

Harbour Enhanced Cash Fund

MONTHLY FUND FACT SHEET

Information as at 31 December 2021

Fund Description

The Fund principally holds cash or cash like securities and seeks to enhance returns through active interest rate management. It may also hold NZ dollar Government Stock, investment grade bonds and bank deposits.

Benchmark

S&P/NZX Bank Bills 90-Day Index

Fund Objective

The investment objective of the Fund is to outperform the benchmark by 85 basis points per annum over a rolling 3-year period.

Performance

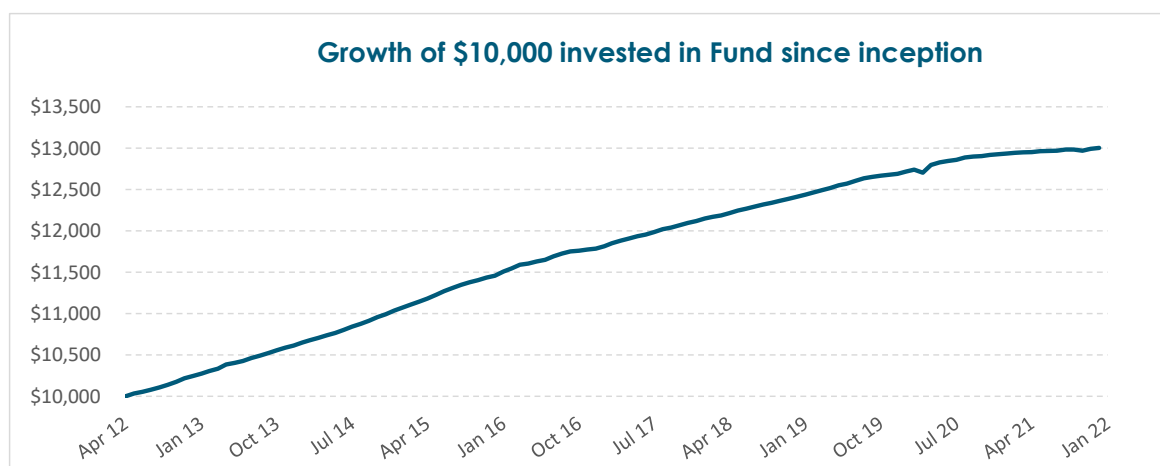
	1 mth	3 mth	1 yr (% p.a)	2 yr (% p.a)	3 yr(% p.a)	5 yr(% p.a)	Since inception (annualised)
Return (reflects no deductions)*	0.12%	0.22%	0.85%	1.49%	1.82%	2.25%	3.02%
Benchmark return (reflects no deductions)	0.06%	0.15%	0.39%	0.52%	0.91%	1.34%	2.11%
Return (after deductions for charges, before tax)**	0.09%	0.15%	0.59%	1.23%	1.56%	1.99%	2.75%

*Returns prior to 31 July 2019 were for the wholesale Harbour NZ Short Duration Fund (inception 27 April 2012). This Fund transitioned to the Harbour Enhanced Cash Fund on 1 August 2019. Returns from 1 August 2019 onwards are a combination of both Funds.

Fund Update

Changes in 0 – 3 year bond yields were relatively modest during December. The Fund slightly exceeded benchmark over the month and was 0.46% ahead of benchmark for the year. By historical standards the outperformance was modest. However scope for adding value is more difficult in a rising interest rate environment, as we need to avoid longer-dated securities as these effectively lock in low returns going forward.

[Click here for the Harbour Market Commentary for this month.](#)



If you had invested \$10,000 in this Fund at inception, as at 31 Dec 2021 it would be worth: **\$ 13,003**
after deductions for charges but before tax.

