



SUPERLIFE INVEST FUNDS
FINANCIAL STATEMENTS
FOR THE YEAR/PERIOD ENDED 31 MARCH 2021

SUPERLIFE INVEST FUNDS

The financial statements of the SuperLife Invest Funds for the year/period ended 31 March 2021 are divided into 7 parts as follows:

Part 1

S&P/NZX 50 Fund
NZ Shares Fund
NZ Top 50 Fund
NZ Top 10 Fund
NZ Mid Cap Fund
NZ Dividend Fund
NZ Property Fund
NZ Bonds Fund
S&P/NZX NZ Government Bond Fund
Global Aggregate Bond Fund
NZ Cash Fund
Castle Point 5 Oceans Fund

Part 3

US 500 Fund
US Large Value Fund
US Large Growth Fund
US Mid Cap Fund
US Small Cap Fund
Overseas Shares Fund
Overseas Shares (Currency Hedged) Fund
Overseas Non-government Bonds Fund
Overseas Bonds Fund

Part 2

Australian Resources Fund
Australian Shares Fund
Australian Top 20 Fund
Australian Financials Fund
Australian Dividend Fund
Australian Property Fund
Australian Mid Cap Fund
S&P/ASX 200 Fund

Part 4

SuperLife Income Fund
SuperLife Conservative Fund
SuperLife Balanced Fund
SuperLife Growth Fund
SuperLife High Growth Fund
UK Cash Fund
Asia Pacific Fund
Europe Fund
Global Property Fund
Emerging Markets Fund
Total World Fund
Total World (NZD Hedged) Fund
Ethica Fund

SUPERLIFE INVEST FUNDS

Part 5

Schroder Real Return PIE

Part 6

Schroder Australian Equity PIE

Part 7

SuperLife Active Global Equities (US Dollar) Fund



SUPERLIFE INVEST FUNDS

PART 1

S&P/NZX 50 Fund
NZ Shares Fund
NZ Top 50 Fund
NZ Top 10 Fund
NZ Mid Cap Fund
NZ Dividend Fund
NZ Property Fund
NZ Bonds Fund
S&P/NZX NZ Government Bond Fund
Global Aggregate Bond Fund
NZ Cash Fund
Castle Point 5 Oceans Fund

**FINANCIAL STATEMENTS
FOR THE YEAR/PERIOD ENDED 31 MARCH 2021**

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SUPERLIFE INVEST FUNDS

Manager	Smartshares Limited
Registered Office	Level 1 NZX Centre, 11 Cable Street, Wellington 6140, New Zealand
Investor enquiries	Smartshares Limited PO Box 105262 Auckland 1143 Telephone: 0800 27 87 37 Email: superlife@superlife.co.nz
Licensed Supervisor	Public Trust
Administrator and Custodian	BNP Paribas Fund Services Australasia Pty Limited, New Zealand branch
Auditor	KPMG

SUPERLIFE INVEST FUNDS

**STATEMENTS OF COMPREHENSIVE INCOME
FOR THE YEAR/PERIOD ENDED 31 MARCH 2021**

		S&P/NZX 50 Fund	NZ Shares Fund	NZ Top 50 Fund	NZ Top 10 Fund			
	Note	Period ended 2021 \$'000	Year ended 2021 \$'000	Year ended 2020 \$'000	Year ended 2021 \$'000	Year ended 2020 \$'000	Year ended 2021 \$'000	Year ended 2020 \$'000
Income								
Dividends and distributions		18	1,957	3,013	1,556	1,938	195	123
Interest income		-	1	9	-	-	-	1
Securities lending income		-	-	-	-	-	5	-
Net changes in fair value of financial assets and financial liabilities		70	28,763	(13,881)	22,736	(7,099)	968	128
Other income		-	-	-	-	-	-	-
Net income		88	30,721	(10,859)	24,292	(5,161)	1,168	252
Expenses								
Fund expenses	12a	(8)	(34)	(68)	7	5	15	5
Total expenses		(8)	(34)	(68)	7	5	15	5
Net profit/(loss)		80	30,687	(10,927)	24,299	(5,156)	1,183	257
Other comprehensive income		-	-	-	-	-	-	-
Total comprehensive income/(loss)		80	30,687	(10,927)	24,299	(5,156)	1,183	257

The accompanying notes form part of and should be read in conjunction with these financial statements.

SUPERLIFE INVEST FUNDS

**STATEMENTS OF COMPREHENSIVE INCOME
FOR THE YEAR/PERIOD ENDED 31 MARCH 2021**

		NZ Mid Cap Fund		NZ Dividend Fund		NZ Property Fund		NZ Bonds Fund	
	Note	Year ended 2021 \$'000	Year ended 2020 \$'000	Year ended 2021 \$'000	Year ended 2020 \$'000	Year ended 2021 \$'000	Year ended 2020 \$'000	Year ended 2021 \$'000	Year ended 2020 \$'000
Income									
Dividends and distributions		258	300	231	353	571	460	4,852	6,592
Interest income		-	2	-	1	-	-	-	12
Securities lending income		3	-	1	-	-	-	-	-
Net changes in fair value of financial assets and financial liabilities		3,390	(1,770)	1,899	(1,933)	3,589	(3,765)	(1,453)	(2,857)
Other income		-	-	-	1	-	-	-	-
Net income		<u>3,651</u>	<u>(1,468)</u>	<u>2,131</u>	<u>(1,578)</u>	<u>4,160</u>	<u>(3,305)</u>	<u>3,399</u>	<u>3,747</u>
Expenses									
Fund expenses	12a	<u>13</u>	<u>11</u>	<u>3</u>	<u>2</u>	<u>11</u>	<u>9</u>	<u>148</u>	<u>139</u>
Total expenses		<u>13</u>	<u>11</u>	<u>3</u>	<u>2</u>	<u>11</u>	<u>9</u>	<u>148</u>	<u>139</u>
Net profit/(loss)		3,664	(1,457)	2,134	(1,576)	4,171	(3,296)	3,547	3,886
Other comprehensive income		-	-	-	-	-	-	-	-
Total comprehensive income/(loss)		<u><u>3,664</u></u>	<u><u>(1,457)</u></u>	<u><u>2,134</u></u>	<u><u>(1,576)</u></u>	<u><u>4,171</u></u>	<u><u>(3,296)</u></u>	<u><u>3,547</u></u>	<u><u>3,886</u></u>

The accompanying notes form part of and should be read in conjunction with these financial statements.

SUPERLIFE INVEST FUNDS

**STATEMENTS OF COMPREHENSIVE INCOME
FOR THE YEAR/PERIOD ENDED 31 MARCH 2021**

	S&P/NZX NZ Government Bond Fund	Global Aggregate Bond Fund	NZ Cash Fund		Castle Point 5 Oceans Fund	
	Period ended 2021	Period ended 2021	Year ended 2021	Year ended 2020	Year ended 2021	Period ended 2020
Note	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Income						
Dividends and distributions	18	21	2,942	4,145	193	84
Interest income	-	-	866	892	-	-
Securities lending income	-	-	-	-	-	-
Net changes in fair value of financial assets and financial liabilities	(43)	(63)	(1,368)	(1,287)	559	(201)
Other income	-	-	-	-	24	-
Net income	(25)	(42)	2,440	3,750	776	(117)
Expenses						
Fund expenses	12a (1)	(1)	(545)	(463)	(4)	23
Total expenses	(1)	(1)	(545)	(463)	4	23
Net profit/(loss)	(26)	(43)	1,895	3,287	780	(94)
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income/(loss)	(26)	(43)	1,895	3,287	780	(94)

The accompanying notes form part of and should be read in conjunction with these financial statements.

SUPERLIFE INVEST FUNDS

**STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS
FOR THE YEAR/PERIOD ENDED 31 MARCH 2021**

	S&P/NZX 50 Fund	NZ Shares Fund	NZ Top 50 Fund	NZ Top 10 Fund			
	Period ended 2021	Year ended 2021	Year ended 2020	Year ended 2021	Year ended 2020	Year ended 2021	Year ended 2020
Note	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Opening value	-	88,930	-	58,969	-	5,783	-
Total comprehensive income/(loss)	80	30,687	(10,927)	24,299	(5,156)	1,183	257
Subscriptions	6,836	12,926	116,289	53,930	78,101	30,826	11,170
Redemptions	(1,390)	(18,241)	(16,436)	(19,031)	(13,995)	(14,894)	(5,646)
Redemptions - administration fees	-	(1)	(1)	(6)	(5)	(1)	-
Redemptions - insurance benefit and premium	-	-	-	(1)	(3)	-	-
Portfolio Investment Entity tax	-	<u>3</u>	<u>5</u>	<u>31</u>	<u>27</u>	<u>2</u>	<u>2</u>
	5,446	(5,313)	99,857	34,923	64,125	15,933	5,526
Closing value	<u>5,526</u>	<u>114,304</u>	<u>88,930</u>	<u>118,191</u>	<u>58,969</u>	<u>22,899</u>	<u>5,783</u>

The accompanying notes form part of and should be read in conjunction with these financial statements.

SUPERLIFE INVEST FUNDS

**STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS
FOR THE YEAR/PERIOD ENDED 31 MARCH 2021**

	NZ Mid Cap Fund		NZ Dividend Fund		NZ Property Fund		NZ Bonds Fund	
	Year ended	Year ended	Year ended	Year ended	Year ended	Year ended	Year ended	Year ended
	2021	2020	2021	2020	2021	2020	2021	2020
Note	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Opening value	8,826	-	6,361	-	16,771	-	138,994	-
Total comprehensive income/(loss)	3,664	(1,457)	2,134	(1,576)	4,171	(3,296)	3,547	3,886
Subscriptions	8,082	15,770	6,279	13,797	21,819	32,388	35,965	166,998
Redemptions	(6,507)	(5,494)	(3,866)	(5,868)	(17,685)	(12,327)	(31,640)	(31,920)
Redemptions - administration fees	12a (1)	(1)	-	(1)	(5)	(1)	(4)	(4)
Redemptions - insurance benefit and premium	-	(1)	-	-	-	-	-	-
Portfolio Investment Entity tax	5	9	5	9	6	7	18	34
	1,579	10,283	2,418	7,937	4,135	20,067	4,339	135,108
Closing value	<u>14,069</u>	<u>8,826</u>	<u>10,913</u>	<u>6,361</u>	<u>25,077</u>	<u>16,771</u>	<u>146,880</u>	<u>138,994</u>

The accompanying notes form part of and should be read in conjunction with these financial statements.

SUPERLIFE INVEST FUNDS

STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS FOR THE YEAR/PERIOD ENDED 31 MARCH 2021

	S&P/NZX NZ Government Bond Fund	Global Aggregate Bond Fund	NZ Cash Fund		Castle Point 5 Oceans Fund	
	Period ended 2021	Period ended 2021	Year ended 2021	Year ended 2020	Year ended 2021	Period ended 2020
	Note	\$'000	\$'000	\$'000	\$'000	\$'000
Opening value	-	-	253,442	-	3,611	-
Total comprehensive income/(loss)	(26)	(43)	1,895	3,287	780	(94)
Subscriptions	2,427	2,184	166,613	330,392	2,646	3,705
Redemptions	(1,987)	(866)	(194,247)	(80,004)	(332)	-
Redemptions - administration fees	-	-	(36)	(14)	-	-
Redemptions - insurance benefit and premium	-	-	(808)	(218)	-	-
Portfolio Investment Entity tax	-	-	(8)	(1)	(21)	-
	<u>440</u>	<u>1,318</u>	<u>(28,486)</u>	<u>250,155</u>	<u>2,293</u>	<u>3,705</u>
Closing value	<u><u>414</u></u>	<u><u>1,275</u></u>	<u><u>226,851</u></u>	<u><u>253,442</u></u>	<u><u>6,684</u></u>	<u><u>3,611</u></u>

The accompanying notes form part of and should be read in conjunction with these financial statements.

SUPERLIFE INVEST FUNDS

**STATEMENTS OF FINANCIAL POSITION
AS AT 31 MARCH 2021**

	Note	S&P/NZX 50 Fund	NZ Shares Fund		NZ Top 50 Fund		NZ Top 10 Fund	
		2021 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
Assets								
Cash and cash equivalents		5	801	1,175	7	-	203	331
Dividend and distributions receivable		-	-	-	-	-	-	-
Other receivables		4	63	18	83	20	47	6
Outstanding sales		-	-	-	-	-	-	-
Term deposits		-	-	-	-	-	-	-
Financial assets at fair value								
Investments	8	5,524	113,486	87,763	118,084	58,934	22,651	5,705
Portfolio Investment Entity tax receivable		-	3	3	32	26	2	2
Total assets		5,533	114,353	88,959	118,206	58,980	22,903	6,044
Liabilities								
Fund expenses payable	12a	(7)	(49)	(29)	(15)	(11)	(4)	-
Outstanding purchases		-	-	-	-	-	-	(261)
Portfolio Investment Entity tax payable		-	-	-	-	-	-	-
Total liabilities		(7)	(49)	(29)	(15)	(11)	(4)	(261)
Net assets of your Fund		5,526	114,304	88,930	118,191	58,969	22,899	5,783

For and on behalf of the Manager, Smartshares Limited, which authorised the issue of the financial statements on 28 July 2021.



Director



Director

The accompanying notes form part of and should be read in conjunction with these financial statements.

SUPERLIFE INVEST FUNDS

**STATEMENTS OF FINANCIAL POSITION
AS AT 31 MARCH 2021**

		NZ Mid Cap Fund		NZ Dividend Fund		NZ Property Fund		NZ Bonds Fund	
	Note	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
Assets									
Cash and cash equivalents		19	453	186	79	6	-	1,191	440
Dividend and distributions receivable		-	-	1	-	-	-	-	-
Other receivables		41	10	25	6	44	12	334	106
Outstanding sales		276	-	-	-	-	-	-	888
Term deposits		-	-	-	-	-	-	-	-
Financial assets at fair value									
Investments	8	13,731	8,693	10,696	6,268	25,023	16,755	145,373	137,559
Portfolio Investment Entity tax receivable		5	8	6	9	6	6	19	33
Total assets		14,072	9,164	10,914	6,362	25,079	16,773	146,917	139,026
Liabilities									
Fund expenses payable	12a	(3)	(1)	(1)	(1)	(2)	(2)	(37)	(32)
Outstanding purchases		-	(337)	-	-	-	-	-	-
Portfolio Investment Entity tax payable		-	-	-	-	-	-	-	-
Total liabilities		(3)	(338)	(1)	(1)	(2)	(2)	(37)	(32)
Net assets of your Fund		14,069	8,826	10,913	6,361	25,077	16,771	146,880	138,994

For and on behalf of the Manager, Smartshares Limited, which authorised the issue of the financial statements on 28 July 2021.



Director



Director

The accompanying notes form part of and should be read in conjunction with these financial statements.

SUPERLIFE INVEST FUNDS


STATEMENTS OF FINANCIAL POSITION AS AT 31 MARCH 2021

		S&P/NZX NZ Government Bond Fund	Global Aggregate Bond Fund	NZ Cash Fund		Castle Point 5 Oceans Fund	
	Note	2021 \$'000	2021 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
Assets							
Cash and cash equivalents		5	20	842	2,728	406	83
Dividend and distributions receivable		-	-	-	-	-	-
Other receivables		3	3	68	33	54	23
Outstanding sales		-	-	-	-	-	-
Term deposits		-	-	22,166	21,298	-	-
Financial assets at fair value							
Investments	8	406	1,268	204,419	229,596	6,247	3,505
Portfolio Investment Entity tax receivable		1	-	2	-	-	-
Total assets		<u>415</u>	<u>1,291</u>	<u>227,497</u>	<u>253,655</u>	<u>6,707</u>	<u>3,611</u>
Liabilities							
Fund expenses payable	12a	(1)	(1)	(646)	(211)	2	-
Outstanding purchases		-	(15)	-	-	-	-
Portfolio Investment Entity tax payable		-	-	-	(2)	(21)	-
Total liabilities		<u>(1)</u>	<u>(16)</u>	<u>(646)</u>	<u>(213)</u>	<u>(23)</u>	<u>-</u>
Net assets of your Fund		<u>414</u>	<u>1,275</u>	<u>226,851</u>	<u>253,442</u>	<u>6,684</u>	<u>3,611</u>

For and on behalf of the Manager, Smartshares Limited, which authorised the issue of the financial statements on 28 July 2021.



Director



Director

The accompanying notes form part of and should be read in conjunction with these financial statements.

SUPERLIFE INVEST FUNDS

**STATEMENTS OF CASH FLOWS
FOR THE YEAR/PERIOD ENDED 31 MARCH 2021**

	S&P/NZX 50 Fund	NZ Shares Fund		NZ Top 50 Fund		NZ Top 10 Fund	
	Period ended 2021	Year ended 2021	Year ended 2020	Year ended 2021	Year ended 2020	Year ended 2021	Year ended 2020
Note	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Cash flows from operating activities							
Dividends and distributions received	18	1,957	3,013	1,556	1,938	164	123
Interest income received	-	1	9	-	-	-	1
Securities lending income received	-	-	-	-	-	2	-
Sale of investments	1,040	26,378	53,676	9,802	10,183	4,935	3,660
Other income received	-	-	-	-	-	-	-
Fund expenses paid	(5)	(59)	(81)	(52)	(11)	(19)	(1)
Purchase of investments	(6,494)	(23,338)	(46,634)	(46,216)	(18,579)	(21,143)	(5,536)
Net operating cash flows	11	(5,441)	4,939	9,983	(34,910)	(6,469)	(16,061)
Cash flows from financial activities							
Subscriptions	6,836	12,926	7,628	53,930	20,458	30,826	7,730
Redemptions	(1,390)	(18,241)	(16,436)	(19,031)	(13,995)	(14,894)	(5,646)
Redemptions - administration fees	-	(1)	(1)	(6)	(5)	(1)	-
Redemptions - insurance benefit and premium paid out	-	-	-	(1)	(3)	-	-
Portfolio Investment Entity tax received/(paid)	-	3	1	25	14	2	-
Net financial cash flows		5,446	(5,313)	34,917	6,469	15,933	2,084
Net increase/(decrease) in cash and cash equivalents held	5	(374)	1,175	7	-	(128)	331
Cash and cash equivalents at the beginning of the year/period	-	1,175	-	-	-	331	-
Cash and cash equivalents at the end of the year/period	5	801	1,175	7	-	203	331
Cash and cash equivalents comprise of:							
Cash at bank	5	801	1,175	7	-	203	331
Cash and cash equivalents at the end of the year/period	5	801	1,175	7	-	203	331

The accompanying notes form part of and should be read in conjunction with these financial statements.

