

# Select KiwiSaver Scheme

## Growth Fund

### Fund update for the quarter ended 31 December 2020

This fund update was first made publicly available on 15 February 2021.

### What is the purpose of this update?

This document tells you how the Growth 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

Aims to provide a high level of capital growth over the medium to long term (at least 7 years). The fund invests mostly in growth assets, with a modest allocation to income assets.

Total value of the fund:	\$770,967
Number of investors in the fund:	9
The date the fund started:	25 November 2020

### What are the risks of investing?

#### Risk indicator for the Growth Fund<sup>1</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.sorted.org.nz/tools/investor-kickstarter](http://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 31 December 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.

### 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)	10.61%

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.disclose-register.companiesoffice.govt.nz](http://www.disclose-register.companiesoffice.govt.nz).

## What fees are investors charged?

Investors in the Growth Fund are charged fund charges. These are as follows:

	% per annum of fund's net asset value
<b>Total fund charges</b>	1.29%
Which are made up of:	
<b>Total management and administration charges</b>	1.29%
Including:	
Manager's basic fee	0.99%
Other management and administration charges	0.30%
<b>Other charges</b>	<b>Dollar amount per investor</b>
Administration fee	\$36 per annum

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

All fees are disclosed on a before-tax basis. GST will be added to fees and may be included in some expenses, where applicable.

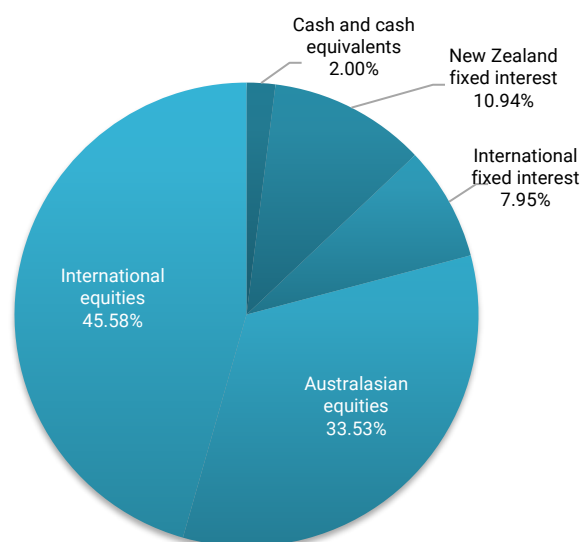
## Example of how this applies to an investor

Richard had \$10,000 in the fund on 25 November 2020 and did not make any further contributions. On 31 December 2020, Richard received a return after fund charges were deducted of \$325 (that is 3.25% of his initial \$10,000). Richard paid other charges of \$3. This gives Richard a total gain after tax of \$322 for the 1 month and 6 days.

## 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.

Asset Category	Target asset mix
Cash and cash equivalents	5.0%
New Zealand fixed interest	8.0%
International fixed interest	8.0%
Australasian equities	33.5%
International equities	45.5%
Listed property	-
Unlisted property	-
Commodities	-
Other	-

## Top 10 investments

Name	% of fund's net asset value	Type	Country	Credit rating (if applicable)
Vanguard Total World Stock ETF	47.79%	International equities	United States	
Westpac NZD Current Account	2.56%	Cash and cash equivalents	New Zealand	AA-
Mainfreight Ltd	1.84%	Australasian equities	New Zealand	
Contact Energy Ltd	1.81%	Australasian equities	New Zealand	
Meridian Energy Ltd	1.73%	Australasian equities	New Zealand	
Spark New Zealand Ltd	1.71%	Australasian equities	New Zealand	
Fisher & Paykel Healthcare Corp Ltd	1.69%	Australasian equities	New Zealand	
Ryman Healthcare Ltd	1.69%	Australasian equities	New Zealand	
Infratil Ltd	1.66%	Australasian equities	New Zealand	
Fletcher Building Ltd	1.60%	Australasian equities	New Zealand	

The top 10 investments make up 64.09% of the fund's net asset value.

