

Fund Update for the quarter ended 30 June 2017

ANZ Investments Single-Asset-Class Scheme (marketed as the OneAnswer Single-Asset-Class Funds)

## ■ International Property Fund

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

### What is the purpose of this update?

This document tells you how the International Property Fund has performed and what fees were charged. The document will help you to compare the fund with other funds. ANZ New Zealand Investments 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 International Property Fund invests mainly in international listed property assets. Investments may include:

- listed companies, funds or trusts that invest in property, and
- cash and cash equivalents.

The fund aims to achieve a positive yearly return (after the fund charge and before tax) that over the long-term outperforms the relevant market index.

Total value of the fund (\$)	5,287,660
The date the fund started	19 September 2013

### What are the risks of investing?

Risk indicator for the International Property 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 may be 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 the five years ended 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.

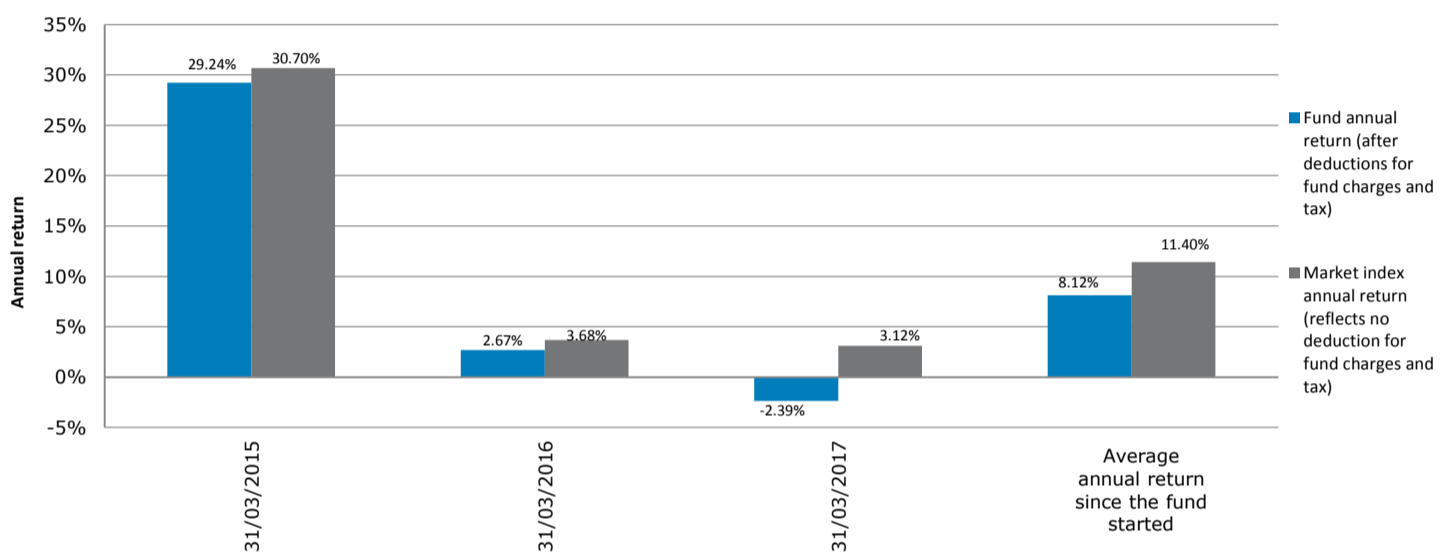
How has the fund performed?

	<b>Past year</b>
<b>Annual return</b> (after deductions for charges and tax)	-3.54%
<b>Annual return</b> (after deductions for charges but before tax)	-1.32%
<b>Market index annual return</b> (reflects no deduction for charges and tax)	0.33%

The market index annual return shows the return of the FTSE EPRA/NAREIT Developed Rental (ex Australia and New Zealand) Net Total Return Index (100% hedged to the New Zealand dollar).

Additional information about the market index is available in the statement of investment policy and objectives on the offer register at [business.govt.nz/disclose](http://business.govt.nz/disclose).

**Annual return graph**



This shows the 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 30 June 2017.

