

Scheme Transition & Transfer Guide

SuperLife UK pension transfer scheme

Important information on an upcoming change in manager, fund simplification, and proposed scheme transfer.

Smartshares Limited has prepared this document to meet the requirements of section 57(1)(b)(ii) of the Financial Markets Conduct Act 2013 and clause 52 of schedule 4 of the Financial Markets Conduct Regulations 2014.

The information in this document could change in the future. Please check the offer register at disclose-register.companiesoffice.govt.nz for any updates.





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1. Introduction

This is an important document that should be read carefully alongside the Product Disclosure Statement for the SuperLife UK pension transfer scheme (**Scheme**).

This Scheme Transition & Transfer Guide (**Guide**) outlines:

- The upcoming change in manager from Smartshares Limited (**Smartshares**) to Lifetime Asset Management Limited (**Lifetime**).
- The simplification of fund options within the Scheme.
- The proposed transfer of your membership and investment to the Garrison Bridge Superannuation Scheme (**Garrison Bridge**), subject to Financial Markets Authority approval.
- What these changes mean for you, including changes to your investments, fees and fund structure.

You will also find a set of Frequently Asked Questions at superlife.co.nz/resources/faqs#Pension-Transfers.

Please contact the team at Smartshares if you have any questions, our contact details are:

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2. Background

On 4 August 2025, Smartshares agreed to sell the management rights of the Scheme to Lifetime. The sale is expected to complete on Friday 31 October 2025 (**Completion Date**).

What does this mean?

Smartshares will retire as the Manager of the Scheme and appoint Lifetime as the new Manager of the Scheme on the Completion Date¹.

This change reflects Smartshares' commitment to ensuring ongoing support for Scheme members. Lifetime specialises in UK pension transfers and is well placed to continue supporting Scheme members.

What's changing?

As part of the change in management, Lifetime plans to implement changes to the Scheme in two key stages:

1. Transition – Fund Simplification

On the Completion Date, the Scheme's current 43 fund options will be simplified and consolidated into 10 new fund options. Please refer to section 3 onwards for more information.

2. Transfer to Garrison Bridge Superannuation Scheme

Your membership and investment in the Scheme will be transferred to Garrison Bridge, subject to consent from the Financial Markets Authority. This is expected to take up to three months after the Completion Date.

About Garrison Bridge

Lifetime is the manager of Garrison Bridge, which is a Qualifying Recognised Overseas Pension Scheme (QROPS), just like the Scheme.

Garrison Bridge:

- is designed for people wishing to transfer their UK pension to New Zealand.
- is denominated in New Zealand Dollars, Australian Dollars and Great British Pounds.
- is a Portfolio Investment Entity (PIE), allowing members to select the tax rate most applicable to their circumstances – either 10.5%, 17.5% or 28%.
- allows non-New Zealand residents and transitional residents to elect a 0% Prescribed Investor Rate (PIR) when investing in the non-NZD denominated funds (which are foreign investment zero-rate PIEs), potentially offering significant tax advantages.

Currently, Lifetime manages approximately NZ\$300m in Garrison Bridge on behalf of over 800 members.

Lifetime will contact all Scheme members and provide more information on the proposed transfer to Garrison Bridge after it becomes Manager.

¹ The expected Completion Date of the change of manager is subject to change. Please refer to the latest information at superlife.co.nz/pension-transfer/uk-pensions



3. Transition – Fund Simplification

Following Lifetime’s appointment as Manager of the Scheme, the existing 43 investment options in the Scheme will be closed and the Scheme will offer 10 new fund options to existing and new Scheme members, as shown in the table below.

By consolidating the funds into a smaller number of diversified funds, Lifetime can improve tax efficiency and help streamline the eventual transfer to Garrison Bridge.

On the Completion Date your investment in the Scheme’s existing fund options will be automatically transitioned to the new fund options. Further information on how your existing investment will be allocated to the new fund options is explained in section 4 (New Fund Allocations).

Funds – New Fund Options		
Description, investment objective and target investment mix	Risk indicator ¹	Minimum suggested investment timeframe
<p>NZD Conservative Fund No. 2</p> <p>Invests mainly in income assets and includes some growth assets. Expected to experience low to medium volatility. Seeks to track the fund's benchmark composite index (before annual fund charge and tax)².</p> <ul style="list-style-type: none"> ▶ 14% Cash and cash equivalents ▶ 21% NZ fixed interest ▶ 35% International fixed interest ▶ 70% Income assets ▶ 5% Australasian equities ▶ 22% International equities ▶ 1.5% Listed property ▶ 1.5% Other (Listed infrastructure) ▶ 30% Growth assets 		4 years
<p>NZD Balanced Fund</p> <p>Invests primarily in growth assets with a moderate exposure to income assets. Expected to experience medium to high volatility. Seeks to track the fund's benchmark composite index (before annual fund charge and tax)².</p> <ul style="list-style-type: none"> ▶ 8% Cash and cash equivalents ▶ 12% NZ fixed interest ▶ 20% International fixed interest ▶ 40% Income assets ▶ 14% Australasian equities ▶ 40% International equities ▶ 3% Listed property ▶ 3% Other (Listed infrastructure) ▶ 60% Growth assets 		6 years
<p>NZD Growth Fund No 2</p> <p>Invests mainly in growth assets with some exposure to income assets. Expected to experience high volatility. Seeks to track the fund's benchmark composite index (before annual fund charge and tax)².</p> <ul style="list-style-type: none"> ▶ 4% Cash and cash equivalents ▶ 6% NZ fixed interest ▶ 10% International fixed interest ▶ 20% Income assets ▶ 19% Australasian equities ▶ 53% International equities ▶ 4% Listed property ▶ 4% Other (Listed infrastructure) ▶ 80% Growth assets 		9 years



Funds – New Fund Options		
Description, investment objective and target investment mix	Risk indicator ¹	Minimum suggested investment timeframe

NZD Balanced Fund No 2

Provides investors with an exposure to a mix of growth and income assets.

