NORSE CAPITAL

November 2024 Monthly Report

Returns 31-Dec-12 to 30-Nov-24

	Norse Capital	All Ords Accum	Outperformance	Small Ords Accum	Outperformance
Inception	516.25%	201.43%	314.82%	98.84%	417.40%
Inception per annum	16.48%	9.24%	7.24%	5.57%	10.91%
CY2024 (ytd)	45.53%	14.97%	30.56%	11.80%	33.73%
CY2023	17.73%	12.98%	4.75%	7.82%	9.90%
CY2022	-30.79%	-2.96%	-27.83%	-18.38%	-12.41%
CY2021	16.86%	17.74%	-0.88%	16.90%	-0.04%
CY2020	26.36%	3.64%	22.73%	9.21%	17.15%
CY2019	43.44%	24.06%	19.38%	21.36%	22.08%
CY2018	7.46%	-3.53%	10.99%	-8.67%	16.13%
CY2017	15.55%	12.47%	3.08%	20.02%	-4.46%
CY2016	9.31%	11.65%	-2.33%	13.18%	-3.87%
CY2015	36.80%	3.78%	33.02%	10.16%	26.65%
CY2014	10.81%	5.02%	5.79%	-3.81%	14.62%
CY2013	19.24%	19.66%	-0.41%	-0.76%	20.00%
1m	10.63%	3.44%	7.18%	1.32%	9.31%
3m	21.47%	5.81%	15.66%	7.29%	14.17%
6m	25.68%	11.08%	14.59%	7.28%	18.39%
1y	52.45%	23.53%	28.92%	19.88%	32.57%
2y pa	28.21%	12.06%	16.16%	7.72%	20.50%
3y pa	3.52%	8.97%	-5.44%	-0.08%	3.60%
5y pa	11.18%	8.56%	2.62%	4.60%	6.58%
7y pa	15.76%	9.41%	6.34%	5.31%	10.45%
10y pa	16.73%	9.34%	7.38%	7.66%	9.07%
Sharpe Ratio	0.98	0.61	1.60x	0.32	3.09x
Sortino Ratio	1.66	0.87	1.91x	0.45	3.70x
Annualised standard deviation	14.88%	13.58%		16.65%	
Highest monthly return	11.91%	10.16%		14.27%	
Largest monthly loss	-10.61%	-20.94%		-22.38%	
Largest drawdown	-36.68%	-27.33%		-29.11%	
% positive months	69.93%	65.73%		58.04%	

A double-digit positive return at +10.6% (4th highest historically) on a stonking month for equities following the US election with the All Ords +3.4% and Small Ords +1.3% while in the US the S&P 500 posted +5.7%

and the Nasdaq +6.2%. A new high-water mark for the portfolio, finally surpassing previous highs from prior to our -30.8% drop in 2022.

As would be expected in such a positive month, our biggest (and only significant) loss In November came from our shorts and hedges which cost the portfolio ~-0.7%. This was somewhat mitigated by our "just in case" call spreads bought on SPY (S&P 500 etf) which were in the money at end-November.

On the positive side of the ledger, the biggest contribution came from our largest holding PME with the shares up +29.3% in November with a very positive tone at their AGM followed by PME's largest ever contract win: a $330m, 10-year contract with Trinity Health for the full-stack of Visage Viewer, Archive and Workflow, all in the cloud. Again, a transaction-based model with potential upside. (Of note, this is more than double PME's previous biggest contract win). The magnitude of this contract added to management's AGM commentary that they have penetrated only ~7% of a US market experiencing a chronic shortage of radiologists. The share price eclipsed 200-bags from our initial purchase; I trimmed above $201, at $219 and in the mid-$250s and of course, all of those sales have been left in the dust. Despite that, PME's portfolio weighting is still just shy of 17%.

Our enterprise software basket came next, contributing more than ~+2.1% to performance. Software as a sector continued to improve, seemingly taking the AI baton from semiconductors. All our holdings which reported in November beat on revenue and earnings amidst continued strong growth trajectories with CRWD +16.5%, DDOG +21.8%, TTD +6.9% and ZS +14.3%. The basket is at an ~18% weighting.

