

NZ Funds KiwiSaver Scheme Security Listings

30 April 2018



Product Disclosure Statement

New Zealand Funds Management Limited is the issuer of the NZ Funds KiwiSaver Scheme.

The Product Disclosure Statement and the Disclose Register contain important information to help you to understand how your money is managed and the risks associated with investing.

For further information or to request a copy of the NZ Funds KiwiSaver Scheme Product Disclosure Statement, please contact New Zealand Funds Management Limited or visit our website at www.nzfunds.co.nz.

Even if you have invested with NZ Funds for many years, please take the time to read these documents regularly as the content is frequently updated.

Important Legal Information

Please note that these Security Listings have been provided for information purposes only. The content of this document is not intended as a substitute for specific professional advice on investments, financial planning or any other matter.



KiwiSaver Income Strategy

Complete Strategy as at 30 April 2018

STRATEGY / SECURITY	ESTIMATED YIELD ¹	CREDIT RATING	PORTFOLIO EXPOSURE %	PORTFOLIO EXPOSURE \$
CASH AND CASH EQUIVALENTS			18.2%	\$4,942,320
AUSTRALASIAN BONDS			40.4%	\$10,972,229
Westpac Banking 4.695% 01/09/2026	4.0%	BBB	4.0%	\$1,075,358
BlueScope Steel Finance USA 6.5% 15/05/2021	4.4%	BBB-	3.9%	\$1,054,603
Insurance Australia Group 5.15% 15/06/2043	4.2%	BBB	3.8%	\$1,038,502
Woodside Finance 3.7% 15/09/2026	3.9%	BBB+	3.2%	\$873,475
Meridian Energy 4.88% 20/03/2024	4.1%	BBB+	3.1%	\$838,036
Mercury NZ 6.9% 11/07/2044	4.0%	BB+	2.8%	\$750,290
Crown Subordinated Notes 23/04/2075	6.0%	NR	2.7%	\$723,761
Infratil 5.5% 15/06/2024	4.8%	NR	2.5%	\$676,498
Trustpower 4.01% 15/12/2022	4.1%	NR	1.8%	\$481,917
Z Energy 4.01% 01/11/2021	3.9%	NR	1.8%	\$478,824
Fletcher Building Industries 5.8% 15/03/2020	4.9%	NR	1.7%	\$465,973
Bank of New Zealand 4.102% 15/06/2023	3.7%	AA-	1.7%	\$455,036
Qantas Airways 4.75% 12/10/2026	4.3%	BBB-	1.7%	\$452,850
NEXTDC 6.25% 09/06/2021	4.7%	NR	1.5%	\$409,741
Fletcher Building Industries 4.75% 15/03/2021	4.8%	NR	1.3%	\$364,862
Property for Industry 4.59% 28/11/2024	4.3%	NR	1.2%	\$324,842
Precinct Properties New Zealand 4.42% 27/11/2024	4.3%	NR	1.0%	\$278,900
University of Canterbury 7.25% 15/12/2019	4.1%	NR	0.8%	\$228,763
INTERNATIONAL BONDS			43.0%	\$11,694,212
HCA 4.75% 05/01/23	4.2%	BBB-	4.6%	\$1,257,675
Flex 5% 15/02/2023	3.7%	BBB-	4.6%	\$1,249,948
First Data 5% 15/01/2024	4.4%	BB	4.4%	\$1,184,132
Valeant Pharmaceuticals International 5.5% 01/11/2025	5.3%	BB-	3.6%	\$967,709
Devon Energy 5.85% 15/12/2025	3.7%	BBB	3.2%	\$867,795

... continues on next page



KiwiSaver Income Strategy

Complete Strategy as at 30 April 2018 (continued)

STRATEGY / SECURITY	ESTIMATED YIELD ¹	CREDIT RATING	PORTFOLIO EXPOSURE %	PORTFOLIO EXPOSURE \$
INTERNATIONAL BONDS (CONTINUED)				
NRG Energy 6.625% 15/01/2027	5.7%	BB-	3.1%	\$852,784
Verizon Communications 2.625% 15/08/2026	3.8%	BBB+	3.1%	\$835,509
Constellation Brands 4.75% 01/12/2025	3.8%	BBB-	2.9%	\$793,176
Southern Copper 7.50% 27/07/2035	4.8%	BBB	2.9%	\$787,408
Seagate HDD Cayman 4.875% 01/03/2024	0.0%	BB+	2.8%	\$774,078
Wells Fargo Co 3.55% 29/09/2025	3.8%	A-	2.6%	\$713,809
Icahn Enter/Fin lep 5.875% 02/01/2022	4.9%	NR	2.3%	\$636,698
EOG Resources 4.15% 15/01/2026	3.5%	BBB+	2.0%	\$556,589
Credit default swaps - Market value ²	n/a	n/a	0.8%	\$212,630
United States bond futures (short)	n/a	n/a	0.0%	\$4,272
TOTAL ECONOMIC EXPOSURE³			101.6%	\$27,608,762
FOREIGN CURRENCY EXPOSURE			10.7%	\$2,913,942

1. The yield calculation represents an estimate of the yield on the Strategy, calculated using the most recent information provided by the external investment managers involved in managing the Strategy, hedged back to New Zealand dollars where appropriate. It is not calculated 'as at' any particular date as different external investment managers provide data at varying dates. As a result, in some instances the yields may lag the date of this Strategy summary. The yield is not the actual return on the Strategy, nor is it a projection or forecast. The Strategy's return could be less than the Strategy's yield. Details of the yield calculation are available on request from NZ Funds.

