

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.

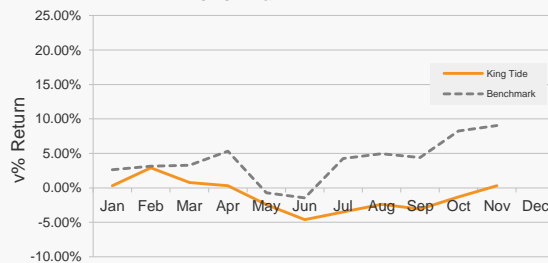
King Tide - Fund Performance vs. Benchmark (Net of Fees)

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%	1.16%	1.19%	-0.74%	1.83%	1.63%		0.29%
King Tide AUD	2.50%	2.98%	-0.76%	-1.03%	-3.90%	-1.28%	-0.47%	2.07%	2.00%	1.06%	0.84%		3.86%
Blended Benchmark	2.61%	0.51%	0.12%	2.00%	-5.75%	-0.72%	5.80%	0.64%	-0.52%	3.69%	0.72%		9.02%

Monthly Performance Review

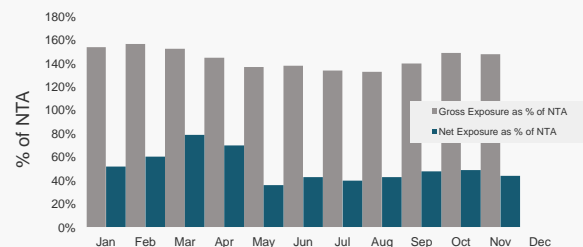
November was a month of two distinct halves in the Australian share market. In the first two weeks of November the ASX200 fell almost 4%, only to recover all but -0.24% by month end. This created a very difficult environment for active long/short managers. Indications were that our managers were flat to positive in the first half. To their credit, most held those gains as the market reversed, and some were able to build on the gains through astute stock selection • The Fund gained 1.63% versus the market's 0.72%. It achieved this result with net long exposure of 49% going in to the month. By the end of November average net exposure had dropped to 44%. Despite sentiment improving in equity markets and 'risk on' trades like the NZ and Australian dollars regaining favour, most of our managers remain cautious. The manager of one of our larger holdings put it this way, "Political uncertainty has taken center stage again in the US, where the Obama Administration is conducting locked in a death-roll with Republicans towards the 'fiscal cliff'. Despite knowing that common sense is often the first casualty in politics, the big lesson learned in markets through various crises since 2008 is that caution rarely pays. Investors have become conditioned to expect some form of fix to arrive each and every time, and are prepared to assume risk in advance with that expectation. For investors interested in absolute returns and capital protection, and who dislike the binary risk profile if, one bad day, a bail-out or political fix fails to arrive on schedule, this remains a difficult backdrop for making money." • This approach sums up the thinking behind King Tide. While we have had a difficult first eleven months, with one manager in particular losing more than half its capital, the Fund has come through with your capital intact. Going forward, we remain confident that we will continue to first and foremost protect capital with the mix of managers we have, and the diversification this provides, laying the foundation for compounding returns in the future.

Cumulative Fund Performance vs. Market Benchmark



2012

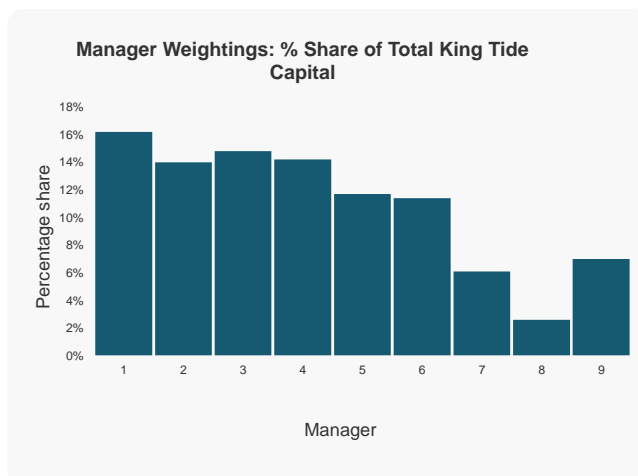
Gross and Net Exposures (% of Net Assets)



2012

Fund Facts

Fund size	NZ\$10.134 million
Inception Date	January 1, 2012
Min. Investment	NZ\$50,000
Unit Price	\$1.00
Annualised Return	
Return Since Inception	0.29%
Annualised SD	
Sharpe Ratio (RFR=RBA cash)	
% Positive Months	55%
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.