

# QUAYSTREET ALTUM FUND

Update as at 28 Feb 2017

## Fund Description

The QuayStreet Altum Fund invests in a concentrated portfolio of shares, predominantly listed in New Zealand and Australia. The investment objective is to provide investors with a high level of return over the long term regardless of sharemarket returns. Investment returns will vary substantially from year to year and may be negative.

## Monthly Update

The Trump rally continued to maintain its course as global share markets posted another strong positive month. Relative to international peers the Australian and New Zealand share markets did not perform as strongly, however both the S&P/NZX 50 and S&P/ASX 200 still made reasonable returns of 1.7% and 2.2% (local currency) respectively. Market activity was largely driven by the February financial reporting season.

The Altum Fund was up for the month with a return of 1.6%, outperforming the benchmark. The biggest positive contributors to the return were Mayne Pharma (20.3%) and NextDC (23.8%) while the largest negative was Fletcher Building (-8.0%). This disappointing result from Fletcher Building was mainly due to a significant one off loss on a major construction project.

During the month we exited our small position in Brambles post its disappointing 1H17 result announcement. The company has recently experienced challenges with its North American pallets business and this seems to have deteriorated further. We own put options on the S&P 500 index for downside protection and will continue to use options as part of the Fund's investment strategy.

## Monthly Return before fees and tax\*

Altum Fund	1.61%
NZ OCR + 6%	0.57%

\*Longer term returns on page 2.

## Altum Fund Facts

Launch Date	22-Sep-14
Management Fee	1.25%*
Unit Price (28 Feb 17)	\$1.2182
Fund NAV (28 Feb 17)	\$34,498,329

## Investment Ranges

Australasian Equity	0-100%
Cash	0-100%

## Benchmark

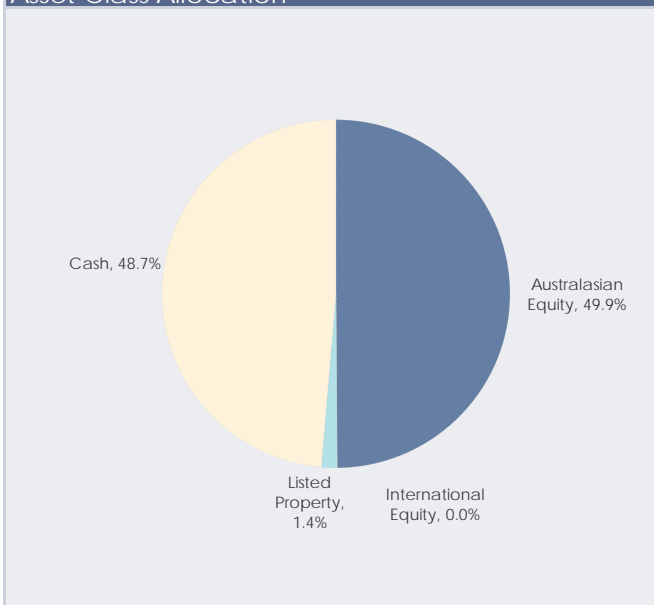
NZ OCR + 6%	100%
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## Top 5 Holdings

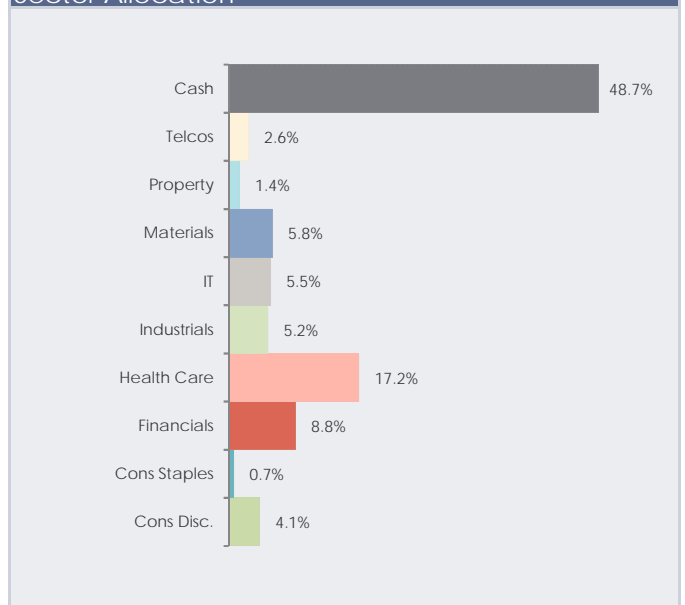
	Weight
CSL	6.30%
Fisher & Paykel Healthcare	5.28%
Mayne Pharma Group	4.64%
Eclix	4.09%
oOH Media Group	4.08%

\* A performance fee of 15% of the excess return (before tax) above the benchmark is payable to the manager of the Fund. A high water mark applies. Please refer to the QuayStreet Product Disclosure Statement (PDS), under the section titled "What are the fees?" for further explanation.

