



5 Oceans Fund

July 2018

Performance Commentary

The 5 Oceans Fund was up 0.60% in June, with most areas contributing positively.

The Australasian focused Ranger Fund was up 1.6%. The global Acadian Fund was up 3.7% (in unhedged terms) although a large driver of this was weakness in the NZD and the currency hedging in place tempered much of this gain.

The bond managers all delivered positive returns, with NZ focused AMP up 0.31%. We also completed an international manager change during the month, with Kapstream now replaced by T Rowe Price and Daintree. All three managers delivered positive returns for the periods invested.

Volatility was generally low, which led to Kohinoor being down 3.6% 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 June 2018 (net of fees)

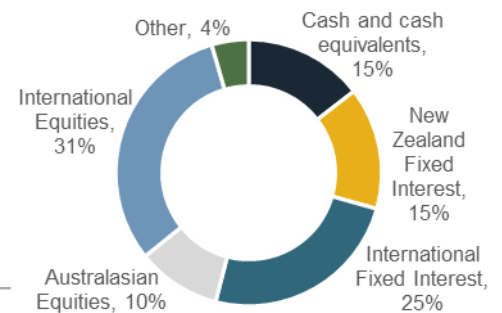
	Past Month	Past Quarter	Past Year	Since Inception (p.a.)*
5 Oceans Fund	0.60%	1.17%	8.39%	8.23%
NZ Official Cash Rate plus 3%	0.38%	1.16%	4.75%	4.76%
Over/Under Performance	+0.22%	+0.01%	+3.64%	+3.47%

*Fund inception 25th October 2016

Key Facts

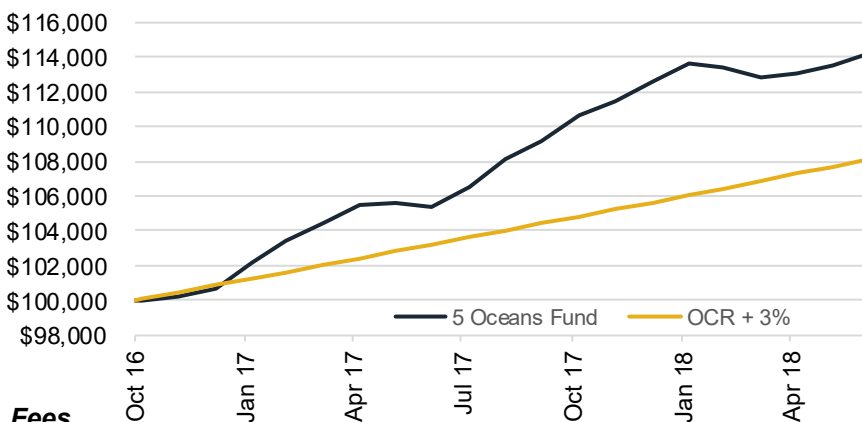
Supervisor	Public Trust	Distribution	0.35c per month
Custodian	Public Trust	Return Target	NZ OCR + 3%
Administrator	MMC limited	Recommended Investment Horizon	Medium term (at least 3 years)
Auditor	Deloitte	Minimum Initial Investment	\$10,000
Liquidity	Daily	Minimum Additional Investment	\$1,000

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.

Growth of \$100,000 after fees



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.

Largest Holdings

Acadian Managed Volatility Fund	31.5%
Castle Point Ranger Fund	18.7%
AMP Capital NZ Short Duration Fund	12.6%
T. Rowe Price Dynamic Global Bond Fund	12.5%
Daintree Core Income Trust	12.1%
Kohinoor Pacific Fund	4.5%
Cash & Cash equivalents	8.3%