SUPERLIFE INVEST FUNDS

**STATEMENTS OF CASH FLOWS
FOR THE YEAR/PERIOD ENDED 31 MARCH 2021**

	NZ Mid Cap Fund		NZ Dividend Fund		NZ Property Fund		NZ Bonds Fund		
	Year ended 2021	Year ended 2020	Year ended 2021	Year ended 2020	Year ended 2021	Year ended 2020	Year ended 2021	Year ended 2020	
Note	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	
Cash flows from operating activities									
Dividends and distributions received	258	300	230	353	571	460	3,017	3,485	
Interest income received	-	2	-	1	-	-	-	12	
Securities lending income received	1	-	-	-	-	-	-	-	
Sale of investments	1,888	3,233	740	3,220	12,398	10,047	14,568	12,526	
Other income received	-	-	-	1	-	-	-	-	
Fund expenses paid	(14)	2	(15)	(3)	(21)	(1)	(75)	65	
Purchase of investments	<u>(4,148)</u>	<u>(5,218)</u>	<u>(3,269)</u>	<u>(5,720)</u>	<u>(17,077)</u>	<u>(24,452)</u>	<u>(21,112)</u>	<u>(11,512)</u>	
Net operating cash flows	11	<u>(2,015)</u>	<u>(1,681)</u>	<u>(2,314)</u>	<u>(2,148)</u>	<u>(4,129)</u>	<u>(13,946)</u>	<u>(3,602)</u>	<u>4,576</u>
Cash flows from financial activities									
Subscriptions	8,081	7,622	6,279	8,091	21,819	26,272	35,965	27,787	
Redemptions	(6,507)	(5,494)	(3,866)	(5,868)	(17,685)	(12,327)	(31,640)	(31,920)	
Redemptions - administration fees	(1)	(1)	-	(1)	(5)	(1)	(4)	(4)	
Redemptions - insurance benefit and premium paid out	-	(1)	-	-	-	-	-	-	
Portfolio Investment Entity tax received/(paid)	<u>8</u>	<u>8</u>	<u>8</u>	<u>5</u>	<u>6</u>	<u>2</u>	<u>32</u>	<u>1</u>	
Net financial cash flows	<u>1,581</u>	<u>2,134</u>	<u>2,421</u>	<u>2,227</u>	<u>4,135</u>	<u>13,946</u>	<u>4,353</u>	<u>(4,136)</u>	
Net increase/(decrease) in cash and cash equivalents held	<u>(434)</u>	<u>453</u>	<u>107</u>	<u>79</u>	<u>6</u>	<u>-</u>	<u>751</u>	<u>440</u>	
Cash and cash equivalents at the beginning of the year/period	<u>453</u>	<u>-</u>	<u>79</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>440</u>	<u>-</u>	
Cash and cash equivalents at the end of the year/period	<u><u>19</u></u>	<u><u>453</u></u>	<u><u>186</u></u>	<u><u>79</u></u>	<u><u>6</u></u>	<u><u>-</u></u>	<u><u>1,191</u></u>	<u><u>440</u></u>	
Cash and cash equivalents comprise of:									
Cash at bank	<u>19</u>	<u>453</u>	<u>186</u>	<u>79</u>	<u>6</u>	<u>-</u>	<u>1,191</u>	<u>440</u>	
Cash and cash equivalents at the end of the year/period	<u><u>19</u></u>	<u><u>453</u></u>	<u><u>186</u></u>	<u><u>79</u></u>	<u><u>6</u></u>	<u><u>-</u></u>	<u><u>1,191</u></u>	<u><u>440</u></u>	

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SUPERLIFE INVEST FUNDS

**STATEMENTS OF CASH FLOWS
FOR THE YEAR/PERIOD ENDED 31 MARCH 2021**

	S&P/NZX NZ Government Bond Fund	Global Aggregate Bond Fund	NZ Cash Fund	Castle Point 5 Oceans Fund		
	Period ended	Period ended	Year ended	Year ended	Year ended	Period ended
	2021	2021	2021	2020	2021	2020
Note	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Cash flows from operating activities						
Dividends and distributions received	7	9	2,547	3,398	193	84
Interest income received	-	-	-	15	-	-
Securities lending income received	-	-	-	-	-	-
Sale of investments	1,851	934	57,256	185,278	296	-
Other income received	-	-	-	-	24	-
Fund expenses paid	(3)	(3)	(147)	(355)	(33)	-
Purchase of investments	(2,290)	(2,238)	(33,052)	(253,844)	(2,471)	(3,706)
Net operating cash flows	11	(1,298)	26,604	(65,508)	(1,991)	(3,622)
Cash flows from financial activities						
Subscriptions	2,427	2,184	166,613	148,483	2,646	3,705
Redemptions	(1,987)	(866)	(194,247)	(80,004)	(332)	-
Redemptions - administration fees	-	-	(36)	(14)	-	-
Redemptions - insurance benefit and premium paid out	-	-	(808)	(218)	-	-
Portfolio Investment Entity tax received/(paid)	-	-	(12)	(11)	-	-
Net financial cash flows	440	1,318	(28,490)	68,236	2,314	3,705
Net increase/(decrease) in cash and cash equivalents held	5	20	(1,886)	2,728	323	83
Cash and cash equivalents at the beginning of the year/period	-	-	2,728	-	83	-
Cash and cash equivalents at the end of the year/period	5	20	842	2,728	406	83
Cash and cash equivalents comprise of:						
Cash at bank	5	20	842	2,728	406	83
Cash and cash equivalents at the end of the year/period	5	20	842	2,728	406	83

The accompanying notes form part of and should be read in conjunction with these financial statements.

SUPERLIFE INVEST FUNDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR/PERIOD ENDED 31 MARCH 2021

1. General information

The SuperLife Invest Funds are funds offered under a registered managed investment scheme called 'SuperLife Invest' (the "Scheme"). The Scheme is registered in New Zealand and established under the Financial Markets Conduct Act 2013 (the "FMCA 2013") for the principal purpose of providing investors access to a range of investment markets. The Scheme's registration number is SCH 10765. It is governed by the SuperLife Invest Master Trust Deed dated 14 September 2016 and as further amended and restated on 30 April 2021 (the "Trust Deed"). Each fund in the Scheme is established as a separate and distinct trust fund.

During the year ended 31 March 2021, there were 45 funds under the Scheme and the financial statements are divided into 7 sets. These financial statements are for SuperLife Invest Funds Part 1 and are for the following funds (each a fund, collectively the "Funds"):

S&P/NZX 50 Fund
NZ Shares Fund
NZ Top 50 Fund
NZ Top 10 Fund
NZ Mid Cap Fund
NZ Dividend Fund
NZ Property Fund
NZ Bonds Fund
S&P/NZX NZ Government Bond Fund
Global Aggregate Bond Fund
NZ Cash Fund
Castle Point 5 Oceans Fund

Effective 15 July 2020 SuperLife (Active Multi Asset Class) changed its name to Castle Point 5 Oceans Fund.

2. Reporting period

These financial statements are for the year/period ended 31 March 2021. The comparative figures are for the year ended 31 March 2020 except for Castle Point 5 Oceans Fund which is for the period 28 June 2019 to 31 March 2020. These are the first financial statements for S&P/NZX 50 Fund, S&P/NZX NZ Government Bond Fund and Global Aggregate Bond Fund and are for the period 15 July 2020 to 31 March 2021.

3. Basis of preparation

The financial statements of the Funds have been drawn up in accordance with the Trust Deed and comply with the requirements of the FMCA 2013, New Zealand Generally Accepted Accounting Practice, as defined in the Financial Reporting Act 2013, New Zealand equivalents to International Financial Reporting Standards ("NZ IFRS") and International Financial Reporting Standards ("IFRS"). The accounting policies have been consistently applied throughout the reporting year/period.

These financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets and financial liabilities at fair value through profit or loss. All amounts are in New Zealand Dollars (NZD), rounded to the nearest thousand. Where specific amounts are referred to in the note wording, the amounts are rounded to the nearest dollar. The NZD is also the functional currency of the Funds.

4. Restatement of comparative financial information

Certain comparative information has been restated to align with current period presentation.

5. Critical accounting estimates and judgements

The preparation of financial statements requires the use of certain critical accounting estimates that affect the reported amounts and the application of accounting policies. It also requires the Manager to exercise its judgement in the process of applying the accounting policies of the Funds.

Discussion of the critical accounting estimates and judgements used is included in note 8 on fair value of financial assets and financial liabilities.

6. Summary of significant accounting policies

(a) Financial assets and financial liabilities

Classification

Financial assets are classified based on the business model for managing those financial assets and the contractual cash flow characteristics of the financial assets in accordance with NZ IFRS 9: Financial Instruments.

SUPERLIFE INVEST FUNDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR/PERIOD ENDED 31 MARCH 2021

6. Summary of significant accounting policies (Continued)

(i) Financial assets and financial liabilities at fair value through profit or loss

These include investments at fair value through profit or loss and derivative instruments. The information about these financial assets and financial liabilities is mainly evaluated on a fair value basis together with other related financial information used to assess the assets' performance and to make decisions.

(ii) Financial assets at amortised cost

These include cash and cash equivalents, receivables and term deposits.

(iii) Financial liabilities at amortised cost

These represent amounts recognised to be paid in the future for goods and services received. These include outstanding settlements and other accrued expenses.

Recognition, derecognition and measurement

The financial statements for the Funds recognise financial assets and financial liabilities on the date that the Funds become parties to the contractual agreement (trade date).

Financial assets are derecognised when the right to receive cash flows from the financial assets has expired or the Funds have transferred substantially all of the risks and rewards of ownership. Financial liabilities are derecognised when the obligation specified in the contract is discharged, cancelled or expired.

Financial assets and financial liabilities held at fair value through profit or loss are initially recognised at fair value. Transaction costs are expensed as incurred in the Statement of Comprehensive Income. Subsequent to initial recognition, financial assets and financial liabilities are measured at fair value. Gains or losses arising from changes in the fair value of the financial assets and financial liabilities are presented in the Statement of Comprehensive Income within 'net changes in fair value of financial assets and financial liabilities' in the period in which they arise.

Financial assets at amortised cost are measured at amortised cost, using the effective interest method, less an allowance for impairment based on the expected credit losses (ECL).

Financial liabilities at amortised cost are measured at amortised cost using the effective interest method.

Fair value determination

The fair value of financial assets and financial liabilities traded in an active market is based on quoted market prices at the reporting date. The quoted market price used for financial assets by the Funds is the last traded price.

For managed investment trusts where there is no active market, the fair value is determined by the realisable value of the investments as advised by the investment managers. Fair value is based on the underlying market value on the reporting date.

For all other financial assets and financial liabilities not traded in an active market the fair value is determined using valuation techniques which include the use of recent comparable arms-length market transactions, reference to the current market value of another similar financial instrument, discounted cash flow analysis and other valuation models making the maximum use of market inputs and keeping judgemental inputs to a minimum.

Offsetting financial assets and financial liabilities

Financial assets and financial liabilities are offset and the net amount reported in the Statement of Financial Position when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Funds or their counterparties.

(b) Cash and cash equivalents

Cash and cash equivalents ("Cash") means cash at bank, demand deposits and other highly liquid investments. Cash does not include accounts receivables or payables, or any borrowings subject to a term facility.

SUPERLIFE INVEST FUNDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR/PERIOD ENDED 31 MARCH 2021

6. Summary of significant accounting policies (Continued)

(c) Foreign currency translation

Foreign currency transactions are translated into the functional currency (NZD) using the exchange rates prevailing at the dates of the transactions.

Foreign exchange gains and losses arising from translation are included in the Statement of Comprehensive Income. Foreign exchange gains and losses relating to financial assets and financial liabilities carried at fair value through profit or loss are presented in the Statement of Comprehensive Income within 'net changes in fair value of financial assets and financial liabilities'.

(d) Dividends and distributions income

Dividends and distributions income are recognised when the right to receive payment is established.

(e) Interest income

Interest income is recognised as the interest accrues using the effective interest method, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial instrument to the net carrying amount of the financial asset.

(f) Units

The Funds issue units, which provide the holder with a beneficial interest in the Funds. The units are issued and redeemed based on the Funds' net asset value per unit at the time of issue or redemption, which is calculated by dividing the net assets attributable to the unitholders by the total number of outstanding units.

The units meet the definition of puttable instruments and are classified as equity instruments under NZ IAS 32 Financial Instruments: Presentation.

(g) Fees and expenses

The Funds incur fees and expenses from a range of services received from various service providers, including reimbursable expenses allowed by the Trust Deed. Fees are accrued as services are rendered.

(h) Taxation

Each of the Funds is a Portfolio Investment Entity ("PIE"). Under the PIE regime, income is effectively taxed in the hands of the unitholders and therefore each of the Funds does not have an income tax liability on its accounts.

Taxable income is attributed to unitholders in accordance with their proportionate interest in each of the Funds. Income attributed to each unitholder is taxed at the unitholder's Prescribed Investor Rate which is capped at 28%. The tax balance included in the Statement of Financial Position represents PIE tax receivable or payable on behalf of the unitholders.

(i) Goods and services tax (GST)

The Funds are not registered for GST and consequently all components of the financial statements are stated inclusive of GST where appropriate.

(j) Securities lending

The Funds enter into securities lending transactions whereby they lend securities, recognised on the Statement of Financial Position, but retain either all or substantially all of the risk and rewards of the lent securities. As all or substantially all risks and rewards are retained, the lent securities are not derecognised.

(k) Insurance

Insurance claim proceeds in respect of life, medical and disability insurance, are shown as insurance proceeds received from insurers when the money is received. Payments to the members or beneficiaries are shown as benefit payments when the insurance proceeds are paid to the unitholders or beneficiaries.

SUPERLIFE INVEST FUNDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR/PERIOD ENDED 31 MARCH 2021

6. Summary of significant accounting policies (Continued)

(l) Changes in accounting policies and accounting standards adopted during the year

(a) Changes in accounting policies

There have been no significant changes in accounting policies during the year. All policies have been applied on a basis consistent with those used in the prior year, except for; S&P/NZX 50 Fund, S&P/NZX NZ Government Bond Fund and Global Aggregate Bond Fund, which commenced in this period.

(b) New accounting standards adopted

A number of new standards and amendments are effective from 1 April 2020, but they do not have a material impact on the financial statements of the Funds.

- Amendments to IAS 1 and IAS 8: Definition of Material. Effective for annual periods beginning on or after 1 January 2020.
- Amendments to NZ IFRS 9, NZ IAS 39 and NZ IFRS 7: Interest Rate Benchmark Reform. Effective for annual periods beginning on or after 1 January 2020.

(m) Issued but not yet effective accounting standards

The following amendments to standards or interpretations have been issued but not yet effective for the year ended 31 March 2021, and have not been applied in preparing these financial statements.

- Amendments to NZ IFRS 9, NZ IAS 39, NZ IFRS 7, NZ IFRS 4 and NZ IFRS 16: Interest Rate Benchmark Reform - Phase 2. These amendments shall be applied for annual periods beginning on or after 1 January 2021. Early adoption is permitted.

The adoption of the above amendments to standards in future periods is not expected to have a significant impact on the Funds' financial statements.

7. Risk

The Funds' investment activities directly expose them to market risk (market price risk and interest rate risk), credit risk, liquidity risk and securities lending risk. Additionally, the Funds are also indirectly exposed to a variety of financial risks including credit, currency, interest rate, market price and liquidity risks through the holding of the investments in managed investment trusts.

The financial risk management disclosures have been prepared on the basis of the Funds' direct investments and not on a full look through basis for the investments held indirectly through the managed investment trusts.

7a Market risk

Market price risk is the risk of gains or losses from changes in the market price of underlying investments. Interest rate risk is the risk of gains or losses in interest income and capital values from changes in market interest rates.

An analysis of the financial risks arising from the direct investments of the Funds is set out below:

Market price risk

Equity securities held are exposed to market price risk arising from uncertainties about future prices of financial assets. Because the Funds invest in exchange traded funds (ETFs), equity securities and other managed investment trusts, the value of the Funds will move up and down with the market.

A 10% annual increase/decrease in equity prices is considered to be a reasonably likely percentage change based on the historical performance of the underlying investments and represents the exposure to market price risk for the years ended 31 March 2020 and 31 March 2021.

A 10% increase/decrease in prices would have increased/decreased net profit and unitholders funds as shown in the table below:

	S&P/NZX 50 Fund		NZ Shares Fund		NZ Top 50 Fund		NZ Top 10 Fund	
	2021	2020	2021	2020	2021	2020	2021	2020
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Impact of 10% change in market prices +/-(-)	552	11,349	8,776	11,808	5,893	2,265	571	

SUPERLIFE INVEST FUNDS

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR/PERIOD ENDED 31 MARCH 2021**

7. Risk (Continued)

	NZ Mid Cap Fund		NZ Dividend Fund		NZ Property Fund		NZ Bonds Fund	
	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
Impact of 10% change in market prices +/-	1,373	869	1,070	627	2,502	1,676	14,537	13,756

	S&P/NZX NZ Government Bond Fund	Global Aggregate Bond Fund	NZ Cash Fund		Castle Point 5 Oceans Fund	
	2021 \$'000	2021 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
Impact of 10% change in market prices +/-	41	127	20,442	22,960	625	351

Interest rate risk

The Funds with cash assets have exposure to interest rate risk.

A 1% increase/decrease in interest rates, which is a reasonable expected movement based on historic rate trends, would have an impact on the value of the Funds' net assets as follows:

	S&P/NZX 50 Fund		NZ Shares Fund		NZ Top 50 Fund		NZ Top 10 Fund	
	2021 \$'000	2021 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
Impact of 1% change in the interest rate +/-	-	8	12		-	-	2	3

SUPERLIFE INVEST FUNDS

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR/PERIOD ENDED 31 MARCH 2021**

7. Risk (Continued)

	NZ Mid Cap Fund		NZ Dividend Fund		NZ Property Fund		NZ Bonds Fund	
	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
Impact of 1% change in the interest rate +/-	-	5	2	1	-	-	12	4

	S&P/NZX NZ Government Bond Fund	Global Aggregate Bond Fund	NZ Cash Fund		Castle Point 5 Oceans Fund	
	2021 \$'000	2021 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
Impact of 1% change in the interest rate +/-	-	-	8	27	4	1

7b Credit risk

The Funds are exposed to the potential risk of financial loss resulting from the failure of counterparties to fully honour the terms of conditions of a contract with the Funds. The maximum credit risk of financial assets is considered to be their carrying value. The balance does not represent the maximum risk exposure that would arise in the future as a result of changes in values, but best represents the current maximum exposure at the reporting date. Financial assets that subject the Funds to credit risk consist of cash, receivables (excluding dividends receivables) and derivatives. The analysis below summarises the credit quality of the Funds' exposure rated externally by Standard & Poor's.

