



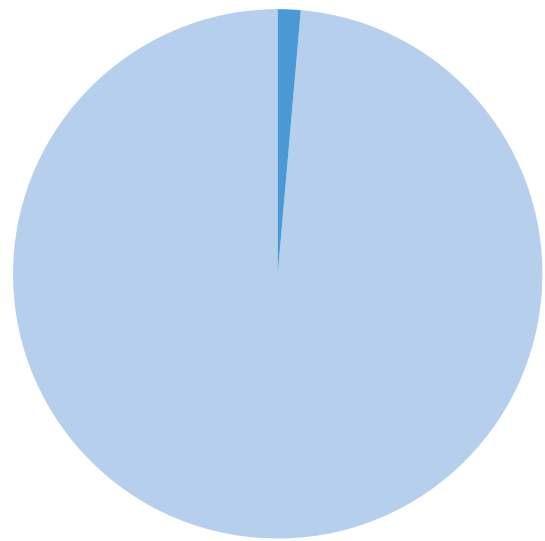
## Example of how this applies to an investor

Liam had \$10,000 in the fund at the start of the year and did not make any further contributions. At the end of the year, Liam received a return after fund charges were deducted of \$2,152 (that's 21.52%<sup>3</sup> of his initial \$10,000). Liam did not pay any other charges. This gives Liam a total return after tax of \$2,152 for the year.

## What does the fund invest in?

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

### Actual investment mix



Cash and cash equivalents	1.46%
International fixed interest	0.19%
Australasian equities	98.35%

### Target investment mix<sup>4</sup>

Cash and cash equivalents	5%
New Zealand fixed interest	0%
International fixed interest	0%
Australasian equities	85%
International equities	0%
Listed property	10%
Unlisted property	0%
Commodities	0%
Other	0%

## What does the fund invest in?

### Top 10 investments

	Name	Percentage of fund net assets	Type	Country	Credit rating
1	Westpac current account	26.11%	Cash and cash equivalents	New Zealand	A-1+
2	Amounts receivable from related underlying funds	22.35%	Cash and cash equivalents	New Zealand	
3	Citibank Australia AUD current account	10.16%	Cash and cash equivalents	United States	A-1
4	Australia & New Zealand Banking Group	5.45%	Australasian equities	Australia	
5	Citibank New Zealand NZD current account	5.26%	Cash and cash equivalents	United States	A-1
6	National Australia Bank Ltd	4.87%	Australasian equities	Australia	
7	Commonwealth Bank of Australia	4.48%	Australasian equities	Australia	
8	Transurban Group	4.23%	Australasian equities	Australia	
9	Contact Energy	4.10%	Australasian equities	New Zealand	
10	Goldman Sachs AUD margin account	3.66%	Cash and cash equivalents	United Kingdom	A-1

The top 10 investments make up 90.67% of the fund.<sup>5</sup>

NZ Funds actively manages the foreign currency exposure of the fund. Where the fund holds assets denominated in a foreign currency, NZ Funds has the choice of whether to hedge back to the NZ dollar or retain a foreign currency exposure. The fund may also take active foreign currency positions by holding non-NZD cash and/or foreign currency derivatives. As at 31 March 2021, the fund's foreign currency exposure was 10.63%.

## Key personnel

This shows the directors and employees who have the most impact on the investment decisions of the fund.

Name	Current position	Time in current position	Previous or other position	Time in previous or other position
Michael Lang	Chief Executive and a Director	2 years 6 months	Chief Investment Officer, New Zealand Funds Management Limited	10 years 1 month
James Grigor	Chief Investment Officer and a Principal	2 years 4 months	Senior Portfolio Manager, New Zealand Funds Management Limited	1 year 7 months
Mark Brooks	Head of Income and a Principal	13 years 4 months	Senior Portfolio Manager, Credaris	3 years 4 months
Andrew Curtayne	Senior Portfolio Manager	0 years 11 months	Senior Analyst, Melqart Asset Management	3 years 8 months
David Haslam	Senior Dealer	4 years 3 months	Equities Trader, UBS NZ	0 years 11 months

## Further information

You can also obtain this information, the PDS for NZ Funds Income Generator, and some additional information from the offer register at [www.companiesoffice.govt.nz/disclose/](http://www.companiesoffice.govt.nz/disclose/).

## Notes

---

- 1 As the fund started on 22 October 2020, actual returns for the last five years are not available. To calculate the risk indicator, a combination of actual returns and returns on a peer group index over the five years to 31 March 2021 (as there is no appropriate market index), rather than the actual returns of the fund, have been used. As a result, the risk indicator may provide a less reliable indicator of the potential future volatility of the fund.
- 2 As the fund started on 22 October 2020, historical fee information for the most recent fund year is not available. The total fund charges shown are based on our best estimate of the fees and costs that will be charged to the fund including fees and costs payable in respect of the underlying funds in which the fund invests (including performance fees). For more information on the basis of estimates, see the PDS and the NZ Funds Income Generator 'Other Material Information' document on the offer register at [www.companiesoffice.govt.nz/disclose](http://www.companiesoffice.govt.nz/disclose).
- 3 As the fund started on 22 October 2020, this calculation is based on the peer group index return for the past year, after deduction of estimated fees and tax of 28%.
- 4 The target investment mix is anticipated only and the fund's actual asset allocation is expected to vary significantly over the course of an economic cycle.
- 5 The top 10 investments have been compiled using a balance sheet approach. This differs from the approach used in compiling the actual and target investment mixes, which include the impact of derivatives.

**MANAGER**

New Zealand Funds Management Limited  
Level 16  
21 Queen Street  
Private Bag 92163,  
Auckland 1142  
New Zealand

Attention: Chief Operating Officer - Clients

Phone 09 377 2277 or 0508 733 337

E. [info@nzfunds.co.nz](mailto:info@nzfunds.co.nz)

[www.nzfunds.co.nz](http://www.nzfunds.co.nz)