

NZD Growth Fund

This fund update was first made publicly available on 30 April 2020.

What is the purpose of this update?

This document tells you how the NZD Growth Fund (Fund) has performed and what fees were charged. The document will help you to compare the Fund with other funds. Lifetime Asset Management Limited (Lifetime) prepared this update in accordance with the Financial Markets Conduct Act 2013. This information is not audited and may be updated.

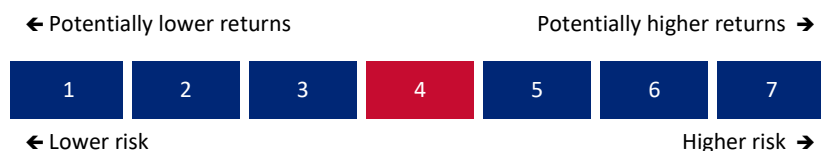
Description of this Fund

New Zealand dollar (NZD) denominated fund employing a passive management strategy invested 80% in growth assets (NZ equities), with a 20% exposure to income assets (NZ fixed interest). The Investment objective seeks to track a composite index (before annual fund charge and tax), comprising 80% S&P/NZX 50 Gross Index (including imputation credits) and 20% Bloomberg NZBond Govt 0+ Yr Index.

| | |
|---------------------------|-----------------|
| Total value of the Fund | \$1,493,481 |
| Number of investors | 23 |
| The date the Fund started | 3 December 2018 |

What are the risks of investing?

Risk indicator for the NZD Growth Fund



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 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. As the Fund has not been in existence for five years the risk indicator is based on the fund's returns data for the period 1 January 2019 to 31 March 2020 and market index data for the period 1 April 2015 to 31 December 2018. 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 |
|--|-----------|
| Annual return (after deductions for charges and tax) | 0.24% |
| Annual return (after deductions for charges but before tax) | 0.34% |
| Market index annual return (reflects no deduction for charges and tax) | 1.56% |

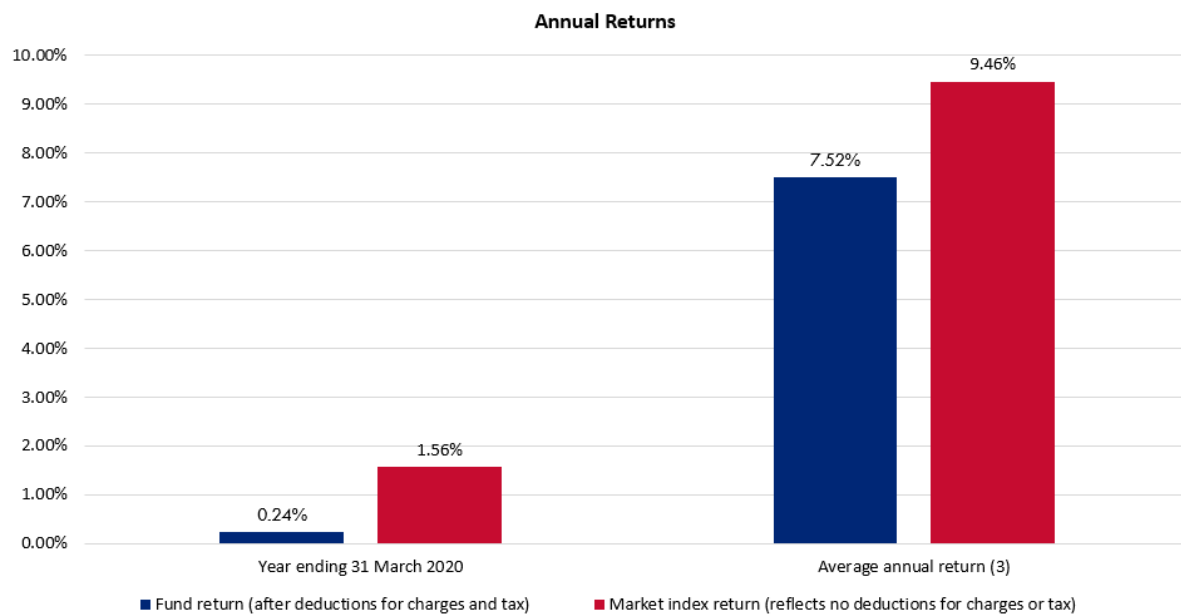
The market index annual return for the Fund is a composite index comprising 80% S&P/NZX 50 Gross Index (including imputation credits) and 20% Bloomberg NZBond Govt 0+ Yr Index. To the extent that imputation or franking credits are available, they are included in the market index. The market index has not changed since the Fund's inception.