The fund's objective is to minimise negative returns over the medium term through investment in income assets, such as bonds, while providing an opportunity for positive real returns over the longer term by investing a reasonable proportion in growth assets such as equities and property.

The Fund will invest 100% into the Simplicity Balanced Fund to retain similar SRI exclusions of the Ethica Fund.

- ▶ 5% Cash and cash equivalents
- ▶ 14% NZ fixed interest
- ▶ 22% International fixed interest
- ▶ 41% Income assets
- ▶ 9.25% New Zealand equities
- ▶ 6.25% Unlisted New Zealand Property
- ▶ 43.5% International Equities
- ▶ 59% Growth assets

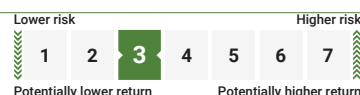


6 years

NZD Bond Fund

Provides exposure to New Zealand and International fixed interest by investing 100% in income assets. Seeks to track the fund's benchmark composite index (before annual fund charge and tax)².

- ▶ 50% NZ fixed interest
- ▶ 50% International fixed interest
- ▶ 100% Income assets



3 years

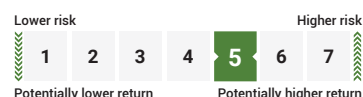
NZD International Equities Fund

Provides exposure to International equities by investing 100% in growth assets (International equities).

Seeks to track the fund's benchmark index (before annual fund charge and tax)².

The Fund will generally hold 70% of its investments in assets based in the United States with 30% in other developed markets (excluding Australia).

- ▶ 100% International equities
- ▶ 100% Growth assets



10 years



Funds – New Fund Options		
Description, investment objective and target investment mix	Risk indicator ¹	Minimum suggested investment timeframe
NZD Australasian Equities Fund Provides exposure to Australasian equities by investing 100% in growth assets (Australasian equities). Seeks to track the fund's benchmark composite index (before annual fund charge and tax) ² . ▶ 100% Australasian equities ▶ 100% Growth assets		10 years
NZD Real Assets Fund Provides exposure to real assets by investing into NZ listed property, International listed property and International listed infrastructure assets. Seeks to track the fund's benchmark composite index (before annual fund charge and tax) ² . ▶ 70% Listed property ▶ 30% Other (Listed infrastructure) ▶ 100% Growth assets		10 years
NZD Cash Fund Invests in cash and cash equivalent investments in New Zealand. Expected to experience low volatility. Seeks to track the fund's benchmark index (before annual fund charge and tax) ² . ▶ 100% Cash and cash equivalents ▶ 100% Income assets		1 year
GBP Cash Fund Invests in UK cash and designed to reflect the return (before tax, fees and other expenses) on the UK cash market. Seeks to track the fund's benchmark index (before annual fund charge and tax) ² . ▶ 100% Cash and cash equivalents ▶ 100% Income assets		5 years

¹ The funds do not have a 5-year return history. Accordingly, the risk indicators for the funds have been calculated using market index returns for the period 1 July 2020 to 30 June 2025. As a result, the risk indicators may provide a less reliable indicator of the potential future volatility of these funds.

² For more information on the investment objectives and benchmark indices of these funds please refer to the Fund Schedules.



4. New Fund Allocations

The tables below show how investments in the current funds will be consolidated into the new funds on the Completion Date.

Your new fund(s) will have the same or lower annual fees, and most will retain or have a similar risk category.

Single sector funds

Lifetime's changes to the Scheme's single sector funds are explained in this section.

New Zealand Shares and Australian Shares

Lifetime proposes to consolidate all the existing New Zealand Shares Funds and Australian Shares Funds in the Scheme into a single Australasian Share fund.

Current New Zealand Shares Funds	Current Annual Fund Fees	New Fund	New Annual Fund Fee
S&P/NZX 50 Fund	0.80%	NZD Australasian Equities Fund	0.80%
NZ Shares Fund	0.80%		
NZ Top 50 Fund	0.80%		
NZ Top 10 Fund	0.80%		
NZ Mid Cap Fund	0.80%		
NZ Dividend Fund	0.80%		

Current Australian Shares Funds	Current Annual Fund Fees	New Fund	New Annual Fund Fee
S&P/ASX 200 Fund	0.80%	NZD Australasian Equities Fund	0.80%
Australian Shares Fund	0.80%		
Australian Top 20 Fund	0.80%		
Australian Mid Cap Fund	0.80%		
Australian Dividend Fund	0.80%		
Australian Financials Fund	0.80%		
Australian Resources Fund	0.80%		



US Shares and International Shares

Lifetime proposes to consolidate all the existing US Shares Funds and International Shares Funds in the Scheme into a single NZD International Equities Fund.

