



Ranger Fund

February 2016

Performance Commentary

The Ranger Fund was down 3.61% over the highly volatile month of January.

None of the companies held by the Fund released any news of note, either positive or negative. However the backdrop of roiling global share markets appears to be the reason behind some of them being marked down during the month.

Looking forward, there will be some actual news to digest as we enter reporting season. Given the low expectations for some of our value positions we see clear potential for positives surprises in February.

Performance to 31 January 2016 (net of fees)

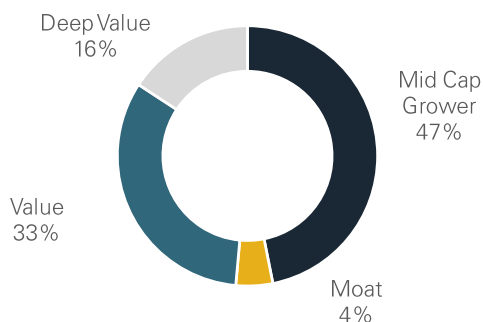
	Past Month	Past Quarter	Past Year	Since Inception (p.a.)*
Ranger Fund	-3.61%	-4.19%	-0.74%	2.94%
NZ Official Cash Rate plus 5%	0.62%	1.87%	8.07%	7.88%
Over/Under Performance	-4.23%	-6.05%	-8.81%	-4.94%

*Fund inception 24th January 2014

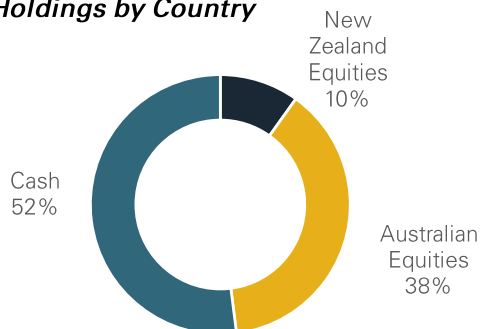
Fund Strategy

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 share market 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 never be leveraged or net short.

Equity Holdings by Category



Holdings by Country



Largest Holdings

Wellcom Group	AUD	7.5%
Australian Vintage	AUD	5.1%
Vista Group International	NZD	4.9%
Corporate Travel Management	AUD	4.9%
Swick Mining Services	AUD	4.8%
Slater & Gordon	AUD	4.6%
Boom Logistics	AUD	4.5%
MacMahon Holdings	AUD	3.1%
Touchcorp	AUD	2.4%
TrustPower	NZD	2.2%
Other Australasian Listed Holdings		3.9%
Cash & Term Notes		52.0%

Portfolio Characteristics

Dividend Yield	3.4%
Price/Earnings ratio	9.2x
Price/Free Cash Flow ratio	5.4x
Price/Book Value ratio	0.4x
Return on Equity	4.3%
Earnings Growth	22.7%
Gearing	18.1%

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.

