

ELEVATION CAPITAL  
**GLOBAL SHARES**  
 FUND

**SUMMARY OF THE ELEVATION CAPITAL GLOBAL SHARES FUND**

The Global Shares Fund ("The Fund") is a Portfolio Investment Entity (PIE) that seeks to provide investors with long-term capital growth and income by directly investing in equities on a global basis, while at the same time adhering to a "Margin of Safety" investment philosophy. The strategy of the Fund is to mainly invest in shares (equity securities – including Preferred's and Convertibles) of entities trading at a discount in relation to the entities' net asset value/intrinsic value", with low debt levels", and which have a history of paying dividends and/or returning capital to shareholders.

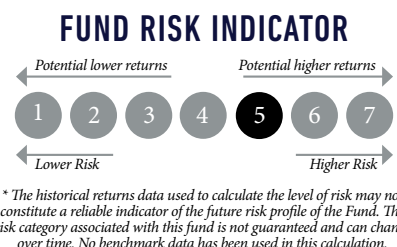
- *The Fund employs a value based opportunistic and special situations focused investment approach that is difficult to replicate in the Australia / NZ funds industry.*
- *The Fund adherence to a "Margin of Safety" investment philosophy (as detailed above) and larger than industry average cash balances are not always well understood but again are unique in the wider industry.*
- *The Funds opportunity set is different and is not constrained by market capitalisation or geography. Accordingly, the fund has a very high active share which indicates very little overlap with reference benchmark indices.*
- *Fund investors are typically utilising the fund to fill their global / international or alternative investment allocation needs and to supplement low-cost Exchange traded fund portfolios.*

**KEY INFORMATION AS AT 31 AUGUST 2019**

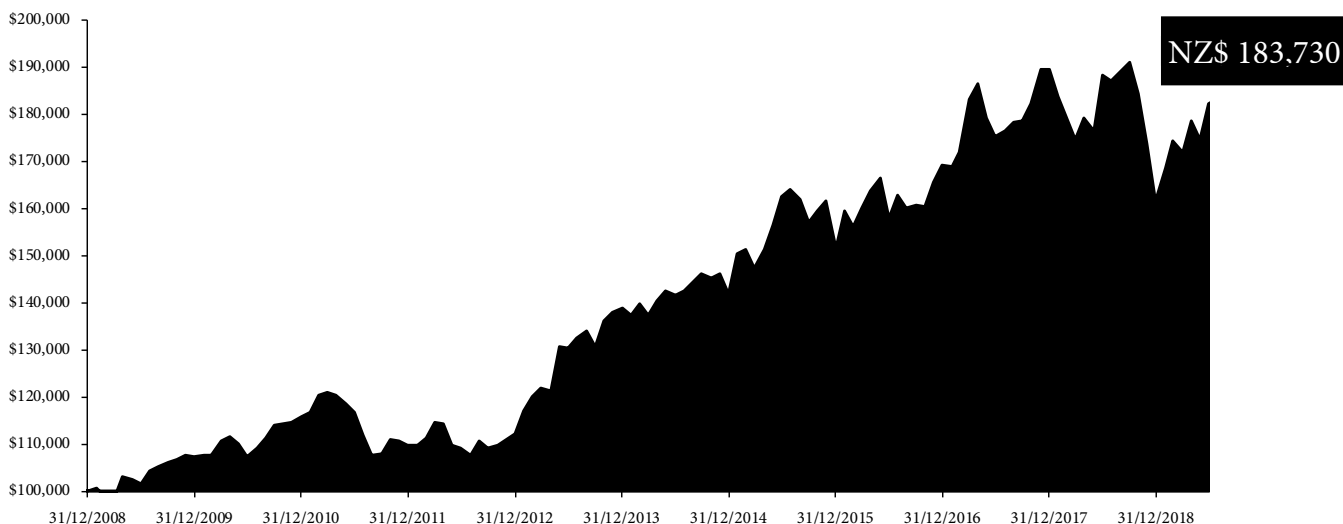
**UNIT PRICE**  
**NZ\$1.5501**

**TOP 5 POSITIONS**

ESSILORLUXOTTICA   Shaftesbury  
 RICHEMONT   The Walt Disney Company  
 Alphabet



