

QUAYSTREET NEW ZEALAND EQUITY FUND

Update as at 30 Nov 2016

FundSource Awards 2016 – New Zealand Equity Sector – Winner

Fund Description

The QuayStreet New Zealand Equity Fund invests in a diversified portfolio of New Zealand shares. The investment objective is to provide investors with a level of return consistent with the New Zealand sharemarket over the long term. Investment returns will vary substantially from year to year and may be negative.

Monthly Update

The main event this month was the surprise victory of Donald Trump in the US election. Equity markets were volatile and sold off sharply as the result became apparent, but recovered over the next few days. While it is too early to know exactly what changes we can expect from the US, there is an expectation of expansionary fiscal policy and more protectionist trade policy. This has seen long term bond yields rise sharply across the globe resulting in negative returns for bond markets and also interest rate sensitive equity securities.

The Fund was down by 1.0% over the month and slightly underperformed its benchmark. One of the main reasons for this was the contribution from A2 Milk to the benchmark, which is not in the Fund. A2 rose by 32.3% following a very positive trading update at the AGM. The Fund also did not have holdings in Chorus and Air New Zealand which both performed strongly. Of the securities held in the Fund the strongest positive contributions were from Mainfreight and Freightways while the largest negative contributions were from EBOS Group, Michael Hill International and Tegel Group. The only significant change this month was to increase the weighting in Auckland Airport following a significant decline in the share price.

Monthly Return before fees and tax*

New Zealand Equity Fund	-1.03%
S&P/NZX 50 Index	-0.92%

*Longer term returns on page 2.

New Zealand Equity Fund Facts

Launch Date	30-Nov-10
Management Fee	1.25%
Unit Price (30 Nov 16)	\$2.0680
Fund NAV (30 Nov 16)	\$47,617,794

Investment Ranges

NZ Equity	70-100%
Cash	0-30%

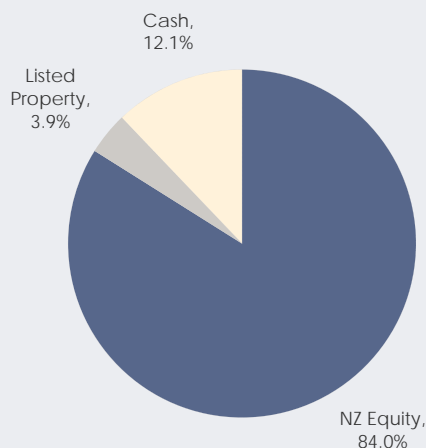
Benchmark

S&P/NZX 50 Index	100%
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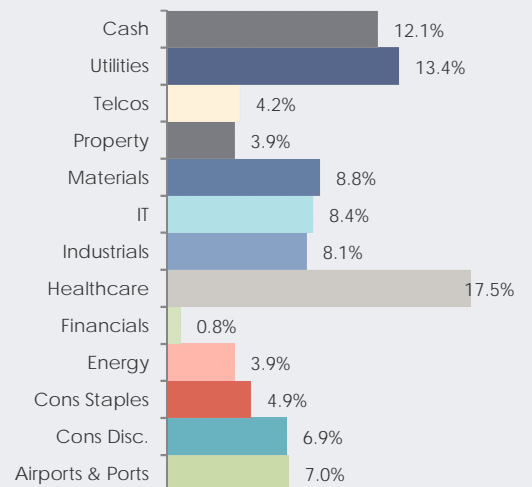
Top 5 Holdings

	Weight
Fletcher Building	8.84%
Auckland International Airport	7.03%
Contact Energy	6.21%
Fisher & Paykel Healthcare	6.02%
Mainfreight	5.52%

Asset Class Allocation



Sector Allocation



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New Zealand Equity Fund Performance as at 30-Nov-2016