	S&P/NZX 50 Fund		NZ Shares Fund		NZ Top 50 Fund		NZ Top 10 Fund	
	2021 \$'000	2021 \$'000	2020 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
AAA to AA-	5	801	1,175		7	-	203	331

	NZ Mid Cap Fund		NZ Dividend Fund		NZ Property Fund		NZ Bonds Fund	
	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
AAA to AA-	19	453	186	79	6	-	1,191	440

SUPERLIFE INVEST FUNDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR/PERIOD ENDED 31 MARCH 2021

7. Risk (Continued)

	S&P/NZX NZ Government Bond Fund	Global Aggregate Bond Fund	NZ Cash Fund	Castle Point 5 Oceans Fund
	2021	2021	2021	2020
	\$'000	\$'000	\$'000	\$'000
AAA to AA-	5	5	842	2,728
			406	83

7c Liquidity risk

In accordance with the Funds' policy, the Manager monitors the Funds' liquidity position on a daily basis. Liquidity management is designed to ensure that the Funds have the ability to generate sufficient cash in a timely manner to meet their financial commitments and normal levels of redemptions. The Manager regularly monitors market volatility and redemption levels to establish each fund's appropriate liquidity level. In the event of abnormal levels of redemptions, timing of payments may depend on the ability of the particular fund to realise its underlying investments on a timely basis.

The Funds continue to maintain appropriate levels of liquidity and meet their normal redemption obligations in the rapidly changing COVID-19 environment.

7d Securities lending risk

A number of possible risks arise from the Funds' securities lending program. These include, but are not limited to, the risk that a borrower of securities fails to deliver equivalent securities on termination of a loan and the risk that the lending contract will for whatever reason not be legally enforceable.

In order to limit the Funds' exposure to risk that may arise from securities lending, there is a limitation on the value of securities lent at any point in time and a requirement that collateral be held by the custodian.

The value of securities on loan at the reporting date is detailed in Note 12b.

7e Capital management

Net assets attributable to unitholders are considered to be the Funds' capital for the purposes of capital management and the Funds do not have to comply with externally imposed capital requirements. The Funds' objectives when managing capital are to safeguard the ability to continue as a going concern in order to provide returns to unitholders as well as ensuring the net assets attributable to unitholders are sufficient to meet all present and future obligations. In order to meet the objectives for capital management, the Manager reviews the performance of the Funds on a regular basis.

8. Fair value of financial assets and financial liabilities

Financial assets and financial liabilities measured at fair value are categorised across the following 3 levels based on the degree to which their fair value is observable, Level 1 - Fair value measurements are derived from quoted prices (unadjusted) in active markets for identical assets or liabilities; Level 2 - Fair value measurements are derived from inputs other than quoted prices included within Level 1 that are observable either directly or indirectly; Level 3 - Fair value measurements are derived from valuation methods that include inputs that are not based on observable market data.

The fair value for investments in underlying ETFs, listed managed investment trusts and equities is based on their last traded price and defined as Level 1. Fair value for investments in unlisted managed investment trusts is based on their quoted redemption price, and categorised as Level 2 in the hierarchy.

There were no transfers between levels during the year/period (31 March 2020: the same).

The COVID-19 outbreak which was declared a global pandemic by the World Health Organisation in March 2020 caused widespread uncertainty across global economies and the market impact of this is reflected in the value of the investments disclosed in the financial statements as at 31 March 2020 and 31 March 2021. Since 31 March 2020, the value of the investments have shown evidence of recovery.

SUPERLIFE INVEST FUNDS

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR/PERIOD ENDED 31 MARCH 2021**

8. Fair value of financial assets and financial liabilities (Continued)

There was no impact on the categorisation of investments held in accordance with the fair value hierarchy as at 31 March 2021 and this remains as disclosed above.

	S&P/NZX 50 Fund			NZ Shares Fund			NZ Shares Fund		
	31 March 2021			31 March 2021			31 March 2020		
	Level 1 \$'000	Level 2 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Total \$'000
Financial assets at fair value through profit or loss									
<i>Investments:</i>									
ETFs	5,524	-	5,524	113,486	-	113,486	86,137	-	86,137
Listed equities and managed investment trusts	-	-	-	-	-	-	1,626	-	1,626
	5,524	-	5,524	113,486	-	113,486	87,763	-	87,763

	NZ Top 50 Fund			NZ Top 50 Fund			NZ Top 10 Fund			NZ Top 10 Fund		
	31 March 2021			31 March 2020			31 March 2021			31 March 2020		
	Level 1 \$'000	Level 2 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Total \$'000
Financial assets at fair value through profit or loss												
<i>Investments:</i>												
ETFs	118,084	-	118,084	58,934	-	58,934	22,651	-	22,651	5,705	-	5,705
	118,084	-	118,084	58,934	-	58,934	22,651	-	22,651	5,705	-	5,705

	NZ Mid Cap Fund			NZ Mid Cap Fund			NZ Dividend Fund			NZ Dividend Fund		
	31 March 2021			31 March 2020			31 March 2021			31 March 2020		
	Level 1 \$'000	Level 2 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Total \$'000
Financial assets at fair value through profit or loss												
<i>Investments:</i>												
ETFs	13,731	-	13,731	8,693	-	8,693	10,696	-	10,696	6,268	-	6,268
	13,731	-	13,731	8,693	-	8,693	10,696	-	10,696	6,268	-	6,268

SUPERLIFE INVEST FUNDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR/PERIOD ENDED 31 MARCH 2021

9. Resettlements

Effective 11:59pm on 31 March 2019 the Funds received assets and liabilities as a result of the resettlement of the SuperLife Invest Managed Investment Scheme into 37 distinct segregated funds (standalone funds). The value of the resettled assets and liabilities included in the financial statements for the year ended 31 March 2020 are presented in the table below:

	NZ Shares Fund	NZ Top 50 Fund	NZ Top 10 Fund	NZ Mid Cap Fund	NZ Dividend Fund	NZ Property Fund	NZ Bonds Fund
	2020	2020	2020	2020	2020	2020	2020
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Financial assets at fair value	108,686	57,637	3,440	8,140	5,701	6,116	139,212
Cash and cash equivalents	1,045	-	75	180	65	-	2,041
Receivables	21	26	2	9	6	3	51
Payables	(46)	(20)	(1)	(3)	(2)	(2)	(54)
	<u>109,706</u>	<u>57,643</u>	<u>3,516</u>	<u>8,326</u>	<u>5,770</u>	<u>6,117</u>	<u>141,250</u>

NZ Cash Fund

	2020
	\$'000
Financial assets at fair value	179,537
Cash and cash equivalents	3,270
Receivables	513
Payables	(100)
	<u>183,220</u>

10. Units on issue ('000 units)

	S&P/NZX 50 Fund	NZ Shares Fund	NZ Top 50 Fund	NZ Top 10 Fund
	2021	2021	2020	2021
	Units	Units	Units	Units
	'000	'000	'000	'000
Opening balance	-	106,154	-	5,765
Units issued due to unitisation on 15 July 2019	-	-	114,984	-
Subscriptions from unitholders	6,374	12,444	5,397	26,532
Redemptions by unitholders	(1,273)	(17,653)	(14,227)	(12,798)
Closing balance	<u>5,101</u>	<u>100,945</u>	<u>106,154</u>	<u>19,499</u>

SUPERLIFE INVEST FUNDS

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR/PERIOD ENDED 31 MARCH 2021**

10. Units on issue ('000 units) (Continued)

	NZ Mid Cap Fund		NZ Dividend Fund		NZ Property Fund	
	2021	2020	2021	2020	2021	2020
	Units	Units	Units	Units	Units	Units
	'000	'000	'000	'000	'000	'000
Opening balance	10,734	-	8,278	-	19,757	-
Units issued due to unitisation on 15 July 2019	-	9,828	-	7,761	-	11,812
Subscriptions from unitholders	7,850	5,422	6,521	5,019	20,931	18,636
Redemptions by unitholders	(6,260)	(4,516)	(4,031)	(4,502)	(17,364)	(10,691)
Closing balance	12,324	10,734	10,768	8,278	23,324	19,757

	NZ Bonds Fund		S&P/NZX NZ Government Bond Fund	Global Aggregate Bond Fund	NZ Cash Fund	
	2021	2020	Period ended	Period ended	2021	2020
	Units	Units	Units	Units	Units	Units
	'000	'000	'000	'000	'000	'000
Opening balance	137,421	-	-	-	250,631	-
Units issued due to unitisation on 15 July 2019	-	146,910	-	-	-	180,330
Subscriptions from unitholders	34,497	16,894	2,403	2,195	163,943	103,485
Redemptions by unitholders	(30,301)	(26,383)	(1,974)	(872)	(191,113)	(33,184)
Closing balance	141,617	137,421	429	1,323	223,461	250,631

SUPERLIFE INVEST FUNDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR/PERIOD ENDED 31 MARCH 2021

10. Units on issue ('000 units) (Continued)

Castle Point 5 Oceans Fund

	Period ended	
	2021	2020
	Units	Units
	'000	'000
Opening balance	3,671	-
Units issued due to unitisation on 15 July 2019	-	-
Subscriptions from unitholders	2,443	3,671
Redemptions by unitholders	(299)	-
Closing balance	<u>5,815</u>	<u>3,671</u>

11. Reconciliation of net profit/(loss) to net cash flows from operating activities

	S&P/NZX 50 Fund	NZ Shares Fund		NZ Top 50 Fund		NZ Top 10 Fund	
	Period ended	Year ended	Year ended	Year ended	Year ended	Year ended	Year ended
	2021	2021	2020	2021	2020	2021	2020
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Net profit/(loss)	80	30,687	(10,927)	24,299	(5,156)	1,183	257
<i>Adjustments for:</i>							
Payments for the purchase of investments	(6,494)	(23,338)	(46,634)	(46,216)	(18,579)	(21,143)	(5,536)
Proceeds from sale of investments	1,040	26,378	53,676	9,802	10,183	4,935	3,660
Realised (gain)/loss on investments	(22)	2,191	1,301	(839)	11	(278)	(82)
Unrealised (gain)/loss on investments	(48)	(30,954)	12,580	(21,897)	7,088	(690)	(46)
Non-cash distributions	-	-	-	-	-	(31)	-
Accrued interest on term deposits	-	-	-	-	-	-	-
Increase in receivables	(4)	(45)	(18)	(63)	(20)	(41)	(6)
Increase in payables	7	20	29	4	11	4	-
Movement in resettled receivables and payables	-	-	(24)	-	(7)	-	-
Resettled term deposits interest	-	-	-	-	-	-	-
Net cash flows from operating activities	<u>(5,441)</u>	<u>4,939</u>	<u>9,983</u>	<u>(34,910)</u>	<u>(6,469)</u>	<u>(16,061)</u>	<u>(1,753)</u>

SUPERLIFE INVEST FUNDS

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR/PERIOD ENDED 31 MARCH 2021**

11. Reconciliation of profit/(loss) to net cash flows from operating activities (Continued)

	NZ Mid Cap Fund		NZ Dividend Fund		NZ Property Fund		NZ Bonds Fund	
	Year ended 2021 \$'000	Year ended 2020 \$'000	Year ended 2021 \$'000	Year ended 2020 \$'000	Year ended 2021 \$'000	Year ended 2020 \$'000	Year ended 2021 \$'000	Year ended 2020 \$'000
Net profit/(loss)	3,664	(1,457)	2,134	(1,576)	4,171	(3,296)	3,547	3,886
<i>Adjustments for:</i>								
Payments for the purchase of investments	(4,148)	(5,218)	(3,269)	(5,720)	(17,077)	(24,452)	(21,112)	(11,512)
Proceeds from sale of investments	1,888	3,233	740	3,220	12,398	10,047	14,568	12,526
Realised (gain)/loss on investments	(81)	59	45	87	187	582	30	364
Unrealised (gain)/loss on investments	(3,309)	1,711	(1,944)	1,846	(3,776)	3,183	1,423	2,493
Non-cash distributions	-	-	-	-	-	-	(1,835)	(3,107)
Accrued interest on term deposits	-	-	-	-	-	-	-	-
Increase in receivables	(31)	(10)	(20)	(6)	(32)	(12)	(228)	(106)
Increase in payables	2	1	-	1	-	2	5	32
Movement in resettled receivables and payables	-	-	-	-	-	-	-	-
Resettled term deposits interest	-	-	-	-	-	-	-	-
Net cash flows from operating activities	<u>(2,015)</u>	<u>(1,681)</u>	<u>(2,314)</u>	<u>(2,148)</u>	<u>(4,129)</u>	<u>(13,946)</u>	<u>(3,602)</u>	<u>4,576</u>

SUPERLIFE INVEST FUNDS

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR/PERIOD ENDED 31 MARCH 2021**

11. Reconciliation of profit/(loss) to net cash flows from operating activities (Continued)

	S&P/NZX NZ Government Bond Fund Period ended 2021 \$'000	Global Aggregate Bond Fund Period ended 2021 \$'000	NZ Cash Fund Year ended 2021 \$'000	NZ Cash Fund Year ended 2020 \$'000	Castle Point 5 Oceans Fund Year ended 2021 \$'000	Castle Point 5 Oceans Fund Period ended 2020 \$'000
Net profit/(loss)	(26)	(43)	1,895	3,287	780	(94)
<i>Adjustments for:</i>						
Payments for the purchase of investments	(2,290)	(2,238)	(33,052)	(253,844)	(2,471)	(3,706)
Proceeds from sale of investments	1,851	934	57,256	185,278	296	-
Realised (gain)/loss on investments	20	5	543	(515)	(9)	-
Unrealised (gain)/loss on investments	23	58	825	1,802	(550)	201
Non-cash distributions	(11)	(12)	(395)	(1,244)	(8)	-
Accrued interest on term deposits	-	-	(868)	(1,298)	-	-
Increase in receivables	(3)	(3)	(35)	(33)	(31)	(23)
Increase in payables	1	1	435	211	2	-
Movement in resettled receivables and payables	-	-	-	425	-	-
Resettled term deposits interest	-	-	-	423	-	-
Net cash flows from operating activities	<u>(435)</u>	<u>(1,298)</u>	<u>26,604</u>	<u>(65,508)</u>	<u>(1,991)</u>	<u>(3,622)</u>

SUPERLIFE INVEST FUNDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR/PERIOD ENDED 31 MARCH 2021

12. Related party transactions

12a. Manager's fees

The Manager is entitled to receive an administration fee of \$12 per annum for each unitholder and a paper statements fee of \$18 per annum for each unitholder who has chosen to receive statements and other communications in paper form. The Manager also receives an insurance administration fee for arranging insurance cover as agreed between the unitholder and the Manager.

The administration fee, paper statements fee and fixed dollar part of the insurance administration fee disclosed below are stated net of an income tax deduction applied in calculating the unitholder's PIE tax payable. The relevant gross fees, which is calculated using the unitholder's Prescribed Investor Rate, are paid to the Manager.

Fund expenses disclosed in the Statement of Comprehensive Income represent regular fund charges which are a percentage per annum of the net asset value of the respective fund. This includes fees and costs charged by the supervisor, custodian, administrator, any fee due at the investment level, regulatory and compliance costs. Of the total fund expenses, the Manager receives any remaining amounts due after all fees and costs are paid. In the event that fees and costs of a fund exceed the regular fund charges, this shortfall is covered by the Manager.

The fees paid to the Manager for the year and the total amounts due to or from the Manager are as follows:

	S&P/NZX 50 Fund		NZ Shares Fund		NZ Top 50 Fund		NZ Top 10 Fund	
	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
Manager's fee - administration fee	-	1	1	1	6	5	1	-
Manager's fee - percentage of assets/shortfall covered by manager	(2)	(21)	-	-	(61)	43	(36)	(2)
Manager's fee - percentage of assets - remaining as payable/(receivable) at year/period end	(2)	(21)	-	-	(61)	(20)	(36)	(6)
	NZ Mid Cap Fund		NZ Dividend Fund		NZ Property Fund		NZ Bonds Fund	
	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
Manager's fee - administration fee	1	1	-	1	5	1	4	4
Manager's fee - percentage of assets/shortfall covered by manager	(28)	(1)	(17)	2	(31)	(2)	(221)	26
Manager's fee - percentage of assets - remaining as payable/(receivable) at year/period end	(28)	(10)	(17)	(6)	(31)	(12)	(221)	(106)

SUPERLIFE INVEST FUNDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR/PERIOD ENDED 31 MARCH 2021

12. Related party transactions (Continued)

	S&P/NZX NZ Government Bond Fund	Global Aggregate Bond Fund	NZ Cash Fund		Castle Point 5 Oceans Fund	
	2021 \$'000	2021 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
Manager's fee - administration fee	-	-	36	28	-	-
Manager's fee - percentage of assets/shortfall covered by manager	(7)	(7)	427	4	24	(14)
Manager's fee - percentage of assets - remaining as payable/(receivable) at year/period end	(7)	(7)	427	142	(2)	(14)

12b. Securities lending

The Funds have entered into securities lending agreements with various market participants and the Manager. The Funds earn fifty percent of the total fee earned from the securities lending agreements and the remaining fifty percent will be income due to the Manager. There were fees earned by the Funds and the Manager in the year ended 31 March 2021 but these amounts are immaterial (31 March 2020: nil).

As at 31 March 2021, NZ Mid Cap Fund had 30,000 units for value \$188,640 on loan (31 March 2020: nil).

12c. Other related party transactions

The NZ Shares Fund ceased to be a substantial shareholder in Wellington Drive Technologies Limited during the year and held no shares as at 31 March 2021 (31 March 2020: 13,852,563 valued at \$1,232,878). During the year ended 31 March 2021 no shares were acquired (31 March 2020: 70,645,000 for value \$16,248,000) and 13,852,563 shares were disposed of for value \$837,901 (31 March 2020: 56,792,000 for value \$12,641,000). The change in fair value for the year ended 31 March 2021 was (\$394,977) (31 March 2020: (\$2,374,000)).

13. Audit fees

The fee paid (reported in whole dollars) for the financial statements audit for each fund for the year ended 31 March 2021 was \$3,623 (31 March 2020: \$3,450). The fee paid for other assurance and registry compliance audit fees for each fund for the year ended 31 March 2021 was \$436 (31 March 2020: \$604).

14. Commitments and contingencies

There are no material liabilities, collateral or capital commitments as at 31 March 2021 (31 March 2020: nil).

15. Subsequent events

There have been no further material events after the reporting date that require adjustments to or disclosures in the financial statements.



Independent Auditor's Report

To the unitholders of:

- S&P/NZX 50 Fund
- NZ Shares Fund
- NZ Top 50 Fund
- NZ Top 10 Fund
- NZ Mid Cap Fund
- NZ Dividend Fund
- NZ Property Fund
- NZ Bonds Fund
- S&P/NZX NZ Government Bond Fund
- Global Aggregate Bond Fund
- NZ Cash Fund
- Castle Point 5 Oceans Fund

(Collectively referred to as the "Funds")

Report on the audit of the financial statements of the Funds

Opinion

In our opinion, the accompanying financial statements of the Funds on pages 2 to 29:

- i. present fairly in all material respects the Funds' financial position as at 31 March 2021 and their financial performance and cash flows for the year ended on that date; and
- ii. comply with New Zealand Equivalents to International Financial Reporting Standards.

We have audited the accompanying financial statements which comprise:

- the statements of financial position as at 31 March 2021;
- the statements of comprehensive income, statements of changes in net assets attributable to unitholders and cash flows for the year then ended; and
- notes, including a summary of significant accounting policies and other explanatory information.



Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (New Zealand) ('ISAs (NZ)'). We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

We are independent of the Funds in accordance with Professional and Ethical Standard 1 International Code of Ethics for Assurance Practitioners (Including International Independence Standards) (New Zealand) issued by the New Zealand Auditing and Assurance Standards Board and the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) ('IESBA Code'), and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code.



Our responsibilities under ISAs (NZ) are further described in the auditor's responsibilities for the audit of the financial statements section of our report.

Our firm has also provided other services to Smartshares Limited (the "Manager") for statutory audit, controls assurance and registry assurance. The provision of these other services has not impaired our independence as auditor of the Funds. Subject to certain restrictions, partners and employees of our firm may also deal with the Funds on normal terms within the ordinary course of trading activities of the business of the Funds. These matters have not impaired our independence as auditor of the Funds. The firm has no other relationship with, or interest in, the Funds.

Materiality

The scope of our audit was influenced by our application of materiality. Materiality helped us to determine the nature, timing and extent of our audit procedures and to evaluate the effect of misstatements, both individually and on the financial statements as a whole. The materiality for the financial statements as a whole was set with reference to a benchmark of Funds' total assets. We chose the benchmark because, in our view, this is a key measure of the Funds' performance.

Key audit matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements in the current period. We summarise below those matters and our key audit procedures to address those matters in order that the unitholders as a body may better understand the process by which we arrived at our audit opinion. Our procedures were undertaken in the context of and solely for the purpose of our statutory audit opinion on the financial statements as a whole and we do not express discrete opinions on separate elements of the financial statements

The key audit matter

How the matter was addressed in our audit

Valuation and existence of investments

Refer to Note 8 of the Funds' financial statements. The Funds' portfolio of investments makes up the majority of the Funds' total assets. We do not consider these investments to be at high risk of significant misstatement or be subject to a significant level of judgement. However, due to their materiality in the context of the financial statements as a whole, they are considered to be the area which had the greatest effect on our overall audit strategy and allocation of resources in planning and completing our audit.

Our audit procedures included:

- documenting and understanding the processes in place to record investment transactions and to value the portfolio. This included evaluating the control environment in place at the administration manager by obtaining and reading a report issued by an independent auditor on the design and operation of those controls to and where necessary performed additional testing of these controls to 31 March.
- agreeing the exit price of the investments to independent third-party sources.
- agreeing investment holdings to confirmations received from the custodian.

We did not identify any material differences in relation to the carrying amount of investments.

Other information

The Manager, on behalf of the Funds', is responsible for the other information included in the Funds' Annual Reports. Other information includes the details and changes to the Funds and other information. Our opinion on the financial statements does not cover any other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.



Use of this independent auditor's report

This independent auditor's report is made solely to the unitholders as a body. Our audit work has been undertaken so that we might state to the unitholders those matters we are required to state to them in the independent auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the unitholders as a body for our audit work, this independent auditor's report, or any of the opinions we have formed.



Responsibilities of the Manager for the financial statements

The Manager, on behalf of the Funds, is responsible for:

- the preparation and fair presentation of the financial statements in accordance with generally accepted accounting practice in New Zealand (being New Zealand Equivalents to International Financial Reporting Standards);
- implementing necessary internal control to enable the preparation of a set of financial statements that is fairly presented and free from material misstatement, whether due to fraud or error; and
- assessing the ability to continue as a going concern. This includes disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless they either intend to liquidate or to cease operations or have no realistic alternative but to do so.



Auditor's responsibilities for the audit of the financial statements

Our objective is:

- to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error; and
- to issue an independent auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs NZ will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error. They are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.



A further description of our responsibilities for the audit of these financial statements is located at the External Reporting Board (XRB) website at:

<http://www.xrb.govt.nz/standards-for-assurance-practitioners/auditors-responsibilities/audit-report-2/>

This description forms part of our independent auditor's report.

The engagement partner on the audit resulting in this independent auditor's report is Graeme Edwards

For and on behalf of

A handwritten signature in blue ink that reads 'KPMG'. The letters are stylized and slanted, with a small flourish at the end of the 'G'.

KPMG
Wellington
28 July 2021



SUPERLIFE INVEST FUNDS

PART 2

Australian Resources Fund
Australian Shares Fund
Australian Top 20 Fund
Australian Financials Fund
Australian Dividend Fund
Australian Property Fund
Australian Mid Cap Fund
S&P/ASX 200 Fund

**FINANCIAL STATEMENTS
FOR THE YEAR/PERIOD ENDED 31 MARCH 2021**

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SUPERLIFE INVEST FUNDS

Manager	Smartshares Limited
Registered Office	Level 1 NZX Centre, 11 Cable Street, Wellington 6140, New Zealand
Investor enquiries	Smartshares Limited PO Box 105262 Auckland 1143 Telephone: 0800 27 87 37 Email: superlife@superlife.co.nz
Licensed Supervisor	Public Trust
Administrator and Custodian	BNP Paribas Fund Services Australasia Pty Limited, New Zealand branch
Auditor	KPMG

SUPERLIFE INVEST FUNDS

**STATEMENTS OF COMPREHENSIVE INCOME
FOR THE YEAR/PERIOD ENDED 31 MARCH 2021**

	Australian Resources Fund		Australian Shares Fund		Australian Top 20 Fund		Australian Financials Fund	
	Year ended 2021	Year ended 2020	Year ended 2021	Year ended 2020	Year ended 2021	Year ended 2020	Year ended 2021	Year ended 2020
Note	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Income								
Dividends and distributions	370	343	1,233	2,408	155	138	136	48
Interest income	-	-	-	4	-	-	-	-
Net changes in fair value of financial assets and financial liabilities	3,054	(2,157)	15,642	(10,770)	1,396	(576)	939	(183)
Other foreign exchange (losses)/gains	-	-	-	(147)	-	-	-	-
Other income	-	-	-	1	-	-	-	-
Net income	3,424	(1,814)	16,875	(8,504)	1,551	(438)	1,075	(135)
Expenses								
Interest expense	-	-	(1)	-	-	-	-	-
Fund expenses	4	4	51	56	6	4	1	-
Total expenses	4	4	50	56	6	4	1	-
Net profit/(loss)	3,428	(1,810)	16,925	(8,448)	1,557	(434)	1,076	(135)
Other comprehensive income	-	-	-	-	-	-	-	-
Total comprehensive income/(loss)	3,428	(1,810)	16,925	(8,448)	1,557	(434)	1,076	(135)

The accompanying notes form part of and should be read in conjunction with these financial statements.

SUPERLIFE INVEST FUNDS

**STATEMENTS OF COMPREHENSIVE INCOME
FOR THE YEAR/PERIOD ENDED 31 MARCH 2021**

	Note	Australian Dividend Fund		Australian Property Fund		Australian Mid Cap Fund		S&P/ASX 200 Fund
		Year ended	Year ended	Year ended	Year ended	Year ended	Year ended	Period ended
		2021	2020	2021	2020	2021	2020	2021
		\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Income								
Dividends and distributions		123	203	105	101	363	750	26
Interest income		-	-	-	-	-	-	-
Net changes in fair value of financial assets and financial liabilities		490	(637)	1,214	(1,450)	11,956	(4,831)	477
Other foreign exchange (losses)/gains		-	-	-	-	-	-	-
Other income		-	-	-	-	-	-	-
Net income		613	(434)	1,319	(1,349)	12,319	(4,081)	503
Expenses								
Interest expense		-	-	-	-	-	-	-
Fund expenses	12a	1	1	2	2	71	62	(4)
Total expenses		1	1	2	2	71	62	(4)
Net profit/(loss)		614	(433)	1,321	(1,347)	12,390	(4,019)	499
Other comprehensive income		-	-	-	-	-	-	-
Total comprehensive income/(loss)		614	(433)	1,321	(1,347)	12,390	(4,019)	499

The accompanying notes form part of and should be read in conjunction with these financial statements.

SUPERLIFE INVEST FUNDS

**STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS
FOR THE YEAR/PERIOD ENDED 31 MARCH 2021**

	Australian Resources Fund		Australian Shares Fund		Australian Top 20 Fund		Australian Financials Fund	
	Year ended	Year ended	Year ended	Year ended	Year ended	Year ended	Year ended	Year ended
	2021	2020	2021	2020	2021	2020	2021	2020
Note	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Opening value	5,181	-	41,423	-	4,066	-	783	-
Total comprehensive income/(loss)	3,428	(1,810)	16,925	(8,448)	1,557	(434)	1,076	(135)
Subscriptions	19,908	12,482	8,447	59,366	5,741	5,840	9,983	2,150
Redemptions	(13,742)	(5,494)	(15,821)	(9,498)	(5,260)	(1,343)	(7,511)	(1,232)
Portfolio Investment Entity tax	4	3	24	3	3	3	1	-
	6,170	6,991	(7,350)	49,871	484	4,500	2,473	918
Closing value	14,779	5,181	50,998	41,423	6,107	4,066	4,332	783

The accompanying notes form part of and should be read in conjunction with these financial statements.

SUPERLIFE INVEST FUNDS

STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS FOR THE YEAR/PERIOD ENDED 31 MARCH 2021

	Australian Dividend Fund		Australian Property Fund		Australian Mid Cap Fund		S&P/ASX 200 Fund
	Year ended	Year ended	Year ended	Year ended	Year ended	Year ended	Period ended
	2021	2020	2021	2020	2021	2020	2021
Note	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Opening value	1,516	-	2,946	-	20,265	-	-
Total comprehensive income/(loss)	614	(433)	1,321	(1,347)	12,390	(4,019)	499
Subscriptions	3,925	3,122	8,930	7,353	10,000	27,167	6,240
Redemptions	(2,757)	(1,176)	(9,088)	(3,061)	(11,297)	(2,884)	(797)
Portfolio Investment Entity tax	4	3	1	1	-	1	1
	<u>1,172</u>	<u>1,949</u>	<u>(157)</u>	<u>4,293</u>	<u>(1,297)</u>	<u>24,284</u>	<u>5,444</u>
Closing value	<u>3,302</u>	<u>1,516</u>	<u>4,110</u>	<u>2,946</u>	<u>31,358</u>	<u>20,265</u>	<u>5,943</u>

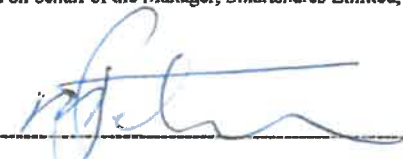
The accompanying notes form part of and should be read in conjunction with these financial statements.

SUPERLIFE INVEST FUNDS

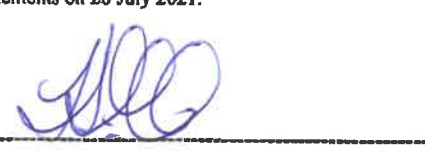
**STATEMENTS OF FINANCIAL POSITION
AS AT 31 MARCH 2021**

	Note	Australian Resources Fund		Australian Shares Fund		Australian Top 20 Fund		Australian Financials Fund	
		2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
Assets									
Cash and cash equivalents		1,056	-	425	1,411	5	-	5	-
Other receivables		24	5	144	46	23	5	15	3
Outstanding sales		-	-	-	564	-	-	-	-
Financial assets at fair value									
Derivatives		-	-	35	1,005	-	-	-	-
Investments	8	14,746	5,174	50,388	41,415	6,079	4,061	4,312	781
Portfolio Investment Entity tax receivable		4	3	21	-	3	2	1	-
Total assets		15,830	5,182	51,013	44,441	6,110	4,068	4,333	784
Liabilities									
Financial liabilities at fair value									
Derivatives		-	-	-	(350)	-	-	-	-
Fund expenses payable	12a	(1)	(1)	(15)	(12)	(3)	(2)	(1)	(1)
Outstanding purchases		(1,050)	-	-	(2,655)	-	-	-	-
Portfolio Investment Entity tax payable		-	-	-	(1)	-	-	-	-
Total liabilities		(1,051)	(1)	(15)	(3,018)	(3)	(2)	(1)	(1)
Net assets of your Fund		14,779	5,181	50,998	41,423	6,107	4,066	4,332	783

For and on behalf of the Manager, Smartshares Limited, which authorised the issue of the financial statements on 28 July 2021.



Director



Director


The accompanying notes form part of and should be read in conjunction with these financial statements.


SUPERLIFE INVEST FUNDS

**STATEMENTS OF FINANCIAL POSITION
AS AT 31 MARCH 2021**

	Note	Australian Dividend Fund		Australian Property Fund		Australian Mid Cap Fund		S&P/ASX 200 Fund
		2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000
Assets								
Cash and cash equivalents		5	-	5	-	5	-	40
Other receivables		15	3	18	4	132	39	3
Outstanding sales		-	-	-	-	-	-	-
Financial assets at fair value		-	-	-	-	-	-	-
Derivatives		-	-	-	-	-	-	-
Investments	8	3,281	1,511	4,087	2,941	31,229	20,231	5,903
Portfolio Investment Entity tax receivable		4	3	1	1	-	1	1
Total assets		3,305	1,517	4,111	2,946	31,366	20,271	5,947
Liabilities								
Financial liabilities at fair value		-	-	-	-	-	-	-
Derivatives		-	-	-	-	-	-	-
Fund expenses payable	12a	(3)	(1)	(1)	-	(8)	(6)	(4)
Outstanding purchases		-	-	-	-	-	-	-
Portfolio Investment Entity tax payable		-	-	-	-	-	-	-
Total liabilities		(3)	(1)	(1)	-	(8)	(6)	(4)
Net assets of your Fund		3,302	1,516	4,110	2,946	31,358	20,265	5,943

For and on behalf of the Manager, Smartshares Limited, which authorised the issue of the financial statements on 28 July 2021


 Director


 Director

The accompanying notes form part of and should be read in conjunction with these financial statements.

SUPERLIFE INVEST FUNDS

**STATEMENTS OF CASH FLOWS
FOR THE YEAR/PERIOD ENDED 31 MARCH 2021**

	Note	Australian Resources Fund		Australian Shares Fund		Australian Top 20 Fund		Australian Financials Fund		
		Year ended	Year ended	Year ended	Year ended	Year ended	Year ended	Year ended	Year ended	
		2021	2020	2021	2020	2021	2020	2021	2020	
		\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	
Cash flows from operating activities										
Dividends and distributions received		216	152	883	1,213	124	92	52	36	
Interest income received		-	-	-	4	-	-	-	-	
Sale of investments		10,853	5,334	49,456	22,959	4,699	1,060	6,740	1,489	
Other income received		-	-	-	1	-	-	-	-	
Fund expenses paid		(15)	-	(44)	18	(11)	1	(11)	(2)	
Interest expense paid		-	-	(1)	-	-	-	-	-	
Purchase of investments		(16,167)	(4,763)	(43,908)	(21,504)	(5,290)	(2,590)	(9,248)	(1,521)	
Net operating cash flows	11	(5,113)	723	6,386	2,691	(478)	(1,437)	(2,467)	2	
Cash flows from financial activities										
Subscriptions		19,908	4,771	8,447	8,221	5,741	2,779	9,983	1,230	
Redemptions		(13,742)	(5,494)	(15,821)	(9,498)	(5,260)	(1,343)	(7,511)	(1,232)	
Portfolio Investment Entity tax received/(paid)		3	-	2	(3)	2	1	-	-	
Net financial cash flows		6,169	(723)	(7,372)	(1,280)	483	1,437	2,472	(2)	
Net increase/(decrease) in cash and cash equivalents held		1,056	-	(986)	1,411	5	-	5	-	
Cash and cash equivalents at the beginning of the year/period		-	-	1,411	-	-	-	-	-	
Cash and cash equivalents at the end of the year/period		1,056	-	425	1,411	5	-	5	-	
Cash and cash equivalents comprise of:										
Cash at bank		1,056	-	425	1,411	5	-	5	-	
Cash and cash equivalents at the end of the year/period		1,056	-	425	1,411	5	-	5	-	

The accompanying notes form part of and should be read in conjunction with these financial statements.

SUPERLIFE INVEST FUNDS

**STATEMENTS OF CASH FLOWS
FOR THE YEAR/PERIOD ENDED 31 MARCH 2021**

	Note	Australian Dividend Fund		Australian Property Fund		Australian Mid Cap Fund		S&P/ASX 200 Fund
		Year ended	Year ended	Year ended	Year ended	Year ended	Year ended	Period ended
		2021	2020	2021	2020	2021	2020	2021
		\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Cash flows from operating activities								
Dividends and distributions received		78	41	105	101	260	422	26
Interest income received		-	-	-	-	-	-	-
Sale of investments		2,890	1,163	8,673	2,358	10,086	3,216	666
Other income received		-	-	-	-	-	-	-
Fund expenses paid		(9)	(1)	(11)	(2)	(20)	29	(3)
Interest expense paid		-	-	-	-	-	-	-
Purchase of investments		(4,125)	(2,045)	(8,605)	(5,276)	(9,025)	(5,384)	(6,092)
Net operating cash flows	11	(1,166)	(842)	162	(2,819)	1,301	(1,717)	(5,403)
Cash flows from financial activities								
Subscriptions		3,925	2,020	8,930	5,880	10,000	4,601	6,240
Redemptions		(2,757)	(1,176)	(9,088)	(3,061)	(11,297)	(2,884)	(797)
Portfolio Investment Entity tax received/(paid)		3	(2)	1	-	1	-	-
Net financial cash flows		1,171	842	(157)	2,819	(1,296)	1,717	5,443
Net increase/(decrease) in cash and cash equivalents held		5	-	5	-	5	-	40
Cash and cash equivalents at the beginning of the year/period		-	-	-	-	-	-	-
Cash and cash equivalents at the end of the year/period		5	-	5	-	5	-	40
Cash and cash equivalents comprise of:								
Cash at bank		5	-	5	-	5	-	40
Cash and cash equivalents at the end of the year/period		5	-	5	-	5	-	40

The accompanying notes form part of and should be read in conjunction with these financial statements.

SUPERLIFE INVEST FUNDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR/PERIOD ENDED 31 MARCH 2021

1. General information

The SuperLife Invest Funds are funds offered under a registered managed investment scheme called 'SuperLife Invest' (the "Scheme"). The Scheme is registered in New Zealand and established under the Financial Markets Conduct Act 2013 (the "FMCA 2013") for the principal purpose of providing investors access to a range of investment markets. The Scheme's registration number is SCH 10765. It is governed by the SuperLife Invest Master Trust Deed dated 14 September 2016 and as further amended and restated on 30 April 2021 (the "Trust Deed"). Each fund in the Scheme is established as a separate and distinct trust fund.

During the year ended 31 March 2021, there were 45 funds under the Scheme and the financial statements are divided into 7 sets. These financial statements are for SuperLife Invest Funds Part 2 and for the following funds (each a fund, collectively the "Funds"):

Australian Resources Fund
Australian Shares Fund
Australian Top 20 Fund
Australian Financials Fund
Australian Dividend Fund
Australian Property Fund
Australian Mid Cap Fund
S&P/ASX 200 Fund

2. Reporting period

These financial statements are for the year/period ended 31 March 2021. The comparative information for the year ended 31 March 2020 have been provided for the Funds, except for S&P/ASX 200 Fund which is for the period 15 July 2020 to 31 March 2021.

