



## 5 Oceans Fund

November 2018

### Performance Commentary

The 5 Oceans Fund was down 1.66% after a challenging month for its growth allocations.

With volatility levels spiking sharply, the Kohinoor tail risk strategy made a strong contribution, delivering a near 20% positive return for the month, which mitigated a portion of the drawdown that Acadian (-3.78%), Schroders (-5.96%) and Ranger (-5.56%) experienced due to the sharp share market correction. It would be our expectation that if the share market correction escalated into a more serious episode, the Kohinoor contribution would work as even more significant counter balance.

The bond managers fared better and all got similar results. New Zealand focused AMP was up 0.33%, Daintree was up 0.32%, and T. Rowe Price was up 0.36%.

### 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 October 2018 (net of fees)

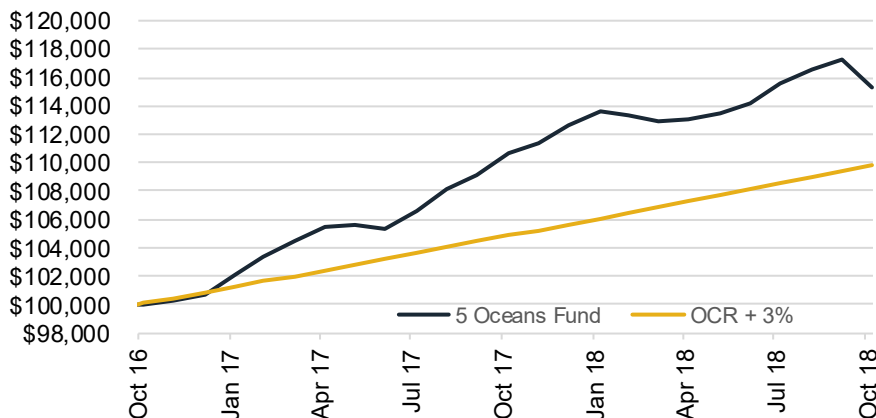
	Past Month	Past Quarter	Past Year	Since Inception (p.a.)*
5 Oceans Fund	-1.66%	-0.24%	4.16%	7.30%
NZ Official Cash Rate plus 3%	0.39%	1.18%	4.75%	4.76%
Over/Under Performance	-2.05%	-1.42%	-0.59%	+2.54%

\*Fund inception 25th October 2016

### Key Facts

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

### Growth of \$100,000 after fees

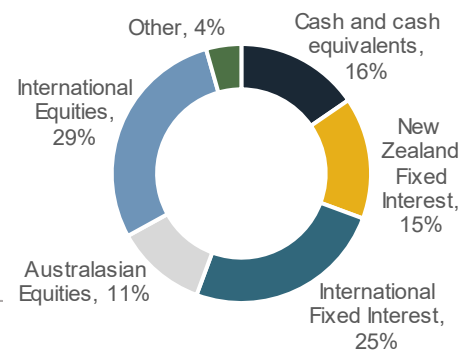


### Fees

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.

Castle Point has taken all reasonable care in the preparation of this Factsheet, however accepts no responsibility for any errors or omissions contained within. Past performance is not necessarily an indication of future performance. Opinions expressed in this Factsheet are our view as at the date of issue and may change.

### 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.

### Largest Holdings

Acadian Managed Volatility (via the Mercer Low Volatility Shares Portfolio)	19.0%
Castle Point Ranger Fund	18.3%
T. Rowe Price Dynamic Global Bond Fund	12.5%
Daintree Core Income Trust	12.3%
AMP Capital NZ Short Duration Fund	10.3%
Schroder Global Recovery Fund	9.6%
Kohinoor Pacific Fund	3.4%
Kohinoor Core Fund	1.0%
Direct NZ Fixed Interest holdings	2.5%
Cash & Cash equivalents	10.9%

