



Ranger Fund

August 2014

Fund Strategy

The Ranger Fund is a high conviction portfolio of New Zealand and Australian listed companies. The Fund's objective is to provide equity-like returns over the long run while minimising exposure to extreme sharemarket fluctuations. During periods of market stress, the Fund will seek to preserve capital by holding significant amounts of cash and bonds, shorting individual shares, selling index futures contracts and/or buying index put options. The Fund will not be levered or net short.

Performance to 31 July 2014 (net of fees)

	Past Month	Past Quarter	Since Inception*
Ranger Fund	2.67%	1.36%	4.22%
NZ Official Cash Rate plus 5%	0.68%	2.00%	4.01%
Over/Under Performance	1.99%	-0.63%	0.21%

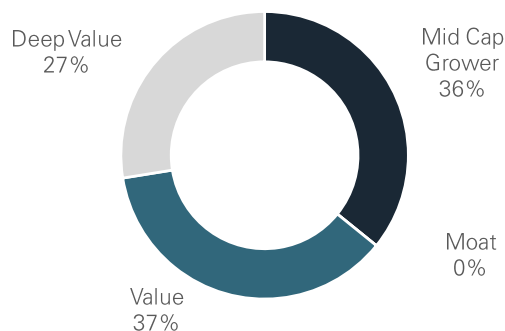
*Fund inception 24th January 2014

Performance Commentary

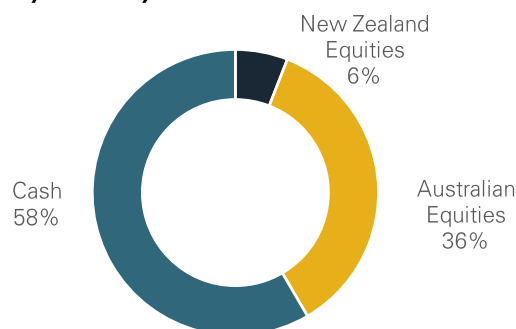
During the month of July the Ranger Fund benefited from positive performance by Australian Vintage, Boom Logistics, Emeco Holdings and Wellcom. The performance of the Fund was hindered by positions in A2 Milk Company and Sky Television.

In July, the Fund exited positions in Port of Tauranga, Genesis Energy, Contact Energy, Trade Me and Sky Television.

Equity Holdings by Category



Holdings by Country



Largest Holdings

Wellcom Group	AUD	8.0%
Boom Logistics	AUD	5.8%
Emeco Holdings	AUD	5.7%
Tower	NZD	5.0%
Swick Mining Services	AUD	5.0%
Paperlinx	AUD	3.9%
Paperlinx SPS Trust	AUD	3.7%
Australian Vintage	AUD	2.6%
Corporate Travel Management	AUD	1.0%
A2 Milk Company	NZD	0.9%
Cash & Short Term Notes		58.4%

Portfolio Characteristics

Dividend Yield	3.2%
Price/Earnings ratio	76.6x
Price/Free Cash Flow ratio	72.0x
Price/Book Value ratio	1.02
Return on Equity	0.4%
Earnings Growth	84.8%
Gearing	28.9%

Fees

1.05% capped management fee plus a performance fee equal to 15% of any returns above the performance hurdle. The performance hurdle is the New Zealand Official cash rate plus 5%. A perpetual High Water Mark applies to the performance hurdle. No entry or exit fees are currently charged.