See the Statement of Investment Policy and Objectives (SIPO) for details of the Fund's benchmark asset allocation and the asset class indices.



Additional information about the market index is available in the 'Market Index' document on the 'Offer Register' at disclose-register.companiesoffice.govt.nz (search for 'Garrison Bridge Superannuation Scheme').



This shows the fund return after fund charges and tax for each year ending 31 March since the Fund started. The last bar shows the average annual return since the Fund started, up to 31 March 2020.

This does not tell you how the fund will perform in the future.

Returns in this update are after tax at the highest prescribed investor rate (PIR) of tax for an individual New Zealand resident. Your tax may be lower.

What fees are investors charged?

Investors in the Fund are charged fund charges. In the year to 31 March 2020 these were:

| | % of net asset value |
|--|----------------------------|
| Total fund charges | 0.95% |
| Which are made up of: | |
| Total management and administration charges | 0.95% |
| Including: | |
| • Manager's basic fee | 0.34% |
| • Other management and administration charges | 0.61% |
| Total performance-based fees* | 0.00% |
| Other charges | Dollar amount per investor |
| Administration fee | \$0.00 |

* There are no performance fees charged by the Fund.

All fees are GST inclusive (if applicable).

Investors may also be charged individual action fees for specific actions or decisions (for example, an establishment fee). See the PDS for more information about those fees.

Example of how this applies to an investor

Small differences in fees and charges can have a big impact on your investment over the long term.

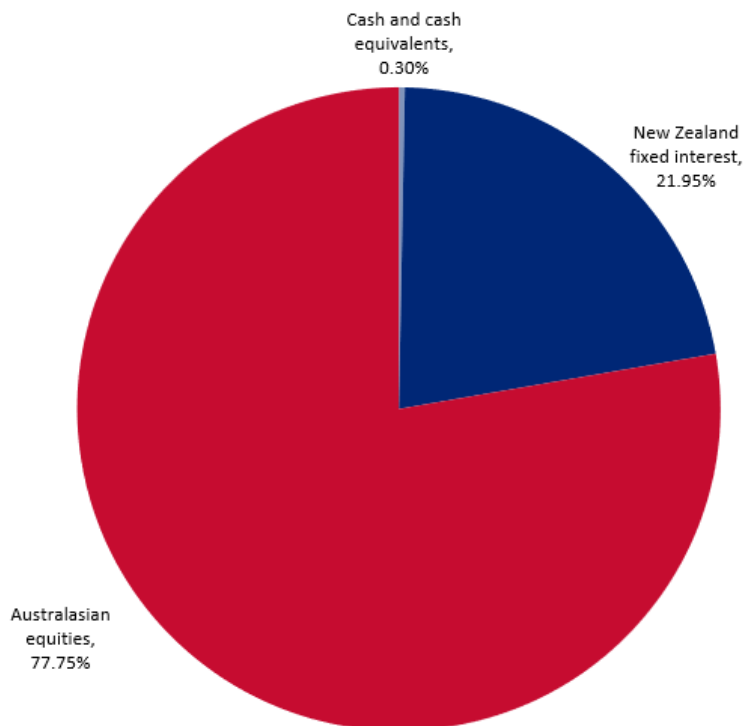
Example of how this applies to an investor

Ben 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, Ben received a return after fund charges were deducted of \$34 (that is 0.34% of his initial \$10,000). Ben also paid \$0 in other charges. This gives Ben a total return after tax of \$24 for the year.

