

## OneAnswer KiwiSaver Scheme

### **New Zealand Fixed Interest Fund**

#### What is the purpose of this statement?

This statement provides key information about the OneAnswer KiwiSaver Scheme New Zealand Fixed Interest Fund. It tells you how the fund has performed and what fees it charged, and will help you to compare it with other funds. We prepared this statement in accordance with the KiwiSaver (Periodic Disclosure) Regulations 2013. This information is not audited and may be updated.

#### Description of the fund

The New Zealand Fixed Interest Fund invests mainly in three actively managed portfolios of New Zealand fixed interest assets. It may also invest in fixed interest assets issued in New Zealand by international companies, international fixed interest assets (fully hedged back to the New Zealand Dollar) and cash assets. The objectives of the New Zealand Fixed Interest Fund are to:

- Generate steady returns that preserve investment values; and
- Outperform the S&P/NZX NZ Government Bond Index.

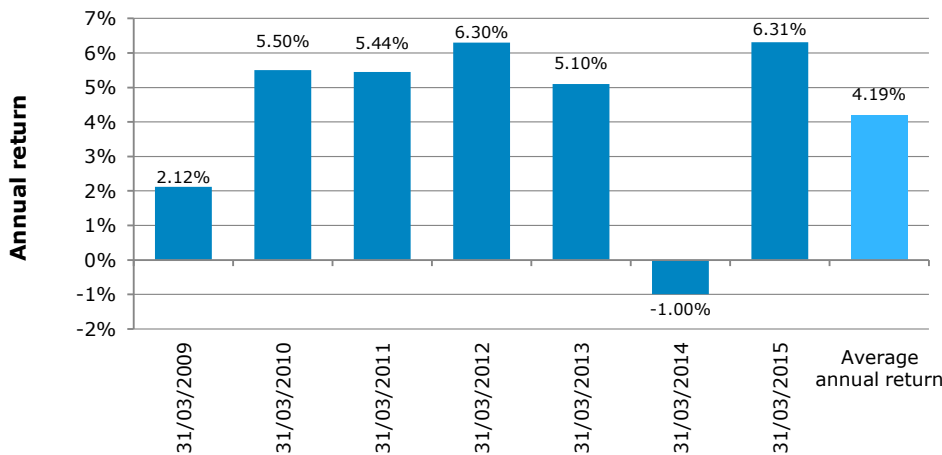
Total value of the fund (\$)	5,364,950
Number of members in the fund	479
Date the fund started	1 October 2007

#### How has the fund performed?

	<b>Past year</b>
<b>Annual return</b> (after deductions for fund fees and tax <sup>1</sup> )	6.33%

#### How has the fund performed in the past?

This shows the return after fund fees and tax for each tax year since the fund started and the average annual return since the fund started. It's important to note that this doesn't tell you how the fund will perform in the future.



#### What fees were members charged?

The returns above are after deductions for **fund fees**<sup>2</sup>. These fees were last totalled up for the year to 31 March 2015 and were:

	<b>% of members' investments</b>
<b>Total fund fees</b>	0.72%
<i>Which are made up of:</i>	
Annual management fee <sup>2</sup>	0.64%
Performance-based fees	0.00%
Other fees and costs	0.08%

Members were also charged **membership fees**<sup>3</sup> of up to \$24 over the year to 31 March 2015.

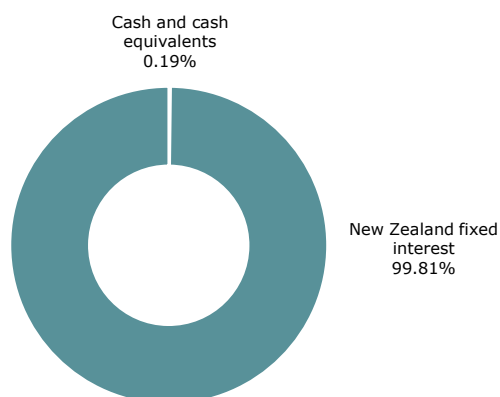
### Example of how this applies to a member

Sarah had \$10,000 in the fund at the start of the year and didn't make any further contributions. At the end of the year, Sarah received a return after fund fees and tax were deducted of \$633 (that's 6.33% of her initial \$10,000). Sarah also paid \$24 in membership fees<sup>3</sup>. This gives Sarah a total return of \$609 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.

