Ratio	1.51	0.72	2.08x	0.40	3.76x
Sortino Ratio	2.82	1.16	2.43x	0.63	4.50x
Annualised standard deviation	9.67%	11.29%		13.44%	
Highest monthly return	8.30%	7.00%		9.81%	
Largest monthly loss	-5.80%	-7.30%		-7.77%	
Largest drawdown	-10.28%	-12.23%		-17.69%	
% positive months	72.88%	64.41%		59.32%	

Another satisfying month at +3.34%, seemingly just keeping track with the market between the All Ord's +1.91% and the Small Ord's +3.91%. However that doesn't show the divergence beneath the surface between some of the individual holdings in the top 5:

ADA dropped 13.3% over the month (-30.8% from high to low) on a disappointing AGM update with NPBT pushed out from 1H to 2H and FY18 guidance of +35% coming below market expectations. Key contracts remain in the pipeline but timing risks in systems contracts have once again been shown. We remain holders.

APX rose 32.2% on the month (+48.5% from low to high) following the acquisition of Leapforce at ~5.9x EBITDA giving a minimum 35% increase in underlying EPS for 2018. The acquisition looks to add scope and automation to Appen's content relevance services and we are positive on the outlook ahead.

PME rose 12.7% on the month with the announcement of an \$18m+ deal with Yale New Haven Health. Pleasingly the contract shows Pro Medicus is still winning business in the US despite the uncertainty in the US healthcare space over the attempted repeal of Obamacare.

Portfolio Holdings:

Cash: 22.85% (AUD and USD)
 Non-AUD exposure: 21.3%
 Longs: 79.8%
 Shorts: -2.2%
 Hedge delta: -3.0%
 Net exposure: 74.6%
 Top 5 equities (alphabetical): AAPL, ADA, APX, PME, RUL