**VALUE OF NZ\$ 100,000 INVESTED (INCLUDING DISTRIBUTIONS)**



**NET HISTORICAL PERFORMANCE & AVERAGE CASH BALANCE**

Net Performance <sup>*</sup>	1 Month	FYTD <sup>†</sup>	CYTD <sup>‡</sup>	1 Year Last 12 Months	3 Years Annualised	5 Years Annualised	10 Years Annualised	Since Inception Annualised
Global Shares Fund Net <sup>*</sup> NZ\$	0.12%	6.80%	13.71%	-2.79%	4.68%	4.96%	5.72%	5.84%
Global Shares Fund Net <sup>*</sup> USD <sup>**</sup>	-4.33%	-1.23%	6.96%	-7.59%	-0.09%	-0.81%	4.86%	6.85%
Global Shares Fund Net <sup>*</sup> AUD <sup>**</sup>	-2.13%	4.13%	11.76%	-0.80%	3.61%	5.91%	7.22%	7.11%
Global Shares Fund Net <sup>*</sup> GBP <sup>**</sup>	-3.81%	5.68%	11.86%	-1.37%	2.36%	5.53%	7.94%	9.27%
<b>Average Cash Balance<sup>***</sup></b>	<b>14.01%</b>	<b>18.85%</b>	<b>18.12%</b>	<b>18.24%</b>	<b>21.82%</b>	<b>20.41%</b>	<b>23.21%</b>	<b>25.70%</b>
NZ Domiciled Investor Returns based on Prescribed Investor Rate (PIR):								
0% PIR Return	0.14%	7.07%	14.08%	-2.35%	5.09%	5.33%	6.15%	6.25%
10.5% PIR Return	0.12%	6.95%	13.91%	-2.58%	4.85%	5.05%	5.88%	5.97%
17.5% PIR Return	0.10%	6.85%	13.76%	-2.74%	4.68%	4.86%	5.71%	5.81%
28% <sup>****</sup> PIR Return	0.07%	6.72%	13.57%	-3.00%	4.42%	4.57%	5.44%	5.55%

<sup>\*</sup> Net of fees, expenses and taxes (accrued in the Fund).

<sup>\*\*</sup> USD/AUD/GBP performance numbers are calculated using spot FX rates (at month end) and are provided for informational purposes only. The Fund does not have USD/AUD/GBP unit price sat this time. (FX Rate Source: MMC Limited - Fund Administrator)

<sup>\*\*\*</sup> The average cash balance calculation is based on month end data from the Fund Administrator (MMC Limited) reports.

<sup>\*\*\*\*</sup> 28% is effective from 30 September 2010. Prior to that 30% from 31 March 2008.

<sup>†</sup> Financial year to date (FYTD) for year beginning - 1 April 2019.

<sup>‡</sup> Calendar year to date (CYTD) for year beginning - 1 January 2019.

The performance returns detailed above are calculated using exit price to exit price, net of taxes and ongoing fees, but excluding entry costs (if any) and any individual taxes. The returns include reinvestment of all distributions. NZ domiciled investors can see net returns (after individually taxes) based on their relevant PIR. The performance quoted represents past performance, which does not guarantee future results. The investment return and principal value of an investment in the Fund will fluctuate, so that an investor's units in the Fund, when redeemed, may be worth more or less than their original cost.

**Current performance may be lower or higher than the performance data quoted.**

ELEVATION CAPITAL  
GLOBAL SHARES  
FUND

FUND AWARDS & NOMINATIONS

 **Awards 2017**  
MORNINGSTAR INTERNATIONAL EQUITIES CATEGORY  
FUND MANAGER OF THE YEAR 2017,  
NEW ZEALAND

 **Awards 2012  
Nominee**  
NOMINEE - MORNINGSTAR INTERNATIONAL EQUITIES  
CATEGORY FUND MANAGER OF THE YEAR 2012,  
NEW ZEALAND

 **FundSource**  
NOMINEE - FUNDSOURCE INTERNATIONAL EQUITY  
SECTOR FUND MANAGER OF THE YEAR 2012,  
NEW ZEALAND

 **FundSource**  
NOMINEE - FUNDSOURCE INTERNATIONAL EQUITY  
SECTOR FUND MANAGER OF THE YEAR 2013,  
NEW ZEALAND

FUND DATA

**NZ\$ 23.54M**  
FUND SIZE

**NEW ZEALAND**  
FUND DOMICILE

**9 DECEMBER 2008**  
FUND INCEPTION DATE

**NIL (UNHEDGED)**  
FX HEDGING

**11**  
NUMBER OF  
COUNTRIES

**44**  
NUMBER OF  
HOLDINGS

**NZ\$ 15.68B**  
WEIGHTED MEDIAN  
MARKET CAP\*

**96.53%\*\***  
ACTIVE SHARE\*

**2.60%**  
GROSS DIVIDEND  
YIELD OF HOLDINGS\*

**77.27%\*\*\***  
HOLDINGS PAYING A  
DIVIDEND

**39.72%\*\*\*\***  
AVERAGE PORTFOLIO  
TURNOVER SINCE  
INCEPTION
























\* Source: Refinitive Eikon

















\*\* It is the proportion of security holdings in the Funds composition that is different from the composition found in iShares MSCI ACWI ETF Fund (It is 96.07% vs iShares MSCI World UCITS ETF Fund).