2. Credit default swaps notional value is currently \$2,700,145.

3. Total economic exposure represents the total economic value of a Strategy, which is the net asset value of the Strategy adjusted for the effect of direct derivative positions taken by the Strategy and indirect derivative positions taken other than via a fund including hedge funds. For more details of the total economic exposure calculations, contact NZ Funds.

Note: Rounding may affect any subtotals and totals.



KiwiSaver Inflation Strategy

Complete Strategy as at 30 April 2018

STRATEGY / SECURITY ¹	ESTIMATED YIELD ²	PORTFOLIO EXPOSURE %	PORTFOLIO EXPOSURE \$
CASH AND CASH EQUIVALENTS		13.7%	\$5,795,149
INTERNATIONAL BONDS		19.7%	\$8,342,760
Floating Rate and Perpetual Bond Strategy	6.4%	19.1%	\$8,094,582
Credit default swaps - Market value ³	n/a	0.6%	\$248,178
AUSTRALASIAN SHARES		34.0%	\$14,427,059
Dividend and Growth Strategy	5.3%	34.0%	\$14,427,059
INTERNATIONAL SHARES		34.5%	\$14,654,434
Equity index futures (long)	n/a	21.8%	\$9,243,618
Global Banking & Finance Index Strategy	1.8%	5.9%	\$2,522,560
Impala Resource Fund	0.0%	3.6%	\$1,511,204
Global Energy Index Strategy	4.8%	2.5%	\$1,043,860
Global Metal & Mining Index Strategy	3.3%	0.8%	\$333,192
ALTERNATIVE SECURITIES		0.5%	\$206,032
Universa Black Swan Protection Protocol	n/a	0.5%	\$206,032
TOTAL ECONOMIC EXPOSURE⁴		102.3%	\$43,425,433
FOREIGN CURRENCY EXPOSURE		16.3%	\$6,906,105

1. Where a strategy is shown, the asset class reflects the predominant assets in the strategy. The strategy may include other assets including cash.
2. The yield calculation represents an estimate of the yield on the Strategy, calculated using the most recent information provided by the external investment managers involved in managing the Strategy, hedged back to New Zealand dollars where appropriate. It is not calculated 'as at' any particular date as different external investment managers provide data at varying dates. As a result, in some instances the yields may lag the date of this Strategy summary. The yield is not the actual return on the Strategy, nor is it a projection or forecast. The Strategy's return could be less than the Strategy's yield. Details of the yield calculation are available on request from NZ Funds.
3. Credit default swaps notional value is currently \$23,797,306.
4. Total economic exposure represents the total economic value of a Strategy, which is the net asset value of the Strategy adjusted for the effect of direct derivative positions taken by the Strategy and indirect derivative positions taken other than via a fund including hedge funds. For more details of the total economic exposure calculations, contact NZ Funds.

Note: Rounding may affect any subtotals and totals.



KiwiSaver Growth Strategy

Complete Strategy as at 30 April 2018

STRATEGY / SECURITY ¹	ESTIMATED YIELD ²	PORTFOLIO EXPOSURE %	PORTFOLIO EXPOSURE \$
CASH AND CASH EQUIVALENTS		1.0%	\$1,523,044
INTERNATIONAL BONDS		1.6%	\$2,459,811
Credit default swaps - Market value ³	n/a	1.6%	\$2,459,811
AUSTRALASIAN SHARES		29.3%	\$44,637,169
Dividend and Growth Strategy	5.3%	29.3%	\$44,637,169
INTERNATIONAL SHARES		76.8%	\$116,948,705
Equity index futures (long)	n/a	40.5%	\$61,692,703
LSV Global Concentrated Fund	0.8%	17.0%	\$25,940,197
Suvretta Offshore Fund	0.0%	12.8%	\$19,492,835
Impala Resource Fund	0.0%	6.4%	\$9,822,970
ALTERNATIVE SECURITIES		5.6%	\$8,570,436
ISAM Systematic Fund	n/a	5.0%	\$7,613,908
Universa Black Swan Protection Protocol	n/a	0.6%	\$956,528
TOTAL ECONOMIC EXPOSURE⁴		114.3%	\$174,139,165
FOREIGN CURRENCY EXPOSURE		57.0%	\$86,738,463

- Where a strategy is shown, the asset class reflects the predominant assets in the strategy. The strategy may include other assets including cash.
- The yield calculation represents an estimate of the yield on the Strategy, calculated using the most recent information provided by the external investment managers involved in managing the Strategy, hedged back to New Zealand dollars where appropriate. It is not calculated 'as at' any particular date as different external investment managers provide data at varying dates. As a result, in some instances the yields may lag the date of this Strategy summary. The yield is not the actual return on the Strategy, nor is it a projection or forecast. The Strategy's return could be less than the Strategy's yield. Details of the yield calculation are available on request from NZ Funds.
- Credit default swaps notional value is currently \$152,446,795.
- Total economic exposure represents the total economic value of a Strategy, which is the net asset value of the Strategy adjusted for the effect of direct derivative positions taken by the Strategy and indirect derivative positions taken other than via a fund including hedge funds. For more details of the total economic exposure calculations, contact NZ Funds.

Note: Rounding may affect any subtotals and totals.

THIS PAGE HAS INTENTIONALLY BEEN LEFT BLANK

NZFUNDS

New Zealand Funds Management Limited

Auckland

Level 16, Zurich House
21 Queen Street
Private Bag 92163, Auckland 1142
New Zealand

T. 09 377 2277
E. info@nzfunds.co.nz
www.nzfunds.co.nz

Follow us on twitter.com/nzfunds