## Currency hedging

The fund's foreign currency exposure is not hedged, but the fund invests in other funds in which foreign currency exposure is 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
Andrew Kelleher	Director, JMI Wealth Limited, Clarity Funds Management Limited and Select Wealth Management	12 years, 8 months	Acting Managing Principal, ASB Securities Limited and Investment Consultant, ASB Limited	3 years, 5 months
Simon Reichenbach	Senior Investment Executive, JMI Wealth Limited	1 years, 3 months	Senior Research Analyst, Staples Rodway Asset Management	4 years, 11 months
Stuart Kenneth Reginald Millar	Chief Investment Officer – Smartshares	1 year and 7 months	Head of Portfolio Management – ANZ Investments	6 years and 4 months

## Further information

You can also obtain this information, the Product Disclosure Statement for the Select KiwiSaver Scheme, and some additional information, from the offer register at [www.disclose-register.companiesoffice.govt.nz](http://www.disclose-register.companiesoffice.govt.nz).

## Material changes

There have been no material changes to the nature of the Select KiwiSaver Scheme, the investment objectives and strategy of the fund, or the management of the scheme over the quarter ended 31 December 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 4 years and 11 months of market index returns.

# Select KiwiSaver Scheme

## Balanced Fund

### Fund update for the quarter ended 31 December 2020

This fund update was first made publicly available on 15 February 2021.

### What is the purpose of this update?

This document tells you how the Balanced 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

Aims to provide a medium level of capital growth over the medium to long term (at least 5 years). The fund invests similar proportions in income and growth assets.

Total value of the fund: \$373,506  
 Number of investors in the fund: 6  
 The date the fund started: 25 November 2020

### What are the risks of investing?

#### Risk indicator for the Balanced Fund<sup>1</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.sorted.org.nz/tools/investor-kickstarter](http://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 31 December 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.

### 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)	8.77%

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.disclose-register.companiesoffice.govt.nz](http://www.disclose-register.companiesoffice.govt.nz).

## What fees are investors charged?

Investors in the Balanced Fund are charged fund charges. These are as follows:

	% per annum of fund's net asset value
<b>Total fund charges</b>	1.23%
Which are made up of:	
<b>Total management and administration charges</b>	1.23%
Including:	
Manager's basic fee	0.93%
Other management and administration charges	0.30%
<b>Other charges</b>	<b>Dollar amount per investor</b>
Administration fee	\$36 per annum

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

All fees are disclosed on a before-tax basis. GST will be added to fees and may be included in some expenses, where applicable.

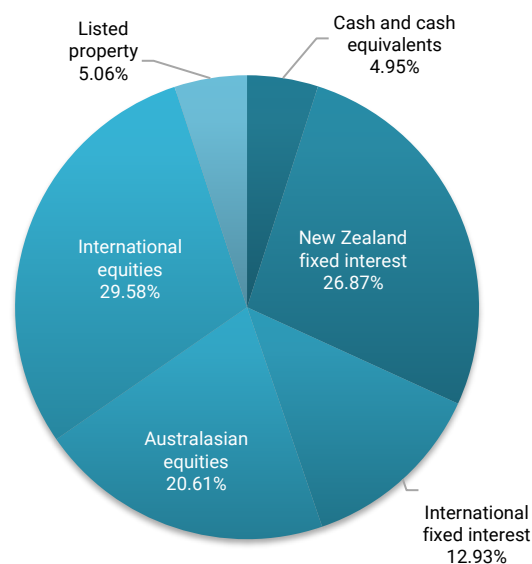
## Example of how this applies to an investor

Richard had \$10,000 in the fund on 25 November 2020 and did not make any further contributions. On 31 December 2020, Richard received a return after fund charges were deducted of \$228 (that is 2.28% of his initial \$10,000). Richard paid other charges of \$3. This gives Richard a total gain after tax of \$225 for the 1 month and 6 days.