\*\*\* 88.63% holdings are paying dividend and/or returning capital viz share buy backs

\*\*\*\* Last 12 months = 60.97%

FUND HOLDINGS & DOMICILE

Company	Domicile	% of Portfolio	Change in Holding This Month	Presentation/ Summary on Website
		3.23%	↓	●
Shaftesbury		3.19%	—	●
RICHEMONT		3.13%	—	—
The Walt Disney Company		3.07%	↓	—
Alphabet		3.04%	↓	—
MOLSON COOK		3.02%	↓	●
Nestlé		3.02%	↓	●
BAYER		3.02%	↓	—
Allergan		3.00%	↓	—
GENERAL MILLS		2.97%	↓	—
covetrus		2.81%	↑	—
pental		2.81%	—	●
newell BRANDS		2.79%	↓	—
TIFFANY & CO.		2.71%	—	●
Trust power		2.43%	—	—
Discovery COMMUNICATIONS		2.32%	—	●
JCDecaux		2.25%	—	●
NZX		2.14%	↓	●
H&M		2.09%	↓	—
genesis		2.01%	—	—
3M		1.90%	↑	—
QMS		1.79%	—	—

Company	Domicile	% of Portfolio	Change in Holding This Month	Presentation/ Summary on Website
REFINING NZ		1.74%	—	—
TODS		1.72%	—	●
BroadPoint Seattle		1.70%	—	—
Lbrands		1.67%	—	—
Alcon		1.64%	—	—
COTY		1.61%	—	●
Spotify		1.59%	—	—
Standard Bank		1.57%	↑	—
South Port NZ		1.54%	—	—
REBEL		1.50%	—	—
Kraft Heinz		1.37%	↑	—
VIACOM		1.34%	—	●
NAPIER PORT		1.21%	★	—
CBS CORPORATION		1.13%	★	—
abbvie		1.11%	—	—
rakon		0.97%	↑	—
Elanco		0.97%	↑	—
DUFY		0.82%	↑	—
Cboe		0.80%	—	—
FLUGHAFEN ZÜRICH		0.61%	↑	—
ebay		0.41%	—	—
zoo plus		0.22%	★	—
Cash		14.01%	↓ (down from 16.76%)	—

The maximum position size permitted within the Fund is equivalent to 5.00% of Net Asset Value.

★ New Position    ↑ Increased Position    ↓ Decreased Position    — No Change

Portfolio holdings are not intended as recommendations of individual stocks and are subject to change. Elevation Capital Management Limited disclaims any obligation to notify of changes to the Fund/s it manages. Information about portfolio holdings does not represent a recommendation or an endorsement to Fund Unitholders or other members of the public to buy or sell any security contained in the Funds' portfolios. Portfolio holdings are current to the date listed but are subject to change any time. There are no assurances that the securities will remain in the Funds' portfolios after the date listed or that the securities that were previously sold may not be repurchased.

EXITED INVESTMENTS PAST MONTH

## FUND PORTFOLIO INVESTMENT THEMES

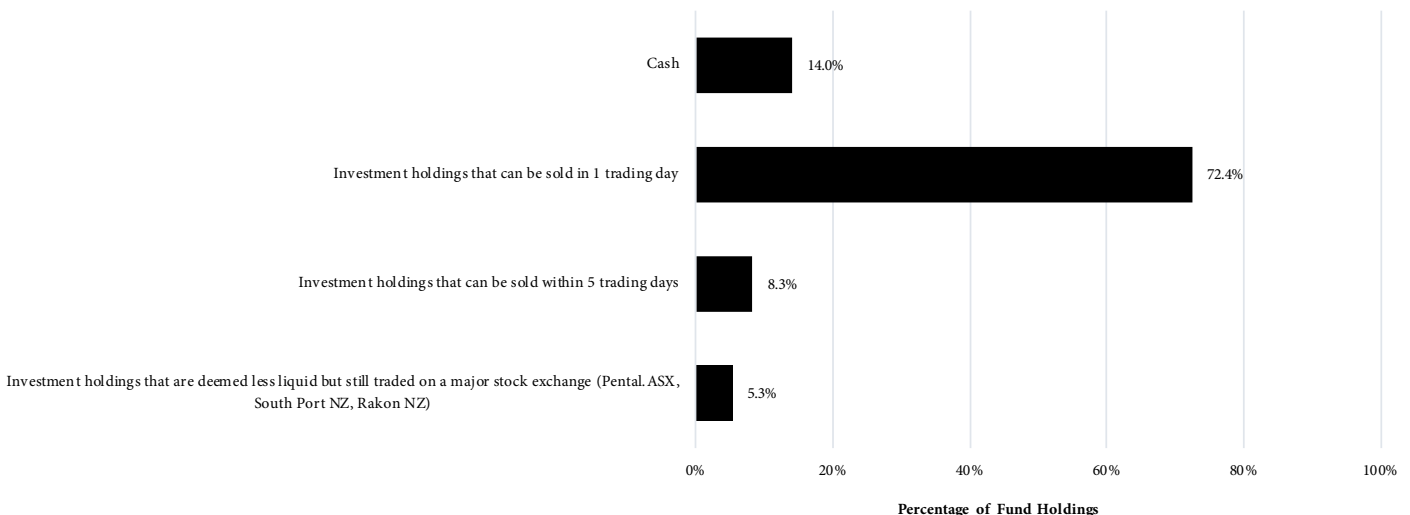
While we are not thematic investors we feel it is useful for unitholders to have an understanding of how the current portfolio breaks down based on underlying investment themes.