Cash and cash equivalents	0.00%
New Zealand fixed interest	100.00%
International fixed interest	0.00%
Australasian equities	0.00%
International equities	0.00%
Listed property	0.00%
Unlisted property	0.00%
Other	0.00%

#### Top 10 investments

Name	Percentage of fund net assets	Type	Country	Credit rating (if applicable)
1 NZ Govt Stock 5.5% 2023	11.78%	New Zealand fixed interest	New Zealand	AA+
2 NZ Govt Stock 6.0% 2021	9.47%	New Zealand fixed interest	New Zealand	AA+
3 NZ Govt Stock 6.0% 2017	8.67%	New Zealand fixed interest	New Zealand	AA+
4 NZ Govt Stock 5.0% 2019	8.54%	New Zealand fixed interest	New Zealand	AA+
5 NZ Govt Stock 4.5% 2027	6.34%	New Zealand fixed interest	New Zealand	AA+
6 NZ Govt Stock 3.0% 2020	4.59%	New Zealand fixed interest	New Zealand	AA+
7 ANZ Interest Rate Swap 4.46% 2022	2.95%	New Zealand fixed interest	New Zealand	AA-
8 BNZ Interest Rate Swap 7.63% 2017	2.85%	New Zealand fixed interest	New Zealand	AA
9 NZ Local Government Funding Agency 15/4/23 5.5%	2.54%	New Zealand fixed interest	New Zealand	AA+
10 Rabobank 10/6/20 4.592%	2.22%	New Zealand fixed interest	New Zealand	A+

The top 10 investments make up 59.95% of the fund.

## 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
Graham Ansell	General Manager Investment Management	2 years, 10 months	Head of Fixed Interest, ANZ Bank New Zealand Limited	16 years, 2 months
Stewart Brentnall	Chief Investment Officer, ANZ Wealth	3 years, 2 months	Chief Investment Officer, OnePath Australia	3 years
Iain Cox	Australasian Head of Fixed Interest & Cash	1 year, 7 months	Senior Fixed Interest Analyst, ANZ Bank New Zealand Limited	2 years, 10 months
Ian Ross Hunt	Portfolio Manager, Fixed Interest & Cash	1 year, 6 months	Fixed Interest Analyst, ANZ Bank New Zealand Limited	2 years, 8 months
Peter Jones	Senior Manager Investment Management	3 years, 8 months	Head of Fixed Interest, ANZ Bank New Zealand Limited	6 years

## Further information

### Information about conflicts of interest

There have not been changes to the nature, or increases in the scale of, the fund's related-party transactions compared with the last quarter. All related party transactions during the quarter were conducted at arms length. See the OneAnswer KiwiSaver Scheme annual financial statements for more information about the scheme's related-party transactions.

### Changes to trade allocation, execution and proxy voting policies

There have not been changes to the fund's trade allocation, execution and proxy voting policies in the past three months. See the below link for more information about these policies.

[Trade allocation, execution and proxy voting](#)

### Changes to valuation methods

There have not been changes to the fund's valuation methods in the past three months.

### Electronic disclosure of this information

Most of the information contained in this Statement, including some additional information, is available in a spreadsheet at the below link.

[New Zealand Fixed Interest Fund data file](#)

## Notes

<sup>1</sup> Returns in this statement are after tax at the highest prescribed investor rate (PIR) of tax for an individual New Zealand resident. Your tax rate may be lower.

<sup>2</sup> Fund fees are fees charged as a percentage of a member's interest in the fund (i.e. as a percentage of their KiwiSaver account balance). From 19 September 2014 the management fee decreased from a maximum of 0.75% to a maximum of 0.55%.

<sup>3</sup> Membership fees are the fixed dollar charges for membership in the KiwiSaver scheme. We may, generally or in respect of any particular member, waive part or all of any fee payable to us.

## OneAnswer KiwiSaver Scheme: New Zealand Fixed Interest Fund

### Manager's Certificate

for the twelve months ended 30 September 2015

ANZ New Zealand Investments Limited, the Manager of the OneAnswer KiwiSaver Scheme, has prepared this Disclosure Statement for the New Zealand Fixed Interest Fund for the purposes of the KiwiSaver (Periodic Disclosure) Regulations 2013. The Manager declares that to the best of its knowledge after making reasonable inquiry, all information required by the regulations has been disclosed in accordance with the Regulations and the information presented is accurate.

The disclosure statement does not contain any matter that is likely to deceive or mislead with regard to any particular that would be material to an offer of an interest in the OneAnswer KiwiSaver Scheme.

On behalf of ANZ New Zealand Investments Limited, the Manager:



Ana-Marie Lockyer  
 General Manager Wealth Products  
 21 October 2015