Current US Shares Funds	Current Annual Fund Fees	New Fund	New Annual Fund Fee
US 500 Fund	0.75%	NZD International Equities Fund	0.75%
US Large Growth Fund	0.78%		
US Large Value Fund	0.78%		
US Mid Cap Fund	0.78%		
US Small Cap Fund	0.78%		

Current International Shares Funds	Current Annual Fund Fees	New Fund	New Annual Fund Fee
Overseas Shares Fund	0.79%	NZD International Equities Fund	0.75%
Overseas Shares (Currency Hedged) Fund	0.79%		
Total World Fund	0.79%		
Total World (NZD Hedged) Fund	0.79%		
Asia Pacific Fund	0.80%		
Emerging Markets Fund	0.94%		
Europe Fund	0.80%		

Bonds

Lifetime proposes to consolidate all the existing New Zealand and International Bond Funds in the Scheme into a single NZD Bond Fund.

Current Bond Funds	Current Annual Fund Fees	New Fund	New Annual Fund Fee
NZ Bonds Fund	0.75%	NZD Bond Fund	0.75%
S&P/NZX NZ Government Bond Fund	0.75%		
Overseas Bonds Fund	0.80%		
Overseas Non-government Bonds Fund	0.75%		
Global Aggregate Bond Fund	0.80%		



Cash

Lifetime will retain the Scheme's two existing cash funds denominated in New Zealand Dollars and Great British Pounds. These funds will be invested in High Yield Bank Accounts denominated in the relevant currencies (as applicable).

Cash Funds	Current Annual Fund Fees	Bank Account	New Annual Fund Fee
NZ Cash Fund	0.73%	Bank of New Zealand and Bank of China NZD cash accounts	0.73%
UK Cash Fund	0.70%	Bank of New Zealand GBP cash account	0.70%

Property Funds

Lifetime proposes to consolidate all the existing Property Funds in the Scheme into a single Property Fund which will be called the NZD Real Assets Fund.

Current Property Funds	Current Annual Fund Fees	New Fund	New Annual Fund Fee
NZ Property Fund	0.80%	NZD Real Assets Fund	0.79%
Australian Property Fund	0.80%		
Global Property Fund	0.79%		

Age Steps Option

Lifetime will not continue the existing Age Steps investment option following the Completion Date.

If you are invested in Age Steps then your allocation between income and growth assets will remain as it is on the Completion Date but will no longer be automatically adjusted each year. Lifetime will contact you directly to advise further.



Diversified funds

Lifetime proposes to consolidate the SuperLife Income Fund with the new NZD Bond Fund and the SuperLife High Growth Fund with the new NZD International Equities Fund.

The other diversified funds in the Scheme will retain their existing asset allocation ranges. However, individual asset management for the funds will be diversified across a wider range of underlying fund managers.

Current Diversified Funds	Current Annual Fund Fees	New Fund	New Annual Fund Fee
SuperLife Income Fund	0.77%	NZD Bond Fund	0.75%
SuperLife Conservative Fund	0.78%	NZD Conservative Fund No.2	0.78%
SuperLife Balanced Fund	0.81%	NZD Balanced Fund	0.81%
Castle Point 5 Oceans Fund	1.60% (estimated)		
Ethica Fund	0.91%	NZD Balanced Fund No.2	0.91%
SuperLife Growth Fund	0.82%	NZD Growth Fund No.2	0.82%
SuperLife High Growth Fund	0.84%	NZD International Equities Fund	0.75%

Selected underlying fund managers

(see section 8, Fund Schedules below)

Smartshares Limited

Smartshares has been selected by Lifetime to provide the underlying funds for the Scheme's investments in international equities (shares), Australian equities, and international fixed interest (bonds). The Funds will attain this exposure by investing in the Smart Wholesale Global Equity ESG Funds (hedged and unhedged), Smart Wholesale Australian Equity ESG Fund (unhedged), Smart Wholesale Global Government Bond Fund and Smart Wholesale Global Credit Fund.

Smartshares is a wholly owned subsidiary of NZX Limited, the operator of the New Zealand stock exchange. Smartshares offers a range of Exchange Traded Funds listed on the NZX and a range of unlisted wholesale funds.

The Smart Wholesale funds selected by Lifetime are designed to track the return (before tax, fees and other expenses) of their respective market indices. The Smart Wholesale Global Equity ESG hedged and unhedged Funds are designed to track the MSCI World Ex Australia ESG Screened Index and MSCI World Ex Australia ESG Screened Index (100% NZD Hedged) respectively. The Smart Wholesale Australian Equity ESG Fund is designed to track the S&P/ASX 200 Fossil Fuel Screened (AUD) Index. The Smart Wholesale Global Government Bond Fund is designed to track the Bloomberg Global Aggregate Treasuries Total Return Index (100% NZD Hedged) and the Smart Wholesale Global Credit Fund is designed to track the Bloomberg Global Aggregate Ex Treasury Total Return Index (100% NZD Hedged).



