

## NZ Funds Managed Superannuation Service ROPS GBP Income Strategy

This fund update was first made publicly available on 28 July 2017

### What is the purpose of this update?

This document gives you information about the ROPS GBP Income Strategy including what fees were charged. The document will help you to compare the fund with other funds. New Zealand Funds Management 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 objective of the ROPS GBP Income Strategy is to provide an exposure to income-orientated assets and to the UK currency using an active investment management approach. The anticipated primary investments of the fund are international fixed interest and the UK currency.

Total value of the fund	-
Number of investors in the fund	-
The date the fund started <sup>1</sup>	-

### What are the risks of investing?

Risk indicator for the ROPS GBP Income Strategy:<sup>2</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.nzfunds.co.nz/AdviceSolutions/RiskProfile/](http://www.nzfunds.co.nz/AdviceSolutions/RiskProfile/)

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.

The risk indicator is not a guarantee of a fund's future performance. The risk indicator is based on the returns data for the five years to 30 June 2017. 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.

See the Product Disclosure Statement (PDS) for more information about the risks associated with investing in this fund.

### How has the fund performed?

	Past year
<b>Annual return</b> (after deductions for charges and tax)	not applicable
<b>Annual return</b> (after deductions for charges but before tax)	not applicable
<b>Market index annual return</b> (reflects no deduction for charges and tax)	-3.49%

The market index annual return is based on a composite index calculated using the market indices and weightings set out in the Statement of Investment Policy and Objectives (SIPO). Additional information about the market index is available on the offer register at [www.companiesoffice.govt.nz/disclose](http://www.companiesoffice.govt.nz/disclose).

### What fees are investors charged?

Investors in the ROPS GBP Income Strategy are charged fund charges. Based on the PDS dated 30 June 2017, these are estimated to be:

	% of net asset value
<b>Total fund charges</b> (estimated) <sup>3</sup>	1.20%
Which are made up of:	
<b>Total management and administration charges</b> (estimated)	1.20%
Including:	
Manager's basic fee	1.10%
Other management and administration charges	0.10%
<b>Total performance-based fees</b>	0.00%

Investors may also be charged individual action fees for specific actions or decisions (for example, for withdrawing from or switching funds). See the NZ Funds Managed Superannuation Service 'Other Material Information' document on the offer register at [www.companiesoffice.govt.nz/disclose](http://www.companiesoffice.govt.nz/disclose) 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

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 incurred a loss after fund charges were deducted of \$349 (that's 3.49%<sup>4</sup> of his initial \$10,000). Liam did not pay any other charges. This gives Liam a total loss after tax of \$349 for the year.

## What does the fund invest in?

As the fund has not started accepting contributions, information regarding the fund's actual investment mix, target investment mix and top 10 investments as at 30 June 2017 is not available.

## 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
Richard James	Chief Executive, Chair of the Investment Committee and a Director	8 years 4 months	Chief Operating Officer, New Zealand Funds Management Limited	6 years 1 month
Michael Lang	Chief Investment Officer and a Director	8 years 10 months	Partner, Eclectica Asset Management	1 year 8 months
David Wilson	Investment Strategist and a Principal	20 years 6 months	Chief Economist, JBWere	3 years 5 months
James Grigor	Senior Portfolio Manager	0 years 2 months	Head of Portfolio Strategy Group, Macquarie Private Wealth (now Hobson Wealth Partners)	2 years 4 months
Dave Haslam	Senior Dealer	0 years 6 months	Equities Trader, UBS NZ	0 years 11 months

## Further information

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

## Notes

- 1 As at the date of publication of this fund update, the fund has not started accepting contributions.
- 2 As the fund has not started accepting contributions, actual returns for the fund are not available. Market index returns for the 5 years to 30 June 2017, rather than the fund's actual returns, have been used to prepare the risk indicator. As a result, the risk indicator may provide a less reliable indicator of the potential future volatility of the fund than had it been prepared using actual returns.
- 3 As the fund has not started accepting contributions, historical fee information is not available. The total fund charges shown are based on the fee information in the PDS dated 30 June 2017. It includes 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 that may be charged by underlying external managers). For more information on the basis of estimates, see the PDS and the NZ Funds Managed Superannuation Service – Other Material Information document on the offer register at [www.companiesoffice.govt.nz/disclose](http://www.companiesoffice.govt.nz/disclose).
- 4 As the fund has not started accepting contributions, this calculation is based on the market index return for the past year.

**Manager**

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