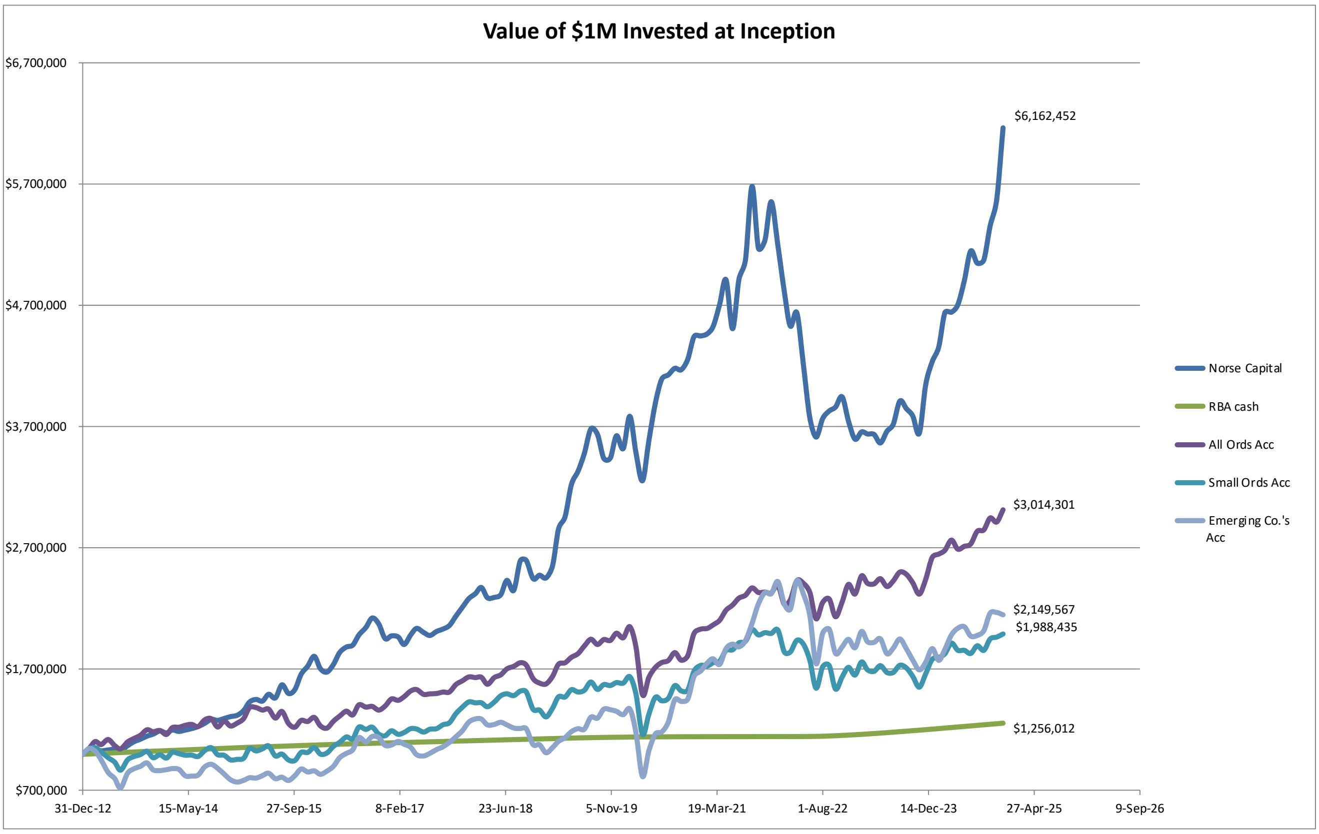
Our crypto exposure added ~+1.7% as Bitcoin tacked on +38.8% and Ethereum +47% following Trump's election victory. The market obviously preferring Trump's SEC nominee to be pro-crypto vs the current chair Gary Gensler. I trimmed some BTC exposure in the ~mid-$80k and ~mid-$90k regions as well as some Ehtereum near $3,350. Typically, my selling skills leave much to be desired. Crypto exposure is currently ~4.5% of the portfolio.

