

SuperLife UK pension transfer scheme

Castle Point 5 Oceans Fund

Fund update for the quarter ended 30 June 2020

This fund update was first made publicly available on 15 July 2020.

What is the purpose of this update?

This document tells you how the Castle Point 5 Oceans 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 Castle Point 5 Oceans Fund invests in the Castle Point 5 Oceans Fund managed by Castle Point Funds Management Limited, with the objective of outperforming (after fees and other expenses, but before tax) the Reserve Bank of New Zealand Official Cash Rate by 3% per annum over the medium to long-term.

Total value of the fund: -
 Number of investors in the fund: -
 The date the fund started: 15 July 2020

What are the risks of investing?

Risk indicator for the Castle Point 5 Oceans Fund¹



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.

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 2020. 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 ROPS risk, which is 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.

See the 'Other Material Information' document on the offer register at 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
Annual return (after deductions for charges and tax)	Not applicable
Annual return (after deductions for charges but before tax)	Not applicable
Market index annual return (reflects no deduction for charges and tax)	2.63%

The market index annual return is based on the weighted average annual return of the market indices used to measure the performance of the assets that the fund invests in. Additional information about the market index is available in the 'Other Material Information' document on the offer register at www.discloseregister.companiesoffice.govt.nz.



What fees are investors charged?

Investors in the Castle Point 5 Oceans Fund are charged fund charges. These are as follows:

	% per annum of fund's net asset value
Total fund charges (estimate)	1.65% ²
Which are made up of:	
Total management and administration charges (estimate)	1.65%
Including:	
Manager's basic fee	0.31%
Other management and administration charges (estimate)	1.34%
Other charges	Dollar amount per investor
Administration fee	\$60 per annum ³

Investors may also be charged individual action fees for specific actions or decisions (for example, if an investor has a financial adviser and has agreed to pay a fee to the adviser for providing financial advice). 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.

GST is included in the fund charges set out above.

Example of how this applies to an investor

The fund is yet to start accepting contributions. Future fund updates will include an example of the return for an investor in the fund.

What does the fund invest in?

Actual investment mix

The fund has yet to start accepting contributions. Future fund updates will include the actual investment mix.

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	7.50%
New Zealand fixed interest	12.50%
International fixed interest	25.00%
Australasian equities	18.50%
International equities	31.50%
Listed property	-
Unlisted property	-
Commodities	-
Other	5.00%



Top 10 investments

The fund is yet to start accepting contributions. Future fund updates will include the top 10 investments.

Currency hedging

The fund invests in the Castle Point 5 Oceans Fund managed by Castle Point Funds Management Limited, within which foreign currency exposure may be hedged to the New Zealand dollar.

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
Guy Roulston Elliffe	Director	4 years and 7 months	Corporate Governance Manager - ACC (current position)	5 years and 2 months
Stuart Kenneth Reginald Millar	Chief Investment Officer - Smartshares	1 year and 1 month	Head of Portfolio Management - ANZ Investments	6 years and 4 months
Hugh Duncan Stevens	Chief Executive Officer - Smartshares	2 years and 4 months	Chief Operating Officer - Implemented Investment Solutions Ltd	2 years and 6 months
Alister John Williams	Director	4 years and 7 months	Investment Manager - Trust Management	5 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.

Material changes

There have been no material changes to the nature of the SuperLife UK pension transfer scheme, the investment objectives and strategy of the fund, or the management of the scheme over the quarter ended 30 June 2020.

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 5 years of market index returns.
- 2 The estimated fund charges for the Castle Point 5 Oceans Fund covers certain costs and expenses where the fund invests into underlying funds. These include operating expenses of the underlying funds where they are in addition to each fund's management fees (estimated to be 0.02% based on the fees charged by each of the underlying funds over the 12 months to 31 March 2020). It also includes estimated performance-based fees for non-related underlying funds (estimated to be 0.27% based on the performance fees charged by each of the non-related underlying funds over the three years to 31 March 2020).
- 3 The administration fee is stated net of an income tax deduction applied in calculating your PIE tax payable (the deduction is paid to us). The relevant gross fee is calculated using your PIR.