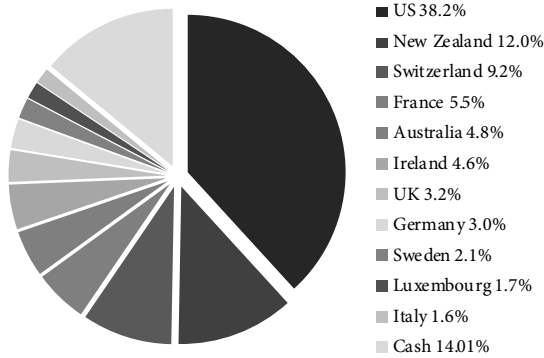
Portfolio holdings are not intended as recommendations of individual stocks and are subject to change. Elevation Capital Management Limited disclaims any obligation to notify of changes to the Fund/s it manages. Information about portfolio holdings does not represent a recommendation or an endorsement to Fund Unitholders or other members of the public to buy or sell any security contained in the Funds' portfolios. Portfolio holdings are current to the date listed but are subject to change any time. There are no assurances that the securities will remain in the Funds' portfolios after the date listed or that the securities that were previously sold may not be repurchased.

## FUND LIQUIDITY ANALYSIS

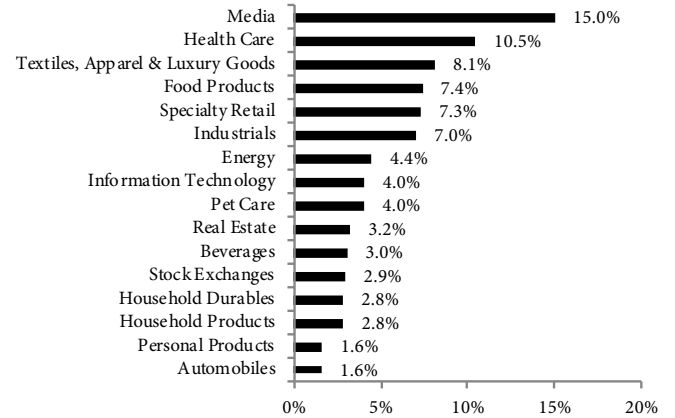
The liquidity analysis chart below details how quickly the Fund's portfolio can be liquidated as at 31 July 2019 and utilises the last 3 weeks trading data from Refinitiv Eikon.



