



5 Oceans Fund

October 2017

Performance Commentary

The 5 Oceans Fund was up 0.93% in September, capping off a solid quarter.

The Australasian focused Ranger Fund continued its strong run, up 4.25%. The global Acadian Fund was flat (in unhedged terms) and currency movements were less of a factor this month.

The bond managers had steady months with AMP and Kapstream both up around 0.2 to 0.3%.

Volatility moved lower over the month, with the VIX index ending at 9.51. As far as we can see, this is the lowest monthly close in the history of the VIX. Unsurprisingly, this meant Kohinoor had a negative return for the month.

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.

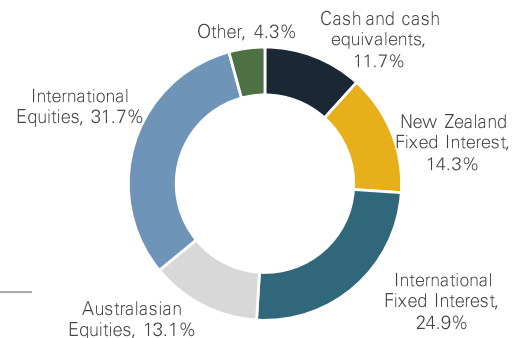
The Fund achieves this by carefully selecting managers that have flexible investment mandates and/or employ risk mitigation strategies. This gives the Fund a dynamic and flexible exposure to growth assets and greater focus on capital protection in the event of market crashes.

Performance to 30 September 2017 (net of fees)

	Past Month	Past Quarter	Past Year	Since Inception (p.a.)*
5 Oceans Fund	0.93%	3.59%		9.14%
NZ Official Cash Rate plus 3%	0.38%	1.18%		4.43%
Over/Under Performance	+0.55%	+2.42%		+4.71%

*Fund inception 25th October 2016

Holdings by Asset Class

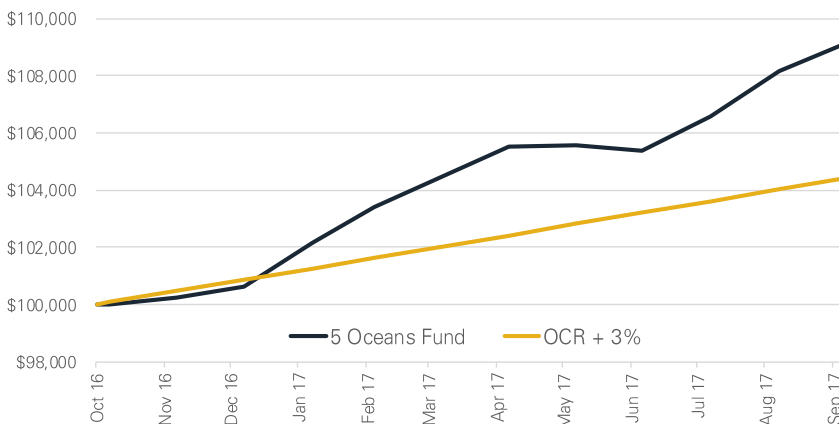


The chart above combines the holdings per asset class including a look-through to holdings of related funds as per the FMA guidelines.

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



Largest Holdings

Acadian Managed Volatility Fund	31.8%
Kapstream Absolute Return Income Fund	24.9%
Castle Point Ranger Fund	20.4%
AMP Capital NZ Short Duration Fund	13.0%
Kohinoor Pacific Fund	4.3%
Cash & Cash equivalents	5.7%

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.