



5 Oceans Fund

August 2017

Performance Commentary

The 5 Oceans Fund was up 1.15% in July with positive contributions from all the underlying strategies.

The standout was the Australasian focused Ranger which had a strong July, up 5.04%, while the global Acadian Fund was up around 0.22% (in unhedged terms). This was bolstered by positive returns from the currency hedging which shielded that allocation from a rising New Zealand dollar.

On the bond allocation side very little happened over the month, with AMP and Kapstream both flat.

With volatility generally unchanged Kohinoor was also little changed in July.

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.

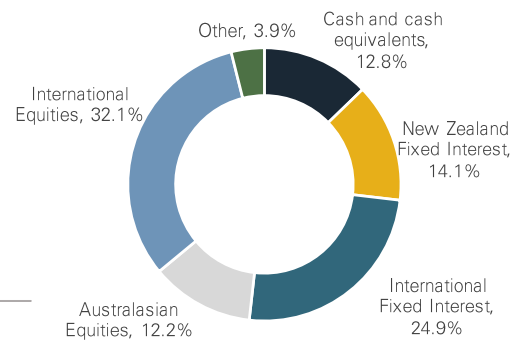
The Fund achieves this by carefully selecting managers that have flexible investment mandates and/or employ risk mitigation strategies. This gives the Fund a dynamic and flexible exposure to growth assets and greater focus on capital protection in the event of market crashes.

Performance to 31 July 2017 (net of fees)

	Past Month	Past Quarter	Past Year	Since Inception (p.a.)*
5 Oceans Fund	1.15%	1.01%		6.57%
NZ Official Cash Rate plus 3%	0.39%	1.18%		3.62%
Over/Under Performance	+0.76%	-0.16%		+2.94%

*Fund inception 25th October 2016

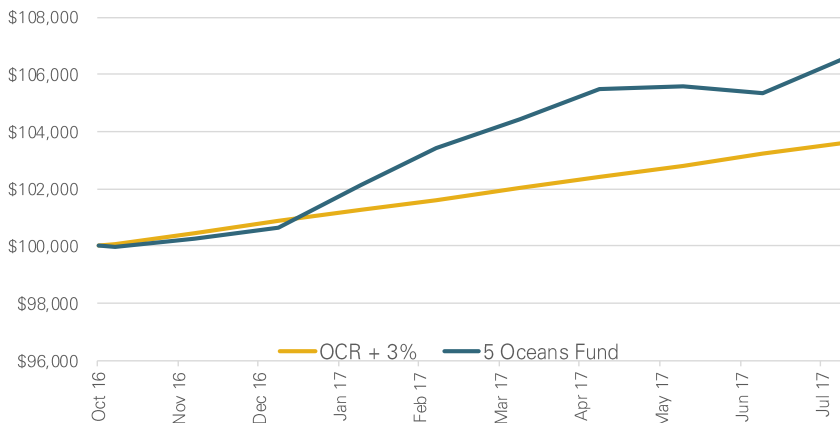
Holdings by Asset Class



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



Largest Holdings

Acadian Managed Volatility Fund	30.9%
Kapstream Absolute Return Income Fund	24.7%
Castle Point Ranger Fund	19.4%
AMP Capital NZ Short Duration Fund	12.3%
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.