

Fund Overview

King Tide Asset Management Limited (King Tide, or KTAM) is a specialist and independent investment management company based in New Zealand, and the manager of a new boutique fund, the KTAM NZ/Australian Long/Short Equity Fund (the Fund). • The Fund aims to provide local and international investors with diversified, active exposure to New Zealand and Australian equity markets through allocating capital to a select group of funds (underlying funds) domiciled in these markets whose principal activity is long/short equity investment. • The Fund’s investment objective is to achieve positive absolute returns over any rolling three to five year period irrespective of market trends. • By moving beyond traditional US-European-Asian markets to embrace Australian and New Zealand equities, the Fund offers investors active diversified exposure to robust commodity-based economies, both with well developed regulatory regimes and growing capital markets.

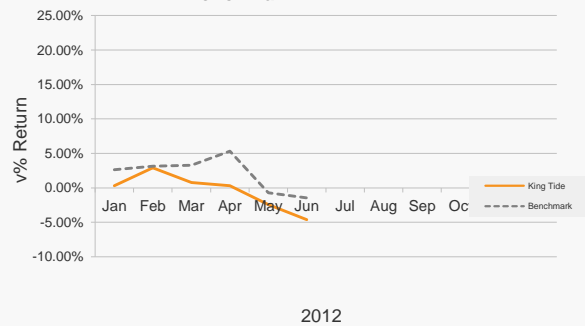
King Tide - Fund Performance vs. Benchmark (Net of Fees)

201200.00%	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
King Tide NZD	0.29%	2.61%	-2.09%	-0.45%	-2.75%	-2.23%							-4.64%
King Tide AUD	2.49%	2.98%	-0.76%	-1.09%	-3.90%	-1.28%							-1.71%
Blended Benchmark	2.61%	0.51%	0.12%	2.00%	-5.75%	-0.72%							-1.45%

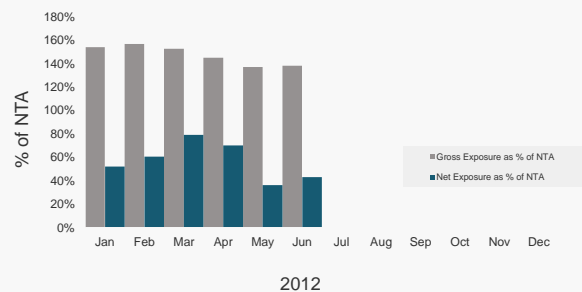
Monthly Performance Review

King Tide Fund fell -2.23% in June versus a fall of -0.72% for our blended benchmark. Over the quarter, King Tide was down -5.35% versus the benchmark's -4.56%. From inception, the Fund is down -4.63% versus -1.45% for the benchmark. We are naturally disappointed with negative returns over this, our first six month period, but realise that the returns to date are well within a normal range of results one might expect over this length of time. The range of results for June were -15.6% to +1.4%. Fortunately, the large negative result was our smallest weighting at 3.7%. Our four largest weightings as per the chart below, all around 14% to 15% were in a range of -1.9% to +0.2%. Gross and net exposure were marginally higher at the end of June at 148% gross and 43% net. In June the bulk of the losses in managers' portfolios were from exposure to mining/resources and related companies. Resource stocks fell 4.6% in June, and the Energy sector was down 6.2%. The ASX small resources fund index was down 11%. Our two most volatile managers are exposed to these sectors, and argue that good companies are being sold off with bad, as investors abandon the resources/energy theme. Time will tell. What is worth noting, is that despite two of our managers having very large drawdowns in the past few months, we have given up a limited portion of our capital. What I mean by that, is that we can accept a drawdown of 5% over six months, and on occasions expect to have larger drawdowns than this. Drawdowns of 20% and 30% however are difficult to stomach even though two of our underlying managers (9.3% of King Tide) do have this kind of volatility. In the end, with downward volatility must come upward volatility, and we are monitoring these managers closely to ensure we are still comfortable with their process and rigour. In the past they have been quick to recover losses.

Cumulative Fund Performance vs. Market Benchmark

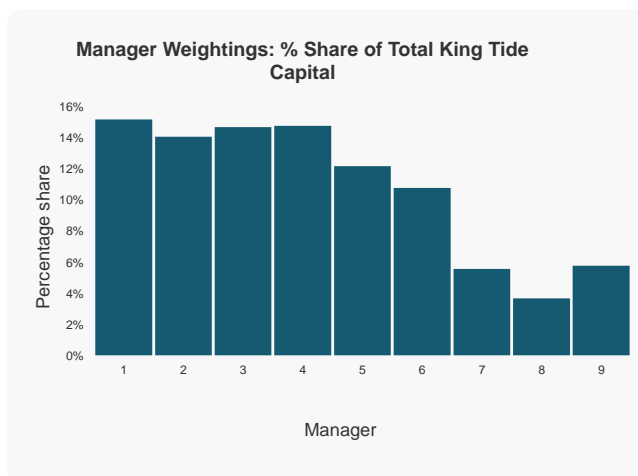


Gross and Net Exposures (% of Net Assets)



Fund Facts

FUM	NZ\$9.55 million
Inception Date	January 1, 2012
Min. Investment	NZ\$50,000
Unit Price	\$0.95
Annualised Return	
Return Since Inception	-4.63%
Annualised SD	
Sharpe Ratio (RFR=RBA cash)	
% Positive Months	33%
Administration	BNP Paribas
Legal Counsel	Minter Ellison Rudd Watts
Auditor	PWC



Note: An updated version of our prospectus and investment statement are both available on our website

King Tide's performance is expressed in NZ dollars, and currency fluctuations may significantly impact on the volatility of the fund. It is clear in our prospectus that we do not intend hedging currency, but investors may want to make their own hedging arrangements should they want to protect this investment from currency related volatility between the AUD and NZD. In the mid to longer term, we may offer a NZD unit, which would be hedged back into NZDs.

No person, including King Tide, or its directors and staff referred to in this document, guarantees the performance of the Fund. Past returns of selected underlying funds do not guarantee future returns for investors in this Fund. This document does not constitute an offer or solicitation in any jurisdiction in which such an offer or solicitation is not authorised, or in which the person making such offer or solicitation is not qualified to do so, or to any person to whom it is unlawful to make such an offer or solicitation. No action has been taken that would permit a public offering in any jurisdiction where action for that purpose would be required.