

NIKKO AM WHOLESALE CONSERVATIVE FUND

Monthly Fact Sheet

Why Nikko Asset Management NZ?

As a dedicated global investment manager Nikko AM NZ pairs local knowledge and experience with significant global resources. The Nikko group manages over US\$200 billion globally, including around NZ\$5 billion in New Zealand.

Fund overview

The fund has a diversified portfolio which aims to preserve capital and achieve an investment return above bank deposit rates

Benchmark

Weighted composite of the benchmarks for the underlying sector funds. See overleaf.

Performance objective

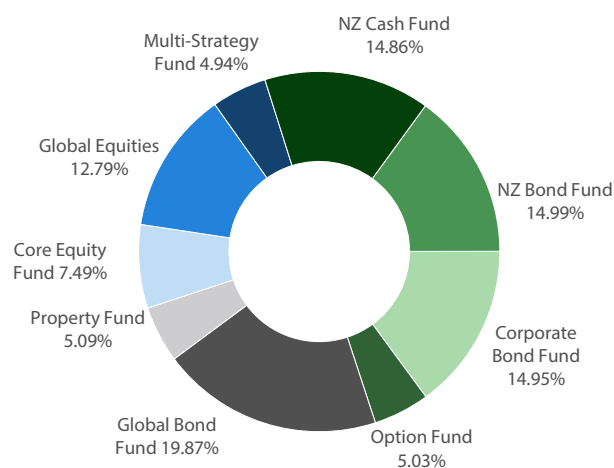
The aim is to outperform the benchmark return by 1.0% per annum before fees, expenses and taxes over a rolling three year period.

Risk indicator



Based on the standard deviation of gross returns over a rolling 5 years to the last calendar quarter

Asset allocation



Portfolio management

George Carter is Managing Director of Nikko AM New Zealand, he joined in 2015. He has over 15 years of experience in the financial services industry and was previously Head of Distribution and a Director at AMP Capital.



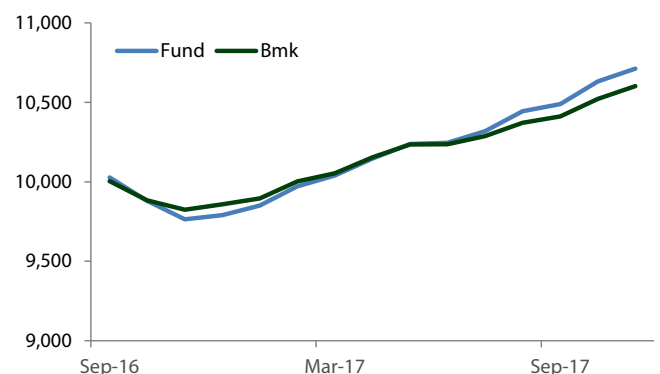
George is Chair of the Investment Committee, responsible for the strategic asset allocation of the Nikko AM NZ diversified funds.

Performance returns

	Gross ¹	Benchmark
1 month	0.77%	0.76%
3 months	2.58%	2.23%
1 year	9.72%	7.92%

1. Gross Returns are before tax and before the deduction of fees

Since inception cumulative performance (gross)¹



Sector performance (NZD gross returns)

	1 month		3 months		1 year		3 years p.a.		5 years p.a.	
	Fund	B'mark	Fund	B'mark	Fund	B'mark	Fund	B'mark	Fund	B'mark
NZ Cash Fund	0.25%	0.16%	0.75%	0.49%	3.07%	2.00%				
NZ Bond Fund	0.78%	0.80%	1.55%	1.33%	5.94%	4.41%				
Corporate Bond Fund	0.65%	0.80%	1.62%	1.33%	6.59%	4.41%				
Option Fund	1.33%	0.49%	2.35%	1.50%	12.66%	6.15%				
Global Bond Fund	0.21%	0.22%	0.47%	0.31%	4.09%	4.15%				
Core Equity Fund	0.27%	0.56%	7.38%	5.25%	27.56%	20.22%				
Property Fund	4.47%	3.64%	5.05%	4.04%	9.88%	9.19%				
Global Equity Funds	1.44%	1.40%	7.74%	6.93%	26.52%	22.32%				
Multi-Strategy Fund	-0.23%	0.37%	0.23%	1.12%	4.96%	4.57%				

Indices used:

NZ Cash - Bloomberg NZBond Bank Bill Index

NZ Bond Fund - Bloomberg NZ Bond Govt 0+ Yr Index

Option Fund - Bloomberg NZBond Bank Bill Index+ 4.0% p.a.

Core Equity Fund - S&P/NZX 50 Index Gross with Imputation Credits

Property Fund - S&P/NZX All Real Estate (Industry Group) Gross Index with Imputation Credits

Global Bond Fund - Bloomberg Barclays Global Aggregate Index (100% hedged into NZD)

Global Equities - MSCI ACWI, with net dividends reinvested unhedged in NZD and MSCI ACWI, with net dividends reinvested 139% hedged to NZD

Key fund facts

Strategy launch date

August 2016

Strategy FUM

\$3.08m

Fund structure

PIE Fund

Performance Fees

Performance fees (if any) are recognised in the unit price of the Balanced Fund for the following sector funds:

- Nikko AM Wholesale Option Fund – 15% of returns in excess return over benchmark, accrued on a daily basis, payable annually, subject to recovery of any previous period negative returns before entitlement.
- Nikko AM Wholesale Multi-Strategy Fund (indirectly via investment in JPM Multi-Strategy Fund II, Ltd). A performance fee of 10% of US dollar returns above US 3-month T-Bill + 3% after all fees accrued on a monthly basis, payable annually, subject to recovery of any previous

period negative returns before entitlement, is charged by JP Morgan Alternative Asset Management Inc in the JPM Multi-Strategy Fund II, Ltd. There are no direct charges or fees in the Nikko AM Wholesale Multi-Strategy Fund.

Buy/sell spread

0.0473% / 0.0473%

Distributions

Generally does not distribute

Benchmark

Benchmark performance is calculated on a weighted composite of the relevant sector indices.

Hedging

Currency hedging contracts, if any, are held in the sector funds listed in the asset allocation.

Currently the fund's foreign currency exposure is 7.45%

Compliance

The Fund complied with its investment mandate and Trust Deed during the month

Contact us

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Important Information

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