

Harbour NZ Core Fixed Interest Fund

MONTHLY FUND FACT SHEET

Information as at 30 April 2017

Fund Description

The Fund is an actively managed investment grade bond fund that invests mainly in New Zealand Government and corporate bond fixed interest securities.

Benchmark

50:50 weighted average of S&P/NZX Govt Bond Index and S&P/NZX A-Grade Corporate Bond Index.

Fund Objective

The investment objective of the Fund is to outperform the benchmark by 100 basis points per annum over a rolling three year period.

Portfolio Update

Fixed interest securities delivered solid returns during April, as a number of geopolitical events in Europe, the Middle East, Asia and the United States occurred at the same time, creating a heightened sense of risk aversion and driving global bond yields lower for much of April. In New Zealand, while annual CPI inflation moved back to the middle of the 1-3% target range, we believe the RBNZ still has a high hurdle before lifting the Official Cash Rate.

For Commentary on Markets:

[Click here for the Equities Commentary](#)

[Click here for the Fixed Interest Commentary](#)

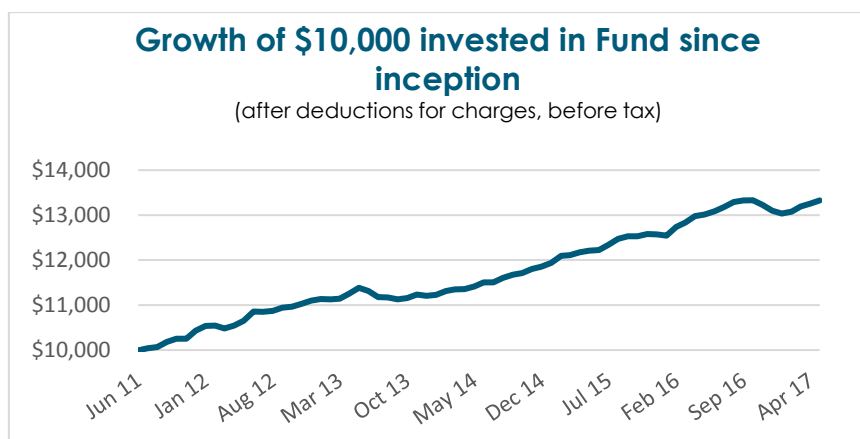
Performance

	1 mth	3 mth	1 yr (% p.a)	2 yr (% p.a)	3 yr (% p.a)	5 yr (% p.a)	Since inception (annualised)
Return (reflects no deductions)*	0.60%	2.04%	3.09%	5.24%	6.10%	5.41%	5.72%
Benchmark return (reflects no deductions)	0.69%	2.03%	2.36%	4.55%	5.71%	4.68%	5.32%

Return (after deductions for charges, before tax)**	0.54%	1.87%	2.36%	4.46%	5.30%	4.58%	4.95%
--	-------	-------	-------	-------	-------	-------	-------

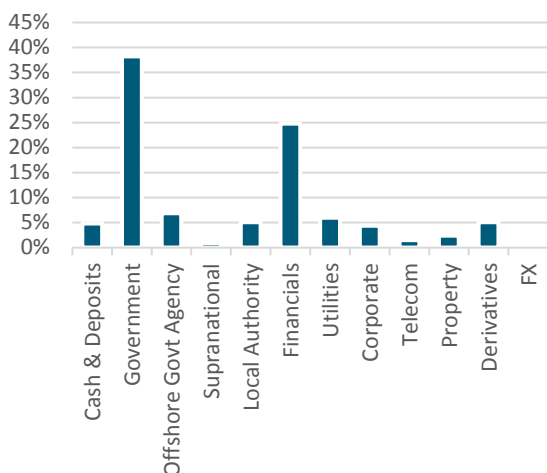
* Return for NZ Core Fixed Interest Fund- wholesale in which this retail Fund invests.

** Return for the NZ Core Fixed Interest Fund- retail.



If you had invested **\$10,000** in this Fund at inception, as at 30 April 2017 it would be worth: **\$13,325** (after all Fund charges but before tax).

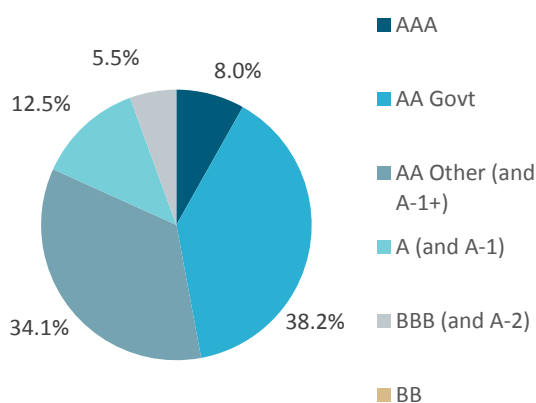
Credit Sectors



Top 10 Issuer Exposures

New Zealand Government Bond	38.25%
BNZ Bank	6.57%
ANZ Bank	5.65%
Westpac Bank	5.39%
ASB Bank	3.66%
KBN Norway	3.13%
NZ LGFA	3.12%
Kiwibank	3.01%
Auckland Intl Airport	2.93%
Fonterra	2.42%

Ratings

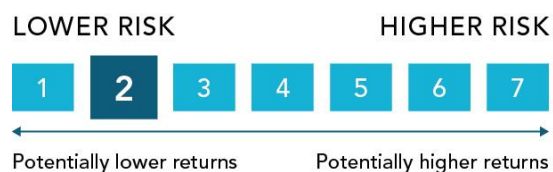


Key Information

Unit Price	1.0952
Unit Pricing	Daily
Fund Size (GAV)	\$149,589,181
Fund Inception Date	24/05/2011
Estimated Total Fund charge:	0.63%pa
Performance fee	None
Entry/exit fees	None
Distribution frequency	Quarterly
Last distribution CPU (23 Mar 17)	0.86
Portfolio Yield	2.76%
Portfolio Duration	2.99
Immigrant Investor Category 2 % eligibility	75.5%

Risk Profile

This Fund has a risk rating of 2, based on returns data from the 5 years to 30 April 2017. For more information on the risks associated with this Fund, please see our Product Disclosure Statement (PDS).

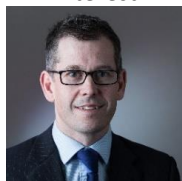


Investment Team for this Fund

Mark Brown
Director, Fixed Interest Portfolio
Manager



Christian Hawkesby
Executive Director, Head of Fixed
Interest



Simon Pannett
Investment Analyst



Disclaimer: This Fund Fact Sheet is provided in good faith for general information purposes only. Information has been prepared from published information and sources believed to be reliable and accurate at the time of publication, but this is not guaranteed. Please refer to the full disclaimer on last page of this document or go to www.harbourasset.co.nz/disclaimer for more information. Full disclaimer for use of the S&P/NZX Index data can also be found on this site.