



## 5 Oceans Fund

May 2017

### Performance Commentary

The 5 Oceans Fund was up 1.00% in April with another solid month's performance from the underlying strategies.

Locally, the Australasian focused Ranger had a modest month, up 0.40%, while the global Acadian Fund followed on from March, up around 3.7% (in unhedged terms), though the foreign currency hedging in place tempered some of these global gains.

Bond yields fell over April (i.e. prices rose) with the NZ 10 year yield dropping back under 3% for the first time in a while. Our bond managers, being defensively positioned, did not benefit significantly from the yield falls but still produced solid months, with AMP up 0.31% and Kapstream up 0.17% (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.

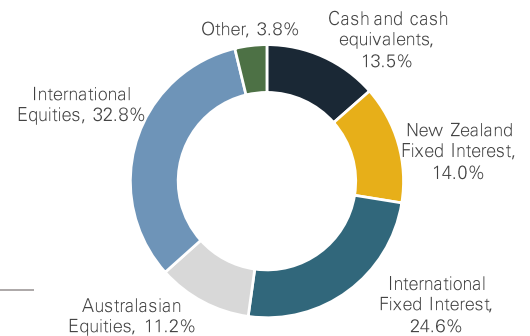
The Fund achieves this by carefully selecting managers that have flexible investment mandates and/or employ risk mitigation strategies. This gives the Fund a dynamic and flexible exposure to growth assets and greater focus on capital protection in the event of market crashes.

### Performance to 30 April 2017 (net of fees)

	Past Month	Past Quarter	Past Year	Since Inception (p.a.)*
5 Oceans Fund	1.00%	3.27%		5.50%
NZ Official Cash Rate plus 3%	0.38%	1.14%		2.42%
Over/Under Performance	+0.62%	+2.14%		+3.08%

\*Fund inception 25th October 2016

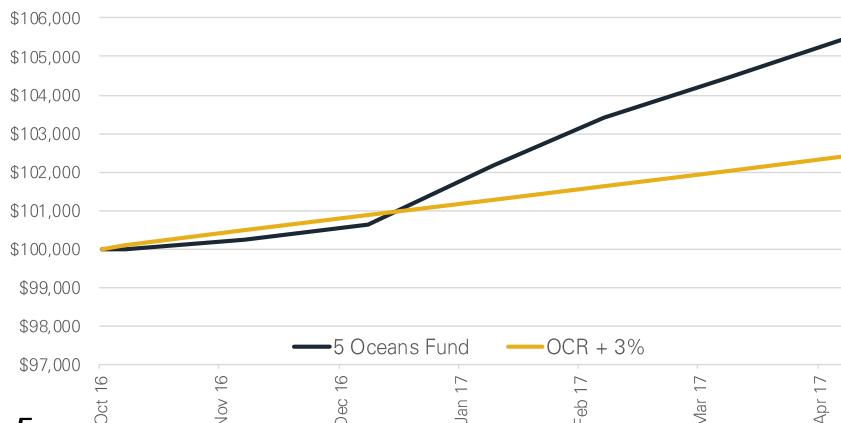
### Holdings by Asset Class



### 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	33.9%
Kapstream Absolute Return Income Fund	25.5%
Castle Point Ranger Fund	19.3%
AMP Capital NZ Short Duration Fund	12.1%
Kohinoor Pacific Fund	3.8%
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.