

# Harbour Enhanced Cash Fund

## MONTHLY FUND FACT SHEET

Information as at 31 August 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)
<b>Return</b> (reflects no deductions)*	0.11%	0.21%	0.99%	1.62%	2.03%	2.32%	3.10%
<b>Benchmark return</b> (reflects no deductions)	0.06%	0.10%	0.32%	0.64%	1.07%	1.46%	2.17%
<b>Return</b> (after deductions for charges, before tax)**	0.09%	0.15%	0.74%	1.36%	1.77%	2.06%	2.83%

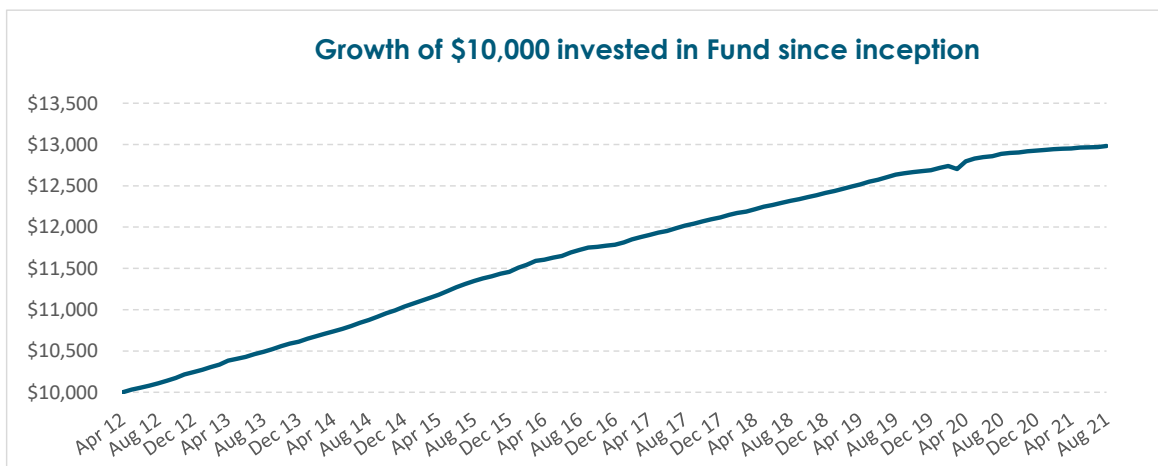
\*Returns prior to 31 July 2019 were for the wholesale Harbour NZ Short Duration Fund (inception 27 April 2012). This Fund transitioned to the Harbour Enhanced Cash Fund on 1 August 2019. Returns from 1 August 2019 onwards are a combination of both Funds.

### Fund Update

Despite the outbreak of COVID-19 in the community, which caused the RBNZ to defer a probable hike in the OCR, cash and bond yields rose across all maturity timeframes during August. The Fund's investment strategy had reflected our view that yields would rise, but intra-month volatility enabled returns to modestly exceed the benchmark.

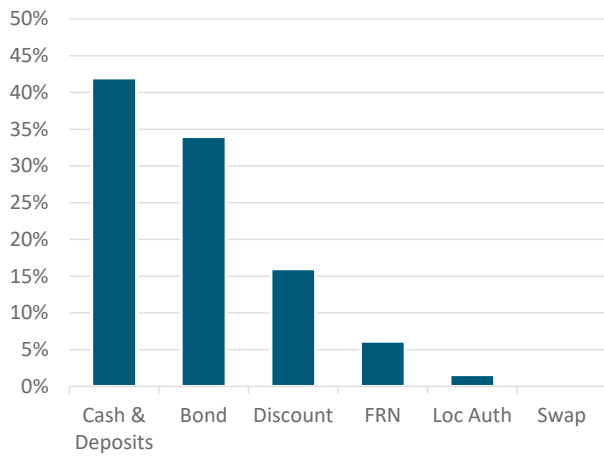
[Click here for the Harbour Market Commentary for this month.](#)

Growth of \$10,000 invested in Fund since inception

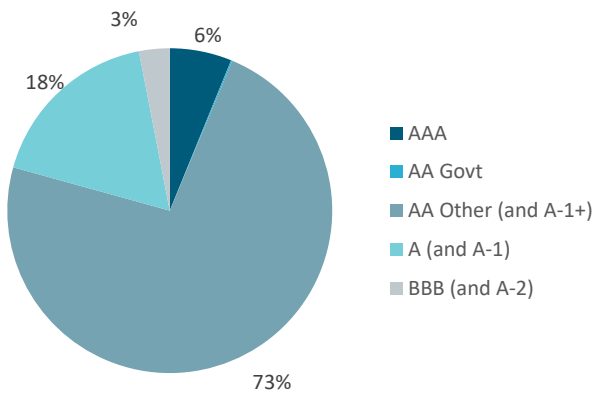


If you had invested \$10,000 in this Fund at inception, as at 31 Aug 2021 it would be worth: **\$ 12,982**  
after deductions for charges but before tax.