3. Basis of preparation

The financial statements of the Funds have been drawn up in accordance with the Trust Deed and comply with the requirements of the FMCA 2013, New Zealand Generally Accepted Accounting Practice as defined in the Financial Reporting Act 2013, New Zealand equivalents to International Financial Reporting Standards ("NZ IFRS") and International Financial Reporting Standards ("IFRS"). The accounting policies have been consistently applied throughout the reporting period.

These financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets and financial liabilities at fair value through profit or loss. All amounts are in New Zealand Dollars (NZD), rounded to the nearest thousand. Where specific amounts are referred to in the note wording, the amounts are rounded to the nearest dollar. The NZD is also the functional currency of the Funds.

4. Restatement of comparative financial information

Certain comparative information has been restated to align with current period presentation.

5. Critical accounting estimates and judgements

The preparation of financial statements requires the use of certain critical accounting estimates that affect the reported amounts and the application of accounting policies. It also requires the Manager to exercise its judgement in the process of applying the accounting policies of the Funds.

Discussion of the critical accounting estimates and judgements used is included in note 8 on fair value of financial assets and financial liabilities.

SUPERLIFE INVEST FUNDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR/PERIOD ENDED 31 MARCH 2021

6. Summary of significant accounting policies

(a) Financial assets and financial liabilities

Classification

Financial assets are classified based on the business model for managing those financial assets and the contractual cash flow characteristics of the financial assets in accordance with NZ IFRS 9: Financial Instruments.

(i) Financial assets and financial liabilities at fair value through profit or loss

These include investments at fair value through profit or loss and derivative instruments. The information about these financial assets and financial liabilities is mainly evaluated on a fair value basis together with other related financial information used to assess the assets' performance and to make decisions.

(ii) Financial assets at amortised cost

These include cash and cash equivalents and receivables.

(iii) Financial liabilities at amortised cost

These represent amounts recognised to be paid in the future for goods and services received. These include outstanding settlements and other accrued expenses.

Recognition, derecognition and measurement

The financial statements for the Funds recognise financial assets and financial liabilities on the date that the Funds become parties to the contractual agreement (trade date).

Financial assets are derecognised when the right to receive cash flows from the financial assets has expired or the Funds have transferred substantially all of the risks and rewards of ownership. Financial liabilities are derecognised when the obligation specified in the contract is discharged, cancelled or expired.

Financial assets and financial liabilities held at fair value through profit or loss are initially recognised at fair value. Transaction costs are expensed as incurred in the Statement of Comprehensive Income. Subsequent to initial recognition, financial assets and liabilities are measured at fair value. Gains or losses arising from changes in the fair value of financial assets and financial liabilities are presented in the Statement of Comprehensive Income within 'net changes in fair value of financial assets and financial liabilities' in the period in which they arise.

Financial assets at amortised cost are measured at amortised cost, using the effective interest method, less an allowance for impairment based on the expected credit losses (ECL).

Financial liabilities at amortised cost are measured at amortised cost using the effective interest method.

Fair value determination

The fair value of financial assets and financial liabilities traded in an active market is based on quoted market prices at the reporting date. The quoted market price used for financial assets by the Funds is the last traded price.

For managed investment trusts where there is no active market, the fair value is determined by the realisable value of the trusts as advised by the investment managers. Fair value is based on the underlying market value on the reporting date.

For all other financial assets and financial liabilities not traded in an active market the fair value is determined using valuation techniques which include the use of recent comparable arms-length market transactions, reference to the current market value of another similar financial instrument, discounted cash flow analysis and other valuation models making the maximum use of market inputs and keeping judgemental inputs to a minimum.

Offsetting financial assets and financial liabilities

Financial assets and liabilities are offset and the net amount reported in the Statement of Financial Position when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Funds or their counterparties.

SUPERLIFE INVEST FUNDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR/PERIOD ENDED 31 MARCH 2021

6. Summary of significant accounting policies (Continued)

(b) Cash and cash equivalents

Cash and cash equivalents ("Cash") means cash at bank, demand deposits and other highly liquid investments. Cash does not include accounts receivables or payables, or any borrowings subject to a term facility.

(c) Foreign currency translation

Foreign currency transactions are translated into the functional currency (NZD) using the exchange rates prevailing at the dates of the transactions.

Foreign exchange gains and losses arising from translation are included in the Statement of Comprehensive Income. Foreign exchange gains and losses relating to financial assets and financial liabilities carried at fair value through profit or loss are presented in the Statement of Comprehensive Income within 'net changes in fair value of financial assets and financial liabilities'.

(d) Dividends and distributions income

Dividends and distributions income are recognised when the right to receive payment is established.

(e) Interest income

Interest income is recognised as the interest accrues using the effective interest method, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial instrument to the net carrying amount of the financial asset.

(f) Units

The Funds issue units, which provide the holder with a beneficial interest in the Funds. The units are issued and redeemed based on the Funds' net asset value per unit at the time of issue or redemption, which is calculated by dividing the net assets attributable to the unitholders by the total number of outstanding units.

The units meet the definition of puttable instruments and are classified as equity instruments under NZ IAS 32 Financial Instruments: Presentation.

(g) Securities lending

The Funds enter into securities lending transactions whereby they lend securities, recognised on the Statement of Financial Position, but retain either all or substantially all of the risk and rewards of the lent securities. As all or substantially all risks and rewards are retained, the lent securities are not derecognised.

(h) Fees and expenses

The Funds incur fees and expenses from a range of services received from various service providers, including reimbursable expenses allowed by the Trust Deed. Fees are accrued as services are rendered.

(i) Taxation

Each of the Funds is a Portfolio Investment Entity ("PIE"). Under the PIE regime, income is effectively taxed in the hands of the unitholders and therefore each of the Funds does not have an income tax liability on its accounts.

Taxable income is attributed to unitholders in accordance with their proportionate interest in each of the Funds. Income attributed to each unitholder is taxed at the unitholder's Prescribed Investor Rate which is capped at 28%. The tax balance included in the Statement of Financial Position represents PIE tax receivable or payable on behalf of the unitholders.

(j) Goods and services tax (GST)

The Funds are not registered for GST and consequently all components of the financial statements are stated inclusive of GST where appropriate.

(k) Insurance

Insurance claim proceeds in respect of life, medical and disability insurance, are shown as insurance proceeds received from insurers when the money is received. Payments to the members or beneficiaries are shown as benefit payments when the insurance proceeds are paid to the unitholders or beneficiaries.

SUPERLIFE INVEST FUNDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR/PERIOD ENDED 31 MARCH 2021

6. Summary of significant accounting policies (Continued)

(l) Changes in accounting policies and accounting standards adopted during the year

(a) Changes in accounting policies

There have been no significant changes in accounting policies during the year. All policies have been applied on a basis consistent with those used in the prior year, except for S&P/ASX 200 Fund, which commenced in this period.

(b) New accounting standards adopted

A number of new standards and amendments are effective from 1 April 2020, but they do not have a material impact on the financial statements of the Funds.

- Amendments to IAS 1 and IAS 8: Definition of Material. Effective for annual periods beginning on or after 1 January 2020.
- Amendments to NZ IFRS 9, NZ IAS 39 and NZ IFRS 7: Interest Rate Benchmark Reform. Effective for annual periods beginning on or after 1 January 2020.

(m) Issued but not yet effective accounting standards

The following amendments to standards or interpretations have been issued but not yet effective for the year ended 31 March 2021, and have not been applied in preparing these financial statements.

- Amendments to NZ IFRS 9, NZ IAS 39, NZ IFRS 7, NZ IFRS 4 and NZ IFRS 16: Interest Rate Benchmark Reform - Phase 2. These amendments shall be applied for annual periods beginning on or after 1 January 2021. Early adoption is permitted.

The adoption of the above amendments to standards in future periods is not expected to have a significant impact on the Funds' financial statements.

SUPERLIFE INVEST FUNDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR/PERIOD ENDED 31 MARCH 2021

7. Risk

The Funds' investment activities directly expose them to market risk (market price risk and currency risk), credit risk, liquidity risk and securities lending risk. Additionally, the Funds are also indirectly exposed to a variety of financial risks including credit, currency, interest rate, market price and liquidity risks through the holding of the investments in managed investment trusts.

The financial risk management disclosures have been prepared on the basis of the Funds' direct investments and not on a full look through basis for the investments held indirectly through the managed investment trusts.

7a Market risk

Market price risk is the risk of gains or losses from changes in the market price of underlying investments. Currency risk is the risk of gains or losses or changes in the New Zealand dollar value due to changes in foreign exchange rates. Currency risk may be managed by using derivatives to hedge the risk.

An analysis of the financial risks arising from the direct investments of the Funds is set out below:

Market price risk

Equity securities held are exposed to market price risk arising from uncertainties about future prices of financial assets. Because the Funds invest in exchange traded funds (ETFs) the value of the Funds will move up and down with the market.

A 10% annual increase/decrease in equity prices is considered to be a reasonably likely percentage change based on the historical performance of the underlying investments and represents the exposure to market price risk for the years ended 31 March 2020 and 31 March 2021.

A 10% increase/decrease in prices would have increased/decreased net profit and unitholders funds as shown in the table below:

	Australian Resources Fund		Australian Shares Fund		Australian Top 20 Fund		Australian Financials Fund	
	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
Impact of 10% change in market prices +/-	1,475	517	5,039	4,142	608	406	431	78
	Australian Dividend Fund		Australian Property Fund		Australian Mid Cap Fund		S&P/ASX 200 Fund	
	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
Impact of 10% change in market prices +/-	328	151	409	294	3,123	2,023	590	

SUPERLIFE INVEST FUNDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR/PERIOD ENDED 31 MARCH 2021

7. Risk (Continued)

Currency risk

The Funds may hold foreign investments and therefore have exposure to currency risk.

A 10% annual strengthening/weakening of the New Zealand dollar ("NZD") against the Australian dollar ("AUD") is considered to be a reasonably likely percentage change based on historical trends and represents the exposure to currency price risk during the years ended 31 March 2020 and 31 March 2021.

A 10% increase/decrease in the value of the NZD would have an adverse/favourable impact on the value of the Funds' net assets as follows:

	Australian Resources Fund		Australian Shares Fund		Australian Top 20 Fund		Australian Financials Fund	
	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
AUD	-	-	3,537	2,953	-	-	-	-
	Australian Dividend Fund		Australian Property Fund		Australian Mid Cap Fund		S&P/ASX 200 Fund	
	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
AUD	-	-	-	-	-	-	-	-

7b Credit risk

The Funds are exposed to the potential risk of financial loss resulting from the failure of counterparties to fully honour the terms of conditions of a contract with the Funds. The maximum credit risk of financial assets is considered to be their carrying value. The balance does not represent the maximum risk exposure that would arise in the future as a result of changes in values, but best represents the current maximum exposure at the reporting date. Financial assets that subject the Funds to credit risk consist primarily of cash, receivables and derivatives. The analysis below summarises the credit quality of the Funds' exposure rated externally by Standard & Poor's.

	Australian Resources Fund		Australian Shares Fund		Australian Top 20 Fund		Australian Financials Fund	
	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
AAA to AA-	794	-	460	2,416	5	-	5	-

SUPERLIFE INVEST FUNDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR/PERIOD ENDED 31 MARCH 2021

7. Risk (Continued)

	Australian Dividend Fund		Australian Property Fund		Australian Mid Cap Fund		S&P/ASX 200 Fund
	2021	2020	2021	2020	2021	2020	2021
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
AAA to AA-	5	-	5	-	5	-	40

7c Liquidity risk

In accordance with the Funds' policy, the Manager monitors the Funds' liquidity position on a daily basis. Liquidity management is designed to ensure that the Funds have the ability to generate sufficient cash in a timely manner to meet their financial commitments and normal levels of redemptions. The Manager regularly monitors market volatility and redemption levels to establish each fund's appropriate liquidity level. In the event of abnormal levels of redemptions, timing of payments may depend on the ability of the particular fund to realise its underlying investments on a timely basis.

The Funds continue to maintain appropriate levels of liquidity and meet their normal redemption obligations in the rapidly changing COVID-19 environment.

7d Securities lending risk

A number of possible risks arise from the Funds' securities lending program. These include, but are not limited to, the risk that a borrower of securities fails to deliver equivalent securities on termination of a loan and the risk that the lending contract will for whatever reason not be legally enforceable.

In order to limit the Funds' exposure to risk that may arise from securities lending, there is a limitation on the value of securities lent at any point in time and a requirement that collateral be held by the custodian.

As at 31 March 2021, no securities of the Funds were on loan to any borrower (31 March 2020: the same).

7e Capital management

Net assets attributable to unitholders are considered to be the Funds' capital for the purposes of capital management and the Funds do not have to comply with externally imposed capital requirements. The Funds' objectives when managing capital are to safeguard the ability to continue as a going concern in order to provide returns to unitholders as well as ensuring the net assets attributable to unitholders are sufficient to meet all present and future obligations. In order to meet the objectives for capital management, the Manager reviews the performance of the Funds on a regular basis.

8. Fair value of financial assets and financial liabilities

Financial assets and financial liabilities measured at fair value are categorised across the following 3 levels based on the degree to which their fair value is observable, Level 1 - Fair value measurements are derived from quoted prices (unadjusted) in active markets for identical assets or liabilities; Level 2 - Fair value measurements are derived from inputs other than quoted prices included within Level 1 that are observable either directly or indirectly; Level 3 - Fair value measurements are derived from valuation methods that include inputs that are not based on observable market data.

The fair value for investments in underlying ETFs is based on their last traded price and defined as Level 1. Forward foreign exchange contracts are marked to market at the currency forward exchange rate at the reporting date for contracts with similar maturity and risk profiles and categorised as Level 2.

There were no transfers between levels during the year/period ended 31 March 2021.

The COVID-19 outbreak which was declared a global pandemic by the World Health Organisation in March 2020 caused widespread uncertainty across global economies and the market impact of this is reflected in the value of the investments disclosed in the financial statements as at 31 March 2020 and 31 March 2021. Since 31 March 2020, the value of the investments have shown evidence of recovery.

SUPERLIFE INVEST FUNDS

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR/PERIOD ENDED 31 MARCH 2021**

8. Fair value of financial instruments (Continued)

	Australian Dividend Fund						Australian Property Fund					
	2021			2020			2021			2020		
	Level 1 \$'000	Level 2 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Total \$'000
Financial assets at fair value through profit or loss												
<i>Investments:</i>												
ETFs	3,281	-	3,281	1,511	-	1,511	4,087	-	4,087	2,941	-	2,941
	<u>3,281</u>	<u>-</u>	<u>3,281</u>	<u>1,511</u>	<u>-</u>	<u>1,511</u>	<u>4,087</u>	<u>-</u>	<u>4,087</u>	<u>2,941</u>	<u>-</u>	<u>2,941</u>

	Australian Mid Cap Fund						S&P/ASX 200 Fund		
	2021			2020			2021		
	Level 1 \$'000	Level 2 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Total \$'000
Financial assets at fair value through profit or loss									
<i>Investments :</i>									
ETFs	31,229	-	31,229	20,231	-	20,231	5,903	-	5,903
	<u>31,229</u>	<u>-</u>	<u>31,229</u>	<u>20,231</u>	<u>-</u>	<u>20,231</u>	<u>5,903</u>	<u>-</u>	<u>5,903</u>

9. Resettlements

Effective 11:59pm on 31 March 2019 the Funds received assets and liabilities as a result of the resettlement of the SuperLife Invest Managed Investment Scheme into 37 distinct segregated funds (standalone trusts). The value of the resettled assets and liabilities included in the financial statements for the year ended 31 March 2020 are presented in the table below:

	Australian Resources Fund	Australian Shares Fund	Australian Top 20 Fund	Australian Financials Fund	Australian Dividend Fund	Australian Property Fund	Australian Mid Cap Fund
	2020	2020	2020	2020	2020	2020	2020
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Financial assets and financial liabilities at fair value	7,711	51,157	3,061	920	1,104	1,473	22,566
Cash and cash equivalents	-	227	2	-	2	-	2
Receivables	3	16	1	1	1	1	10
Payables	(3)	(28)	(2)	-	(2)	-	(10)
	<u>7,711</u>	<u>51,372</u>	<u>3,062</u>	<u>921</u>	<u>1,105</u>	<u>1,474</u>	<u>22,568</u>

SUPERLIFE INVEST FUNDS

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR/PERIOD ENDED 31 MARCH 2021**

10. Units on issue ('000 units)

	Australian Resources Fund		Australian Shares Fund		Australian Top 20 Fund		Australian Financials Fund	
	2021 Units '000	2020 Units '000	2021 Units '000	2020 Units '000	2021 Units '000	2020 Units '000	2021 Units '000	2020 Units '000
Opening balance	7,271	-	54,378	-	4,958	-	1,091	-
Units issued due to unitisation on 15 July 2019	-	8,948	-	54,452	-	3,868	-	1,111
Subscriptions from unitholders	18,990	3,412	9,273	7,859	5,972	1,888	11,268	1,090
Redemptions by unitholders	(13,366)	(5,089)	(16,796)	(7,933)	(5,468)	(798)	(8,326)	(1,110)
Closing balance	12,895	7,271	46,855	54,378	5,462	4,958	4,033	1,091

	Australian Dividend Fund		Australian Property Fund		Australian Mid Cap Fund		S&P/ASX 200 Fund Period ended 2021
	2021 Units '000	2020 Units '000	2021 Units '000	2020 Units '000	2021 Units '000	2020 Units '000	Units '000
Opening balance	2,009	-	4,402	-	26,999	-	-
Units issued due to unitisation on 15 July 2019	-	1,495	-	2,786	-	25,132	-
Subscriptions from unitholders	4,160	1,538	10,580	4,261	9,068	4,250	5,722
Redemptions by unitholders	(2,942)	(1,024)	(10,652)	(2,645)	(10,641)	(2,383)	(719)
Closing balance	3,227	2,009	4,330	4,402	25,426	26,999	5,003

SUPERLIFE INVEST FUNDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR/PERIOD ENDED 31 MARCH 2021

11. Reconciliation of net profit/(loss) to net cash flows from operating activities

	Australian Resources Fund		Australian Shares Fund		Australian Top 20 Fund		Australian Financials Fund	
	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
Net profit/(loss)	3,428	(1,810)	16,925	(8,448)	1,557	(434)	1,076	(135)
<i>Adjustments for:</i>								
Payments for the purchase of investments and derivatives	(16,167)	(4,763)	(43,908)	(21,504)	(5,290)	(2,590)	(9,248)	(1,521)
Proceeds from sale of investments and derivatives	10,853	5,334	49,456	22,959	4,699	1,060	6,740	1,489
Realised (gain)/loss on investments and derivatives	(270)	290	3,112	986	(60)	(21)	(368)	28
Unrealised (gain)/loss on investments and derivatives	(2,784)	1,867	(18,754)	9,784	(1,336)	597	(571)	155
Foreign exchange loss	-	-	-	147	-	-	-	-
Non-cash distributions	(154)	(191)	(350)	(1,195)	(31)	(46)	(84)	(12)
Increase in receivables	(19)	(5)	(98)	(46)	(18)	(5)	(12)	(3)
Increase in payables	-	1	3	12	1	2	-	1
Movement in resettled receivables and payables	-	-	-	(4)	-	-	-	-
Net cash flows from operating activities	<u>(5,113)</u>	<u>723</u>	<u>6,386</u>	<u>2,691</u>	<u>(478)</u>	<u>(1,437)</u>	<u>(2,467)</u>	<u>2</u>

	Australian Dividend Fund		Australian Property Fund		Australian Mid Cap Fund		S&P/ASX 200 Fund
	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000
Net profit/(loss)	614	(433)	1,321	(1,347)	12,390	(4,019)	499
<i>Adjustments for:</i>							
Payments for the purchase of investments and derivatives	(4,125)	(2,045)	(8,605)	(5,276)	(9,025)	(5,384)	(6,092)
Proceeds from sale of investments and derivatives	2,890	1,163	8,673	2,358	10,086	3,216	666
Realised (gain)/loss on investments and derivatives	176	58	309	164	(993)	(90)	(32)
Unrealised (gain)/loss on investments and derivatives	(666)	579	(1,523)	1,286	(10,963)	4,921	(445)
Foreign exchange loss	-	-	-	-	-	-	-
Non-cash distributions	(45)	(162)	-	-	(103)	(328)	-
Increase in receivables	(12)	(3)	(14)	(4)	(93)	(39)	(3)
Increase in payables	2	1	1	-	2	6	4
Movement in resettled receivables and payables	-	-	-	-	-	-	-
Net cash flows from operating activities	<u>(1,166)</u>	<u>(842)</u>	<u>162</u>	<u>(2,819)</u>	<u>1,301</u>	<u>(1,717)</u>	<u>(5,403)</u>

SUPERLIFE INVEST FUNDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR/PERIOD ENDED 31 MARCH 2021

12. Related party transactions

12a. Manager's fees

The Manager is entitled to receive an administration fee of \$12 per annum for each unitholder and a paper statements fee of \$18 per annum for each unitholder who has chosen to receive statements and other communications in paper form. The Manager also receives an insurance administration fee for arranging insurance cover as agreed between the unitholder and the Manager.

