

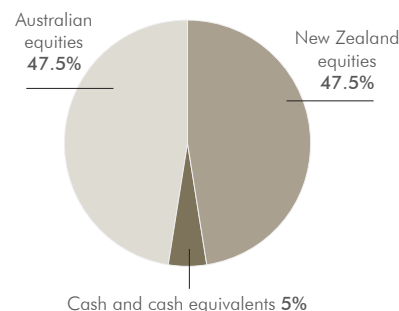
CLARITY TRANS-TASMAN FUND

Over February, the Fund returned +3.2% after fees but before tax compared with the benchmark return of +4.1%. In New Zealand, A2 Milk rose 13.1% after a strong first half report and positive guidance for its full year while, in Australia, Seven Group Holding was (again) the top performer for the Fund for the month and returned +21.7%. Resource stocks like Rio Tinto +10.5% and BHP +6.9% also had a good month on the back of solid metal prices and the major banks had a welcome rebound from the end of January i.e. ANZ +11.9% and Westpac +9.8%. On the down- side, the market reacted negatively to several companies reporting poor or more subdued outlooks for earnings and dividends i.e. in Australia, Pact Group (on an asset write-down) -23.2%, and in New Zealand Gentrack -12.0% and NZ Refining -9.9%.

Performance

As at 28 February 2019	1 Mth	3 Mth	1 Yr	3 Yrs p.a.	5 Yrs p.a.	Since Inception p.a.
Clarity Trans-Tasman Fund*	3.22%	1.72%	-7.74%	8.92%	8.77%	9.04%

Target investment mix¹



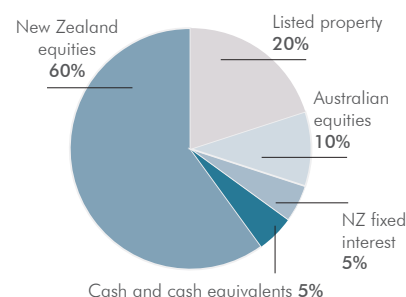
CLARITY DIVIDEND YIELD FUND

Over February, the Fund returned +2.3% after fees but before tax compared with the benchmark return of +3.9%. In New Zealand, the market again showed a strong preference for high yielding shares in the electricity generation sector - like Genesis Energy +5.3%, Meridian Energy +4.8% and Contact Energy +4.8% - and in the property sector - like Property for Industry +4.4%, Argosy Property +2.9% and Goodman Property +2.8%. However, the larger contributors were all in Australia i.e. ANZ Bank +11.9%, Amcor +10.3% and Westpac +9.8%. Also, the Fund's small cap holding in Alliance Aviation Services there rose +14.3% on a solid result and Qantas disclosing a 19.9% shareholding. On the down- side, the market reacted negatively to several companies reporting more subdued outlooks i.e. Air New Zealand -12.1% and NZ Refining -9.9%.

Performance

As at 28 February 2019	1 Mth	3 Mth	1 Yr	3 Yrs p.a.	5 Yrs p.a.	Since Inception p.a.
Clarity Dividend Yield Fund*	2.29%	1.99%	5.39%	11.01%	13.23%	13.00%

Target investment mix¹



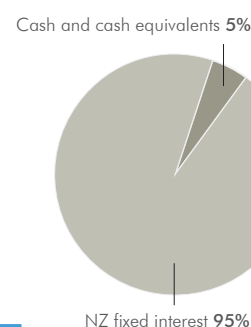
CLARITY FIXED INCOME FUND

Over February the Fund returned +0.4% after fees and before tax compared with the benchmark of +0.2%. Interest rates remain low as ongoing global factors remain at play (weaker global economic data, Brexit and US-China trade are giving central banks pause). This has not stopped companies coming to market with several new issues printed this month. The Fund participated in three of these, a 5.5 year Contact Energy bond and two floating rate notes issued by ASB Bank and Westpac Bank respectively. We are expecting to see more new issues over the coming months.

Performance

As at 28 February 2019	1 Mth	3 Mth	1 Yr	3 Yrs p.a.	5 Yrs p.a.	Since Inception p.a.
Clarity Fixed Income Fund*	0.39%	1.69%	4.55%	4.17%	N/A	4.99%

Target investment mix¹



* These returns are after deductions for charges and before tax.

¹ The current target investment mix is shown, but variations around these targets are likely from time to time.