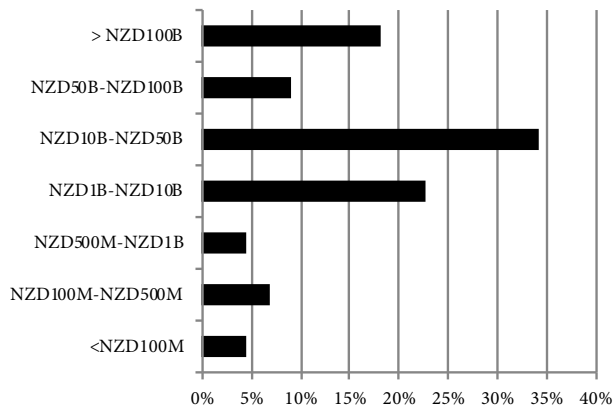
**PORTFOLIO BY COUNTRY**



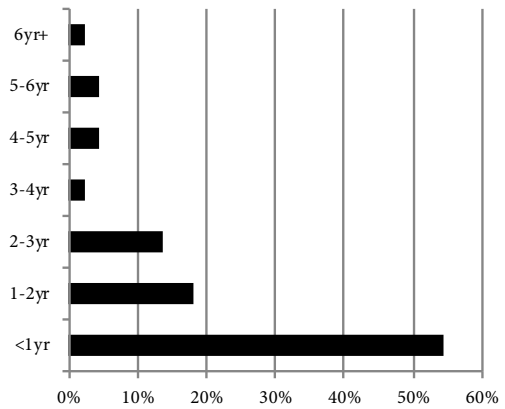
**PORTFOLIO BY INDUSTRY**



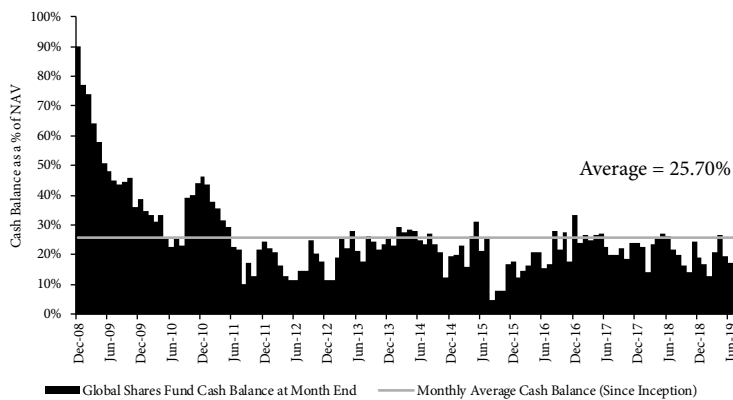
**PORTFOLIO BY MARKET CAPITALISATION**



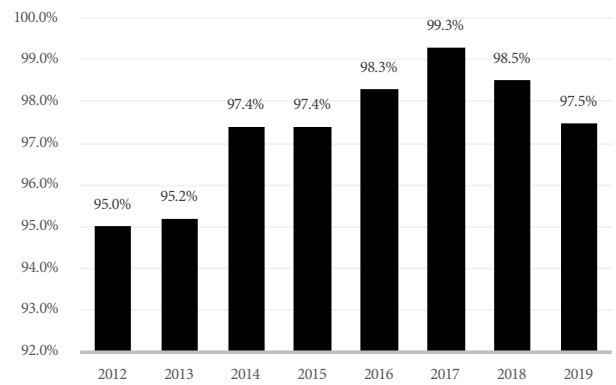
**PORTFOLIO BY HOLDING PERIOD**



**HISTORICAL CASH BALANCE**



**HISTORICAL ACTIVE SHARE**



**ESG ANALYSIS**

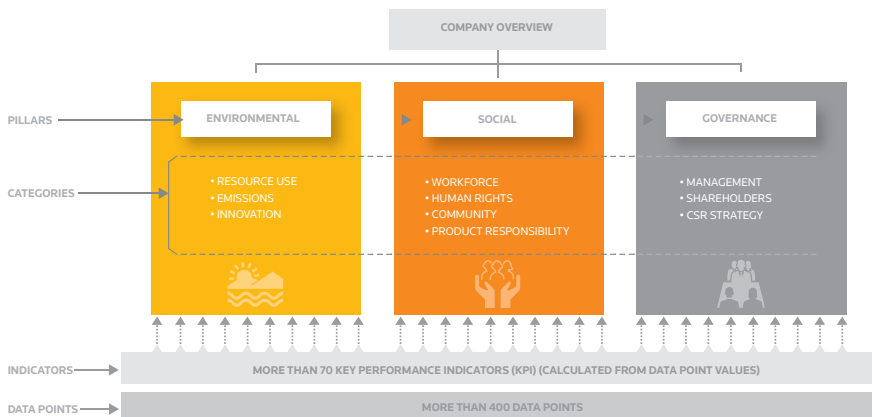
**B**

PORTFOLIO HOLDINGS  
 AVERAGE ESG SCORE = 0.62\*  
 (AS AT 31 AUGUST 2019)

The Fund utilises Refinitiv Eikon to report the Environmental, Social & Governance (ESG) scores of the underlying investments. You can read more on our ESG policy here: [www.globalsharesfund.co.nz](http://www.globalsharesfund.co.nz)

Company	Domicile	ESG Score	ESG Grade	Company	Domicile	ESG Score	ESG Grade
ESSILOR LUXOTTICA	France	0.72%	B+	REFINING NZ	Australia	0.36%	C
Shaftesbury	United Kingdom	0.92%	A+	TODS	Italy	0.45%	C+
RICHEMONT	Switzerland	0.69%	B+	British Home Spinn	USA	0.77%	A-
The Walt Disney Company	USA	0.76%	A-	Lbrands	USA	0.67%	B+
Alphabet	USA	0.73%	B+	Alcon	Switzerland	n/a	n/a
MOLSON COOKE	USA	0.67%	B+	COTY	USA	0.47%	C+
Nestlé	Switzerland	0.85%	A	Spotify	USA	n/a	n/a
BAUER	Germany	0.73%	B+	EMERSON	United Kingdom	0.41%	C
Allergan	Ireland	0.56%	B-	South Port NZ	Australia	n/a	n/a
GENERAL MILLS	USA	0.77%	A-	LIBERTY	USA	0.28%	C-
covetrus	USA	n/a	n/a	Kraft Heinz	USA	0.60%	B
pental	Australia	n/a	n/a	VIACOM	USA	0.63%	B
newell BRANDS	USA	0.63%	B	NAPIER PORT	Australia	n/a	n/a
TIFFANY & CO.	USA	0.70%	B+	CBS CORPORATION	USA	0.59%	B
Trust power	Australia	0.37%	C	abbvie	USA	0.84%	A
Discovery COMMUNICATIONS	USA	0.57%	B-	rakon	Australia	n/a	n/a
JCDecaux	France	0.77%	A-	Elanco	USA	n/a	n/a
NZX	Australia	0.49%	C+	DUFREY	Switzerland	0.39%	C
H&M	Sweden	0.84%	A	Cboe	USA	0.48%	C+
genesis	Australia	0.39%	C	FLUGHAFEN ZÜRICH	Switzerland	0.42%	C+
3M	USA	0.84%	A	ebay	USA	0.69%	B+
QMS	Australia	n/a	n/a	zooplus	Germany	n/a	n/a

