



Ranger Fund

January 2016

Performance Commentary

The Ranger Fund returned 3.4% for the month of December.

Swick Mining Services and Boom Logistics both contributed strongly to the performance of the Fund, up 21% and 11% respectively. During the month both companies gave market updates that signalled, despite the tough operating environment, 2016 would see definite improvement. Although it would be difficult to cast either update as excessively bullish, they did strongly underline that these companies are stand out value opportunities. We believe they can enjoy continued share price strength through 2016, regardless of broader market moves.

The other noteworthy news for Ranger was Corporate Travel Management's latest acquisition in the United States. Montrose Travel in California increases its geographic footprint in the US and brings its gross annual transactions there to over A\$1bn. It is a great example of the opportunity that Corporate Travel Management has in the business travel market to grow through bolt on acquisitions combined with strong organic growth.

Performance to 31 December 2015 (net of fees)

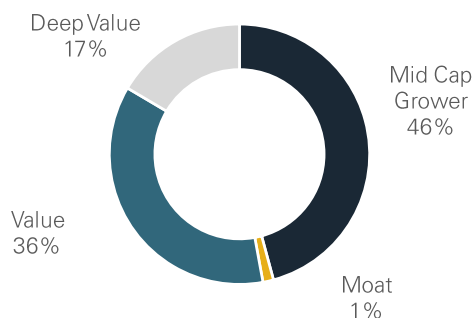
	Past Month	Past Quarter	Past Year	Since Inception (p.a.)*
Ranger Fund	3.43%	4.33%	2.22%	4.98%
NZ Official Cash Rate plus 5%	0.62%	1.89%	8.16%	7.89%
Over/Under Performance	+2.80%	+2.44%	-5.94%	-2.92%

*Fund inception 24th January 2014

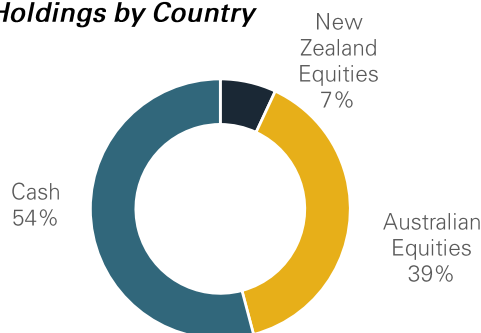
Fund Strategy

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	6.5%
Swick Mining Services	AUD	5.7%
Corporate Travel Management	AUD	5.7%
Australian Vintage	AUD	4.9%
Slater & Gordon	AUD	4.8%
Boom Logistics	AUD	4.4%
Vista Group International	NZD	4.4%
MacMahon Holdings	AUD	3.1%
Touchcorp	AUD	2.5%
Scott Technology	NZD	2.0%
Other Australasian Listed Holdings		1.8%
Cash & Term Notes		54.1%

Portfolio Characteristics

Dividend Yield	3.3%
Price/Earnings ratio	11.1x
Price/Free Cash Flow ratio	5.7x
Price/Book Value ratio	0.4x
Return on Equity	3.8%
Earnings Growth	24.0%
Gearing	17.5%

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.

