

# 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 around US\$200 billion globally, including around NZ\$5 billion in New Zealand.

### Benchmark

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

### Performance objective

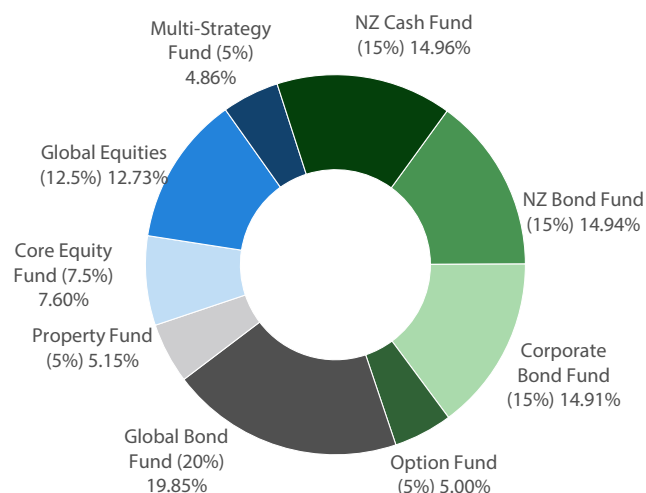
The aim is to outperform the benchmark return by 1.0% per annum before fees, expenses and taxes over a rolling three year period.

### Risk indicator



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

### Asset allocation (benchmark in brackets)



### 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.



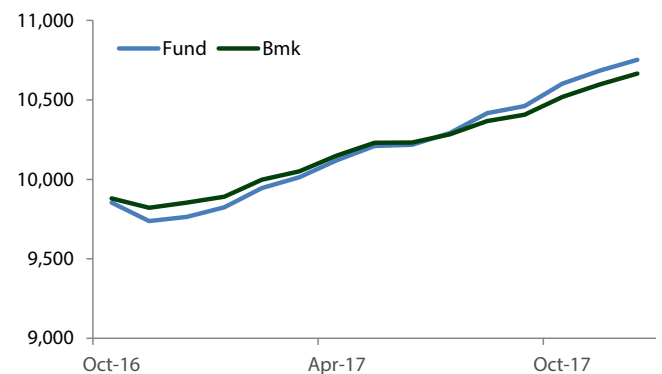
George is Chair of the Investment Committee, responsible for the strategic asset allocation of the Nikko AM NZ diversified funds.

### Performance returns

	Gross <sup>1</sup>	Benchmark
1 month	0.63%	0.63%
3 months	2.78%	2.48%
1 year	10.13%	8.23%

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

### Since inception cumulative performance (gross)<sup>1</sup>



## 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	0.26%	0.16%	0.76%	0.49%	3.07%	1.98%				
NZ Bond Fund	0.28%	0.36%	1.81%	1.69%	6.91%	5.43%				
Corporate Bond Fund	0.31%	0.36%	1.79%	1.69%	7.42%	5.43%				
Option Fund	1.21%	0.49%	3.65%	1.50%	12.65%	6.13%				
Global Bond Fund	0.27%	0.27%	1.08%	0.98%	3.93%	4.02%				
Core Equity Fund	2.70%	2.63%	8.21%	6.07%	30.98%	23.60%				
Property Fund	2.74%	3.25%	7.41%	6.77%	14.07%	13.89%				
Global Equity Funds	0.32%	1.09%	5.85%	5.89%	24.79%	20.03%				
Multi-Strategy Fund	0.13%	0.37%	0.17%	1.12%	4.59%	4.56%				

### 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

NZ Corporate Bond Fund – Bloomberg NZ Bond Govt 0+ Yr Index

Multi-Strategy Fund – Bloomberg NZBond Bank Bill Index + 2.5% p.a.

## Key fund facts

### Strategy launch date

August 2016

### Strategy FUM

\$3.13m

### 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 7.59%

## 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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