Smartshares will remain as a related party of the Scheme for six months following Lifetime's appointment as manager. Lifetime has policies and procedures in place to identify, assess and manage any conflicts of interest that may arise in connection with the Scheme's investment in the Smart Wholesale funds, which are managed by Smartshares. These include procedures that require Lifetime to certify that a related party transaction is permitted by the Financial Markets Conduct Act 2013 or to obtain the Supervisor's consent to the transaction.

Simplicity (NZ) Limited (Simplicity)

Simplicity has been selected by Lifetime to provide the underlying funds for the Scheme's investments in New Zealand fixed interest and New Zealand equities. The Funds will attain this exposure by investing in the Simplicity NZ Bond Fund and Simplicity NZ Share Fund respectively. In addition, the NZD Balanced Fund No.2 will invest in the Simplicity Balanced Fund to retain similar SRI exclusions.

Simplicity provides a practical, low-cost option for the Scheme's New Zealand bond and equity exposure through their index-tracking NZ Bond Fund, NZ Share Fund and Balanced Fund.

Simplicity is a non-profit investment manager and applies a Responsible Investment Policy that excludes investment in companies with significant exposure (based on defined revenue thresholds) to the fossil fuel, alcohol, tobacco, gambling, adult entertainment, civilian firearms, military weapons, and nuclear power industries, as well as companies deemed to be non-compliant with the principles of the UN Global Compact under the following categories – Human rights, Labour, Environment, and Anti-Corruption.

Kernel Wealth Limited (Kernel)

Kernel has been selected by Lifetime to provide the underlying funds for the Scheme's investments in New Zealand listed property, International listed property and International listed infrastructure. The Funds will attain this exposure by investing in the Kernel NZ Commercial Property Fund, the Kernel Global Property (NZD Hedged) Fund, and the Kernel Global Infrastructure (NZD Hedged) Fund respectively.

Kernel is a New Zealand investment manager providing efficient exposure to listed property and listed infrastructure assets. Listed property and listed infrastructure are important sectors in which Kernel funds hold the securities to match their weight in the respective indices, representing good tax and value balance.

As a manager, Kernel offsets their carbon emissions and is a certified Living Wage Employer. Kernel funds are index tracking, which determines the core sustainability/ESG factors.

The Kernel NZ Commercial Property Fund tracks the S&P/NZX Real Estate Select Index which is designed to measure the performance of the largest and most liquid members of the S&P/NZX All Index and classified within the GICS (Global Industry Classification Standard) real estate sector. The index does not consider sustainability/ESG factors.

The Kernel Global Property (NZD Hedged) Fund tracks the Dow Jones Global Select ESG Real Estate Securities Index which is designed to measure the performance of publicly traded real estate securities while overweighting those companies with relatively high GRESB (Global ESG Benchmark for Real Assets) total scores and underweighting those with lower or zero total scores. GRESB are a global leader in measuring and assessing the ESG performance of real estate companies.

The Kernel Global Infrastructure (NZD Hedged) Fund tracks the Dow Jones Brookfield Global Infrastructure Index which is designed to cover all sectors of the global listed infrastructure market. To be included in the index, a company must derive at least 70% of cash flows from listed infrastructure lines of business.



5. What are the fees?

Investors are charged fees for investing in the Scheme. Fees are deducted from their investment and will reduce their returns. If the Scheme funds invest in other funds, those funds may also charge fees (these fees are included in the fund charges set out below). The fees investors pay will be charged in two ways:

- regular charges (for example, fund charges). Small differences in these fees can have a big impact on your investment over the long term; and
- one-off fees (currently none).

The fees that will be charged to investors in the Scheme following Lifetime's appointment as Manager and the establishment of the new funds will be as follows:

Fund	Fund charges (% per annum of the Fund's net asset value)	Other fees and individual action fees
NZD Conservative Fund No. 2	0.78%	<p>Financial adviser fee – you will only be charged this fee if you have a financial adviser and have agreed with your adviser that he/she will be paid a fee for providing you financial advice.</p> <p>The amount of this fee is to be agreed between you and your financial adviser and set out in the application form. The maximum financial adviser fee you can agree with your financial adviser is:</p> <p>(a) 1% per annum of the amount transferred into the Scheme from a UK pension scheme or ROPS or, after a year, your account balance; or</p> <p>(b) \$500 per annum.</p>
NZD Balanced Fund	0.81%	
NZD Growth Fund No. 2	0.82%	
NZD Balanced Fund No.2	0.91%	
NZD Bond Fund	0.75%	
NZD International Equities Fund	0.75%	
NZD Australasian Equities Fund	0.80%	
NZD Real Assets Fund	0.79%	
NZD Cash Fund	0.73%	
GBP Cash Fund	0.70%	

The fund charges are deducted from, and reflected in the value of, the relevant fund. The fund charges cover the Manager's fee and other management and administration charges (supervisor, audit and legal costs).

The administration fee currently charged to Scheme members will no longer be charged once Lifetime becomes the Manager of the Scheme.

The financial adviser fee (if applicable) is deducted from your account balance each day and paid to your financial adviser.

The Manager will stop charging the financial adviser fee if told to stop (for example, if you no longer use your financial adviser). The fees set out in this document include GST where applicable.



