

## Fund Description

The QuayStreet International Equity Fund invests in a diversified portfolio of shares selected from global markets. The investment objective is to provide investors with a long run level of return consistent with international share markets as well as diversification away from New Zealand dollar denominated investments. Investment returns will vary substantially from year to year and may be negative.

## Monthly Update

Most major share markets had positive returns for August in local currency terms. However the continuing strength in the NZD resulted in the MSCI World Index falling by 0.5% when translated to NZD.

Significant news affecting markets over August included signalling by the US Federal Reserve that an interest rate rise before the end of the year had become probable which was something the markets were not expecting. This had an immediate effect of lifting the USD against most currencies and weakening many commodities. In Europe economic data was mixed, the surprise so far is how well the UK economy is holding post the BREXIT vote. The latest consumer confidence surveys showed a huge positive rebound in August after the initial July slump.

The Fund returned -0.6% for the month versus its benchmark which returned -0.5%. The slight underweight in Europe and Japanese sharemarkets detracted from performance along with the gold investment exposure. The Fund continues to maintain a defensive bias with its unhedged US dollar exposure, an investment in gold and put options which provide downside protection over a portion of the Funds major country investments.

## Monthly Return before fees and tax\*

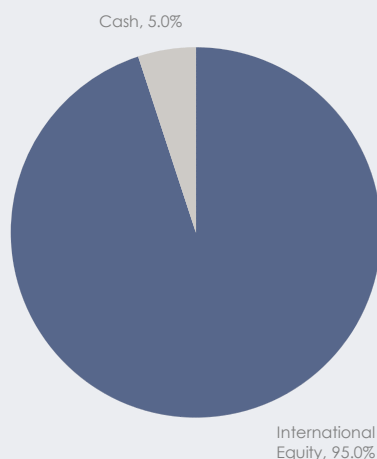
International Equity Fund	-0.62%
MSCI World Net Index (NZD)	-0.51%

\*Longer term returns on page 2.

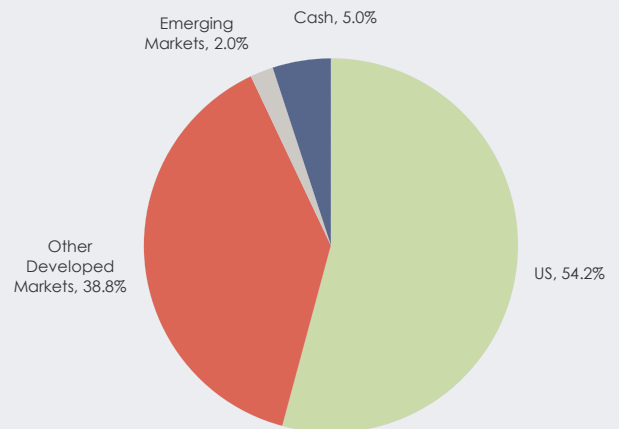
## International Equity Fund Facts

Launch Date	31-Oct-09
Management Fee	1.25%
Unit Price (31 Aug 16)	\$1.5725
Fund NAV (31 Aug 16)	\$154,570,326
<b>Investment Ranges</b>	
Australasian Equity	0-50%
International Equity	0-100%
Cash	0-80%
<b>Benchmark</b>	
MSCI World Net Index (NZD)	100%
<b>Top 5 Holdings</b>	
Ishares Core S&P 500 ETF	46.01%
MSCI EAFE incl Canada TRS	35.89%
SPDR Gold Shares Fund	4.12%
Ishares MSCI INDIA ETF	1.98%
Google Inc-CI A	0.74%

## Asset Class Allocation



## Regional Allocation



## International Equity Fund Performance as at 31-Aug-2016

Returns before fees and tax	1 Month	3 Months	6 Months	1 Year	3 Years*	5 Years*	Inception*
International Equity Fund <sup>1</sup>	-0.62%	-3.58%	1.43%	-6.64%	8.75%	10.78%	8.41%
Benchmark Return <sup>2</sup>	-0.51%	-3.82%	2.25%	-6.88%	8.36%	10.90%	7.93%
<b>Returns after fees and tax<sup>3</sup></b>							
Highest PIR tax rate (currently 28%)	-0.77%	-3.56%	0.60%	-6.74%	6.69%	8.64%	6.31%
Medium PIR tax rate (currently 17.5%)	-0.75%	-3.68%	0.69%	-7.12%	7.06%	9.03%	6.67%
Low PIR tax rate (currently 10.5%)	-0.75%	-3.77%	0.71%	-7.43%	7.27%	9.26%	6.88%
Zero PIR tax rate	-0.73%	-3.89%	0.78%	-7.82%	7.62%	9.63%	7.24%

