

# SuperLife UK pension transfer scheme

## NZ Cash ETF Fund

### Fund update for the quarter ended 30 June 2018

This fund update was first made publicly available on 25 July 2018.

### What is the purpose of this update?

This document tells you how the NZ Cash ETF Fund has performed and what fees were charged. The document will help you to compare the fund with other funds. Smartshares Limited prepared this update in accordance with the Financial Markets Conduct Act 2013. This information is not audited and may be updated.

### Description of this fund

The NZ Cash ETF Fund invests in the Smartshares Exchange Traded Funds' NZ Cash Fund.

Total value of the fund:	\$531,183
Number of investors in the fund:	2
The date the fund started:	11 November 2015

### What are the risks of investing?

#### Risk indicator for the NZ Cash ETF Fund<sup>1</sup>



The risk indicator is rated from 1 (low) to 7 (high). The rating reflects how much the value of the fund's assets goes up and down. A higher risk generally means higher potential returns over time, but more ups and downs along the way.

To help you clarify your own attitude to risk, you can seek financial advice or work out your risk profile at [www.sorted.org.nz/tools/investor-kickstarter](http://www.sorted.org.nz/tools/investor-kickstarter).

Note that even the lowest category does not mean a risk-free investment, and there are other risks that are not captured by this rating.

This risk indicator is not a guarantee of a fund's future performance. The risk indicator is based on the returns data for 5 years to 30 June 2018. While risk indicators are usually relatively stable, they do shift from time to time. The risk indicator will continue to be updated in future fund updates.

#### Other specific risks

There are other risks that may increase the risk to returns for investors, which are not reflected in the risk indicator. These risks include the risk that changes to the UK's rules for recognised overseas pension schemes (ROPS) limit your ability to withdraw your investments or affect

the UK tax you pay on your investment. We will not be liable for any loss you may suffer if this happens.

There is also active management risk. In particular, the fund invests in an actively managed fund, the investment manager of which buys and sells financial products based on its own assessment of what is happening in the market. There is a risk that the investment manager selects investments for the actively managed fund that result in the NZ Cash ETF Fund achieving a return that is lower than its investment objective.

See the 'Other Material Information' document on the offer register at

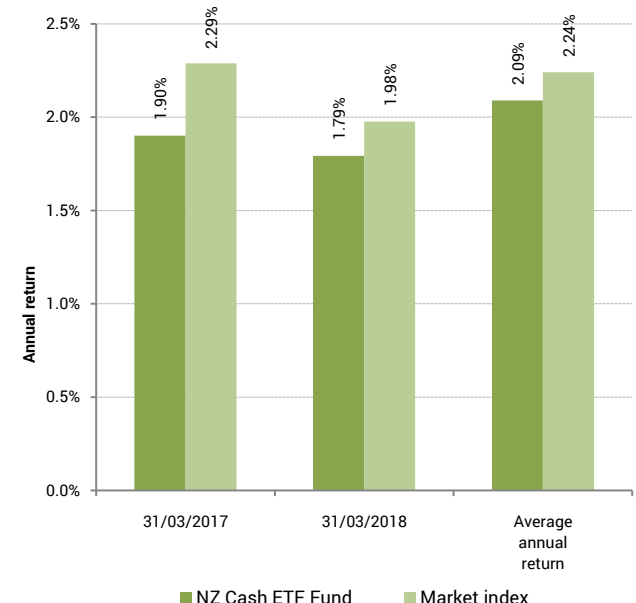
[www.disclose-register.companiesoffice.govt.nz](http://www.disclose-register.companiesoffice.govt.nz) for further information about the risks of investing in the SuperLife UK pension transfer scheme.

### How has the fund performed?

	Past year
<b>Annual return</b> (after deductions for charges and tax)	1.76%
<b>Annual return</b> (after deductions for charges but before tax)	2.29%
<b>Market index annual return</b> (reflects no deduction for charges and tax)	1.96%

The market index annual return is based on the annual return of the S&P/NZX Bank Bills 90-Day Index. Additional information about the market index is available in the 'Other Material Information' document on the offer register at [www.disclose-register.companiesoffice.govt.nz](http://www.disclose-register.companiesoffice.govt.nz).

#### Annual return graph





This shows the return after fund charges and tax for each year ending 31 March since the fund started. The last bar shows the average annual return since the fund started, up to 30 June 2018.

