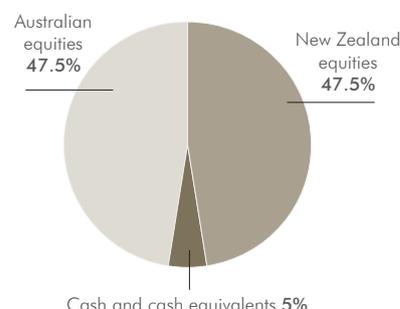


### CLARITY TRANS-TASMAN FUND

Over January the Fund returned +2.5% after fees and before tax compared with the benchmark of +2.9%. Resource, and resource exposed stocks, performed particularly well as iron ore prices rallied over the month. RIO and BHP were up +11.1% and +6.2% respectively in NZD terms and were top contributors for Fund performance. Seven Group Holdings has a heavy equipment dealing business that operates Caterpillar dealerships in Australia. It also benefited from the rally of iron ore prices and recovered from being sold off in December, returning +11.5% NZD. Qantas was the largest detractor for the month of January due to revised expectations relating to passenger numbers. It was down -5.9% in NZD terms.

#### Target investment mix<sup>1</sup>



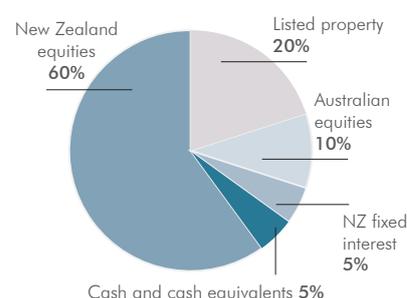
#### Performance

As at 31 January 2019	1 Mth	3 Mth	1 Yr	3 Yrs p.a.	5 Yrs p.a.	Since Inception p.a.
Clarity Trans-Tasman Fund*	2.45%	-5.54%	-11.80%	6.99%	8.44%	8.79%

### CLARITY DIVIDEND YIELD FUND

Over January the Fund returned +0.5% after fees and before tax compared with the benchmark of +2.3%. Defensive stocks such as Z Energy and 'gentailers' (Meridian, Contact and Genesis in particular) performed soundly over the month of January but did not benefit as much from the improvement in market sentiment as stocks which were oversold in December. The largest detractors to the Fund were Air New Zealand and Kathmandu which returned -9.4% and -12.8% over the month. Both companies delivered guidance below market expectations.

#### Target investment mix<sup>1</sup>



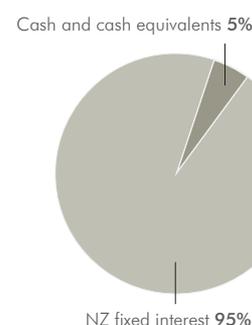
#### Performance

As at 31 January 2019	1 Mth	3 Mth	1 Yr	3 Yrs p.a.	5 Yrs p.a.	Since Inception p.a.
Clarity Dividend Yield Fund*	0.45%	0.31%	-0.33%	9.53%	13.49%	12.72%

### CLARITY FIXED INCOME FUND

Over January the fund returned +0.5% after fees and before tax compared with the benchmark of +0.2%. The US Federal Reserve chairman Jerome Powell said earlier in the month that the Fed is in a relatively flexible position to adopt a "wait and see" approach to monetary policy. This was reaffirmed later in the month signaling a pause in interest rate hikes. These dovish remarks were reflected in offshore interest rates which declined over the month. New Zealand interest rates followed suit, also declining.

#### Target investment mix<sup>1</sup>



#### Performance

As at 31 January 2019	1 Mth	3 Mth	1 Yr	3 Yrs p.a.	Since Inception p.a.
Clarity Fixed Income Fund*	0.46%	1.17%	4.32%	4.23%	4.99%

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

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

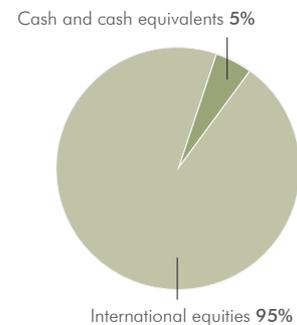
### CLARITY GLOBAL SHARES FUND

Over January the Fund returned +6.9% after fees and before tax compared with the benchmark of +5.7%. Performance was especially high as global shares benefitted from an improvement in outlook after a particularly poor end to 2018. A noteworthy contribution to Fund outperformance relative to its benchmark is the Fund's investment in bakery retailer Greggs (United Kingdom). Its shares rose after announcing a strong fourth quarter, with strong sales growth and an upgrade to the earnings forecast for FY19. The company is successfully drawing new customers from store location near travel and places of work and benefitting from efforts to improve product availability. Additionally, the company's new vegan sausage roll saw feverish demand in the first week of sales.

#### Performance

As at 31 January 2019	1 Mth	3 Mth	1 Yr	Since Inception p.a.
Clarity Global Shares Fund*	6.91%	-1.17%	-2.41%	5.97%

#### Target investment mix<sup>1</sup>



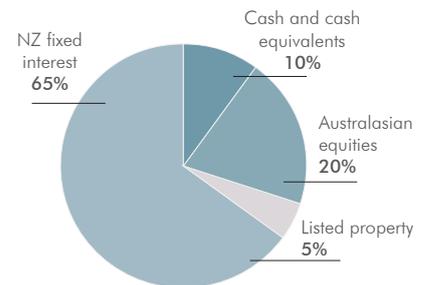
### CLARITY DIVERSIFIED INCOME FUND

Over January the Fund returned +0.4% 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 31 January 2019	1 Mth	3 Mth	1 Yr	Since Inception p.a.
Clarity Diversified Income Fund*	0.42%	0.85%	2.54%	3.94%

#### Target investment mix<sup>1</sup>



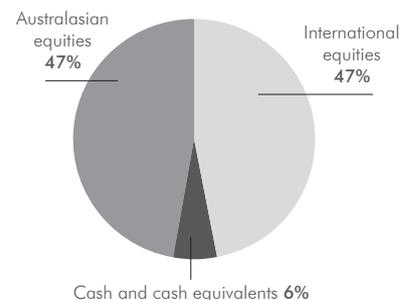
### CLARITY DIVERSIFIED GROWTH FUND

Over January the Fund returned +4.5% after fees and before tax compared with the benchmark of +4.3%. Global (and Australasian) shares benefitted from an improvement in outlook after a particularly poor end to 2018. In particular the Federal Reserve's dovish comments reassured investors that it would be sensitive to the concerns relating to further interest rate rises. 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 31 January 2019	1 Mth	3 Mth	1 Yr	Since Inception p.a.
Clarity Diversified Growth Fund*	4.48%	-3.04%	-6.56%	3.11%

#### Target investment mix<sup>1</sup>



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

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