



## Ranger Fund

April 2014

### Fund Strategy

The Ranger Fund is a high conviction portfolio of New Zealand and Australian listed companies. The Fund's objective is to provide equity-like returns over the long run while minimising exposure to extreme sharemarket fluctuations. During periods of market stress, the Fund will seek to preserve capital by holding significant amounts of cash and bonds, shorting individual shares, selling index futures contracts and/or buying index put options. The Fund will not be levered or net short.

### Performance to 31 March 2014 (net of fees)

	Past Month	Since Inception*
Ranger Fund	-0.32%	0.19%
NZ Official Cash Rate plus 5%	0.62%	1.34%
Over/Under Performance	-0.93%	-1.15%

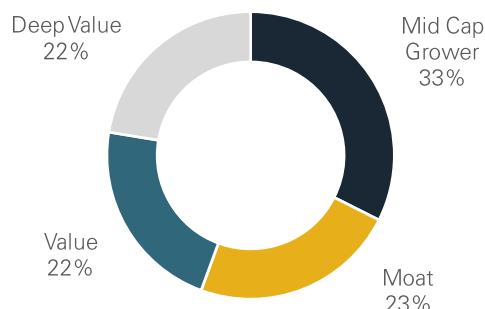
\*Fund inception 24th January 2014

### Performance Commentary

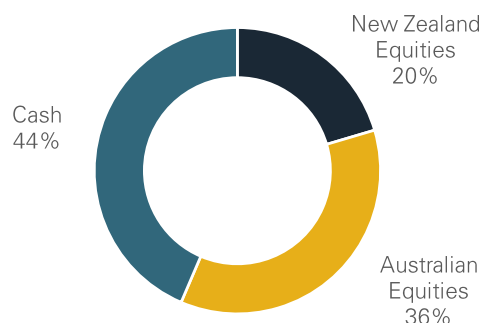
During the month of March the Ranger Fund benefited from positive performance by Trade Me, Emeco, Sky Network Television and Contact Energy. However the Fund had a negative return for the month, largely due to the performance of positions in PaperlinX, Boom Logistics, Wellcom and A2 Corporation.

In March, Swick Mining Services was added to the Fund.

### Equity Holdings by Category



### Holdings by Country



### Largest Holdings

Paperlinx	AUD	7.5%
Wellcom Group	AUD	7.3%
Corporate Travel Management	AUD	6.1%
Trade Me	NZD	5.3%
Emeco Holdings	AUD	5.2%
Contact Energy	NZD	5.0%
Boom Logistics	AUD	4.9%
Sky Network Television	NZD	2.7%
Guinness Peat Group Plc	NZD	2.7%
Indophil Resources	AUD	2.6%
Swick Mining Services	AUD	2.5%
A2 Corp	NZD	2.4%
Tower	NZD	2.2%
Cash & Short Term Notes		43.6%

### Portfolio Characteristics

Dividend Yield	1.5%
Price/Earnings ratio	28x
Price/Free Cash Flow ratio	31x
Price/Book Value ratio	1.01
Return on Equity	-1.0%
Earnings Growth	15.0%
Gearing	32.0%

### Fees

1.05% capped management fee plus a performance fee equal to 15% of any returns above the performance hurdle. The performance hurdle is the New Zealand Official cash rate plus 5%. A perpetual High Water Mark applies to the performance hurdle. No entry or exit fees are currently charged.