The Refinitiv ESG scores are predicted across these factors\*\*:



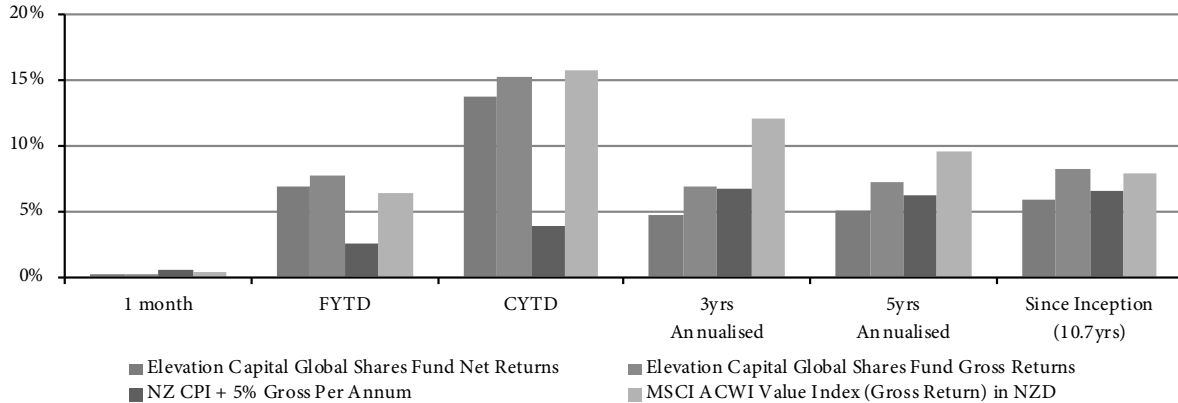
Companies are then ranked on the following basis\*\*:

Score Range	Grade
0.0 <= score <= 0.083333	D -
0.083333 < score <= 0.166666	D
0.166666 < score <= 0.250000	D +
0.250000 < score <= 0.333333	C -
0.333333 < score <= 0.416666	C
0.416666 < score <= 0.500000	C +
0.500000 < score <= 0.583333	B -
0.583333 < score <= 0.666666	B
0.666666 < score <= 0.750000	B +
0.750000 < score <= 0.833333	A -
0.833333 < score <= 0.916666	A
0.916666 < score <= 1	A +

\* Excluding Pental that does not have ESG scores from Refinitiv  
 \*\* Chart & table sourced from Refinitiv ESG Scores - March 2017

**FUND PERFORMANCE (NET AND GROSS) VS. NZ CPI+5% PER ANNUM (GROSS) & MSCI ACWI VALUE INDEX (GROSS)**

For comparative purposes we have detailed two informational benchmarks we consider relevant to underlying (and prospective) investors in the Global Shares Fund. These are NZ CPI + 5% per annum (Gross Return) which we believe highlights to investors whether we are preserving and growing their real purchasing power overtime and the MSCI ACWI Value Index (Gross Return) in NZD terms\*. It is important to consider that our portfolio does not track or follow any index (refer the Funds Active Share statistics on page 2), and we consistently operate with conservative cash levels. We would also highlight that these two informational benchmarks are not provided for performance fee calculations as there are no performance fees charged or payable within/by the Fund.

