



*Annual Report*  
*Dated: 11 July 2018*

# **Elevation Capital Value Fund - 2018 Annual Report**

This Annual Report covers the accounting period from 1 April 2017 to 31 March 2018 (Accounting Period).

## **Details of the Scheme**

The name of the scheme is the Elevation Capital Managed Investments Schemes (Scheme). The type of scheme is an 'Other Managed Fund' (i.e. a managed fund which is not a KiwiSaver scheme, workplace savings scheme or superannuation scheme). The Scheme offers investment in one managed investment product, the Elevation Capital Value Fund (Fund). The Manager of the Scheme is Elevation Capital Management Limited. The supervisor of the Scheme is Public Trust.

The latest Product Disclosure Statement (PDS) for the Scheme is dated 7 December 2017 and is open for applications.

The latest fund update, dated 30 June 2018, was lodged with the Registrar on 11 July 2018.

The Scheme's latest financial statements and the auditor's report, for the year ended 31 March 2018, were dated 10 July 2018 and lodged with the Registrar on 10 July 2018.

## **Description of the Scheme**

The Elevation Capital Value Fund mainly invests in listed companies, although it may invest in unlisted companies up to a total limit of 10% of Net Asset Value of the Fund. The companies we invest in may be based and operate anywhere in the world.

## **Information on Contributions and Scheme Participants**

The number of managed investment products on issue at the start, and end of the Accounting Period was 1. The number of units on issue in the Fund at the start of the Accounting Period was 15,746,701 (01/04/2017). The number of units on issue in the Fund at the end of the Accounting Period was 19,652,957 (31/03/2018).

## **Changes relating to the Scheme**

On 7 December 2017, the market index for the Fund changed from the MSCI ACWI Index (Gross Return) in NZD terms to the ACWI Value Index (Gross Return) in NZD terms to better benchmark the Fund with an appropriate market index having regard to our investing discipline.

There have been no other material changes to the nature or terms of the Scheme or Fund, the statement of investment policy and objectives, or the management of the Scheme over the Accounting Period.

## **Related Parties**

### **General**

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operational decisions.

Elevation Capital Management Limited is the Manager of the Fund and The Public Trust is the Supervisor of the Fund. The New Zealand Guardian Trust Company Limited was previously the Trustee until 12 August 2016 when they were replaced by Public Trust. All are considered to be Related Parties.

CGS & CVS Limited (previously known as Elevation Capital Limited), a company controlled by Christopher Swasbrook, the Managing Director of the Manager, holds 57.57% (31 March 2017: 57.57%) of the issued share capital of the Manager.

### Related Party Fees

The Fund has transacted with Related Parties during the year as follows:

		Elevation Capital Value Fund	
		2018 (NZ\$)	2017 (NZ\$)
For the year ended 31 March			
Elevation Capital Management Limited	Management fees	351,681	305,673
The New Zealand Guardian Trust Company Limited	Supervisor fees	-	8,576
Public Trust	Supervisor fees	23,000	15,333
Public Trust	Custodian Fees	13,836	13,801
		388,517	343,383

The Fund owed the following amounts to Related Parties at balance date:

		Elevation Capital Value Fund	
		2018 (NZ\$)	2017 (NZ\$)
As at 31 March			
Elevation Capital Management Limited	Management fees	30,140	26,268
Public Trust	Supervisor fees	1,917	1,917
Public Trust	Custodian Fees	1,597	596
		33,654	28,781

Under the Trust Deed the management fees payable to Elevation Capital Management Limited are payable monthly in arrears. All balances are unsecured, settled in cash and do not attract interest.

Supervisor fees payable to The Public Trust are payable monthly in arrears. All balances are unsecured, settled in cash and do not attract interest.

### Investments by Related Parties

ECML directors' interest, as well as related parties of directors' interest, in the Fund at balance date were 1,161,295 (31 March 2017: 1,024,408) units which represented 5.9% (31 March 2017: 6.5%) of unit holders' interest in the Fund.

### **Other Information for particular types of managed funds**

The unit price for the Fund at the start of the Accounting Period was \$1.6212 (01/04/2017). The unit price for the Fund at the end of the Accounting Period was \$1.5123 (31/3/2018).

### **Changes to Persons involved in the Scheme**

**Manager:** There were no changes to the Manager of the Scheme.

**Directors and Key Personnel of the Manager:** There were no changes to the directors or the key personnel of the Manager.

**Supervisor:** There were no changes to the Supervisor of the Scheme.

**Board Members of the Supervisor:** There were the following changes to the Board Members of the Supervisor during the Accounting Period:

- Ian Fitzgerald was appointed as a board member on 22 May 2017.
- Huei Min (Lyn) Lim completed her term as board member on 30 June 2017.
- Sarah Roberts completed her term as Chair and board member of the Public Trust Board on 31 August 2017.
- Ian Fitzgerald was appointed as Chair of the Public Trust Board on 1 September 2017.

**Administration Manager, Investment Manager, Securities Registrar, Custodian, Auditor:** there were no changes during the period.

### **How to find further information**

Further information relating to the Scheme can be obtained free of charge from the scheme register and the offer register available at [www.companiesoffice.govt.nz/disclose](http://www.companiesoffice.govt.nz/disclose) (search 'Elevation Capital').

The scheme register includes the trust deed, statement of investment policy and objectives, financial statements and annual reports.

The offer register includes the product disclosure statement, other material information, material contracts and quarterly fund updates.

The above information is also available free of charge by contacting the Manager, using the following contact details:

Attention: Christopher Swasbrook

Email: [info@elevationcapital.co.nz](mailto:info@elevationcapital.co.nz)

Telephone: (09) 379 6493

### **Contact details and Complaints**

If you have a question or complaint, please contact us. We can be contacted at:

Elevation Capital Management Limited, PO Box 911145, Victoria Street West, Auckland 1142, New Zealand.

Attention: Christopher Swasbrook (for enquiries)

Attention: Craig Stobo (for complaints)

Telephone: (09) 379 6493

You can also contact the Supervisor, Public Trust at:  
General Manager, Corporate Trustee Services  
PO Box 5067  
Wellington 6140  
Telephone: 0800 371 471  
Email: [cts.enquiry@publictrust.co.nz](mailto:cts.enquiry@publictrust.co.nz)

If your complaint can't be resolved by us or the Supervisor, you can refer it to one of the following approved dispute resolution schemes. They won't charge you a fee to investigate or resolve your complaint.

**Manager's Approved Dispute Resolution Scheme**

Insurance & Financial Services Ombudsman Scheme Inc,  
Level 8, Shamrock House,  
79-81 Molesworth Street,  
Wellington  
or at:  
PO Box 10-845,  
Wellington 6143

Telephone: 0800 888 202  
Website: [www.ifso.nz](http://www.ifso.nz)  
Email: [info@ifso.nz](mailto:info@ifso.nz)

**Supervisor's Approved Dispute Resolution Scheme**

Financial Services Complaints Limited  
Level 4, 101 Lambton Quay, Wellington 6011  
or at:  
PO Box 5967  
Wellington 6145

Telephone: 0800 347 257  
Website: [www.fscl.org.nz](http://www.fscl.org.nz)  
Email: [complaints@fscl.org.nz](mailto:complaints@fscl.org.nz)

You may also contact MMC Limited (the securities registrar). They can be contacted at:  
MMC Limited, Level 25, QBE Centre, 125 Queen Street, Auckland 1010,  
or to:  
MMC Limited, PO Box 106 039, Auckland 1143  
Attention: Nicola Tait  
Telephone: (09) 557 1484