6. What taxes will you pay?

Currently, the Scheme is not a portfolio investment entity (**PIE**) so is taxed as a widely held superannuation fund at a rate of 28% on taxable income.

When Lifetime becomes the Manager of the Scheme, the Scheme will be registered as a PIE.

How will your investment be taxed?

Once the Scheme is registered as a PIE, the Scheme will pay tax on behalf of investors as set out below.

The amount of tax you pay in respect of a PIE is based on your Prescribed Investor Rate (**PIR**). This can be 10.5%, 17.5% or 28%. Your PIR is based on your taxable income and attributable PIE income in either of the two tax years preceding the current tax year (with each tax year commencing on 1 April and ending the following 31 March).

PIR	Eligibility criteria
10.5%	New Zealand resident individuals who have given the Manager their IRD number and who derived in either of the last two income years preceding the current tax year \$15,600 or less in taxable income (excluding PIE income) and \$53,500 or less in taxable income and PIE income combined.
17.5%	New Zealand resident individuals who do not qualify for the 10.5% PIR but who have provided their IRD number to the Manager and who derived in either of the last two income years preceding the current tax year \$53,500 or less of taxable income (excluding PIE income) and \$78,100 or less in taxable income and PIE income combined.
28%	New Zealand tax resident individuals who don't meet the criteria for a 10.5% or 17.5% PIR or the default rate for investors who don't provide their IRD number to the Manager and/or don't elect a PIR.

To determine your PIR, go to ird.govt.nz/roles/portfolio-investment-entities/find-my-prescribed-investor-rate or contact your professional tax adviser.

If you are unsure of your PIR, we recommend you seek professional advice or contact the Inland Revenue Department. It is your responsibility to tell the Manager your PIR when you invest or if your PIR changes. If you do not tell the Manager, a default rate may be applied. If the rate applied to your PIE income is lower than your correct PIR, you will be required to pay any tax shortfall as part of the income tax year-end process. If the rate applied to your PIE income is higher than your PIR, any tax over-withheld will be used to reduce any income tax liability you may have for the tax year and any remaining amount will be refunded to you.

The Manager will contact you to confirm your PIR if one is not held on record for you. Each year, you will be asked to reconfirm your PIR. You should review your rate each year to ensure it is correct and notify the Manager of any changes. You must notify the Manager as soon as practicable if your PIR changes.

Tax is your responsibility

You're responsible for any taxation liability you may incur as an investor in the Scheme funds. Tax legislation and rates of tax are subject to change and any change could have an impact on a fund's return and your return. The impact of taxation may vary depending on your individual circumstances. It's important to seek professional taxation advice before you invest or deal with your investment in any way as the taxation treatment of your investment will be specific to your circumstances and to the nature of your investment.



7. Market Indices

The relevant market indices for each Fund (except the NZD Balanced Fund No.2 which invests 100% in the Simplicity Balanced Fund) are detailed in the relevant Fund Schedule.

The Manager may change the market indices at any time and without notice to investors, provided that any relevant requirements of the FMCA are met.

More information about the market indices can be found at the index providers' websites.

Asset category	Asset class	Market index	Where to find more information
Cash and cash equivalents	Cash and cash equivalents	S&P/NZX Bank Bills 90-Day Index	spglobal.com/spdji/en
New Zealand fixed interest	New Zealand fixed interest	Bloomberg NZBond Govt 0+ Yr Index	bloomberg.com/professional/product/indices
International fixed interest	International fixed interest	Bloomberg Global Aggregate Total Return Index 100% Hedged to NZD	bloomberg.com/professional/product/indices
New Zealand equities	Australasian equities	Morningstar New Zealand (total return) Index, including imputation credits	indexes.morningstar.com/our-indexes
Australian equities		S&P/ASX 200 Fossil Fuel Screened Total Return Index in NZD	spglobal.com/spdji/en
International equities	International equities	MSCI World Ex Australia ESG Screened Index, 50% hedged to NZD	msci.com/our-solutions/indexes
New Zealand listed property	Listed property	S&P/NZX Real Estate Select Index	spglobal.com/spdji/en
International listed property		Dow Jones Global Select ESG Real Estate Securities Index (RESI), 100% hedged to NZD	spglobal.com/spdji/en
International listed infrastructure	Other (Listed infrastructure)	Dow Jones Brookfield Global Infrastructure Index, 100% hedged to NZD	spglobal.com/spdji/en



8. Fund Schedules

Schedule 1 – NZD Conservative Fund No.2

Schedule 2 – NZD Balanced Fund

Schedule 3 – NZD Growth Fund No.2

Schedule 4 – NZD Balanced Fund No.2

Schedule 5 – NZD Bond Fund

Schedule 6 – NZD International Equities Fund

Schedule 7 – NZD Australasian Equities Fund

Schedule 8 – NZD Real Assets Fund

Schedule 9 – NZD Cash Fund

Schedule 10 – GBP Cash Fund

Currency hedging



Schedule 1 – NZD Conservative Fund No. 2

Description	Investment objective
The Fund will invest mainly in income assets with some exposure to growth assets. Expected to experience low to medium volatility.	Seeks to track composite indices (before annual fund charge and tax), comprising: 14% S&P/NZX Bank Bills 90-Day Index; 21% Bloomberg NZ Bond Govt 0+ Yr Index; 35% Bloomberg Global Aggregate Total Return Index, 100% hedged to NZD; 3.5% Morningstar New Zealand (Total Return) Index, including imputation credits; 1.5% S&P/ASX 200 Fossil Fuel Screened Total Return Index in NZD; 22% MSCI World Ex Australia ESG Screened Index, 50% hedged to NZD; 0.75% S&P/NZX Real Estate Select Index; 0.75% Dow Jones Global Select ESG Real Estate Securities Index (RESI), 100% hedged to NZD; 1.5% Dow Jones Brookfield Global Infrastructure Index, 100% hedged to NZD.