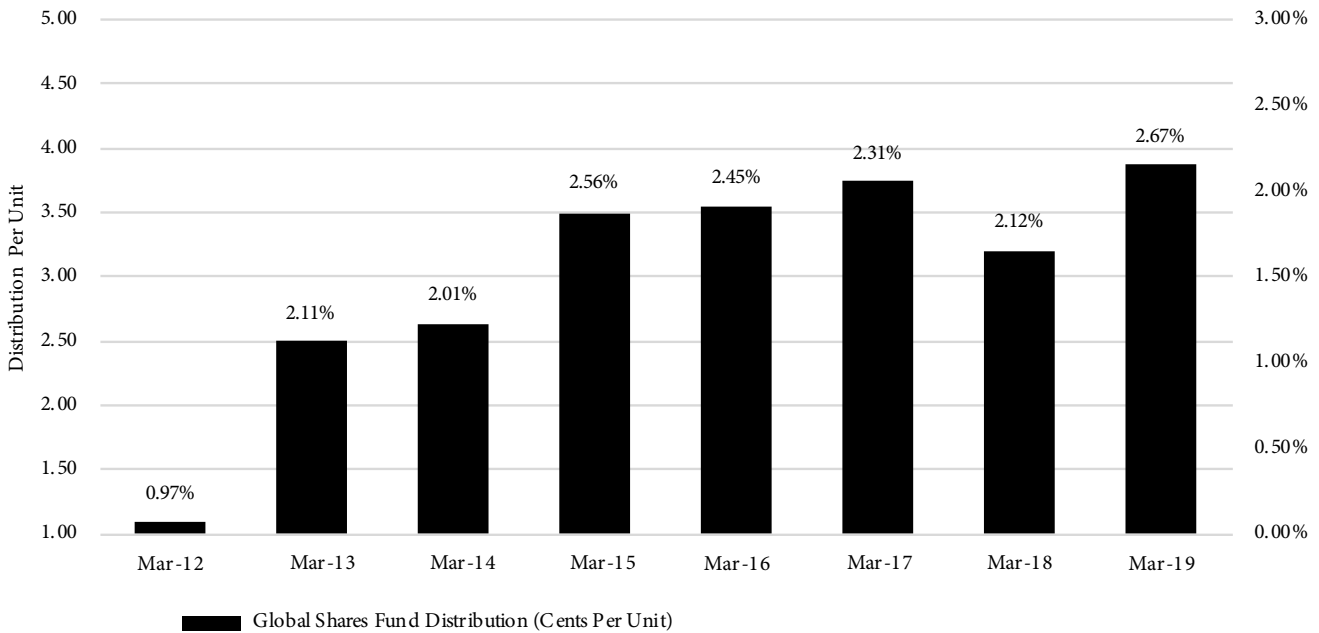


NZ CPI data sourced from Statistics NZ.  
 \* Data Source: Refinitive Eikon

**DISTRIBUTION HISTORY & REINVESTMENT RATE**

	2019	2018	2017	2016	2015
Paid as at 31 March					
Cents Per Unit (cpu)	3.875	3.20	3.75	3.55	3.50
Reinvestment Rate (%)	79%	71%	69%	71%	70%

**DISTRIBUTION HISTORY / YIELD PER UNIT**



ELEVATION CAPITAL  
**GLOBAL SHARES**  
 FUND

## TOTAL EXPENSE RATIO & FEES

Year Ending - 31 March	2019	2018	2017	2016	2015
Average Funds Under Management	NZ\$ 28,849,403	NZ\$ 27,425,998	NZ\$ 24,634,684	NZ\$ 21,090,319	NZ\$ 14,122,812
Total Expense Ratio* (%)	1.79%	1.88%	2.15%	1.94%	2.14%
Total Management and Administration Charges	NZ\$ 515,217	NZ\$ 533,616	NZ\$ 530,675	NZ\$ 409,772	NZ\$ 302,056
- Manager's Basic Fee	NZ\$ 357,863	NZ\$ 351,681	NZ\$ 305,673	NZ\$ 262,285	NZ\$ 175,616
- Other Management & Administration Charges	NZ\$ 157,354	NZ\$ 182,935	NZ\$ 225,002	NZ\$ 147,487	NZ\$ 126,440
Performance-Based Fees	Nil	Nil	Nil	Nil	Nil

All Fees charged by Elevation Capital Management Limited, the Trustee and the Fund Administrator are detailed in the Product Disclosure Statement and Establishment Deed. Both of which are available at [www.elevationcapital.co.nz](http://www.elevationcapital.co.nz) or on request free of charge from the Manager.

\* *Total Expense Ratio Definition:* Total Expense Ratio (TER) expresses the expense ratio for a fund or unit of a fund against the average NAV (of the fund or unit respectively) over a given period in the past. The TER should reflect the past record, and should not be an estimate for the present or future. In other words, the TER is the annual percentage reduction in investor returns that would result from operating costs if markets were to remain flat and the fund's portfolio were to be held and not traded during a period.

## MANAGEMENT FEE SCALE

NAV of the Fund (NZ\$)	<\$25m	\$25m - \$30m	\$30m - \$35m	\$35m - \$40m	\$40m - \$45m	\$45m - \$50m	>\$50m
Management Fee Tiers (%)	1.25%	1.20%	1.15%	1.10%	1.05%	1.00%	0.95%

(% pa of the Net Asset Value of the Fund)

## ADDITIONAL INFORMATION

\* A Preferred stock/share is a class of ownership in a corporation/company that has a higher claim on its assets and earnings than common stock/equity. Preferred shares generally have a dividend that must be paid out before dividends to common shareholders, and the shares usually do not carry voting rights. Preferred stock combines features of debt, in that it typically pays fixed dividends, and equity, in that it has the potential to appreciate in price.

