

# QUAYSTREET NEW ZEALAND EQUITY FUND

Update as at 31 Jan 2017

**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 newly elected US President, Donald Trump, has wasted no time getting to work on his policies. In his first week in office, among a flurry of executive orders, he withdrew the US from the Trans-Pacific Partnership (TPP) deal and said he would look to renegotiate trade deals with individual countries including New Zealand. Locally, the S&P/NZX 50 ended January in positive territory after four consecutive months of negative returns. In other news, the December quarter New Zealand CPI was 1.3% year on year vs 0.4% in September. We will be watching with interest if inflation continues to increase.

The Fund returned 2.1% for the month underperforming its benchmark which returned 2.5%. The worst contributors to relative performance were the overweight positions in Gentrack Group which was slightly down and an underweight position in Port of Tauranga (POT) which surged 8.8% on light volume and no news. The best relative performer was the underweight in Skycity Entertainment Group which returned -3.8%.

During the month we added positions in ANZ Banking Group and Westpac Banking Corp based on a more positive outlook for the banking sector. We also reduced the overall weighting in utilities by selling Contact Energy and Genesis Energy in favour of Tilt Renewables.

## Monthly Return before fees and tax\*

New Zealand Equity Fund	2.13%
S&P/NZX 50 Index	2.46%

\*Longer term returns on page 2.

## New Zealand Equity Fund Facts

Launch Date	30-Nov-10
Management Fee	1.25%
Unit Price (31 Jan 17)	\$2.0934
Fund NAV (31 Jan 17)	\$48,736,619

## Investment Ranges

NZ Equity	70-100%
Cash	0-30%

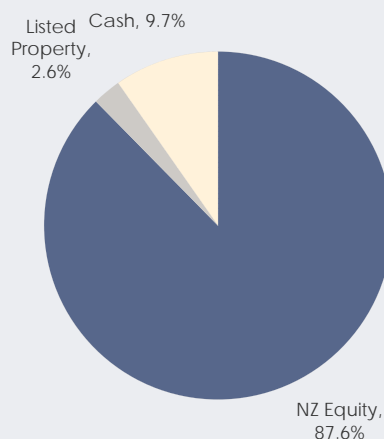
## Benchmark

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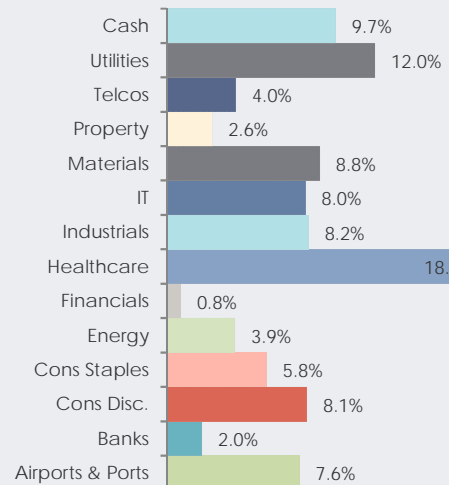
## Top 5 Holdings

	Weight
Fletcher Building	8.82%
Fisher & Paykel Healthcare	8.03%
Auckland International Airport	7.63%
Contact Energy	5.60%
Mainfreight	5.59%

## Asset Class Allocation



## Sector Allocation



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Update as at 31 Jan 2017

## New Zealand Equity Fund Performance as at 31-Jan-2017

Returns before fees and tax	1 Month	3 Months	6 Months	1 Year	3 Years*	5 Years*	Inception*
New Zealand Equity Fund <sup>1</sup>	2.13%	0.48%	-2.66%	17.90%	15.10%	17.67%	15.59%
Benchmark Return <sup>2</sup>	2.46%	1.29%	-4.05%	14.27%	12.99%	15.98%	12.97%
<b>Returns after fees and tax<sup>3</sup></b>							
Highest PIR tax rate (currently 28%)	2.03%	0.11%	-3.71%	15.44%	12.34%	14.86%	12.87%
Medium PIR tax rate (currently 17.5%)	2.02%	0.13%	-3.56%	15.79%	12.82%	15.35%	13.34%
Low PIR tax rate (currently 10.5%)	2.02%	0.14%	-3.45%	16.05%	13.15%	15.69%	13.66%
Zero PIR tax rate	2.01%	0.16%	-3.29%	16.40%	13.63%	16.18%	14.12%

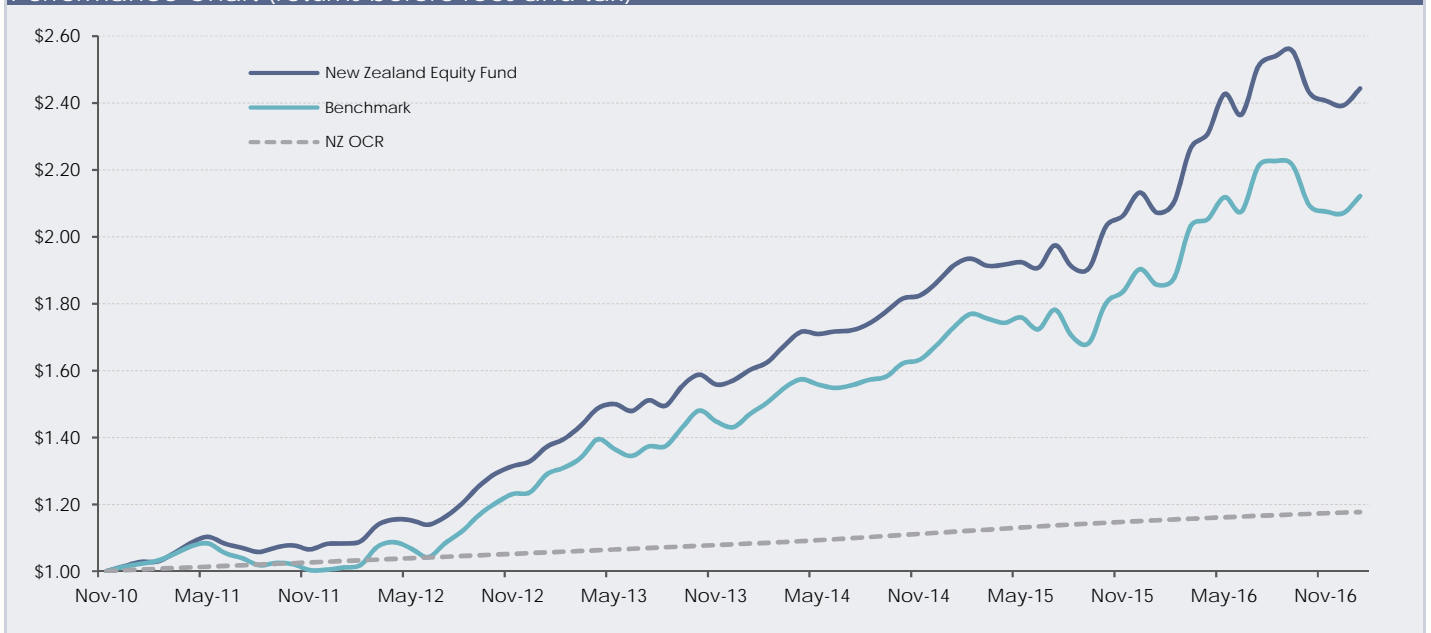
1. Includes imputation credits where applicable

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 (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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