



## 5 Oceans Fund

March 2017

### Performance Commentary

The Fund was up 1.23% in February, comfortably ahead of its OCR + 3% objective.

While January performance was driven largely by the Ranger Fund being up over 6%, in February this fund was down 0.56%. Global equities did most of the heavy lifting this month with Acadian's unhedged return up around 5%. Hedging tempered some of these gains though as the NZD was a little softer through the month.

Bond yields were relatively range-bound in February with shorter term US rates moving to more fully price in a rate hike in March. Our bond managers had good months, both up around 0.5%.

### Fund Strategy

The 5 Oceans Fund is designed to have a diversified asset and geographic exposure. The exposure to growth assets can be varied between 30% and 70% of the Fund depending on the underlying managers' assessment of market risk. This is quite different from traditional diversified funds which often target a set growth allocation and invest accordingly.

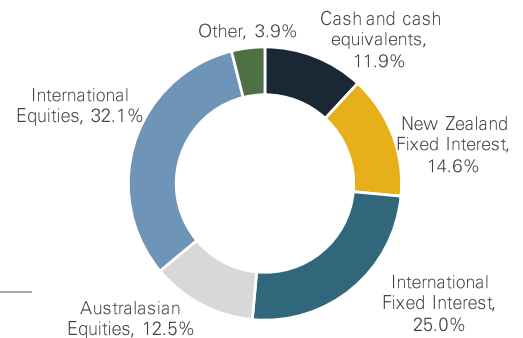
The Fund achieves this by carefully selecting managers that have flexible investment mandates and/or employ risk mitigation strategies. This gives the Fund a dynamic and flexible exposure to growth assets and greater focus on capital protection in the event of market crashes.

### Performance to 28 February 2017 (net of fees)

	Past Month	Past Quarter	Past Year	Since Inception (p.a.)*
5 Oceans Fund	1.23%	3.15%		3.40%
NZ Official Cash Rate plus 3%	0.36%	1.15%		1.63%
Over/Under Performance	+0.87%	+2.00%		+1.78%

\*Fund inception 25th October 2016

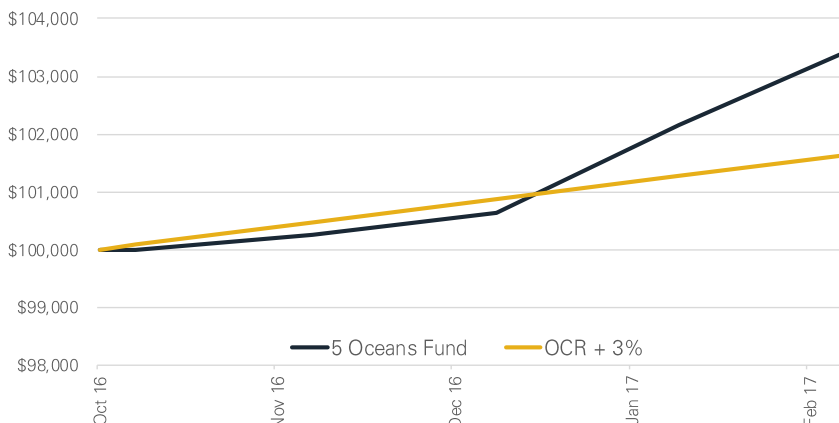
### Holdings by Asset Class



### Key Facts

Supervisor	Public Trust	Distribution	0.35c per month
Custodian	Public Trust	Return Target	NZ OCR + 3%
Administrator	MMC limited	Recommended Investment Horizon	Medium term (at least 3 years)
Auditor	Deloitte	Minimum Initial Investment	\$10,000
Liquidity	Daily	Minimum Additional Investment	\$1,000

### Growth of \$100,000 after fees



### Fund Holdings

Acadian Managed Volatility Fund	32.1%
Kapstream Absolute Return Income Fund	25.2%
Castle Point Ranger Fund	19.2%
AMP Capital NZ Short Duration Fund	12.4%
Kohinoor Pacific Fund	3.9%
Cash & Cash equivalents	7.3%

### Fees

1.05% capped management fee which covers our management fee, the management fees of the underlying funds and normal operating expenses of the fund. No entry or exit fees are currently charged but there is a buy/sell spread of 0.30% of each investment / withdrawal.