Returns before fees and tax	1 Month	3 Months	6 Months	1 Year	3 Years*	5 Years*	Inception*
New Zealand Equity Fund ¹	-1.03%	-5.25%	-0.84%	16.66%	15.59%	17.71%	15.76%
Benchmark Return ²	-0.92%	-6.78%	-2.02%	13.06%	12.76%	15.65%	12.94%
Returns after fees and tax³							
Highest PIR tax rate (currently 28%)	-1.13%	-5.93%	-1.88%	14.22%	12.83%	14.91%	13.02%
Medium PIR tax rate (currently 17.5%)	-1.13%	-5.79%	-1.73%	14.58%	13.31%	15.40%	13.49%
Low PIR tax rate (currently 10.5%)	-1.13%	-5.70%	-1.62%	14.83%	13.65%	15.73%	13.82%
Zero PIR tax rate	-1.13%	-5.55%	-1.46%	15.17%	14.12%	16.22%	14.30%

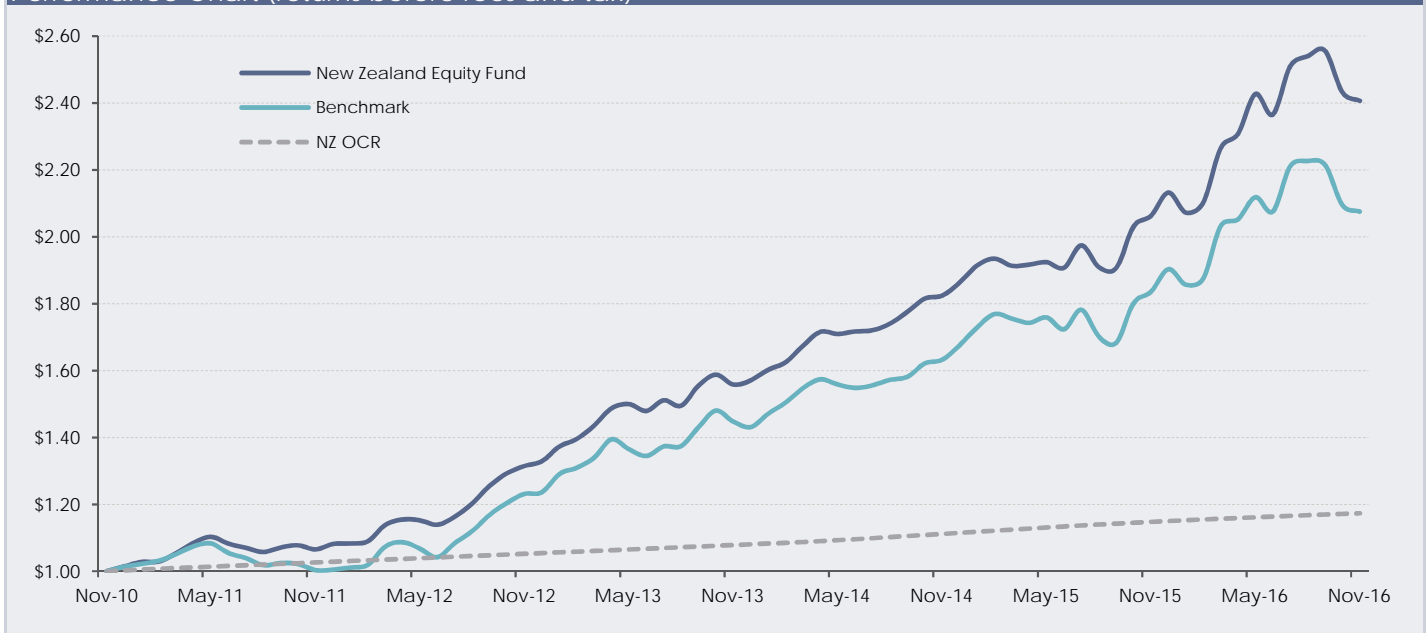
1. Includes imputation credits where applicable

2. Historic performance based on the benchmark that was effective at the time (currently the S&P/NZX 50 Index)

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 (OSAM) 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. 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 OSAM, 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.

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