Trans Tasman Portfolio

Performance Commentary

The Portfolio returned 1.52% for January, while the S&P/NZX50 was up 0.53%.

Markets were generally quiet and news flow was limited. Afterpay Touch was the strongest contributor after providing a positive update for December quarter sales. A2 Milk and Kogan also contributed to performance after giving positive announcements. Boom Logistics was the largest detractor.

Portfolio Strategy

The Castle Point Trans-Tasman Portfolio invests in New Zealand and Australian Listed Companies and is benchmarked to the S&P/NZX 50 Index. The objective of the Portfolio is to outperform the benchmark over rolling three year periods. With its high active share the Portfolio targets a tracking error of between 4-5% and will typically have less than 5% in cash at any time.

Performance to 31 January 2018 (Gross of fees & incl IC's)

<table>
<thead>
<tr>
<th>Past Month</th>
<th>Past Quarter</th>
<th>Past Year</th>
<th>Past 3 Years (p.a.)</th>
<th>Since Inception (p.a.)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Trans-Tasman Portfolio</td>
<td>1.52%</td>
<td>7.01%</td>
<td>31.00%</td>
<td>19.90%</td>
</tr>
<tr>
<td>S&amp;P/NZX50 Index including IC's</td>
<td>0.53%</td>
<td>3.75%</td>
<td>21.26%</td>
<td>15.13%</td>
</tr>
<tr>
<td>Out/Under Performance</td>
<td>+0.99%</td>
<td>+3.26%</td>
<td>+9.74%</td>
<td>+4.77%</td>
</tr>
</tbody>
</table>

*Portfolio inception 17th January 2014

Growth of $100,000 (gross fees & incl ICs)

![Graph showing growth of $100,000](image)

Largest Overweight Positions

- Kogan.com: AUD 3.1%
- Vista Group: NZD 3.0%
- Michael Hill International: NZD 2.9%
- Boom Logistics: AUD 2.6%
- Afterpay Touch Group: AUD 2.5%
- MacMahon Holdings: AUD 2.4%
- A2 Milk Company: NZD 2.2%
- IVE Group: AUD 2.1%
- Wellcom Group: AUD 2.0%
- Redbubble: AUD 1.9%

Largest Underweight Positions

- Air New Zealand: NZD -1.8%
- Ebos Group: NZD -1.7%
- Fletcher Building: NZD -1.4%
- Ryman Healthcare: NZD -1.4%
- Auckland International Airport: NZD -1.4%
- Fisher & Paykel Healthcare: NZD -1.4%
- Spark New Zealand: NZD -1.3%
- Sky City Entertainment Group: NZD -1.3%
- Z Energy: NZD -1.3%
- Kiwi Property Group: NZD -1.3%

Fees

The Trans-Tasman Portfolio is currently being run as an individually managed account with fees as agreed with each client.

Level 4, General Buildings, 2933 Shortland St
PO Box 105889, Auckland 1143, New Zealand
P: +64 9 300 6060
E: info@castLEEPointfunds.com
W: castLEEPointfunds.com