Convertibles are securities, usually bonds or preferred shares, that can be converted into common stock / shares or equity. Convertibles are most often associated with convertible bonds, which allow bondholders to convert their creditor position to that of an equity holder at an agreed-upon price. Other convertible securities can include notes and preferred shares.

\*\* Net Asset Value / Intrinsic Value – is also referred to as “Private Market Value”. Collectively we define them as the value an informed buyer would pay to purchase assets with similar characteristics. We measure Net Asset Value/Intrinsic Value or Private Market Value by scrutinising on and off balance sheet assets, liabilities, and free cash flow. We also examine valuations and transactions in the public domain to formulate our view of possible future value.

\*\*\* Low Debt Levels – can be assessed relative to tangible and/or intangible assets, free cash flow, the industry in which an entity operates, or relative to peers within an industry.

Trustee/Supervisor: Public Trust  
 Administrator: MMC Limited  
 Custodian: Public Trust  
 Sub-Custodian: BNP Paribas  
 Auditor: KPMG  
 Tax Advisor: EY

Entry / Exit Fees: Nil  
 Performance Fees: Nil  
 Distribution Policy: Annually  
 at Manager's Discretion  
 Minimum Initial Investment: NZ\$ 1,000  
 Minimum Regular Contribution: NZ\$ 100 (Monthly  
 / Quarterly / Annually)  
 Redemption Terms: Monthly  
 (with 1 business day notice)

Directors & Executives Holdings in Fund  
 (incl. Associates)  
 = 909,477.38 units / NZ\$ 1,408,143.82  
 \* Based on unit holdings as at 31 July 2019

Additional Fund Updates are provided on a quarterly basis and can be found on [www.globalsharesfund.co.nz/quarterly-updates](http://www.globalsharesfund.co.nz/quarterly-updates) and also on Disclose Register website at: [www.companiesoffice.govt.nz/disclose](http://www.companiesoffice.govt.nz/disclose) (search 'Elevation Capital')

## RISK DISCLOSURE STATEMENT

Elevation Capital Management Limited is a Registered Financial Service Provider in New Zealand in accordance with the Financial Service Providers (Registration and Disputes Resolution) Act 2008 -- FSP # 9601.

Elevation Capital Management Limited is licensed under the Financial Markets Conduct Act 2013 as a manager of registered schemes.

Elevation Capital Management Limited does not provide personalised investment advisory services to the public. Nothing herein should be construed as a general advertisement of investment advisory services or a solicitation of prospective clients for investment advisory services. The information herein is intended solely to provide certain background information about Elevation Capital Management Limited and the Elevation Capital Global Shares Fund.

The information contained in this report has been prepared solely for informational purposes. It is not an offer to buy or sell or a solicitation of an offer to buy or sell units in the Elevation Capital Global Shares Fund, a recommendation of any security or to participate in any trading strategy. If any offer of units in the Elevation Capital Global Shares Fund is made, it shall be pursuant to a Product Disclosure Statement prepared by or on behalf of the Elevation Capital Global Shares Fund.

Any decision to invest in the Elevation Capital Global Shares Fund should be made only after reviewing the Product Disclosure Statement (available free of charge at [www.elevationcapital.co.nz](http://www.elevationcapital.co.nz) or by contacting Elevation Capital Management Limited, PO Box 28053, Remuera, Auckland 1541, New Zealand), conducting such investigations as the investor deems necessary and consulting the investor's own investment, legal and tax advisors in order to make an independent determination of the suitability and consequences of an investment in the Elevation Capital Global Shares Fund.

International investments involve special risks, including currency fluctuations, lower liquidity, higher transaction costs (in some jurisdictions), different regulatory systems and accounting methods, economic and political systems. These risks are typically greater in emerging markets.

The Elevation Capital Global Shares Fund may invest a significant portion of its assets in the stocks of small and medium-sized companies, which tend to be more volatile and less liquid than those of large companies, may have underperformed the stocks of larger companies during some periods and tend to have a shorter history of operations than larger companies. Potential investment risks are discussed in the Product Disclosure Statement and Statement of Investment Policy. These documents are both available free of charge on request or can be accessed: at [www.elevationcapital.co.nz](http://www.elevationcapital.co.nz).

All performance data, fee data, portfolio composition data and risk targets contained in this report are subject to revision by Elevation Capital Management Limited and are provided solely as a guide to current expectations. There can be no assurance that the Elevation Capital Global Shares Fund will achieve any targets or that there will be any return on or of capital. Elevation Capital Management Limited, its directors, employees and agents believe that the information herein is correct at the time of compilation; however they do not warrant the accuracy of the information. Save for any statutory liability which cannot be excluded, Elevation Capital Management Limited further disclaims all responsibility or liability for any loss or damage which may be suffered by any person relying on any information or any opinions, conclusions or recommendations contained herein whether that loss or damage is caused by any fault or negligence on the part of Elevation Capital Management Limited, or otherwise.

**Past performance is not an indication of future results.**