The administration fee, paper statements fee and fixed dollar part of the insurance administration fee disclosed below are stated net of an income tax deduction applied in calculating the unitholder's PIE tax payable. The relevant gross fees, which is calculated using the unitholder's Prescribed Investor Rate, are paid to the Manager.

Fund expenses disclosed in the Statement of Comprehensive Income represent regular fund charges which are a percentage per annum of the net asset value of the respective fund. This includes fees and costs charged by the supervisor, custodian, administrator, any fee due at the investment level, regulatory and compliance costs. Of the total fund expenses, the Manager receives any remaining amounts due after all fees and costs are paid.

The fees paid to the Manager for the year and total amounts due to or from the Manager are as follows:

	Australian Resources Fund		Australian Shares Fund		Australian Top 20 Fund		Australian Financials Fund	
	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
Manager's fee - administration fee	-	-	-	-	-	-	-	-
Manager's fee - percentage of assets/shortfall covered by manager	(17)	4	(93)	5	(17)	-	(12)	-
Manager's fee - percentage of assets - remaining as payable/(receivable) at year end	(17)	(5)	(93)	(46)	(17)	(5)	(12)	(1)

	Australian Dividend Fund		Australian Property Fund		Australian Mid Cap Fund		S&P/ASX 200 Fund
	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000
Manager's fee - administration fee	-	-	-	-	-	-	-
Manager's fee - percentage of assets/shortfall covered by manager	(12)	-	(13)	-	(91)	(19)	(4)
Manager's fee - percentage of assets - remaining as payable/(receivable) at year end	(12)	(3)	(13)	(4)	(91)	(39)	(4)

12b. Securities lending

The Funds have entered into securities lending agreements with various market participants and the Manager. The Funds earn fifty percent of the total fee earned from the securities lending agreements and the remaining fifty percent will be income due to the Manager. There were no fees earned by the Funds or the Manager for the year ended 31 March 2021 (31 March 2020: nil).

As at 31 March 2021, no securities of the Funds were on loan (31 March 2020: nil).

SUPERLIFE INVEST FUNDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR/PERIOD ENDED 31 MARCH 2021

13. Audit fees

The fee paid (reported in whole dollars) for the financial statements audit for each fund for the year ended 31 March 2021 was \$3,623 (31 March 2020: \$3,450). The fee paid for other assurance and registry compliance audit fees for each fund for the year ended 31 March 2021 was \$436 (31 March 2020: \$604).

14. Commitments and contingencies

There are no material liabilities, collateral or capital commitments as at 31 March 2021 (31 March 2020: nil).

15. Subsequent events

There have been no further material events after the reporting date that require adjustments to or disclosures in the financial statements.



Independent Auditor's Report

To the unitholders of:

- Australian Resources Fund
- Australian Shares Fund
- Australian Top 20 Fund
- Australian Financials Fund
- Australian Dividend Fund
- Australian Property Fund
- Australian Mid Cap Fund
- S&P/ASX 200 Fund

(Collectively referred to as the "Funds")

Report on the audit of the financial statements of the Funds

Opinion

In our opinion, the accompanying financial statements of the Funds on pages 2 to 22:

- i. present fairly in all material respects the Funds' financial position as at 31 March 2021 and their financial performance and cash flows for the year ended on that date; and
- ii. comply with New Zealand Equivalents to International Financial Reporting Standards.

We have audited the accompanying financial statements which comprise:

- the statements of financial position as at 31 March 2021;
- the statements of comprehensive income, statement of changes in net assets attributable to unitholders and cash flows for the year then ended; and
- notes, including a summary of significant accounting policies and other explanatory information.



Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (New Zealand) ('ISAs (NZ)'). We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

We are independent of the Funds in accordance with Professional and Ethical Standard 1 International Code of Ethics for Assurance Practitioners (Including International Independence Standards) (New Zealand) issued by the New Zealand Auditing and Assurance Standards Board and the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) ('IESBA Code'), and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code.

Our responsibilities under ISAs (NZ) are further described in the auditor's responsibilities for the audit of the financial statements section of our report.

Our firm has also provided other services to Smartshares Limited (the "Manager") for statutory audit, controls assurance and registry assurance. The provision of these other services has not impaired our independence as auditor of the Funds. Subject to certain restrictions, partners and employees of our firm may also deal with the Funds on



normal terms within the ordinary course of trading activities of the business of the Funds. These matters have not impaired our independence as auditor of the Funds. The firm has no other relationship with, or interest in, the Funds.

Materiality

The scope of our audit was influenced by our application of materiality. Materiality helped us to determine the nature, timing and extent of our audit procedures and to evaluate the effect of misstatements, both individually and on the financial statements as a whole. The materiality for the financial statements as a whole was set with reference to a benchmark of Funds' total assets. We chose the benchmark because, in our view, this is a key measure of the Funds' performance.

Key audit matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements in the current period. We summarise below those matters and our key audit procedures to address those matters in order that the unitholders as a body may better understand the process by which we arrived at our audit opinion. Our procedures were undertaken in the context of and solely for the purpose of our statutory audit opinion on the financial statements as a whole and we do not express discrete opinions on separate elements of the financial statements

The key audit matter

How the matter was addressed in our audit

Valuation and existence of investments

Refer to Note 8 of the Funds' financial statements. The Funds' portfolio of investments makes up majority of the Funds' total assets. We do not consider these investments to be at high risk of significant misstatement or be subject to a significant level of judgement. However, due to their materiality in the context of the financial statements as a whole, they are considered to be the area which had the greatest effect on our overall audit strategy and allocation of resources in planning and completing our audit.

Our audit procedures included:

- documenting and understanding the processes in place to record investment transactions and to value the portfolio. This included evaluating the control environment in place at the administration manager by obtaining and reading a report issued by an independent auditor on the design and operation of those controls to and where necessary performed additional testing of these controls to 31 March.
- agreeing the exit price of the investments to independent third-party sources.
- agreeing investment holdings to confirmations received from the custodian.

We did not identify any material differences in relation to the carrying amount of investments.

Other information

The Manager, on behalf of the Funds, are responsible for the other information included in the Funds' Annual Report. Other information includes the details and changes to the Funds and other information. Our opinion on the financial statements does not cover any other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.



Use of this independent auditor's report

This independent auditor's report is made solely to the unitholders as a body. Our audit work has been undertaken so that we might state to the unitholders those matters we are required to state to them in the independent auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the unitholders as a body for our audit work, this independent auditor's report, or any of the opinions we have formed.



Responsibilities of the Manager for the financial statements

The Manager, on behalf of the Funds, is responsible for:

- the preparation and fair presentation of the financial statements in accordance with generally accepted accounting practice in New Zealand (being New Zealand Equivalents to International Financial Reporting Standards);
- implementing necessary internal control to enable the preparation of a set of financial statements that is fairly presented and free from material misstatement, whether due to fraud or error; and
- assessing the ability to continue as a going concern. This includes disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless they either intend to liquidate or to cease operations or have no realistic alternative but to do so.



Auditor's responsibilities for the audit of the financial statements

Our objective is:

- to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error; and
- to issue an independent auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs NZ will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error. They are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of these financial statements is located at the External Reporting Board (XRB) website at:

<http://www.xrb.govt.nz/standards-for-assurance-practitioners/auditors-responsibilities/audit-report-2/>

This description forms part of our independent auditor's report.

The engagement partner on the audit resulting in this independent auditor's report is Graeme Edwards

For and on behalf of





SUPERLIFE INVEST FUNDS

PART 3

US 500 Fund
US Large Value Fund
US Large Growth Fund
US Mid Cap Fund
US Small Cap Fund
Overseas Shares Fund
Overseas Shares (Currency Hedged) Fund
Overseas Non-government Bonds Fund
Overseas Bonds Fund

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

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SUPERLIFE INVEST FUNDS

Manager	Smartshares Limited
Registered Office	Level 1 NZX Centre, 11 Cable Street, Wellington 6140, New Zealand
Investor enquiries	Smartshares Limited PO Box 105262 Auckland 1143 Telephone: 0800 27 87 37 Email: superlife@superlife.co.nz
Licensed Supervisor	Public Trust
Administrator and Custodian	BNP Paribas Fund Services Australasia Pty Limited, New Zealand branch
Auditor	KPMG

SUPERLIFE INVEST FUNDS

**STATEMENTS OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 MARCH 2021**

	Note	US 500 Fund		US Large Value Fund		US Large Growth Fund	
		2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
Income							
Dividends and distributions		905	1,210	73	122	339	944
Interest income		-	-	-	-	-	-
Net changes in fair value of financial assets and financial liabilities		7,706	(376)	885	(257)	5,722	19
Other foreign exchange (losses)/gains		-	-	-	-	-	-
Other income		-	-	-	-	-	-
Net income		8,611	834	958	(135)	6,061	963
Expenses							
Fund expenses	12a	(34)	(27)	1	1	11	4
Total expenses		(34)	(27)	1	1	11	4
Net profit /(loss)		8,577	807	959	(134)	6,072	967
Other comprehensive income/(loss)		-	-	-	-	-	-
Total comprehensive income/(loss)		8,577	807	959	(134)	6,072	967

The accompanying notes form part of and should be read in conjunction with these financial statements.

SUPERLIFE INVEST FUNDS

**STATEMENTS OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 MARCH 2021**

	Note	US Mid Cap Fund		US Small Cap Fund		Overseas Shares Fund	
		2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
Income							
Dividends and distributions		63	132	108	206	2,528	4,889
Interest income		-	-	-	-	-	10
Net changes in fair value of financial assets and financial liabilities		708	(163)	1,667	(508)	26,952	(5,763)
Other foreign exchange (losses)/gains		-	-	-	-	(3)	-
Other income		-	-	-	-	-	-
Net income		771	(31)	1,775	(302)	29,477	(864)
Expenses							
Fund expenses	12a	2	1	1	2	-	(4)
Total expenses		2	1	1	2	-	(4)
Net profit /(loss)		773	(30)	1,776	(300)	29,477	(868)
Other comprehensive income/(loss)		-	-	-	-	-	-
Total comprehensive income/(loss)		773	(30)	1,776	(300)	29,477	(868)

The accompanying notes form part of and should be read in conjunction with these financial statements.

SUPERLIFE INVEST FUNDS

**STATEMENTS OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 MARCH 2021**

	Note	Overseas Shares (Currency Hedged) Fund		Overseas Non-government Bonds Fund		Overseas Bonds Fund	
		2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
Income							
Dividends and distributions		2,745	5,351	6,166	1,620	1,482	3,512
Interest income		-	10	-	4	-	5
Net changes in fair value of financial assets and financial liabilities		45,444	(28,169)	(3,313)	(862)	1,164	(2,484)
Other foreign exchange (losses)/gains		(3)	(13)	19	(123)	-	-
Other income		-	1	-	-	-	-
Net income		48,186	(22,820)	2,872	639	2,646	1,033
Expenses							
Fund expenses	12a	(6)	(5)	(68)	(89)	30	28
Total expenses		(6)	(5)	(68)	(89)	30	28
Net profit /(loss)		48,180	(22,825)	2,804	550	2,676	1,061
Other comprehensive income/(loss)		-	-	-	-	-	-
Total comprehensive income/(loss)		48,180	(22,825)	2,804	550	2,676	1,061

The accompanying notes form part of and should be read in conjunction with these financial statements.

SUPERLIFE INVEST FUNDS

**STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS
FOR THE YEAR ENDED 31 MARCH 2021**

	Note	US 500 Fund		US Large Value Fund		US Large Growth Fund	
		2021	2020	2021	2020	2021	2020
		\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Opening value		26,226	-	2,764	-	12,712	-
Total comprehensive income/(loss)		8,577	807	959	(134)	6,072	967
Subscriptions		22,020	34,680	4,671	4,639	39,581	17,380
Redemptions		(14,795)	(9,293)	(2,416)	(1,743)	(15,290)	(5,650)
Redemptions administration - fees	12a	(1)	(1)	-	-	(1)	-
Redemptions - insurance benefit and premium		(1)	(1)	-	-	-	-
Portfolio Investment Entity tax		38	34	1	2	5	15
		<u>7,261</u>	<u>25,419</u>	<u>2,256</u>	<u>2,898</u>	<u>24,295</u>	<u>11,745</u>
Closing value		<u>42,064</u>	<u>26,226</u>	<u>5,979</u>	<u>2,764</u>	<u>43,079</u>	<u>12,712</u>

The accompanying notes form part of and should be read in conjunction with these financial statements.

SUPERLIFE INVEST FUNDS

**STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS
FOR THE YEAR ENDED 31 MARCH 2021**

	US Mid Cap Fund		US Small Cap Fund		Overseas Shares Fund	
	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
Opening value	1,813	-	2,794	-	103,280	-
Total comprehensive income/(loss)	773	(30)	1,776	(300)	29,477	(868)
Subscriptions	2,409	3,681	6,143	4,963	9,272	118,199
Redemptions	(1,493)	(1,840)	(4,119)	(1,872)	(16,593)	(14,065)
Redemptions administration - fees	-	-	-	-	-	-
Redemptions - insurance benefit and premium	-	-	-	-	-	-
Portfolio Investment Entity tax	1	2	8	3	6	14
	917	1,843	2,032	3,094	(7,315)	104,148
Closing value	3,503	1,813	6,602	2,794	125,442	103,280

The accompanying notes form part of and should be read in conjunction with these financial statements.

SUPERLIFE INVEST FUNDS

**STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS
FOR THE YEAR ENDED 31 MARCH 2021**

	Overseas Shares (Currency Hedged) Fund		Overseas Non-government Bonds Fund		Overseas Bonds Fund		
	2021	2020	2021	2020	2021	2020	
	Note	\$'000	\$'000	\$'000	\$'000	\$'000	
Opening value		100,868	-	52,579	-	59,277	-
Total comprehensive income/(loss)		48,180	(22,825)	2,804	550	2,676	1,061
Subscriptions		13,067	138,987	6,028	61,733	10,530	69,208
Redemptions		(19,705)	(15,455)	(7,022)	(9,703)	(10,530)	(11,001)
Redemptions administration - fees	12a	-	(1)	-	-	(1)	(1)
Redemptions - insurance benefit and premium		-	-	-	-	-	-
Portfolio Investment Entity tax		(111)	162	(12)	(1)	4	10
		(6,749)	123,693	(1,006)	52,029	3	58,216
Closing value		142,299	100,868	54,377	52,579	61,956	59,277

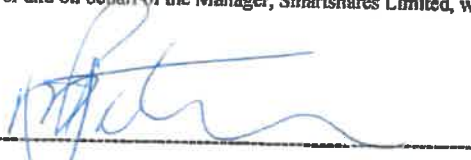
The accompanying notes form part of and should be read in conjunction with these financial statements.

SUPERLIFE INVEST FUNDS


**STATEMENTS OF FINANCIAL POSITION
AS AT 31 MARCH 2021**

	Note	US 500 Fund		US Large Value Fund		US Large Growth Fund	
		2021 S'000	2020 S'000	2021 S'000	2020 S'000	2021 S'000	2020 S'000
Assets							
Cash and cash equivalents		6	-	53	-	6	-
Dividend and distributions receivable		-	-	-	-	-	-
Other receivables		17	5	18	5	44	7
Outstanding sales		-	-	-	-	-	-
Financial assets at fair value		-	-	-	-	-	-
Derivatives		-	-	-	-	-	-
Investments	8	42,032	26,204	5,908	2,758	43,028	12,691
Portfolio Investment Entity tax receivable		42	33	1	2	6	15
Total assets		<u>42,097</u>	<u>26,242</u>	<u>5,980</u>	<u>2,765</u>	<u>43,084</u>	<u>12,713</u>
Liabilities							
Financial liabilities at fair value							
Derivatives		-	-	-	-	-	-
Bank overdraft		-	-	-	-	-	-
Fund expenses payable	12a	(33)	(16)	(1)	(1)	(5)	(1)
Outstanding purchases		-	-	-	-	-	-
Portfolio Investment Entity tax payable		-	-	-	-	-	-
Total liabilities		<u>(33)</u>	<u>(16)</u>	<u>(1)</u>	<u>(1)</u>	<u>(5)</u>	<u>(1)</u>
Net assets of your Fund		<u><u>42,064</u></u>	<u><u>26,226</u></u>	<u><u>5,979</u></u>	<u><u>2,764</u></u>	<u><u>43,079</u></u>	<u><u>12,712</u></u>

For and on behalf of the Manager, Smartshares Limited, which authorised the issue of the financial statements on 28 July 2021.



Director




Director

The accompanying notes form part of and should be read in conjunction with these financial statements.