What does the fund invest in?

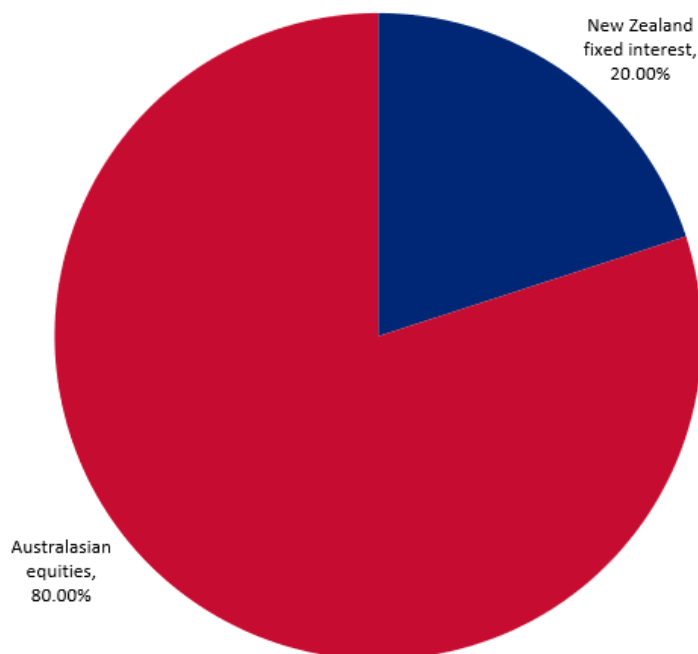
Actual investment mix

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



Target investment mix

This shows the mix of assets that the Fund generally intends to invest in.



Top 10 investments

| Name | Percentage of the net asset value of the Fund | Type | Country | Credit rating (if applicable) |
|--|---|----------------------------|-------------|-------------------------------|
| Simplicity NZ Share Fund | 77.69% | Australasian equities | New Zealand | - |
| Simplicity NZ Bond Fund | 21.93% | New Zealand fixed interest | New Zealand | - |
| Bank of New Zealand 'On Call' Bank Account | 0.38% | Cash and cash equivalent | New Zealand | AA- |

The top 10 investments make up 100.00% of the Fund.

Currency hedging

The base currency of the fund and underlying funds are in New Zealand dollars. The underlying funds only invest in New Zealand dollar assets, so currency hedging is not applicable.



Additional information about currency hedging is available in the 'SIPO' on the 'Scheme Register' at disclose-register.companiesoffice.govt.nz (search for 'Garrison Bridge Superannuation Scheme').

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 position | Time in previous or other position |
|--------------------|--|----------------------------------|---|------------------------------------|
| Dame Diana Crossan | Chair, Lifetime Asset Management Limited | 4 years and 4 months | New Zealand Retirement Commissioner | 9 years and 11 months |
| Sir Michael Cullen | Director, Lifetime Asset Management Limited | 3 years and 1 month ¹ | Deputy Prime Minister of New Zealand | 6 years and 3 months |
| Martin Hawes | Director, Lifetime Asset Management Limited | 4 years and 4 months | Authorised Financial Adviser (current position) | 17 years and 4 months |
| | | | Chair, Summer Investment Committee (current position) | 3 years and 6 months |
| Ralph Stewart | Managing Director, Lifetime Asset Management Limited | 5 years and 10 months | Chief Executive, Accident Compensation Corporation | 1 year and 4 months |
| John Strahl | Director, Lifetime Asset Management Limited | 4 years and 4 months | Partner, DLA Piper (New Zealand) | 40 years and 3 months |

Further information



You can also obtain this information, the PDS for the Garrison Bridge Superannuation Scheme, and some additional information from the 'Offer Register' at disclose-register.companiesoffice.govt.nz (search for 'Garrison Bridge Superannuation Scheme').

Notes

1. Resigned with effect from 31 March 2020.