**Important:** This does not tell you how the fund will perform in the future.

### What fees are investors charged?

Investors in the NZ Cash ETF Fund are charged fund charges. In the year to 31 March 2018 these were:

	% per annum of fund's net asset value
<b>Total fund charges</b>	0.53%
Which are made up of:	
<b>Total management and administration charges</b>	0.53%
Including:	
Manager's basic fee	0.30%
Other management and administration charges	0.23%
<b>Other charges</b>	<b>Dollar amount per investor</b>
Administration fee	\$60 per annum

Investors may also be charged individual action fees for specific actions or decisions (for example, for transferring money into the scheme from a UK pension scheme). See the Product Disclosure Statement for the SuperLife UK pension transfer scheme for more information about those fees.

Small differences in fees and charges can have a big impact on your investment over the long term.

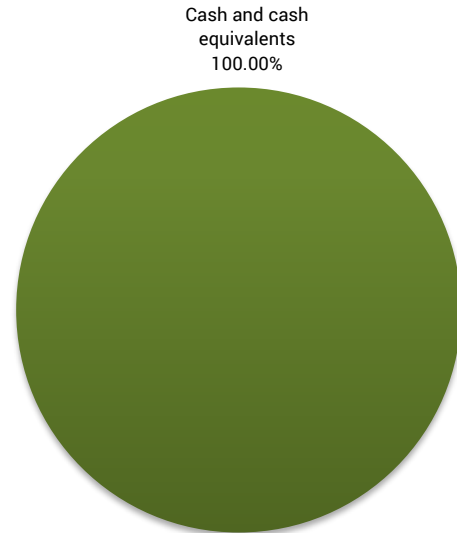
### Example of how this applies to an investor

Jess had \$10,000 in the fund and did not make any further contributions. At the end of the year, Jess received a return after fund charges were deducted of \$176 (that is 1.76% of her initial \$10,000). Jess paid other charges of \$60. This gives Jess a total return after tax of \$116 for the year.

### What does the fund invest in?

#### Actual investment mix

This shows the types of assets that the fund invests in.



#### Target investment mix

This shows the mix of assets that the fund generally intends to invest in.

Asset Category	Target asset mix
Cash and cash equivalents	100.00%
New Zealand fixed interest	-
International fixed interest	-
Australasian equities	-
International equities	-
Listed property	-
Unlisted property	-
Commodities	-
Other	-



## Top 10 investments

Name	% of fund's net asset value	Type	Country	Credit rating (if applicable)
SBS Bank 02/08/18 3.80% TD	8.66%	Cash and cash equivalents	New Zealand	
Kiwibank Ltd 13/05/19 FRN	8.16%	Cash and cash equivalents	New Zealand	A+
Fonterra Coop Group Ltd 11/09/18 PNOTE	6.96%	Cash and cash equivalents	New Zealand	
Meridian Energy Ltd 29/10/19 FRN	5.34%	Cash and cash equivalents	New Zealand	BBB+
ANZ Bank New Zealand Ltd 22/03/19 FRN	4.89%	Cash and cash equivalents	New Zealand	AA-
Westpac Banking Corp 27/06/19 3.17% TD	4.38%	Cash and cash equivalents	New Zealand	
China Construction Bank 22/02/19 3.10% TD	3.54%	Cash and cash equivalents	New Zealand	
Westpac Banking Corp 11/04/19 3.09% TD	3.53%	Cash and cash equivalents	New Zealand	
Kiwibank Ltd 15/02/19 3.0% TD	3.23%	Cash and cash equivalents	New Zealand	
Bank of New Zealand 14/09/20 FRN	3.08%	Cash and cash equivalents	New Zealand	AA-

The top 10 investments make up 51.77% of the fund's net asset value.

## Currency hedging

Not applicable.

## Key personnel

This shows the directors and employees who have the most influence on the investment decisions of the fund:

Name	Current position	Time in current position	Previous or other positions	Time in previous / other position
Paul James Baldwin	Director	1 year and 6 months	Executive Consultant - NZX Wealth Technologies	1 year and 9 months
Lindsay Megan Wright	Director (new)	1 month	Director - NZX	5 months
Guy Roulston Elliffe	Director	2 years and 7 months	Corporate Governance Manager - ACC	3 years and 2 months
Mark John Peterson	Director	8 months	Chief Executive Officer - NZX	1 year and 5 months
Alister John Williams	Director	2 years and 7 months	Investment Manager - Trust Management	3 years and 5 months

## Further information

You can also obtain this information, the Product Disclosure Statement for the SuperLife UK pension transfer scheme, and some additional information, from the offer register at [www.disclose-register.companiesoffice.govt.nz](http://www.disclose-register.companiesoffice.govt.nz).

## Notes

- 1 Market index returns (as well as actual returns) have been used to complete the risk indicator, as the fund has not been in existence for 5 years. As a result, the risk indicator may provide a less reliable indicator of the potential future volatility of the fund. The risk indicator for the fund uses 2 years and 5 months of market index returns.