## 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.

Asset Category	Target asset mix
Cash and cash equivalents	10.0%
New Zealand fixed interest	35.0%
International fixed interest	-
Australasian equities	20.5%
International equities	29.5%
Listed property	5.0%
Unlisted property	-
Commodities	-
Other	-

## Top 10 investments

Name	% of fund's net asset value	Type	Country	Credit rating (if applicable)
Vanguard Total World Stock ETF	31.01%	International equities	United States	
Westpac NZD Current Account	5.53%	Cash and cash equivalents	New Zealand	AA-
New Zealand Government 20/09/25 2.0% IB	1.98%	New Zealand fixed interest	New Zealand	AA+
Goodman Property Trust	1.33%	Australasian equities	New Zealand	
Kiwi Property Group Ltd	1.23%	Australasian equities	New Zealand	
Precinct Properties New Zealand Ltd	1.21%	Australasian equities	New Zealand	
New Zealand Local Government Funding Agency 14/04/33 3.50% GB	1.15%	New Zealand fixed interest	New Zealand	AA+
Mainfreight Ltd	1.13%	Australasian equities	New Zealand	
Contact Energy Ltd	1.11%	Australasian equities	New Zealand	
Meridian Energy Ltd	1.06%	Australasian equities	New Zealand	

The top 10 investments make up 46.75% of the fund's net asset value.

## Currency hedging

The fund's foreign currency exposure is not hedged, but the fund invests in other funds in which foreign currency exposure is 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
Andrew Kelleher	Director, JMI Wealth Limited, Clarity Funds Management Limited and Select Wealth Management	12 years, 8 months	Acting Managing Principal, ASB Securities Limited and Investment Consultant, ASB Limited	3 years, 5 months
Simon Reichenbach	Senior Investment Executive, JMI Wealth Limited	1 years, 3 months	Senior Research Analyst, Staples Rodway Asset Management	4 years, 11 months
Stuart Kenneth Reginald Millar	Chief Investment Officer – Smartshares	1 year and 7 months	Head of Portfolio Management – ANZ Investments	6 years and 4 months

## Further information

You can also obtain this information, the Product Disclosure Statement for the Select KiwiSaver Scheme, and some additional information, from the offer register at [www.disclose-register.companiesoffice.govt.nz](http://www.disclose-register.companiesoffice.govt.nz).

## Material changes

There have been no material changes to the nature of the Select KiwiSaver Scheme, the investment objectives and strategy of the fund, or the management of the scheme over the quarter ended 31 December 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 4 years and 11 months of market index returns.



# Select KiwiSaver Scheme

## Conservative Fund

### Fund update for the quarter ended 31 December 2020

This fund update was first made publicly available on 15 February 2021.

### What is the purpose of this update?

This document tells you how the Conservative 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.

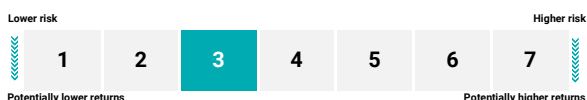
### Description of this fund

Aims to protect capital and provide a moderate return over the medium term (at least 3 years). The fund invests mostly in income assets, with a modest allocation to growth assets

Total value of the fund: \$97,026  
 Number of investors in the fund: 2  
 The date the fund started: 25 November 2020

### What are the risks of investing?

#### Risk indicator for the Conservative Fund<sup>1</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.sorted.org.nz/tools/investor-kickstarter](http://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 31 December 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.

### 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)	6.55%

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.disclose-register.companiesoffice.govt.nz](http://www.disclose-register.companiesoffice.govt.nz).

## What fees are investors charged?

Investors in the Conservative Fund are charged fund charges. These are as follows:

	% per annum of fund's net asset value
<b>Total fund charges</b>	1.10%
Which are made up of:	
<b>Total management and administration charges</b>	1.10%
Including:	
Manager's basic fee	0.80%
Other management and administration charges	0.30%
<b>Other charges</b>	<b>Dollar amount per investor</b>
Administration fee	\$36 per annum

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

All fees are disclosed on a before-tax basis. GST will be added to fees and may be included in some expenses, where applicable.