## Asset Class Allocation



## Sector Allocation



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## Altum Fund Performance as at 28-Feb-2017

Returns before fees and tax	1 Month	3 Months	6 Months	1 Year	3 Years*	5 Years*	Inception
Altum Fund <sup>1</sup>	1.61%	-0.12%	-4.37%	10.28%	8.32%		10.43%
Benchmark Return <sup>2</sup>	0.57%	1.86%	3.83%	8.06%	6.94%		8.69%
<b>Returns after fees and tax<sup>3</sup></b>							
Highest PIR tax rate (currently 28%)	1.46%	-0.57%	-4.58%	8.09%	6.68%		8.36%
Medium PIR tax rate (currently 17.5%)	1.48%	-0.52%	-4.45%	8.16%	6.78%		8.49%
Low PIR tax rate (currently 10.5%)	1.49%	-0.49%	-4.37%	8.18%	6.83%		8.55%
Zero PIR tax rate	1.51%	-0.43%	-4.23%	8.24%	6.92%		8.67%

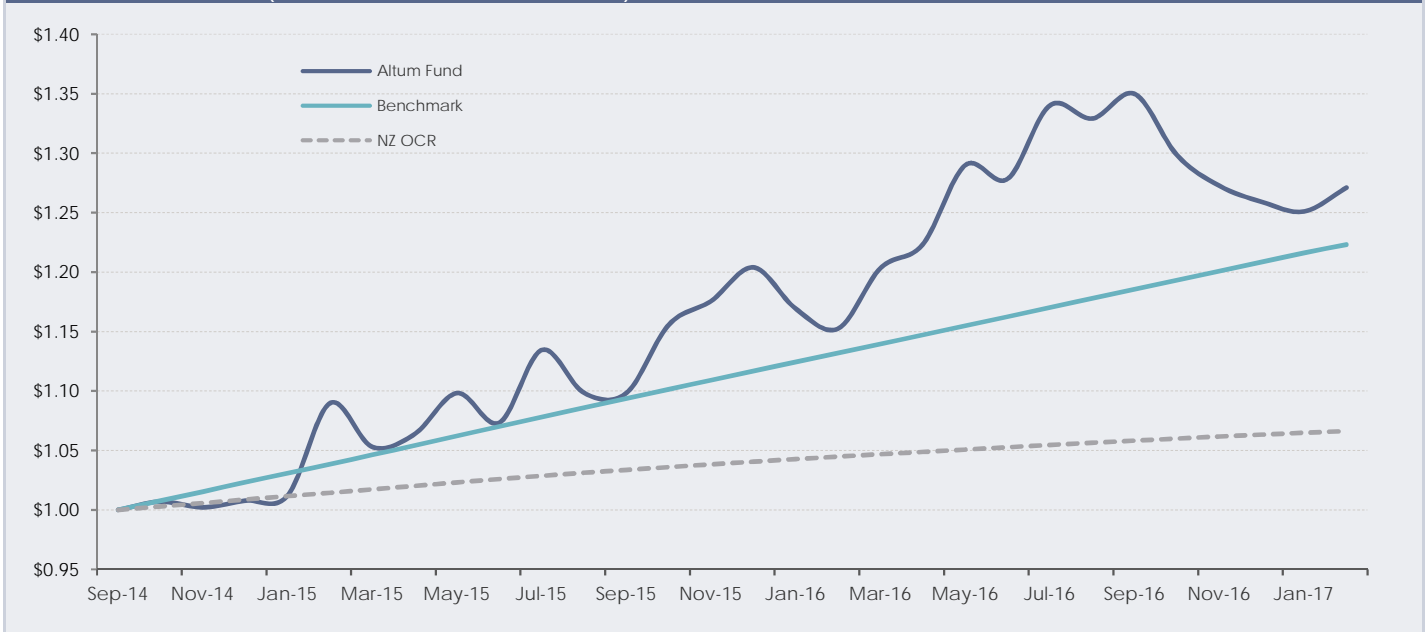
1. Includes imputation credits where applicable

2. Historic performance based on the benchmark that was effective at the time (currently NZ OCR + 6%)

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.

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