Benchmark Asset Allocation, Range, and Benchmark Index (excluding transactional cash)

Asset class	Underlying fund	Underlying fund manager	Benchmark asset allocation	Maximum permitted ranges	Benchmark index
Cash and cash equivalents	Cash at Bank		14%	4% - 24%	S&P/NZX Bank Bills 90-Day Index
New Zealand fixed Interest	Simplicity NZ Bond Fund	Simplicity	21%	11% - 31%	Bloomberg NZ Bond Govt 0+ Yr Index
International fixed interest	Smart Wholesale Global Government Bond Fund	Smart	17.5%	25% - 45%	Bloomberg Global Aggregate Total Return Index, 100% hedged to NZD
	Smart Wholesale Global Credit Fund		17.5%		
Total income assets			70%		
Australasian equities	Simplicity NZ Share Fund	Simplicity	3.5%	0% - 15%	Morningstar New Zealand (total return) Index including imputation credits
	Smart Wholesale Australian Equity ESG Fund	Smart	1.5%		S&P/ASX 200 Fossil Fuel Screened Total Return Index in NZD
International equities	Smart Wholesale Global Equity ESG Fund	Smart	11%	11% - 32%	MSCI World Ex Australia ESG Screened Index, 50% hedged to NZD
	Smart Wholesale Global Equity ESG Fund Hedged		11%		
Listed property	Kernel NZ Commercial Property Fund	Kernel	0.75%	0% - 11.5%	S&P/NZX Real Estate Select Index
	Kernel Global Property (NZD Hedged) Fund		0.75%		Dow Jones Global Select ESG Real Estate Securities Index (RESI), 100% hedged to NZD
Other (Listed Infrastructure)	Kernel Global Infrastructure (NZD Hedged) Fund	Kernel	1.5%	0% - 11.5%	Dow Jones Brookfield Global Infrastructure Index, 100% hedged to NZD
Total growth assets			30%		
Total assets			100%		



Schedule 2 – NZD Balanced Fund

Description	Investment objective
The Fund will invest primarily in growth assets with a moderate exposure to income assets. Expected to experience medium to high volatility.	Seeks to track composite indices (before annual fund charge and tax), comprising: 8% S&P/NZX Bank Bills 90-Day Index; 12% Bloomberg NZ Bond Govt 0+ Yr Index; 20% Bloomberg Global Aggregate Total Return Index, 100% hedged to NZD; 10% Morningstar New Zealand (Total Return) Index, including imputation credits; 4% S&P/ASX 200 Fossil Fuel Screened Total Return Index in NZD; 40% MSCI World Ex Australia ESG Screened Index, 50% hedged to NZD; 1.5% S&P/NZX Real Estate Select Index; 1.5% Dow Jones Global Select ESG Real Estate Securities Index (RESI), 100% hedged to NZD; 3% Dow Jones Brookfield Global Infrastructure Index, 100% hedged to NZD;

Benchmark Asset Allocation, Range, and Benchmark Index (excluding transactional cash)

Asset class	Underlying fund	Underlying fund manager	Benchmark asset allocation	Maximum permitted ranges	Benchmark index
Cash and cash equivalents	Cash at Bank		8%	0% - 18%	S&P/NZX Bank Bills 90-Day Index
New Zealand fixed Interest	Simplicity NZ Bond Fund	Simplicity	12%	2% - 22%	Bloomberg NZ Bond Govt 0+ Yr Index
International fixed interest	Smart Wholesale Global Government Bond Fund	Smart	10%	10% - 30%	Bloomberg Global Aggregate Total Return Index, 100% hedged to NZD
	Smart Wholesale Global Credit Fund		10%		
Total income assets			40%		
Australasian equities	Simplicity NZ Share Fund	Simplicity	10%	4% - 24%	Morningstar New Zealand (total return) Index, including imputation credits
	Smart Wholesale Australian Equity ESG Fund	Smart	4%		S&P/ASX 200 Fossil Fuel Screened Total Return Index in NZD
International equities	Smart Wholesale Global Equity ESG Fund	Smart	20%	30% - 50%	MSCI World Ex Australia ESG Screened Index, 50% hedged to NZD
	Smart Wholesale Global Equity ESG Fund Hedged		20%		
Listed property	Kernel NZ Commercial Property Fund	Kernel	1.5%	0% - 13%	S&P/NZX Real Estate Select Index
	Kernel Global Property (NZD Hedged) Fund		1.5%		Dow Jones Global Select ESG Real Estate Securities Index (RESI), 100% hedged to NZD
Other (Listed Infrastructure)	Kernel Global Infrastructure (NZD Hedged) Fund	Kernel	3%	0% - 13%	Dow Jones Brookfield Global Infrastructure Index, 100% hedged to NZD
Total growth assets			60%		
Total assets			100%		



