

# Fund Update

For the quarter ended 30 June 2022

- InvestNow KiwiSaver Scheme
- InvestNow Macquarie NZ Cash Fund

This fund update was first made publicly available on: 28 July 2022

## What is the purpose of this update?

This document tells you how the InvestNow Macquarie NZ Cash Fund has performed and what fees were charged. The document will help you to compare the fund with other funds. Implemented Investment Solutions 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

**Objective:** aims to provide a gross return above the return of the Bloomberg NZBond Bank Bill Index on a rolling 12 month basis.

**Strategy:** provides exposure to an actively managed portfolio of bank bills, floating rate notes and short term deposits and securities, and is a very low risk investment product that targets capital security. Environmental, Social and Governance characteristics are integrated into the investment process where applicable.

|                               |                |
|-------------------------------|----------------|
| Total value of the fund       | \$1,982,432    |
| Number of members in the fund | 182            |
| The date the fund started     | 5 October 2020 |

## What are the risks of investing?

Risk indicator for the InvestNow Macquarie NZ Cash Fund<sup>1</sup>.

|                             |   |   |   |                              |   |   |
|-----------------------------|---|---|---|------------------------------|---|---|
| ⇐ Potentially lower returns |   |   |   | Potentially higher returns ⇒ |   |   |
| 1                           | 2 | 3 | 4 | 5                            | 6 | 7 |
| ⇐ Lower risk                |   |   |   | Higher risk ⇒                |   |   |

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 <https://sorted.org.nz/>.

Note that even the lowest category does not mean a risk-free investment, and there are 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 5 years to 30 June 2022. 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.

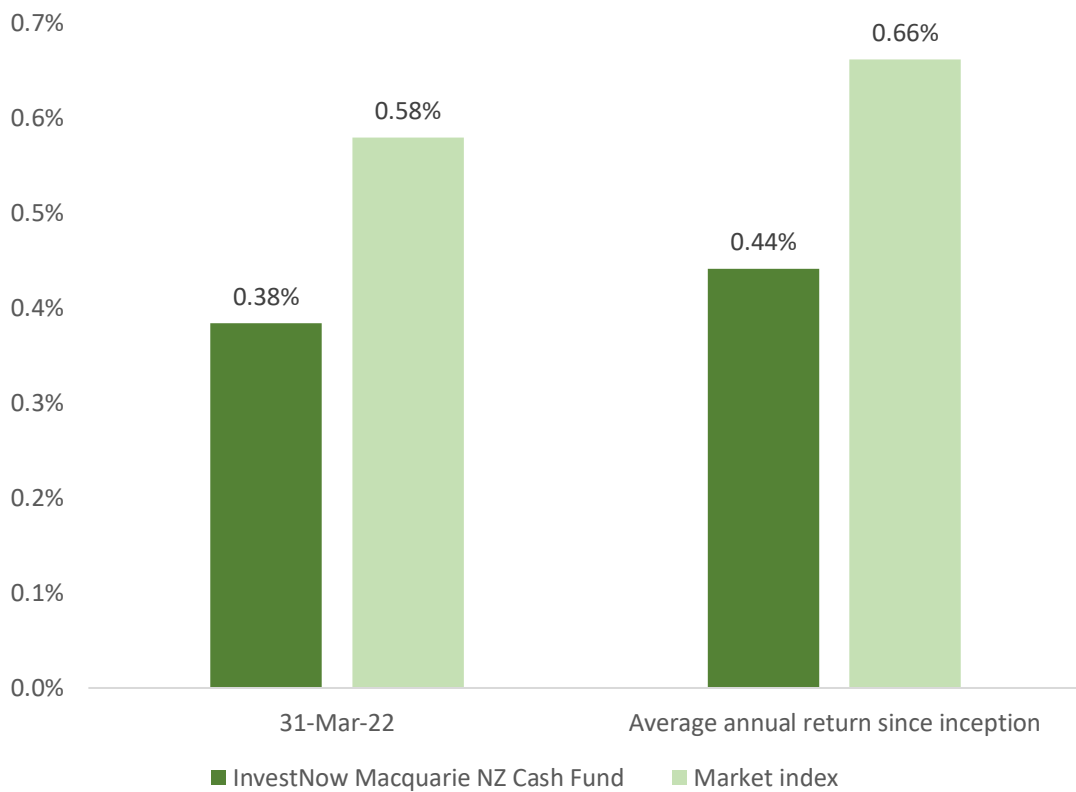
See the product disclosure statement (PDS) for more information about the risks associated with investing in this fund.

### How has the fund performed?

|  | Past year |
|--|-----------|
| Annual return (after deductions for charges and tax)                   | 0.62%     |
| Annual return (after deductions for charges but before tax)            | 0.86%     |
| Market index annual return (reflects no deduction for charges and tax) | 0.90%     |

The market index return is the Bloomberg NZBond Bank Bill Index. This has been the market index since the inception of the fund. Additional information about the market index is available on the offer register at <https://disclose-register.companiesoffice.govt.nz>.

### 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 2022.

**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 InvestNow Macquarie NZ Cash Fund are charged fund charges which are:

|   | % of net asset value<br>(including GST) |
|---|---|
| Total fund charges (estimate) <sup>ii</sup> | 0.28%                                   |
| <b>Which are made up of:</b>                |   |
| Total manager and administration charges    | 0.28%                                   |
| <b>Including:</b>                           |   |
| Manager's basic fee                         | 0.25%                                   |
| Other management and administration charges | 0.03%                                   |

"Manager's basic fee" includes an estimate of the fees and expenses incurred by the underlying fund in which the Fund invests. These have been estimated using information provided by the underlying fund manager and by reference to the underlying fund's disclosure documents.