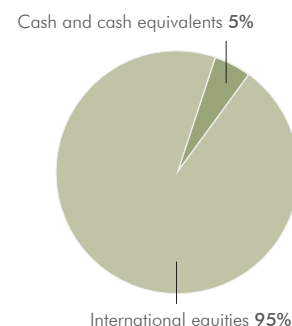
CLARITY GLOBAL SHARES FUND

Over January the Fund returned +2.6% after fees and before tax compared with the benchmark of +3.8%. Global shares continued their rebound in January and benefitted from an improvement in outlook after a particularly poor end to 2018. A noteworthy contribution to Fund performance is its investment in airline company Air Canada. The company reported fourth quarter results which exceeded expectations driven by a rise in traffic volume and in-line capacity. A notable downside to the Fund's performance was the portfolio's overweight to US online travel company Booking Holdings which hurt relative returns. Shares of the company fell as the company reported weaker than expected fourth quarter results driven by a slowdown in Europe which makes up over half of total booking nights.

Performance

As at 28 February 2019	1 Mth	3 Mth	1 Yr	3 Yrs p.a.	5 Yrs p.a.	Since Inception p.a.
Clarity Global Shares Fund*	2.60%	3.16%	2.60%	N/A	N/A	7.20%

Target investment mix¹



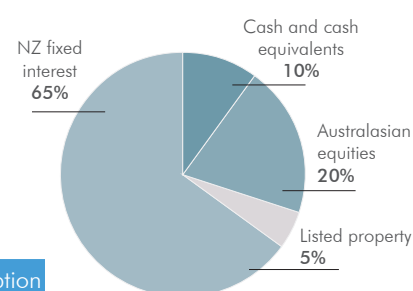
CLARITY DIVERSIFIED INCOME FUND

Over January the Fund returned +0.9% after fees and before tax compared with the benchmark of +0.3%. This Fund aims to achieve returns over the medium term by investing in a portfolio of well-diversified income-oriented securities. It favours share securities that produce higher earnings and dividend yields. The fund currently invest in the Clarity Fixed Income Fund and the Clarity Dividend Yield Fund which performed soundly over the period.

Performance

As at 28 February 2019	1 Mth	3 Mth	1 Yr	3 Yrs p.a.	5 Yrs p.a.	Since Inception p.a.
Clarity Diversified Income Fund*	0.87%	1.64%	4.19%	N/A	N/A	4.27%

Target investment mix¹



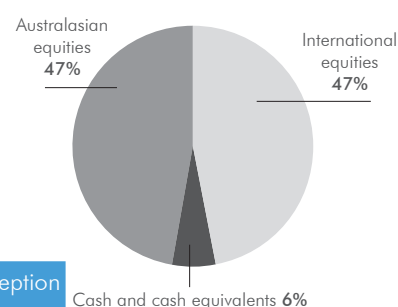
CLARITY DIVERSIFIED GROWTH FUND

Over February, the Fund returned +2.7% after fees but before tax compared with the benchmark return of +3.9%. Share markets in 2019 so far have benefitted from an improvement in sentiment and outlook after a particularly poor end to 2018. In particular, the Federal Reserve's continued dovish comments are reassuring investors that interest rates are likely to remain low for some time. This Fund currently uses a mix of the Clarity Trans-Tasman Fund and the Clarity Global Shares Fund for exposure to Australasian and Global shares.

Performance

As at 28 February 2019	1 Mth	3 Mth	1 Yr	3 Yrs p.a.	5 Yrs p.a.	Since Inception p.a.
Clarity Diversified Growth Fund*	2.69%	2.34%	-2.45%	N/A	N/A	4.50%

Target investment mix¹



* These returns are after deductions for charges and before tax.

¹ The current target investment mix is shown, but variations around these targets are likely from time to time.

Information and Disclaimer: This report is for information purposes only. It does not take into account your investment needs or personal circumstances and so is not intended to be viewed as investment or financial advice. Should you require financial advice you should always speak to your Authorised Financial Adviser. Before investing you should read the Clarity Product Disclosure Statements and Statement of Investment Policy and Objectives, available at www.clarityfunds.co.nz and www.companies.govt.nz/disclose. Past performance is not indicative of future results and no representation or warranty, express or implied, is made regarding future performance. Reference to taxation or the impact of taxation does not constitute tax advice. The levels and bases of taxation may change. This report has been prepared from published information and other sources believed to be reliable, accurate and complete at the time of preparation. While every effort has been made to ensure accuracy Clarity Funds Management, nor any person involved in this publication, accept any liability for any errors or omission.