## Security Types



## Ratings



## Risk Profile

This Fund has a risk rating of 1, based on returns data from the 5 years to 31 August 2021. For more information on the risks associated with this Fund, please see our Product Disclosure Statement (PDS).

## Top 10 Issuer Exposures

## % Portfolio

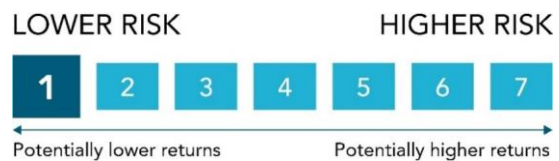
Westpac	18.5%
BNZ / NAB	15.0%
ASB / CBA	13.7%
ANZ	10.3%
Kiwibank	10.1%
Cash	5.4%
Transpower New Zealand	5.2%
NZ Local Government Funding Agency	3.0%
Fonterra	2.4%
Bank of China	1.9%

## Key Information

Unit Price	1.2981
Unit Pricing	Daily
Fund Size (GAV)	\$168,549,019
Fund Inception Date*	1/08/2019
Estimated Total Fund charge:	0.25%pa
Performance fee	None
Entry/exit fees	None
Distribution frequency	Does not distribute
Portfolio yield to maturity	0.78%
Yield above 90 day bank bills	0.32%
Modified duration** (years)	0.23
Credit duration (years)	0.56

\* Fund transitioned from Harbour NZ Short Duration Fund (inception 27 April 2012) to Harbour Enhanced Cash Fund on 01 August 2019.

\*\*Duration measures the sensitivity of the Fund's value to changes in interest rates. If interest rates rise by 1.0% then the Fund's percentage value will fall by approximately the duration (and vice versa for a fall in interest rates).



## Investment Team for this Fund

**Mark Brown**  
Head of Fixed Income



**George Henderson, CFA**  
Portfolio Manager



**Hamish Pepper**  
Market Strategist



**Simon Pannett, CFA**  
Senior Credit Analyst



**Jenny Yang**  
Fixed Interest Analyst



This Fund Fact Sheet is provided for general information purposes only. The information is given in good faith and has been prepared from published information and other sources believed to be reliable, accurate and complete at the time of preparation but its accuracy and completeness is not guaranteed. Information and any analysis, opinions or views contained herein reflect a judgement at the date of publication and are subject to change without notice. The information provided is not intended to constitute advice to any person. To the extent that any such information, analysis, opinions or views constitutes advice, it does not take into account any person's particular financial situation or goals and, accordingly, does not constitute financial advice under the Financial Markets Conduct Act 2013. The information, analysis, opinions and views in this fund fact sheet provided do not constitute advice of a legal, accounting, tax or other nature to any persons. You should consult your tax adviser in order to understand the impact of investment decisions on your tax position. Reference to taxation or the impact of taxation does not constitute tax advice. The rules on and bases of taxation can change. The value of any tax reliefs will depend on your circumstances. Neither Harbour Asset Management Limited nor any other person guarantees repayment of any capital or payment of any returns on capital invested in the investments referred to in this Fund Fact sheet. The price, value and income derived from investments may fluctuate in that values can go down as well as up and investors may get back less than originally invested. Actual performance will be affected by fund charges. Past performance is not indicative of future results, and no representation or warranty, express or implied, is made regarding future performance. Harbour Asset Management Limited is the issuer and manager of the Harbour Investment Funds (Funds). Investors must receive and should read carefully the Product Disclosure Statement for the Funds before making a decision to invest in the Funds. A copy of the Product Disclosure Statement is available at [www.harbourasset.co.nz](http://www.harbourasset.co.nz). We are also required to publish quarterly updates for each Fund. The updates show the returns and the total fees actually charged to investors, during the previous year. The latest fund updates are available at [www.harbourasset.co.nz](http://www.harbourasset.co.nz). Full disclaimer for use of the S&P/NZX Index data can also be found on our website.