

NZFUNDS

NZ Funds Managed Superannuation Service

ANNUAL REPORT FOR THE YEAR ENDED 31 MARCH 2019



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Annual Report

For the year ended 31 March 2019

PREPARED ON 31 JULY 2019

Details of the Scheme

NAME OF THE SCHEME

NZ Funds Managed Superannuation Service

TYPE OF SCHEME

Superannuation scheme

MANAGER

New Zealand Funds Management Limited (NZ Funds)

SUPERVISOR

The New Zealand Guardian Trust Company Limited

PRODUCT DISCLOSURE STATEMENT (PDS)

The latest PDS open for applications is dated 29 March 2019.

FUND UPDATES

The latest fund updates for each of the four funds (Strategies) in the Scheme for the quarter ended 30 June 2019 were made publicly available on 26 July 2019.

FINANCIAL STATEMENTS AND AUDITOR'S REPORT

The Scheme's latest financial statements for the accounting period 1 April 2018 to 31 March 2019 and auditor's report were lodged with the Registrar on 11 July 2019.

Information on Contributions and Scheme Participants

MEMBERSHIP

The table below provides a summary of the numerical changes in the membership of the Scheme during the year ended 31 March 2019.

	NUMBER OF MEMBERS	MEMBERS' ACCUMULATION
Contributing members as at 1 April 2018	79	
Non-contributing members as at 1 April 2018	29	
Total number of members as at 1 April 2018	108	\$12,626,802
New Scheme members during the year by reason of:		
Transfers from other schemes	95	
Other new members	36	
Total new members during the year	131	
Scheme members who ceased to be members during the year by reason of:		
Retirement	1	
Death	-	
Transfers to other schemes	1	
Other reasons	-	
Total number who ceased to be members during the year	2	
Total number of members as at 31 March 2019	237	\$29,984,601
Contributing members as at 31 March 2019	162	
Non-contributing members as at 31 March 2019	75	

CONTRIBUTIONS

The table below shows the total amount of each type of contribution received by the Scheme during the year ended 31 March 2019 and the number of members credited with each type of contribution.

CONTRIBUTIONS TYPE	NUMBER OF MEMBERS	TOTAL AMOUNT
Member contributions	163	\$17,566,028
Employer or other sponsor contributions	12	\$23,445
Member voluntary additional contributions	37	\$216,269

Changes relating to the Scheme

This section provides information on the material changes which occurred to the Scheme during the year ended 31 March 2019.

TRUST DEED

The Scheme's Trust Deed was amended on 29 March 2019 to change the name of the ROPS GBP Income Strategy to Income Strategy – British Pounds.

TERMS OF THE OFFER OF INTERESTS IN THE SCHEME

There were no material changes to the terms of offer of interests in the Scheme during the year.

STATEMENT OF INVESTMENT POLICY AND OBJECTIVES (SIPO)

The SIPO was updated on 28 September 2018 to include information on NZ Funds' responsible investment approach, and on 29 March 2019 to reflect the change in name of the ROPS GBP Income Strategy to Income Strategy – British Pounds.

RELATED PARTY TRANSACTIONS

There were no material changes to the nature or scale of the related party transactions for the Scheme. All related party transactions during the accounting period were conducted on arm's-length terms.

Other information for particular types of managed funds

WITHDRAWALS

During the year ended 31 March 2019, the following withdrawals were made from the Scheme:

	NUMBER OF MEMBERS
Retirement withdrawal	6
Transition to Retirement	-
UK normal minimum pension age	17
Death	-
Significant financial hardship	-
Serious illness	-
Transfers to other superannuation schemes	-
Transfers to overseas retirement schemes	-
Release under other enactments	-

UNIT PRICES

	AS AT 1 APRIL 2018 (\$)	AS AT 31 MARCH 2019 (\$)
Income Strategy	1.03	1.07
Inflation Strategy	1.04	1.09
Growth Strategy	1.09	1.13
Income Strategy - British Pounds (formerly ROPS GBP Income Strategy)	1.09	1.10

Other information for particular types of managed funds (cont.)

SUPERVISOR'S STATEMENT

The New Zealand Guardian Trust Company Limited, as supervisor of the NZ Funds Managed Superannuation Service (Scheme), confirms that for the year ended 31 March 2019 all the contributions required to be made to the Scheme in accordance with the terms of the governing document have been made.

MANAGER'S STATEMENT

New Zealand Funds Management Limited, as manager of the Scheme, confirms that for the year ended 31 March 2019:

- all the benefits required to be paid from the Scheme in accordance with the terms of the governing documents and the superannuation scheme rules have been paid; and
- the market value of the Scheme property at 31 March 2019 equalled or exceeded the total value of benefits that would have been payable had all members of the Scheme ceased to be members at that date and had provision been made for the continued payment of all benefits being paid to members and other beneficiaries as at 31 March 2019.

Changes to persons involved in the Scheme

There were no changes to the Manager, the Supervisor, or the auditor of the Scheme during the year ended 31 March 2019.

The following changes occurred to the directors and key personnel of the Manager during the year:

- On 1 February 2019, John Cobb was appointed a director of the Manager.
- On 1 October 2018, Richard James ceased to be Chief Executive of the Manager.
- On 1 October 2018, Michael Lang was appointed Chief Executive of the Manager.
- On 12 December 2018, James Grigor was appointed Chief Investment Officer of the Manager.
- On 12 December 2018, Damon Murfitt and Stephan Clark were added as key personnel of the Manager, and Glenn Wright and Jonathan Butler were removed as key personnel, under the Manager's MIS manager licence.

There were no changes to the directors of the Supervisor.

How to find further information

The Scheme's trust deed, SIPO and financial statements are available on the scheme register on the Disclose website at disclose-register.companiesoffice.govt.nz.

The PDS, quarterly fund updates, and other material information for the Scheme is available on the offer register on the Disclose website at disclose-register.companiesoffice.govt.nz.

Information relating to the Scheme and the funds (such as the current PDS, quarterly fund updates, annual report and SIPO) is also available on our website at www.nzfunds.co.nz.

You may request a copy of the above information from us, free of charge, at the contact details below.

Contact details and complaints

MANAGER

New Zealand Funds Management Limited
Level 16, 21 Queen Street
Private Bag 92163
Auckland 1142
Attention: Head of Client Services
T. 09 377 2277 or 0508 733 337
E. info@nzfunds.co.nz

SUPERVISOR

Attention: NZ Funds Relationship Manager
The New Zealand Guardian Trust Company Limited
Level 14, 191 Queen Street
PO Box 274
Auckland 1140
T. 09 909 5100
E. ct-auckland@nzgt.co.nz

COMPLAINTS

In the first instance, please contact the Manager using the contact details above. Complaints about an investment can also be made direct to the Supervisor or to Financial Services Complaints Limited (FSCL), the Manager's and the Supervisor's approved dispute resolution scheme.

DISPUTE RESOLUTION SCHEME

Attention: Early Assistance Officer
Financial Services Complaints Limited
PO Box 5967
Wellington 6145
T. 04 472 3725 or 0800 347 257
E. complaints@fscl.org.nz
W. www.fscl.org.nz

FSCL will not charge a fee to any complainant to investigate or resolve a complaint.

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