Investors may also be charged individual action fees for specific actions or decisions (for example, for withdrawing from or switching funds). See the PDS for the InvestNow KiwiSaver Scheme Cash and NZ Fixed Interest Funds on the offer register at <https://disclose-register.companiesoffice.govt.nz> for more information about those fees.

### Example of how this applies to an investor

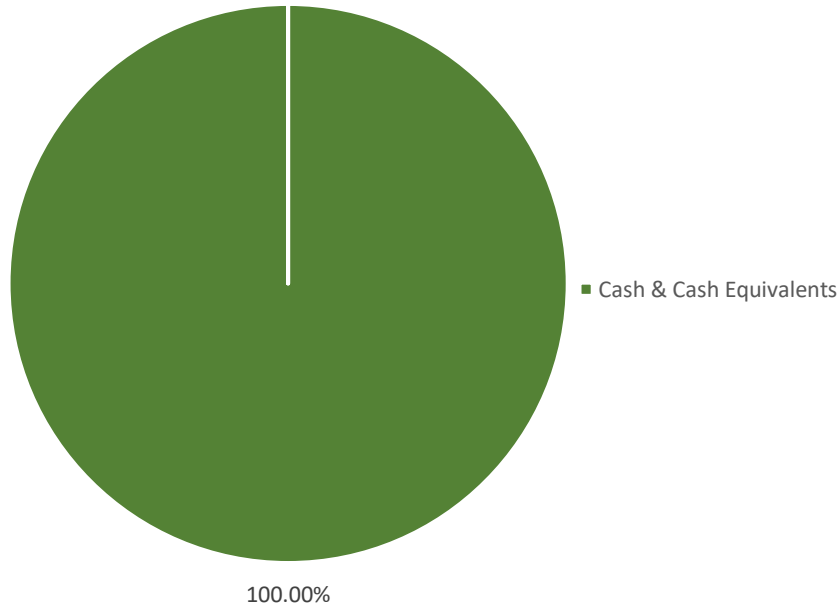
Small differences in fees and charges can have a big impact on your investment over the long term.

Anthony 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 Anthony received a return after fund charges were deducted of \$86 (that is 0.86% of his initial \$10,000). This gives Anthony a total return after tax of \$62 for the period.

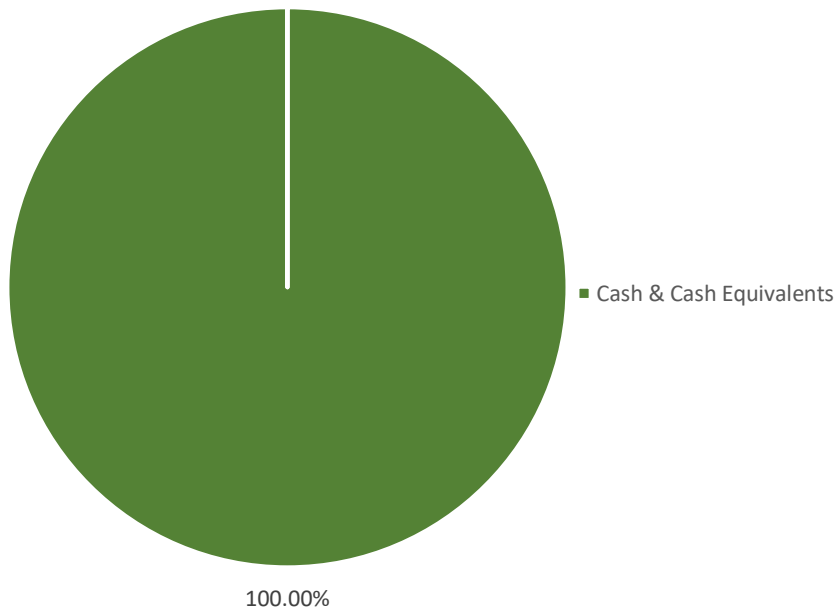
### What does the fund invest in?

This shows the types of assets that the fund invests in.

#### Actual investment mix



#### Target investment mix



## Top 10 investments

|   | Name                           | % of Fund net assets | Type                      | Country | Credit rating (if applicable) |
|---|--------------------------------|----------------------|---------------------------|---------|-------------------------------|
| 1 | Macquarie Capital NZ Cash Fund | 100.00%              | Cash and cash equivalents | NZ      | N/A                           |

The top 10 investments make up 100.00% of the net asset value 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 current position                       | Time in previous or other current position |
|-----------------|-----------------------------|--------------------------|--|--|
| Mike Heath      | Investment Committee Member | 2 years 3 months         | General Manager, InvestNow                               | 4 years 3 months                           |
| Anthony Edmonds | Investment Committee Member | 2 years 3 months         | Managing Director, Implemented Investment Solutions      | 11 years 7 months                          |
| Anthony Sowerby | Investment Committee Member | 2 years 3 months         | Senior Product Manager, Implemented Investment Solutions | 0 years 9 months                           |

## Further information

You can also obtain this information, the PDS for the InvestNow KiwiSaver Scheme Cash and NZ Fixed Interest Funds, and some additional information from the offer register at <https://disclose-register.companiesoffice.govt.nz>.

## Notes

- i. A combination of actual fund returns and market index returns have been used to determine the risk indicator as the fund has not been operating for the required five years. The risk indicator may therefore provide a less reliable indicator of the fund's future volatility. Market index returns have been used until 31 October 2020 and fund returns thereafter.
- ii. Underlying fund fees and expenses are reflected in the unit prices of the underlying funds that are used when calculating the unit price of the Fund. Estimates of these fees and expenses have been made based on information provided by underlying fund managers of each underlying fund's actual costs as a percentage of the average net asset value that was charged, for each underlying fund's previous financial year.