Schedule 3 – NZD Growth Fund No. 2

Description	Investment objective
The Fund will invest mainly in growth assets with some exposure to income assets. Expected to experience high volatility.	Seeks to track composite indices (before annual fund charge and tax), comprising: 4% S&P/NZX Bank Bills 90-Day Index; 6% Bloomberg NZ Bond Govt 0+ Yr Index; 10% Bloomberg Global Aggregate Total Return Index, 100% hedged to NZD; 13% Morningstar New Zealand (total return) Index, including imputation credits; 6% S&P/ASX 200 Fossil Fuel Screened Total Return Index in NZD; 53% MSCI World Ex Australia ESG Screened Index, 50% hedged to NZD; 2% S&P/NZX Real Estate Select Index; 2% Dow Jones Global Select ESG Real Estate Securities Index (RESI), 100% hedged to NZD; 4% Dow Jones Brookfield Global Infrastructure Index, 100% hedged to NZD.

Benchmark Asset Allocation, Range, and Benchmark Index (excluding transactional cash)

Asset class	Underlying fund	Underlying fund manager	Benchmark asset allocation	Maximum permitted ranges	Benchmark index
Cash and cash equivalents	Cash at Bank		4%	0% - 14%	S&P/NZX Bank Bills 90-Day Index
New Zealand fixed Interest	Simplicity NZ Bond Fund	Simplicity	6%	0% - 16%	Bloomberg NZ Bond Govt 0+ Yr Index
International fixed interest	Smart Wholesale Global Government Bond Fund	Smart	5%	0% - 20%	Bloomberg Global Aggregate Total Return Index, 100% hedged to NZD
	Smart Wholesale Global Credit Fund		5%		
Total income assets			20%		
Australasian equities	Simplicity NZ Share Fund	Simplicity	13%	9% - 29%	Morningstar New Zealand (total return) Index, including imputation credits
	Smart Wholesale Australian Equity ESG Fund	Smart	6%		S&P/ASX 200 Fossil Fuel Screened Total Return Index in NZD
International equities	Smart Wholesale Global Equity ESG Fund	Smart	26.5%	43% - 63%	MSCI World Ex Australia ESG Screened Index, 50% hedged to NZD
	Smart Wholesale Global Equity ESG Fund Hedged		26.5%		
Listed property	Kernel NZ Commercial Property Fund	Kernel	2%	0% - 14%	S&P/NZX Real Estate Select Index
	Kernel Global Property (NZD Hedged) Fund		2%		Dow Jones Global Select ESG Real Estate Securities Index (RESI), 100% hedged to NZD
Other (Listed Infrastructure)	Kernel Global Infrastructure (NZD Hedged) Fund	Kernel	4%	0% - 14%	Dow Jones Brookfield Global Infrastructure Index, 100% hedged to NZD
Total growth assets			80%		
Total assets			100%		



Schedule 4 – NZD Balanced Fund No. 2

Description	Investment objective
<p>The Fund will provide investors with an exposure to a mix of growth and income assets.</p> <p>The Fund will invest 100% into the Simplicity Balanced Fund to retain similar SRI exclusions of the Ethica Fund.</p>	<p>To minimise negative returns over the medium term through investment in income assets, such as bonds, while providing an opportunity for positive real returns over the longer term by investing a reasonable proportion in growth assets such as equities and property.</p>

Benchmark Asset Allocation and Range (excluding transactional cash)

Asset class	Benchmark asset allocation	Maximum permitted ranges
Cash and cash equivalents	5%	0% - 15%
New Zealand fixed interest	14%	4% - 24%
International fixed interest	22%	12% - 32%
Total income assets	41%	31% - 51%
New Zealand equities	9.25%	0% - 20%
Unlisted New Zealand property	6.25%	0% - 15%
International equities	43.5%	33.5% - 53.5%
Total growth assets	59%	49%-69%
Total assets	100%	



Schedule 5 – NZD Bond Fund

Description	Investment objective
The Fund will provide exposure to New Zealand and International fixed interest by investing 100% in income assets.	Seeks to track composite indices (before annual fund charge and tax), comprising: 50% Bloomberg NZ Bond Govt 0+ Yr Index; 50% Bloomberg Global Aggregate Total Return Index, 100% hedged to NZD

Benchmark Asset Allocation, Range, and Benchmark Index (excluding transactional cash)

Asset class	Underlying fund	Underlying fund manager	Benchmark asset allocation	Maximum permitted ranges	Benchmark index
Cash and cash equivalents	Cash at Bank		0%	0% - 10%	
New Zealand fixed Interest	Simplicity NZ Bond Fund	Simplicity	50%	40% - 60%	Bloomberg NZ Bond Govt 0+ Yr Index
International fixed interest	Smart Wholesale Global Government Bond Fund	Smart	25%	40% - 60%	Bloomberg Global Aggregate Total Return Index, 100% hedged to NZD
	Smart Wholesale Global Credit Fund	Smart	25%		
Total income assets			100%		
Total assets			100%		

Schedule 6 – NZD International Equities Fund

Description	Investment objective
The Fund will provide exposure to International equities by investing 100% in growth assets (International equities). The Fund will generally hold 70% of its investments in assets based in the United States with 30% in other developed markets (excluding Australia).	Seeks to track (before annual fund charge and tax) the MSCI World Ex Australia ESG Screened Index, 50% hedged to NZD.