SUPERLIFE INVEST FUNDS
STATEMENTS OF FINANCIAL POSITION
AS AT 31 MARCH 2021

	Note	US Mid Cap Fund		US Small Cap Fund		Overseas Shares Fund	
		2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
Assets							
Cash and cash equivalents		16	-	450	-	-	1,233
Dividend and distributions receivable		-	-	-	-	72	76
Other receivables		17	5	19	5	110	33
Outstanding sales		-	-	-	-	1,412	-
Financial assets at fair value							
Derivatives		-	-	-	-	-	-
Investments	8	3,469	1,808	6,571	2,786	123,951	101,951
Portfolio Investment Entity tax receivable		1	2	8	4	10	10
Total assets		3,503	1,815	7,048	2,795	125,555	103,303
Liabilities							
Financial liabilities at fair value							
Derivatives		-	-	-	-	-	-
Bank overdraft		-	-	-	-	(84)	-
Fund expenses payable	12a	-	(2)	(1)	(1)	(29)	(23)
Outstanding purchases		-	-	(445)	-	-	-
Portfolio Investment Entity tax payable		-	-	-	-	-	-
Total liabilities		-	(2)	(446)	(1)	(113)	(23)
Net assets of your Fund		3,503	1,813	6,602	2,794	125,442	103,280

For and on behalf of the Manager, Smartshares Limited, which authorised the issue of the financial statements on 28 July 2021.



 Director



 Director

The accompanying notes form part of and should be read in conjunction with these financial statements.

SUPERLIFE INVEST FUNDS

**STATEMENTS OF FINANCIAL POSITION
AS AT 31 MARCH 2021**

	Note	Overseas Shares (Currency Hedged) Fund		Overseas Non-government Bonds Fund		Overseas Bonds Fund	
		2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
Assets							
Cash and cash equivalents		1,012	6,588	427	-	352	-
Dividend and distributions receivable		69	72	2,208	324	-	-
Other receivables		123	37	160	58	97	30
Outstanding sales		-	-	-	-	-	1,314
Financial assets at fair value							
Derivatives		846	-	54	1,450	-	-
Investments	8	140,410	100,732	51,760	52,206	61,517	58,641
Portfolio Investment Entity tax receivable		-	143	-	3	5	10
Total assets		142,460	107,572	54,609	54,041	61,971	59,995
Liabilities							
Financial liabilities at fair value							
Derivatives		(36)	(977)	-	(600)	-	-
Bank overdraft		-	-	-	(778)	-	(706)
Fund expenses payable	12a	(33)	(26)	(224)	(84)	(15)	(12)
Outstanding purchases		-	(5,701)	-	-	-	-
Portfolio Investment Entity tax payable		(92)	-	(8)	-	-	-
Total liabilities		(161)	(6,704)	(232)	(1,462)	(15)	(718)
Net assets of your Fund		142,299	100,868	54,377	52,579	61,956	59,277

For and on behalf of the Manager, Smartshares Limited, which authorised the issue of the financial statements on 28 July 2021

Director

Director

The accompanying notes form part of and should be read in conjunction with these financial statements.

SUPERLIFE INVEST FUNDS

**STATEMENTS OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2021**

	Note	US 500 Fund		US Large Value Fund		US Large Growth Fund	
		2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
Cash flows from operating activities							
Dividends and distributions received		72	105	33	23	-	-
Interest income received		-	-	-	-	-	-
Sale of investments		7,167	7,815	1,791	1,563	7,154	4,963
Other income received		-	-	-	-	-	-
Fund expenses paid		(29)	(16)	(12)	(3)	(22)	(2)
Interest expense paid		-	-	-	-	-	-
Purchase of investments		(14,456)	(13,517)	(4,016)	(2,164)	(31,430)	(9,458)
Net operating cash flows	11	(7,246)	(5,613)	(2,204)	(581)	(24,298)	(4,497)
Cash flows from financial activities							
Subscriptions		22,020	14,907	4,671	2,324	39,581	10,147
Redemptions		(14,795)	(9,293)	(2,416)	(1,743)	(15,290)	(5,650)
Redemptions - administration fees		(1)	(1)	-	-	(1)	-
Redemptions - insurance benefit and premium paid out		(1)	(1)	-	-	-	-
Portfolio Investment Entity tax (paid)/received		29	1	2	-	14	-
Net financial cash flows		7,252	5,613	2,257	581	24,304	4,497
Net increase/(decrease) in cash and cash equivalents held		6	-	53	-	6	-
Cash and cash equivalents at the beginning of the year		-	-	-	-	-	-
Cash and cash equivalents at the end of the year		6	-	53	-	6	-
Cash and cash equivalents comprise of:							
Cash at bank		6	-	53	-	6	-
Bank overdraft		-	-	-	-	-	-
Cash and cash equivalents at the end of the year		6	-	53	-	6	-

The accompanying notes form part of and should be read in conjunction with these financial statements.

SUPERLIFE INVEST FUNDS

**STATEMENTS OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2021**

	Note	US Mid Cap Fund		US Small Cap Fund		Overseas Shares Fund	
		2021	2020	2021	2020	2021	2020
		\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Cash flows from operating activities							
Dividends and distributions received		-	-	-	-	405	927
Interest income received		-	-	-	-	-	10
Sale of investments		1,210	1,898	3,622	2,101	28,326	25,698
Other income received		-	-	-	-	-	-
Fund expenses paid		(12)	(2)	(13)	(2)	(71)	(33)
Interest expense paid		-	-	-	-	-	-
Purchase of investments		(2,100)	(1,634)	(5,187)	(1,474)	(22,662)	(19,429)
Net operating cash flows	11	(902)	262	(1,578)	625	5,998	7,173
Cash flows from financial activities							
Subscriptions		2,409	1,578	6,143	1,247	9,272	8,121
Redemptions		(1,493)	(1,840)	(4,119)	(1,872)	(16,593)	(14,065)
Redemptions - administration fees		-	-	-	-	-	-
Redemptions - insurance benefit and premium paid out		-	-	-	-	-	-
Portfolio Investment Entity tax (paid)/received		2	-	4	-	6	4
Net financial cash flows		918	(262)	2,028	(625)	(7,315)	(5,940)
Net increase/(decrease) in cash and cash equivalents held		16	-	450	-	(1,317)	1,233
Cash and cash equivalents at the beginning of the year		-	-	-	-	1,233	-
Cash and cash equivalents at the end of the year		16	-	450	-	(84)	1,233
Cash and cash equivalents comprise of:							
Cash at bank		16	-	450	-	-	1,233
Bank overdraft		-	-	-	-	(84)	-
Cash and cash equivalents at the end of the year		16	-	450	-	(84)	1,233

The accompanying notes form part of and should be read in conjunction with these financial statements.

SUPERLIFE INVEST FUNDS

**STATEMENTS OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2021**

	Note	Overseas Shares (Currency Hedged) Fund		Overseas Non-government Bonds Fund		Overseas Bonds Fund	
		2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
Cash flows from operating activities							
Dividends and distributions received		412	1,025	4,282	1,296	724	812
Interest income received		-	10	-	4	-	5
Sale of investments		49,927	37,737	4,937	6,091	4,331	5,002
Other income received		-	1	-	-	-	-
Fund expenses paid		(84)	(36)	(30)	(79)	(34)	4
Interest expense paid		(1)	-	-	-	-	-
Purchase of investments		(49,316)	(27,283)	(6,989)	(3,980)	(3,971)	(5,944)
Net operating cash flows	11	938	11,454	2,200	3,332	1,050	(121)
Cash flows from financial activities							
Subscriptions		13,067	10,540	6,028	5,613	10,530	10,416
Redemptions		(19,705)	(15,455)	(7,022)	(9,703)	(10,530)	(11,001)
Redemptions - administration fees		-	(1)	-	-	(1)	(1)
Redemptions - insurance benefit and premium paid out		-	-	-	-	-	-
Portfolio Investment Entity tax (paid)/received		124	50	(1)	(20)	9	1
Net financial cash flows		(6,514)	(4,866)	(995)	(4,110)	8	(585)
Net increase/(decrease) in cash and cash equivalents held		(5,576)	6,588	1,205	(778)	1,058	(706)
Cash and cash equivalents at the beginning of the year		6,588	-	(778)	-	(706)	-
Cash and cash equivalents at the end of the year		1,012	6,588	427	(778)	352	(706)
Cash and cash equivalents comprise of:							
Cash at bank		1,012	6,588	427	-	352	-
Bank overdraft		-	-	-	(778)	-	(706)
Cash and cash equivalents at the end of the year		1,012	6,588	427	(778)	352	(706)

The accompanying notes form part of and should be read in conjunction with these financial statements.

SUPERLIFE INVEST FUNDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

1. General information

The SuperLife Invest Funds are funds offered under a registered managed investment scheme called 'SuperLife Invest' (the "Scheme"). The Scheme is registered in New Zealand and established under the Financial Markets Conduct Act 2013 (the "FMCA 2013") for the principal purpose of providing investors access to a range of investment markets. The Scheme's registration number is SCH 10765. It is governed by the SuperLife Invest Master Trust Deed dated 14 September 2016 and as further amended and restated on 30 April 2021 (the "Trust Deed"). Each fund in the Scheme is established as a separate and distinct trust fund.

During the year ended 31 March 2021, there were 45 funds under the Scheme and the financial statements are divided into 7 sets. These financial statements are for SuperLife Invest Funds Part 3 and for the following funds (each a fund, collectively the "Funds"):

US 500 Fund
US Large Value Fund
US Large Growth Fund
US Mid Cap Fund
US Small Cap Fund
Overseas Shares Fund
Overseas Shares (Currency Hedged) Fund
Overseas Non-government Bonds Fund
Overseas Bonds Fund

2. Reporting period

These financial statements are for the year ended 31 March 2021. The comparative figures are for the year ended 31 March 2020.

3. Basis of preparation

The financial statements of the Funds have been drawn up in accordance with the Trust Deed and comply with the requirements of the FMCA 2013, New Zealand Generally Accepted Accounting Practice as defined in the Financial Reporting Act 2013, New Zealand equivalents to International Financial Reporting Standards ("NZ IFRS") and International Financial Reporting Standards ("IFRS"). The accounting policies have been consistently applied throughout the reporting period.

These financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets and financial liabilities at fair value through profit or loss. All amounts are in New Zealand Dollars (NZD), rounded to the nearest thousand. Where specific amounts are referred to in the note wording, the amounts are rounded to the nearest dollar. The NZD is also the functional currency of the Funds.

4. Restatement of comparative financial information

Certain comparative information has been restated to align with current period presentation.

5. Critical accounting estimates and judgements

The preparation of financial statements requires the use of certain critical accounting estimates that affect the reported amounts and the application of accounting policies. It also requires the Manager to exercise its judgement in the process of applying the accounting policies of the Funds.

Discussion of the critical accounting estimates and judgements used is included in note 8 on fair value of financial assets and financial liabilities.

6. Summary of significant accounting policies

(a) Financial assets and financial liabilities

Classification

Financial assets are classified based on the business model for managing those financial assets and the contractual cash flow characteristics of the financial assets in accordance with NZ IFRS 9: Financial Instruments.

(i) Financial assets and financial liabilities at fair value through profit or loss

These include investments at fair value through profit or loss and derivative instruments. The information about these financial assets and financial liabilities is mainly evaluated on a fair value basis together with other related financial information used to assess the assets' performance and to make decisions.

SUPERLIFE INVEST FUNDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

6. Summary of significant accounting policies (Continued)

(ii) Financial assets at amortised cost

These include cash and cash equivalents and receivables.

(iii) Financial liabilities at amortised cost

These represent amounts recognised to be paid in the future for goods and services received. These include outstanding settlements and other accrued expenses.

Recognition, derecognition and measurement

The financial statements for the Funds recognise financial assets and financial liabilities on the date that the Funds become parties to the contractual agreement (trade date).

Financial assets are derecognised when the right to receive cash flows from the financial assets has expired or the Funds have transferred substantially all of the risks and rewards of ownership. Financial liabilities are derecognised when the obligation specified in the contract is discharged, cancelled or expired.

Financial assets and financial liabilities held at fair value through profit or loss are initially recognised at fair value. Transaction costs are expensed as incurred in the Statement of Comprehensive Income. Subsequent to initial recognition, these are measured at fair value. Gains or losses arising from changes in the fair value of the financial assets and financial liabilities are presented in the Statement of Comprehensive Income within 'net changes in fair value of financial assets and financial liabilities' in the year in which they arise.

Financial assets at amortised cost are measured at amortised cost, using the effective interest method, less an allowance for impairment based on the expected credit losses (ECL).

Financial liabilities at amortised cost are measured at amortised cost using the effective interest method.

Fair value determination

The fair value of financial assets and financial liabilities traded in an active market is based on quoted market prices at the reporting date. The quoted market price used for financial assets by the Funds is the last traded price.

For managed investment trusts where there is no active market, the fair value is determined by the realisable value of the trusts as advised by the investment managers. Fair value is based on the underlying market value on the reporting date.

For all other financial assets and financial liabilities not traded in an active market the fair value is determined using valuation techniques which include the use of recent comparable arms-length market transactions, reference to the current market value of another similar financial instrument, discounted cash flow analysis and other valuation models making the maximum use of market inputs and keeping judgemental inputs to a minimum.

Offsetting financial assets and financial liabilities

Financial assets and financial liabilities are offset and the net amount reported in the Statement of Financial Position when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Funds or their counterparties.

(b) Cash and cash equivalents

Cash and cash equivalents ("Cash") means cash at bank, demand deposits and other highly liquid investments. Cash does not include accounts receivables or payables, or any borrowings subject to a term facility.

SUPERLIFE INVEST FUNDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

6. Summary of significant accounting policies (Continued)

(c) Foreign currency translation

Foreign currency transactions are translated into the functional currency (NZD) using the exchange rates prevailing at the dates of the transactions.

Foreign exchange gains and losses arising from translation are included in the Statement of Comprehensive Income. Foreign exchange gains and losses relating to financial assets and financial liabilities carried at fair value through profit or loss are presented in the Statement of Comprehensive Income within 'net changes in fair value of financial assets and financial liabilities'.

(d) Dividends and distributions income

Dividends and distributions income are recognised when the right to receive payment is established.

(e) Interest income

Interest income is recognised as the interest accrues using the effective interest method, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial instrument to the net carrying amount of the financial asset.

(f) Units

The Funds issue units, which provide the holder with a beneficial interest in the Funds. The units are issued and redeemed based on the Funds' net asset value per unit at the time of issue or redemption, which is calculated by dividing the net assets attributable to the unitholders by the total number of outstanding units.

The units meet the definition of puttable instruments and are classified as equity instruments under NZ IAS 32 Financial Instruments: Presentation.

(g) Fees and expenses

The Funds incur fees and expenses from a range of services received from various service providers, including reimbursable expenses allowed by the Trust Deed. Fees are accrued as services are rendered.

(h) Taxation

Each of the Funds is a Portfolio Investment Entity ("PIE"). Under the PIE regime, income is effectively taxed in the hands of the unitholders and therefore each of the Funds does not have an income tax liability on its accounts.

Taxable income is attributed to unitholders in accordance with their proportionate interest in each of the Funds. Income attributed to each unitholder is taxed at the unitholder's Prescribed Investor Rate which is capped at 28%. The tax balance included in the Statement of Financial Position represents PIE tax receivable or payable on behalf of the unitholders.

(i) Goods and services tax (GST)

The Funds are not registered for GST and consequently all components of the financial statements are stated inclusive of GST where appropriate.

(j) Securities lending

The Funds enter into securities lending transactions whereby they lend securities, recognised on the Statement of Financial Position, but retain either all or substantially all of the risk and rewards of the lent securities. As all or substantially all risks and rewards are retained, the lent securities are not derecognised.

(k) Insurance

Insurance claim proceeds in respect of life, medical and disability insurance, are shown as insurance proceeds received from insurers when the money is received. Payments to the unitholders or beneficiaries are shown as benefit payments when the insurance proceeds are paid to the unitholders or beneficiaries.

SUPERLIFE INVEST FUNDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

6. Summary of significant accounting policies (Continued)

(l) Changes in accounting policies and accounting standards adopted during the year

(a) Changes in accounting policies

There have been no significant changes in accounting policies during the year. All policies have been applied on a basis consistent with those used in the prior year.

(b) New accounting standards adopted

A number of new standards and amendments are effective from 1 April 2020, but they do not have a material impact on the financial statements of the Funds.

- Amendments to IAS 1 and IAS 8: Definition of Material. Effective for annual periods beginning on or after 1 January 2020.
- Amendments to NZ IFRS 9, NZ IAS 39 and NZ IFRS 7: Interest Rate Benchmark Reform. Effective for annual periods beginning on or after 1 January 2020.

(m) Issued but not yet effective accounting standards

The following amendments to standards or interpretations have been issued but not yet effective for the year ended 31 March 2021, and have not been applied in preparing these financial statements.

- Amendments to NZ IFRS 9, NZ IAS 39, NZ IFRS 7, NZ IFRS 4 and NZ IFRS 16: Interest Rate Benchmark Reform - Phase 2. These amendments shall be applied for annual periods beginning on or after 1 January 2021. Early adoption is permitted.

The adoption of the above amendments to standards in future periods is not expected to have a significant impact on the Funds' financial statements.

7. Risk

The Funds' investment activities directly expose them to market risk (market price risk and currency risk), credit risk, liquidity risk and securities lending risk. Additionally, the Funds are also indirectly exposed to a variety of financial risks including credit, currency, interest rate, market price and liquidity risks through the holding of the investments in managed investment trusts.

The financial risk management disclosures have been prepared on the basis of the Funds' direct investments and not on a full look through basis for the investments held indirectly through the managed investment trusts.

7a Market risk

Market price risk is the risk of gains or losses from changes in the market price of underlying investments. Currency risk is the risk of gains or losses or changes in the New Zealand dollar value due to changes in foreign exchange rates. Currency risk may be managed by using derivatives to hedge the risk.

An analysis of the financial risks arising from the direct investments of the Funds is set out below:

Market price risk

Equity securities held are exposed to market price risk arising from uncertainties about future prices of financial assets. Because the Funds invest in exchange traded funds (ETFs) and other managed investment trusts, the value of the Funds will move up and down with the market.

A 10% annual increase/decrease in equity prices is considered to be a reasonably likely percentage change based on the historical performance of the underlying investments and represents the exposure to market price risk for the years ended 31 March 2020 and 31 March 2021.

A 10% increase/decrease in prices would have increased/decreased net profit and unitholders funds is shown in the table below:

	US 500 Fund		US Large Value Fund		US Large Growth Fund	
	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
Impact of 10% change in market prices +/-	4,203	2,620	591	276	4,303	1,269

SUPERLIFE INVEST FUNDS

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021**

7. Risk (Continued)

	US Mid Cap Fund		US Small Cap Fund		Overseas Shares Fund	
	2021	2020	2021	2020	2021	2020
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Impact of 10% change in market prices +/-	347	181	657	279	12,395	10,195

	Overseas Shares (Currency Hedged) Fund		Overseas Non-government Bonds Fund		Overseas Bonds Fund	
	2021	2020	2021	2020	2021	2020
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Impact of 10% change in market prices +/-	14,041	10,073	5,176	5,221	6,152	5,864

Currency risk

The Funds may hold foreign investments and therefore have exposure to currency risk.