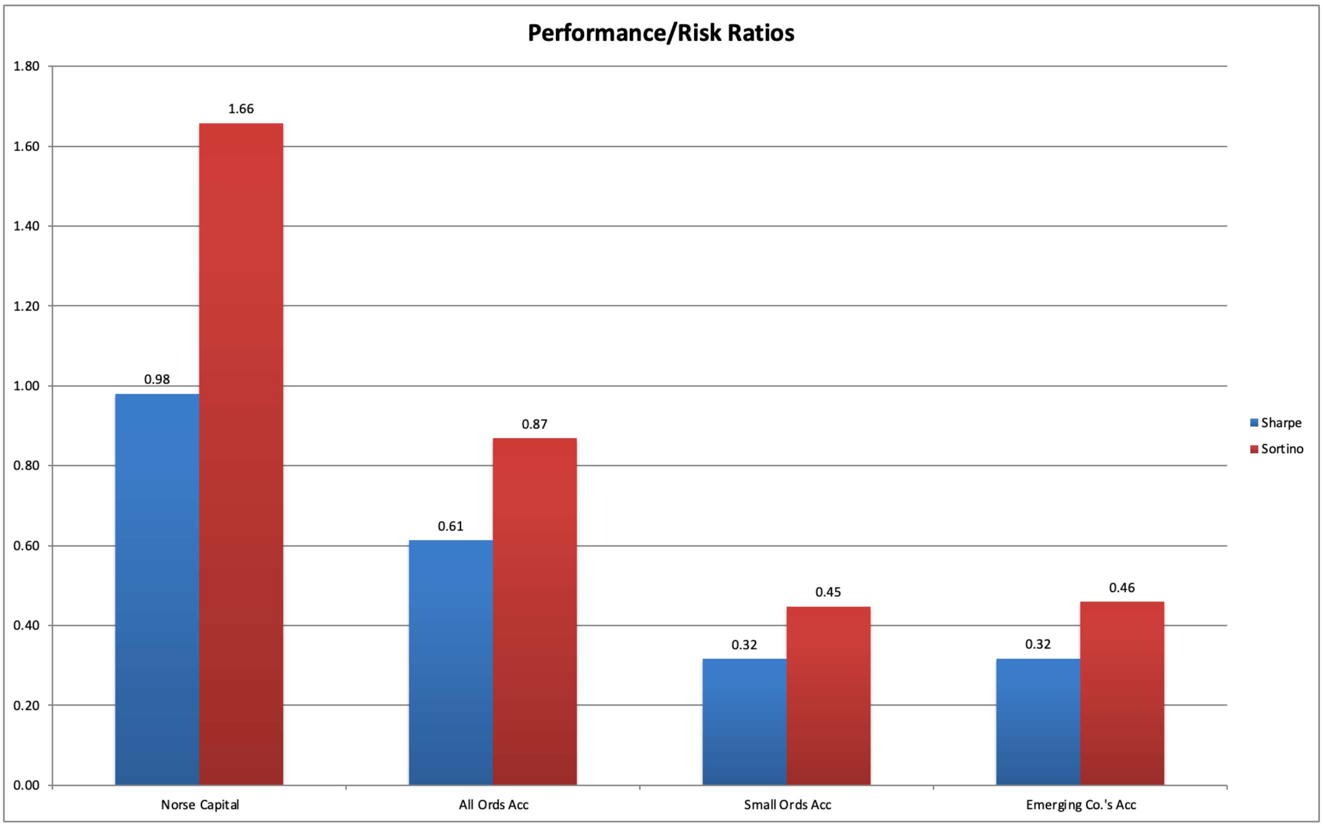
AAPL and TLX rounded out the positive contributors with the former up +5.1% and the latter +18.2%. I trimmed ~10% of the AAPL position early in December as it crossed the 100-bag threshold from first purchase.

Portfolio Holdings:

Cash:	13.3% (AUD and USD)
AUD-USD currency exposure:	27.1%
Longs:	88.7%
Shorts:	-5.7%
Options delta:	3.9%
Net exposure:	86.9%
Top 5 equities (alphabetical):	AAPL, PME, RMD, RUL, TTD

Our net exposure has increased by another +0.8%.in November. Longs have decreased only slightly despite trimming some positions (mentioned above) as share prices have increased. Our shorts have decreased purely as they represent a slightly smaller proportion of a now larger portfolio value. And option deltas are higher too despite adding more put spreads on SPY and QQQ which continue to fritter away as the market rallies and as our "just in case" calls extend further into the money. AUD-USD currency exposure has increased as I purchased some risk-reversals (bought Aud puts and sold Aud calls) to mitigate part of our currency hedge post Trump's election victory with some of his mooted policies potentially portending Usd strength (and hence Aud relative weakness).




Performance/Risk Ratios
1.80
1.60
1.40
1.20
1.00
0.80
0.60
0.40
0.20
0.00
1.66
0.98
0.87
0.61
0.45
0.32
0.46
0.32
Norse Capital
All Ords Acc
Small Ords Acc
Emerging Co.'s Acc
Sharpe
Sortino