Benchmark Asset Allocation, Range, and Benchmark Index (excluding transactional cash)

Asset class	Underlying fund	Underlying fund manager	Benchmark asset allocation	Maximum permitted ranges	Benchmark index
Cash and cash equivalents	Cash at Bank		0%	0% - 10%	
International equities	Smart Wholesale Global Equity ESG Fund	Smart	50%	40% - 60%	MSCI World Ex Australia ESG Screened Index, 50% hedged to NZD
	Smart Wholesale Global Equity ESG Fund Hedged	Smart	50%	40% - 60%	
Total growth assets			100%		
Total assets			100%		



Schedule 7 – NZD Australasian Equities Fund

Description	Investment objective
The Fund will provide exposure to Australasian equities by investing 100% in growth assets (Australasian equities).	Seeks to track composite indices (before annual fund charge and tax), comprising: 70% Morningstar New Zealand (total return) Index, including imputation credits; 30% S&P/ASX 200 Fossil Fuel Screened Total Return Index in NZD.

Benchmark Asset Allocation, Range, and Benchmark Index (excluding transactional cash)

Asset class	Underlying fund	Underlying fund manager	Benchmark asset allocation	Maximum permitted ranges	Benchmark index
Cash and cash equivalents	Cash at Bank		0%	0% - 10%	
Australasian equities	Simplicity NZ Share Fund	Simplicity	70%	60% - 80%	Morningstar New Zealand (total return) Index, including imputation credits
	Smart Wholesale Australian Equity ESG Fund	Smart	30%	20% - 40%	S&P/ASX 200 Fossil Fuel Screened Total Return Index in NZD
Total growth assets			100%		
Total assets			100%		

Schedule 8 – NZD Real Assets Fund

Description	Investment objective
The Fund will provide exposure to real assets by investing into NZ listed property, International listed property and International listed infrastructure assets.	Seeks to track composite indices (before annual fund charge and tax), comprising: 40% S&P/ NZX Real Estate Select Index; 30% Dow Jones Global Select ESG Real Estate Securities Index (RESI), 100% hedged to NZD; 30% Dow Jones Brookfield Global Infrastructure Index, 100% hedged to NZD.

Benchmark Asset Allocation, Range, and Benchmark Index (excluding transactional cash)

Asset class	Underlying fund	Underlying fund manager	Benchmark asset allocation	Maximum permitted ranges	Benchmark index
Cash and cash equivalents	Cash at Bank		0%	0% - 10%	
Listed property	Kernel NZ Commercial Property Fund	Kernel	40%	60% - 80%	S&P/NZX Real Estate Select Index
	Kernel Global Property (NZD Hedged) Fund	Kernel	30%		Dow Jones Global Select ESG Real Estate Securities Index (RESI), 100% hedged to NZD;
Other (Listed Infrastructure)	Kernel Global Infrastructure (NZD Hedged) Fund	Kernel	30%	20% - 40%	Dow Jones Brookfield Global Infrastructure Index, 100% hedged to NZD.
Total growth assets			100%		
Total assets			100%		



Schedule 9 – NZD Cash Fund

Description	Investment objective
The Fund will invest in cash and cash equivalent investments in New Zealand. Expected to experience low volatility.	Seeks to track the S&P/NZX Bank Bills 90-Day Index (before annual fund charge and tax).

Benchmark Asset Allocation, Range, and Benchmark Index (excluding transactional cash)

Asset class		Benchmark asset allocation	Maximum permitted ranges	Benchmark index
Cash and cash equivalents	Cash at Bank	100%	100%	S&P/NZX Bank Bills 90-Day Index
Total income assets		100%		
Total assets		100%		

Schedule 10 – GBP Cash Fund

Description	Investment objective
The Fund will invest in UK cash and designed to reflect the return (before tax, fees and other expenses) on the UK cash market.	Seeks to track the Sterling Overnight Index Average (SONIA) (in NZD) (before annual fund charge and tax).

Benchmark Asset Allocation, Range, and Benchmark Index (excluding transactional cash)

Asset class		Benchmark asset allocation	Maximum permitted ranges	Benchmark index
Cash and cash equivalents	Cash at Bank	100%	100%	Sterling Overnight Index Average (SONIA) (in NZD)
Total income assets		100%		
Total assets		100%		

Currency hedging

The following foreign currency exposure targets will apply to international assets (as applicable) for all funds except the NZD Balanced Fund No. 2 (which invests 100% in the Simplicity Balanced Fund):

- International fixed interest – 100% hedged to New Zealand dollars.
- Australian equities – unhedged.
- International equities – 50% hedged to New Zealand dollars. However, we may aim to add value by tactically adjusting the strategic hedging level on international shares above or below the benchmark of 50% depending on our view of how the New Zealand dollar will perform.
- International Listed Property - 100% hedged to New Zealand dollars.
- International Listed Infrastructure – 100% hedged to New Zealand dollars.