

Nikko AM NZ Corporate Bond Fund Structure Change

September 2017

Overview

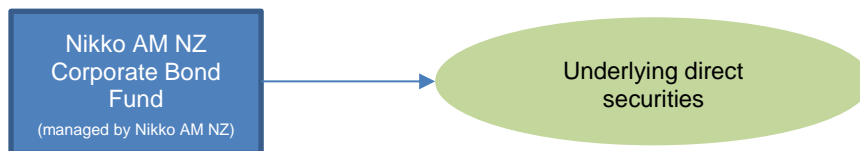
The Nikko AM NZ Corporate Bond Fund (Retail Fund) is a registered vehicle that owns corporate bond securities directly. We have decided for a number of reasons that it is beneficial to create a wholesale version of the fund, the Nikko AM Wholesale NZ Corporate Bond Fund (Wholesale Fund). The current Retail Fund will be changed such that instead of owning the securities directly, it will instead gain its exposure indirectly through owning assets in the Wholesale Fund. This change is anticipated to take place during September.

You are not required to do anything as a result of this change, and your unit holdings in the Nikko AM NZ Corporate Bond Fund will be unaffected.

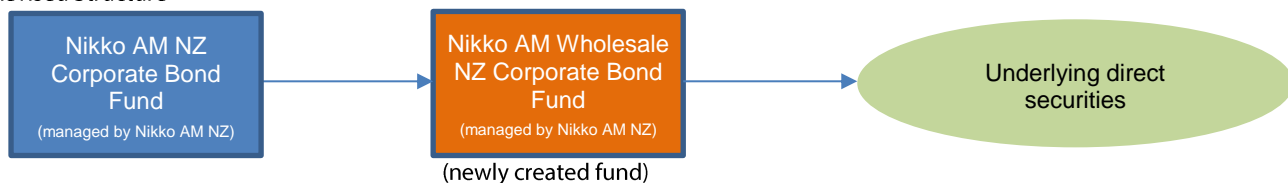
Revised Fund Structure

The change in structure of the Retail Fund can be illustrated diagrammatically as follows:

Current Structure



Revised Structure



What won't change

The underlying securities that you have exposure to as an investor in the Retail Fund will be completely unchanged as a result of this revised structure. The only difference is that instead of the Retail Fund owning securities, it will own units in the Wholesale Fund which in turn owns the underlying securities. This structure aligns with our other retail funds which gain their exposures via wholesale funds. The mandate for the Nikko AM Wholesale NZ Corporate Bond Fund will be unchanged from the current Nikko AM NZ Corporate Bond Fund. The fees and charges payable by unitholders of the Retail Fund will be unchanged and there will be no fees or expenses charged in the Wholesale Fund.

The current PDS is available at <https://www.nikkoam.co.nz/funds/retail/corporate-bond-fund>. The new PDS will be published once the change is implemented.

You are not required to do anything as a result of this change, and your unit holdings in the Nikko AM NZ Corporate Bond Fund will be unaffected.

Contact Us

James Wesley, Head of Distribution

Email: james.wesley@nikkoam.com

Phone: 09 307 6364

General Enquiries: NZenquiries@nikkoam.com

Michael Robson, Senior Business Development Manger

Email: michael.robson@nikkoam.com

Phone: 09 307 6366

Important Information

This document is issued by Nikko Asset Management New Zealand Limited (Company No. 606057, FSP No. FSP22562) investment manager and promoter of the products included in this document. This information is for the use of researchers, financial advisers and wholesale clients. This material has been prepared without taking into account a potential investor's objectives, financial situation or needs and is not intended to constitute personal financial advice, and must not be relied on as such. Recipients of this document, who are not habitual investors, or their duly appointed agent, should consult a qualified and appropriately Authorised Financial Adviser and the current Investment Statement, Prospectus or Information Memorandum. Applications to invest will only be accepted if made on an application form attached to that current Investment Statement or Information Memorandum. Past performance is not a guarantee of future performance. While we believe the information contained in this presentation is correct at the date of presentation, no warranty of accuracy or reliability is given and no responsibility is accepted for errors or omissions including where provided by a third party.