

Dear Investor,

Changes in relation to the:

- Nikko AM Wholesale Global Equity Unhedged Fund
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- Nikko AM Wholesale Global Equity Hedged Fund
- Nikko AM Global Equity Hedged Fund
(the funds)

Global equities manager changes

We are sending you this notice to inform you of a change to the manager line up for the Global Equity funds. The funds aim to provide long term growth from an actively managed investment portfolio selected from global equity markets, by outsourcing to a range of international investment managers.

The multi-manager global equity strategy is managed by Nikko AM's Portfolio Solutions team based across Sydney and Singapore. This team provides advice and input to the Nikko AM NZ Investment Committee which is responsible for the ongoing selection, monitoring and review of the underlying investment managers. An advantage of a dedicated Portfolio Solutions team is that their analysis leads to new opportunities and improvements.

Currently the Global Equity funds invest via four underlying investment managers. Following an extensive review of the Global Equity managers the decision has been taken to move to a three manager configuration. This will be achieved by removing Epoch and Principal Global Investors (PGI) and appointing a value/quality orientated strategy from Royal London Asset Management.

We have lost confidence in Epoch's and PGI's ability to meet their performance objective and the Portfolio Solutions team has recommended that Epoch and PGI be removed from the portfolio. Royal London's relatively concentrated strategy employs a corporate lifecycle approach, and has a strong ESG focus.

This transition is expected to be complete before the end of November 2018. These changes do not require any action on your part. Please contact James Wesley or me if you would like more information.

Yours sincerely,



George Carter
Managing Director

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