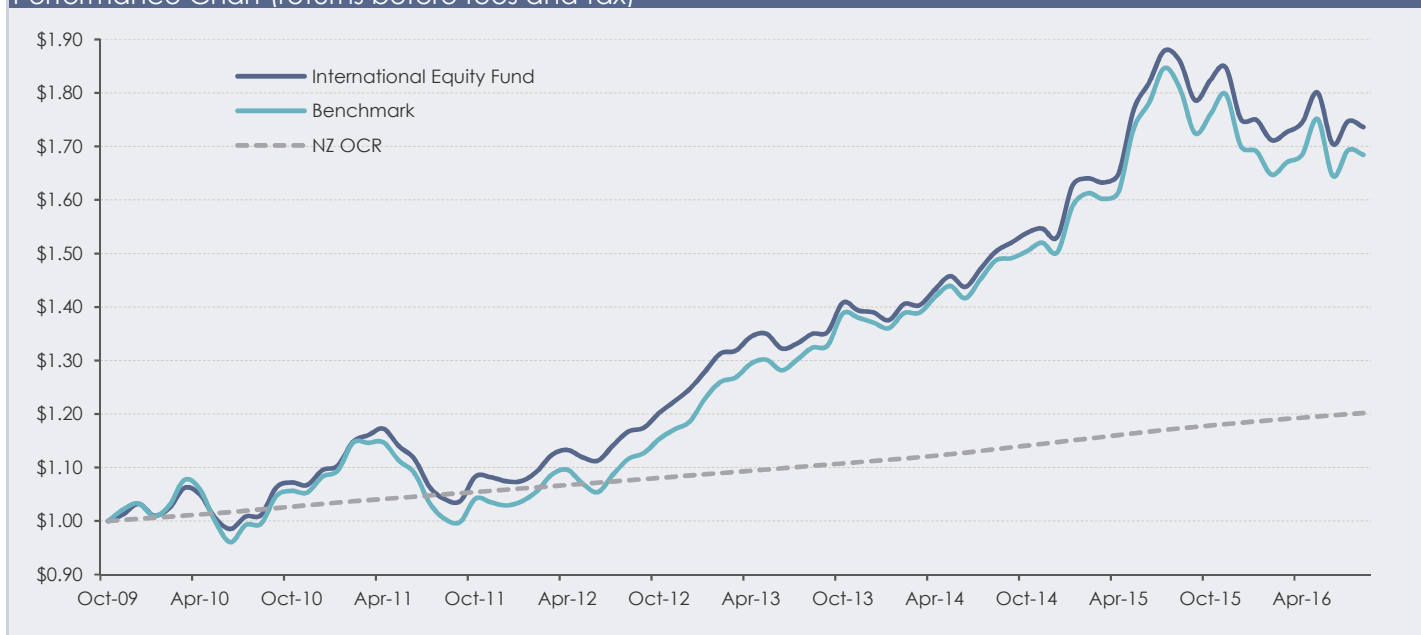
1. Includes imputation credits where applicable

2. Historic performance based on the benchmark that was effective at the time (currently the MSCI World Net Index in NZD)

3. Includes all fees and tax deducted at the Fund level but not advisory or any other third party expenses

\* Return calculations are annualised

## Performance Chart (returns before fees and tax)



QuayStreet Asset Management Limited (QSAM) is the Manager and Issuer of the QuayStreet Funds. A Product Disclosure Statement (PDS) is available by contacting our Client Services team on 0800 782 900 or visit [www.quaystreet.com](http://www.quaystreet.com). Disclosure statements are available on request and free of charge.

This information is intended to provide a general overview of the fund and whilst the information is believed to be accurate and complete at the time of issue no guarantee or warranty is given nor responsibility accepted in this respect. Asset allocations can be changed from time to time and may be different because of factors such as market conditions and our ability to buy or sell assets at that time. Investments are subject to risks, the values can go down as well as up and investors may not get back the full amount invested.

Past performance is not a reliable guide to future performance. Returns or performance are not guaranteed by QSAM, Craigs Investment Partners Limited, The New Zealand Guardian Trust Company Limited, any related companies or any other person. This information is not a substitute for professional advice and does not take into account the investment objectives, financial situation or particular needs of any particular person. We recommend you read the PDS and seek professional assistance from an Authorised Financial Adviser.

The funds or securities referred to herein are not sponsored, endorsed, or promoted by MSCI, and MSCI bears no liability with respect to any such funds or securities. Please refer to [www.msci.com/legal](http://www.msci.com/legal) for further details.

This report refers to indices that are products of S&P Dow Jones Indices LLC and are licenced for use by QuayStreet Asset Management. A full disclaimer for the use of these products can be found at [www.quaystreet.com/Terms-and-Conditions.aspx](http://www.quaystreet.com/Terms-and-Conditions.aspx)