**Important:** 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 International Property Fund are charged fund charges. In the year to 31 March 2017 these were:

	% of net asset value
<b>Total fund charges</b>	<b>1.32%</b>
<i>Which are made up of:</i>	
<b>Total management and administration charges</b>	<b>1.32%</b>
<i>Including:</i>	
Manager's basic fee	1.15%
Other management and administration charges	0.17%
<b>Total performance based fees</b>	<b>0.00%</b>
	<b>Dollar amount per investor</b>
<b>Other charges</b>	
Other charges	\$0

Investors are not currently charged individual action fees for specific actions or decisions (for example, for withdrawing from or switching funds). See the PDS for more information about Scheme fees.

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

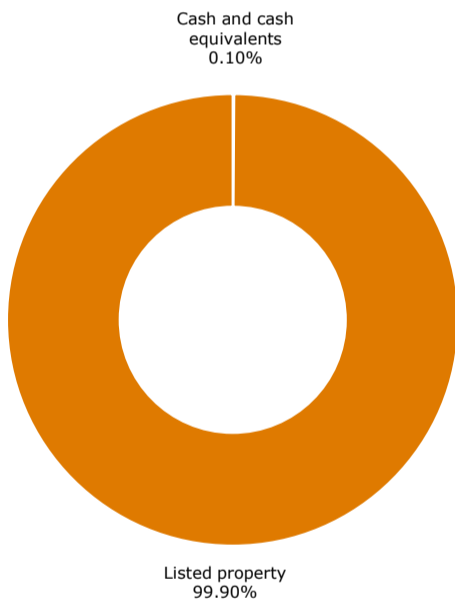
### Example of how this applies to an investor

Sarah 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, Sarah incurred a loss after fund charges were deducted of \$354 (that is -3.54% of her initial \$10,000). Sarah did not pay any other charges. This gives Sarah a total loss after tax of \$354 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

	<b>Name</b>	<b>Percentage of fund net assets</b>	<b>Type</b>	<b>Country</b>	<b>Credit rating (if applicable)</b>
<b>1</b>	Simon Property Group Inc	5.71%	Listed property	United States	
<b>2</b>	Current Accounts (JPM USD)	4.26%	Cash and cash equivalents	Australia	A1
<b>3</b>	Prologis Inc	4.03%	Listed property	United States	
<b>4</b>	Avalonbay Communities Inc	3.38%	Listed property	United States	
<b>5</b>	Health Care REIT Inc	2.96%	Listed property	United States	
<b>6</b>	Link REIT	2.75%	Listed property	Hong Kong	
<b>7</b>	HCP Inc	2.74%	Listed property	United States	
<b>8</b>	Deutsche Wohnen	2.56%	Listed property	Germany	
<b>9</b>	Vornado Realty Trust	2.47%	Listed property	United States	
<b>10</b>	Sun Communities Inc	2.34%	Listed property	United States	

The top 10 investments make up 33.20% of the net asset value of the fund.

### Currency hedging

	<b>Benchmark hedging rate</b>	<b>Current hedging level</b>
International listed property	Benchmark 100% hedged	99%

### Key personnel

This shows the directors and employees who have the most influence on investment decisions in relation to the fund.

<b>Name</b>	<b>Current position</b>	<b>Time in current position</b>	<b>Previous or other current position</b>	<b>Time in previous or other current position</b>
Graham Ansell	Chief Investment Officer, New Zealand	4 years and 7 months	Head of Fixed Interest, ANZ New Zealand Investments Limited	17 years and 0 months
Stuart Millar	Head of Diversified Portfolio Management	1 year and 11 months	Senior Capital Markets Manager, ANZ New Zealand Investments Limited	3 years and 4 months
Alan Clarke	Senior Mandate Research Manager	1 year and 11 months	Investment Analyst, ANZ Bank New Zealand Limited	8 years and 8 months
Maike van Tol	Asset Allocation Strategist	1 year and 10 months	Strategic Asset Allocation Specialist, NN Investment Partners	4 year and 9 months

### Further information

You can also obtain this information, the PDS for the OneAnswer Single-Asset-Class Funds, and some additional information from the offer register at [www.business.govt.nz/disclose](http://www.business.govt.nz/disclose).

### Notes

1. In calculating the risk indicator, a mix of the fund's actual returns and the market index returns have been used. Market index returns have been used for the period 30 June 2012 to 30 September 2013, as the fund began operation on 19 September 2013. As a result, the risk indicator may provide a less reliable indicator of the potential future volatility of the fund.