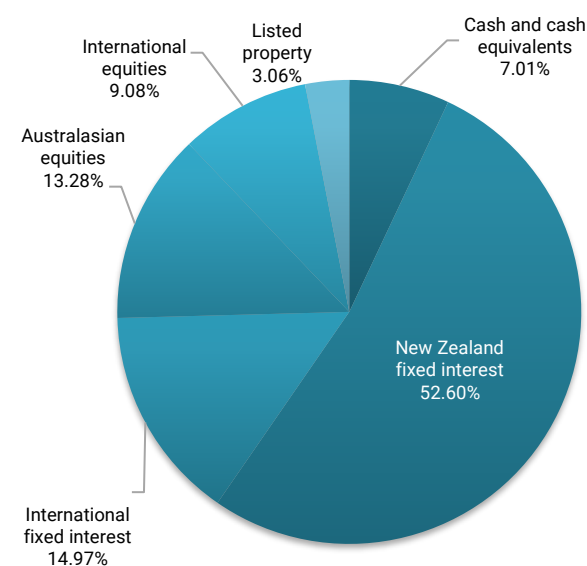
## Example of how this applies to an investor

Richard had \$10,000 in the fund on 25 November 2020 and did not make any further contributions. On 31 December 2020, Richard received a return after fund charges were deducted of \$121 (that is 1.21% of his initial \$10,000). Richard paid other charges of \$3. This gives Richard a total gain after tax of \$118 for the 1 month and 6 days.

## 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.

Asset Category	Target asset mix
Cash and cash equivalents	12.0%
New Zealand fixed interest	53.0%
International fixed interest	10.0%
Australasian equities	11.0%
International equities	9.0%
Listed property	5.0%
Unlisted property	-
Commodities	-
Other	-

## Top 10 investments

Name	% of fund's net asset value	Type	Country	Credit rating (if applicable)
Vanguard Total World Stock ETF	9.51%	International equities	United States	
Westpac NZD Current Account	7.65%	Cash and cash equivalents	New Zealand	AA-
New Zealand Government 20/09/25 2.0% IB	3.88%	New Zealand fixed interest	New Zealand	AA+
New Zealand Local Government Funding Agency 14/04/33 3.50% GB	2.25%	New Zealand fixed interest	New Zealand	AA+
Insurance Australia Group Ltd 15/06/43 5.15% CB	1.45%	New Zealand fixed interest	Australia	BBB
ASB Bank Ltd 07/09/23 3.31% CB	1.33%	New Zealand fixed interest	New Zealand	AA-
TR Group Ltd 07/03/24 4.533% CB	1.27%	New Zealand fixed interest	New Zealand	
Kommunalbanken AS 02/07/30 1.25% GB	1.23%	New Zealand fixed interest	Norway	AAA
Chorus Ltd 06/12/23 4.35% CB	1.21%	New Zealand fixed interest	New Zealand	BBB
Bank of New Zealand 15/06/23 4.102% CB	1.19%	New Zealand fixed interest	New Zealand	AA-

The top 10 investments make up 30.97% of the fund's net asset value.

## Currency hedging

The fund's foreign currency exposure is not hedged, but the fund invests in other funds in which foreign currency exposure is 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
Andrew Kelleher	Director, JMI Wealth Limited, Clarity Funds Management Limited and Select Wealth Management	12 years, 8 months	Acting Managing Principal, ASB Securities Limited and Investment Consultant, ASB Limited	3 years, 5 months
Simon Reichenbach	Senior Investment Executive, JMI Wealth Limited	1 years, 3 months	Senior Research Analyst, Staples Rodway Asset Management	4 years, 11 months
Stuart Kenneth Reginald Millar	Chief Investment Officer – Smartshares	1 year and 7 months	Head of Portfolio Management – ANZ Investments	6 years and 4 months

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## Material changes

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## Notes

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