



5 Oceans Fund

March 2018

Performance Commentary

The 5 Oceans Fund was down 0.25% in February.

Globally volatility returned to equity markets and government bonds did not provide much comfort, also posting negative returns.

The Australasian focused Ranger Fund delivered another positive month, up 3.3%. The volatility and sell-off in global markets affected the global Acadian Fund which was down 2.3% (in unhedged terms). Equity market volatility did not significantly affect currency markets and the currency hedging in place was not a material contributor over the month. The bond managers both had positive months with AMP up a modest 0.16% and Kapstream up 0.30% (in AUD). Short term volatility spiked significantly intra-month (before retreating again) and this contributed to Kohinoor following a similar pattern, first up then down, finishing the month overall up 0.83% (in AUD).

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 2018 (net of fees)

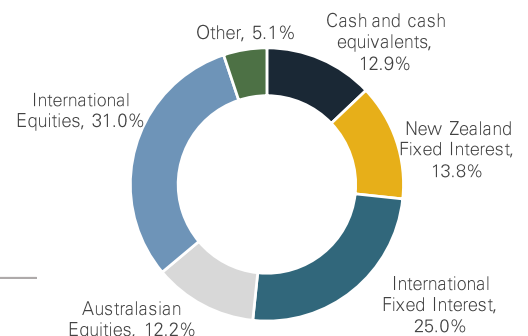
	Past Month	Past Quarter	Past Year	Since Inception (p.a.)*
5 Oceans Fund	-0.25%	1.76%	9.65%	9.79%
NZ Official Cash Rate plus 3%	0.36%	1.15%	4.75%	4.76%
Over/Under Performance	-0.61%	+0.60%	+4.90%	+5.03%

*Fund inception 25th October 2016

Key Facts

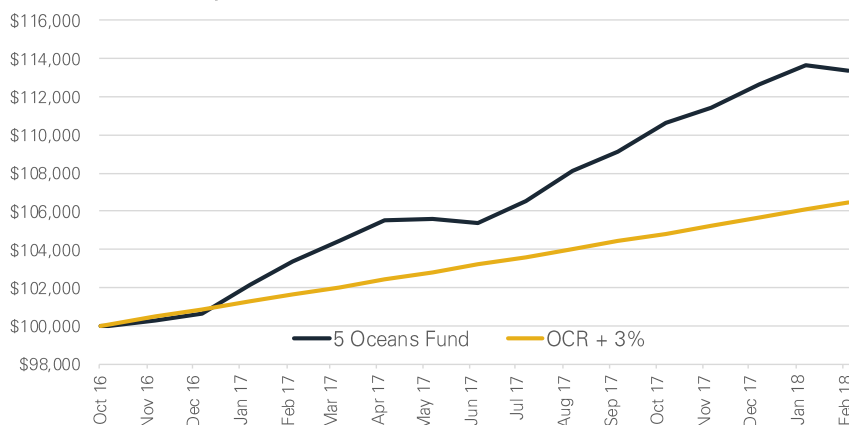
Supervisor	Public Trust	Distribution	0.35c per month
Custodian	Public Trust	Return Target	NZ OCR + 3%
Administrator	MMC limited	Recommended Investment Horizon	Medium term (at least 3 years)
Auditor	Deloitte	Minimum Initial Investment	\$10,000
Liquidity	Daily	Minimum Additional Investment	\$1,000

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	31.0%
Kapstream Absolute Return Income Fund	24.9%
Castle Point Ranger Fund	19.1%
AMP Capital NZ Short Duration Fund	12.4%
Kohinoor Pacific Fund	5.1%
Cash & Cash equivalents	7.5%