A 10% annual strengthening/weakening of the New Zealand dollar ("NZD") against various currencies is considered to be a reasonably likely percentage change and represents the exposure to currency price risk during the years ended 31 March 2020 and 31 March 2021.

A 10% increase/decrease in the value of the New Zealand dollar would have an adverse/favourable impact on the value of the Funds' net assets as follows:

	Overseas Shares Fund		Overseas Shares (Currency Hedged) Fund		Overseas Non-government Bonds Fund	
	2021	2020	2021	2020	2021	2020
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
AUD	-	-	348	264	311	195
EUR	-	-	1,962	1,432	-	-
GBP	-	-	737	634	-	-
JPY	-	-	1,191	921	-	-
USD	7	-	8,284	6,074	-	-
Other	-	-	428	343	-	-

SUPERLIFE INVEST FUNDS

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021**

7. Risk (Continued)

7b Credit risk

The Funds are exposed to the potential risk of financial loss resulting from the failure of counterparties to fully honour the terms of conditions of a contract with the Funds. The maximum credit risk of financial assets is considered to be their carrying value. The balance does not represent the maximum risk exposure that would arise in the future as a result of changes in values, but best represents the current maximum exposure at the reporting date. Financial assets that subject the Funds to credit risk consist primarily of cash, receivables and derivatives. The analysis below summarises the credit quality of the Funds' exposure rated externally by Standard & Poor's.

	US 500 Fund		US Large Value Fund		US Large Growth Fund	
	2021	2020	2021	2020	2021	2020
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
AAA to AA-	6	-	53	-	6	-
	US Mid Cap Fund		US Small Cap Fund		Overseas Shares Fund	
	2021	2020	2021	2020	2021	2020
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
AAA to AA-	16	-	5	-	1,412	1,233
	Overseas Shares (Currency Hedged) Fund		Overseas Non-government Bonds Fund		Overseas Bonds Fund	
	2021	2020	2021	2020	2021	2020
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
AAA to AA-	1,858	6,588	481	1,450	352	1,314

SUPERLIFE INVEST FUNDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

7. Risk (Continued)

7c Liquidity risk

In accordance with the Funds' policy, the Manager monitors the Funds' liquidity position on a daily basis. Liquidity management is designed to ensure that the Funds have the ability to generate sufficient cash in a timely manner to meet their financial commitments and normal levels of redemptions. The Manager regularly monitors market volatility and redemption levels to establish each fund's appropriate liquidity level. In the event of abnormal levels of redemptions, timing of payments may depend on the ability of the particular fund to realise its underlying investments on a timely basis.

The Funds continue to maintain appropriate levels of liquidity and meet their normal redemption obligations in the rapidly changing COVID-19 environment.

7d Securities lending risk

A number of possible risks arise from the Funds' securities lending program. These include, but are not limited to, the risk that a borrower of securities fails to deliver equivalent securities on termination of a loan and the risk that the lending contract will for whatever reason not be legally enforceable.

In order to limit the Funds' exposure to risk that may arise from securities lending, there is a limitation on the value of securities lent at any point in time and a requirement that collateral be held by the custodian.

As at 31 March 2021, no securities of the Funds were on loan to any borrower (31 March 2020: the same).

7e Capital management

Net assets attributable to unitholders are considered to be the Funds' capital for the purposes of capital management and the Funds do not have to comply with externally imposed capital requirements. The Funds' objectives when managing capital are to safeguard the ability to continue as a going concern in order to provide returns to unitholders as well as ensuring the net assets attributable to unitholders are sufficient to meet all present and future obligations. In order to meet the objectives for capital management, the Manager reviews the performance of the Funds on a regular basis.

8. Fair value of financial assets and financial liabilities

Financial assets and financial liabilities measured at fair value are categorised across the following 3 levels based on the degree to which their fair value is observable, Level 1 - Fair value measurements are derived from quoted prices (unadjusted) in active markets for identical assets or liabilities; Level 2 - Fair value measurements are derived from inputs other than quoted prices included within Level 1 that are observable either directly or indirectly; Level 3 - Fair value measurements are derived from valuation methods that include inputs that are not based on observable market data.

The fair value for investments in underlying ETFs and listed managed investment trusts is based on their last traded price and defined as Level 1. Fair value for investments in unlisted managed investment trusts is based on their NAV (net asset value)/mid-price, and categorised as Level 2 in the hierarchy. Forward foreign exchange contracts are marked to market at the currency forward exchange rate at the reporting date for contracts with similar maturity and risk profiles and categorised as Level 2.

There were no transfers between levels during the year ended 31 March 2021 (31 March 2020: the same).

The COVID-19 outbreak which was declared a global pandemic by the World Health Organisation in March 2020 caused widespread uncertainty across global economies and the market impact of this is reflected in the value of the investments disclosed in the financial statements as at 31 March 2020 and 31 March 2021. Since 31 March 2020, the value of the investments have shown evidence of recovery.

There was no impact on the categorisation of investments held in accordance with the fair value hierarchy as at 31 March 2021 and this remains as disclosed above.

SUPERLIFE INVEST FUNDS

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021**

8. Fair value of financial assets and financial liabilities (Continued)

	US 500 Fund						US Large Value Fund					
	2021			2020			2021			2020		
	Level 1 \$'000	Level 2 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Total \$'000
Financial assets at fair value through profit or loss												
<i>Investments:</i>												
ETFs	<u>42,032</u>	<u>-</u>	<u>42,032</u>	<u>26,204</u>	<u>-</u>	<u>26,204</u>	<u>5,908</u>	<u>-</u>	<u>5,908</u>	<u>2,758</u>	<u>-</u>	<u>2,758</u>
	<u>42,032</u>	<u>-</u>	<u>42,032</u>	<u>26,204</u>	<u>-</u>	<u>26,204</u>	<u>5,908</u>	<u>-</u>	<u>5,908</u>	<u>2,758</u>	<u>-</u>	<u>2,758</u>
	US Large Growth Fund						US Mid Cap Fund					
	2021			2020			2021			2020		
	Level 1 \$'000	Level 2 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Total \$'000
Financial assets at fair value through profit or loss												
<i>Investments:</i>												
ETFs	<u>43,028</u>	<u>-</u>	<u>43,028</u>	<u>12,691</u>	<u>-</u>	<u>12,691</u>	<u>3,469</u>	<u>-</u>	<u>3,469</u>	<u>1,808</u>	<u>-</u>	<u>1,808</u>
	<u>43,028</u>	<u>-</u>	<u>43,028</u>	<u>12,691</u>	<u>-</u>	<u>12,691</u>	<u>3,469</u>	<u>-</u>	<u>3,469</u>	<u>1,808</u>	<u>-</u>	<u>1,808</u>
	US Small Cap Fund						Overseas Shares Fund					
	2021			2020			2021			2020		
	Level 1 \$'000	Level 2 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Total \$'000
Financial assets at fair value through profit or loss												
<i>Investments:</i>												
ETFs	<u>6,571</u>	<u>-</u>	<u>6,571</u>	<u>2,786</u>	<u>-</u>	<u>2,786</u>	<u>123,951</u>	<u>-</u>	<u>123,951</u>	<u>101,951</u>	<u>-</u>	<u>101,951</u>
	<u>6,571</u>	<u>-</u>	<u>6,571</u>	<u>2,786</u>	<u>-</u>	<u>2,786</u>	<u>123,951</u>	<u>-</u>	<u>123,951</u>	<u>101,951</u>	<u>-</u>	<u>101,951</u>

SUPERLIFE INVEST FUNDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

9. Resettlements

Effective 11:59pm on 31 March 2019 the Funds received assets and liabilities as a result of the resettlement of the SuperLife Invest Managed Investment Scheme into 37 distinct segregated funds (standalone trusts). The value of the resettled assets and liabilities included in the financial statements for the year ended 31 March 2020 are presented in the table below:

	US 500 Fund	US Large Value Fund	US Large Growth Fund	US Mid Cap Fund	US Small Cap Fund	Overseas Shares Fund
	2020 \$'000	2020 \$'000	2020 \$'000	2020 \$'000	2020 \$'000	2020 \$'000
Financial assets and financial liabilities at fair value	19,773	2,315	7,232	2,103	3,716	110,020
Cash and cash equivalents	-	-	-	-	-	1,418
Receivables	5	1	2	1	1	104
Payables	<u>(7)</u>	<u>(1)</u>	<u>(3)</u>	<u>(1)</u>	<u>(1)</u>	<u>(46)</u>
	19,771	2,315	7,231	2,103	3,716	111,496

	Overseas Shares (Currency Hedged) Fund	Overseas Non-government Bonds Fund	Overseas Bonds Fund
	2020 \$'000	2020 \$'000	2020 \$'000
Financial assets and financial liabilities at fair value	128,363	56,153	58,798
Cash and cash equivalents	1,291	846	844
Receivables	135	-	16
Payables	<u>(51)</u>	<u>(33)</u>	<u>(22)</u>
	129,738	56,966	59,636

SUPERLIFE INVEST FUNDS

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021**

10. Units on issue ('000 units)

	US 500 Fund		US Large Value Fund		US Large Growth Fund	
	2021	2020	2021	2020	2021	2020
	Units	Units	Units	Units	Units	Units
	'000	'000	'000	'000	'000	'000
Opening balance	26,887	-	3,009	-	12,111	-
Units issued due to unitisation on 15 July 2019	-	24,935	-	2,878	-	9,593
Subscriptions from unitholders	19,593	7,841	4,634	1,518	30,062	6,608
Redemptions by unitholders	(13,175)	(5,889)	(2,410)	(1,387)	(11,633)	(4,090)
Closing balance	33,305	26,887	5,233	3,009	30,540	12,111

	US Mid Cap Fund		US Small Cap Fund		Overseas Shares Fund	
	2021	2020	2021	2020	2021	2020
	Units	Units	Units	Units	Units	Units
	'000	'000	'000	'000	'000	'000
Opening balance	2,043	-	3,383	-	111,382	-
Units issued due to unitisation on 15 July 2019	-	2,503	-	3,992	-	118,400
Subscriptions from unitholders	2,184	1,171	5,531	834	8,845	5,229
Redemptions by unitholders	(1,383)	(1,631)	(3,754)	(1,443)	(15,669)	(12,247)
Closing balance	2,844	2,043	5,160	3,383	104,558	111,382

SUPERLIFE INVEST FUNDS

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021**

10. Units on issue ('000 units) (Continued)

	Overseas Shares (Currency Hedged) Fund		Overseas Non-government Bonds Fund		Overseas Bonds Fund	
	2021	2020	2021	2020	2021	2020
	Units '000	Units '000	Units '000	Units '000	Units '000	Units '000
Opening balance	128,763	-	53,649	-	59,205	-
Units issued due to unitisation on 15 July 2019	-	134,979	-	58,263	-	61,336
Subscriptions from unitholders	13,771	7,776	5,760	3,689	10,130	7,298
Redemptions by unitholders	(19,978)	(13,992)	(6,688)	(8,303)	(10,126)	(9,429)
Closing balance	<u>122,556</u>	<u>128,763</u>	<u>52,721</u>	<u>53,649</u>	<u>59,209</u>	<u>59,205</u>

11. Reconciliation of net profit/(loss) to net cash flows from operating activities

	US 500 Fund		US Large Value Fund		US Large Growth Fund		US Mid Cap Fund	
	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2021 \$'000
Net profit /(loss)	8,577	807	959	(134)	6,072	967	773	(30)
<i>Adjustments for:</i>								
Payments for the purchase of investments and derivatives	(14,456)	(13,517)	(4,016)	(2,164)	(31,430)	(9,458)	(2,100)	(1,634)
Proceeds from sale of investments and derivatives	7,167	7,815	1,791	1,563	7,154	4,963	1,210	1,898
Realised (gain)/loss on investments and derivatives	(591)	(363)	4	(6)	(777)	(181)	(48)	(88)
Unrealised (gain)/loss on investments and derivatives	(7,115)	739	(889)	263	(4,945)	162	(660)	251
Foreign exchange loss/(gain)	-	-	-	-	-	-	-	-
Non-cash distributions	(833)	(1,105)	(40)	(99)	(339)	(944)	(63)	(132)
Increase in receivables	(12)	(5)	(13)	(5)	(37)	(7)	(12)	(5)
Increase/(decrease) in payables	17	16	-	1	4	1	(2)	2
Movement in resettled receivables and payables	-	-	-	-	-	-	-	-
Net cash flows from operating activities	<u>(7,246)</u>	<u>(5,613)</u>	<u>(2,204)</u>	<u>(581)</u>	<u>(24,298)</u>	<u>(4,497)</u>	<u>(902)</u>	<u>262</u>

SUPERLIFE INVEST FUNDS

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021**

11. Reconciliation of profit/(loss) to net cash flows from operating activities (Continued)

	US Small Cap Fund		Overseas Shares Fund		Overseas Shares (Currency Hedged) Fund		Overseas Non-government Bonds Fund		Overseas Bonds Fund	
	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
Net profit /(loss)	1,776	(300)	29,477	(868)	48,180	(22,825)	2,804	550	2,676	1,061
<i>Adjustments for:</i>										
Payments for the purchase of investments and derivatives	(5,187)	(1,474)	(22,659)	(19,429)	(49,316)	(27,283)	(6,989)	(3,980)	(3,971)	(5,944)
Proceeds from sale of investments and derivatives	3,622	2,101	28,323	25,698	49,927	37,737	4,937	6,091	4,331	5,002
Realised (gain)/loss on investments and derivatives	(258)	(45)	(2,328)	(918)	(17,181)	20,742	1,791	34	29	278
Unrealised (gain)/loss on investments and derivatives	(1,409)	553	(24,624)	6,681	(28,263)	7,427	1,522	828	(1,193)	2,206
Foreign exchange loss/(gain)	-	-	3	-	3	13	(19)	123	-	-
Non-cash distributions	(108)	(206)	(2,127)	(3,962)	(2,336)	(4,326)	-	-	(758)	(2,700)
Increase in receivables	(14)	(5)	(73)	(109)	(83)	(109)	(1,985)	(382)	(67)	(30)
Increase/(decrease) in payables	-	1	6	23	7	26	140	84	3	12
Movement in resettled receivables and payables	-	-	-	57	-	52	-	(16)	-	(6)
Net cash flows from operating activities	<u>(1,578)</u>	<u>625</u>	<u>5,998</u>	<u>7,173</u>	<u>938</u>	<u>11,454</u>	<u>2,201</u>	<u>3,332</u>	<u>1,050</u>	<u>(121)</u>

SUPERLIFE INVEST FUNDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

12. Related party transactions

12a. Manager's fees

The Manager is entitled to receive an administration fee of \$12 per annum for each unitholder and a paper statements fee of \$18 per annum for each unitholder who has chosen to receive statements and other communications in paper form. The Manager also receives an insurance administration fee for arranging insurance cover as agreed between the unitholder and the Manager.

The administration fee, paper statements fee and fixed dollar part of the insurance administration fee disclosed below are stated net of an income tax deduction applied in calculating the unitholder's PIE tax payable. The relevant gross fees, which is calculated using the unitholder's Prescribed Investor Rate, are paid to the Manager.

Fund expenses disclosed in the Statement of Comprehensive Income represent regular fund charges which are a percentage per annum of the net asset value of the respective fund. This includes fees and costs charged by the supervisor, custodian, administrator, any fee due at the investment level, regulatory and compliance costs. Of the total fund expenses, the Manager receives any remaining amounts due after all fees and costs are paid. In the event that fees and costs of a fund exceed the regular fund charges, this shortfall is covered by the Manager.

The fees paid to the Manager for the year and total amounts due to or from the Manager are as follows:

	US 500 Fund		US Large Value Fund		US Large Growth Fund	
	2021	2020	2021	2020	2021	2020
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Manager's fee - administration fee	1	1	-	-	1	-
Manager's fee - percentage of assets/shortfall covered by manager	6	34	(13)	1	(34)	4
Manager's fee - percentage of assets - remaining as payable/(receivable) at year end	6	6	(13)	(4)	(34)	(7)

	US Mid Cap Fund		US Small Cap Fund		Overseas Shares Fund	
	2021	2020	2021	2020	2021	2020
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Manager's fee - administration fee	-	-	-	-	-	-
Manager's fee - percentage of assets/shortfall covered by manager	(13)	1	(14)	2	(66)	98
Manager's fee - percentage of assets - remaining as payable/(receivable) at year end	(13)	2	(14)	1	(66)	(33)

SUPERLIFE INVEST FUNDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

12. Related party transactions (Continued)

	Overseas Shares (Currency Hedged)		Overseas Non-government Bonds		Overseas Bonds Fund	
	Fund		Fund			
	2021	2020	2021	2020	2021	2020
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Manager's fee - administration fee	-	1	-	-	1	1
Manager's fee - percentage of assets/shortfall covered by manager	(74)	112	133	145	(64)	28
Manager's fee - percentage of assets - remaining as payable/(receivable) at year end	(74)	(37)	133	72	(64)	(30)

12b. Securities lending

The Funds have entered into securities lending agreements with various market participants and the Manager. The Funds earn fifty percent of the total fee earned from the securities lending agreements and the remaining fifty percent will be income due to the Manager. There were no fees earned by the Funds or the Manager for the year ended 31 March 2021 (31 March 2020: nil).

13. Audit fees

The fee paid (reported in whole dollars) for the financial statements audit for each fund for the year ended 31 March 2021 was \$3,623 (31 March 2020: \$3,450). The fee paid for other assurance and registry compliance audit fees for each fund for the year ended 31 March 2021 was \$436 (31 March 2020: \$604).

14. Commitments and contingencies

There are no material liabilities, collateral or capital commitments as at 31 March 2021 (31 March 2020: nil).

15. Subsequent events

There have been no further material events after the reporting date that require adjustments to or disclosures in the financial statements.



Independent Auditor's Report

To the unitholders of:

- US 500 Fund
- US Large Value Fund
- US Large Growth Fund
- US Mid Cap Fund
- US Small Cap Fund
- Overseas Shares Fund
- Overseas Shares (Currency Hedged) Fund
- Overseas Non-government Bonds Fund
- Overseas Bond Fund

(Collectively referred to as the "Funds")

Report on the audit of the financial statements of the Funds

Opinion

In our opinion, the accompanying financial statements of the Funds on pages 2 to 28:

- i. present fairly in all material respects the Funds' financial position as at 31 March 2021 and their financial performance and cash flows for the year ended on that date; and
- ii. comply with New Zealand Equivalents to International Financial Reporting Standards.

We have audited the accompanying financial statements which comprise:

- the statements of financial position as at 31 March 2021;
- the statements of comprehensive income, statements of changes in net assets attributable to unitholders and cash flows for the year then ended; and
- notes, including a summary of significant accounting policies and other explanatory information.



Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (New Zealand) ('ISAs (NZ)'). We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

We are independent of the Funds in accordance with Professional and Ethical Standard 1 International Code of Ethics for Assurance Practitioners (Including International Independence Standards) (New Zealand) issued by the New Zealand Auditing and Assurance Standards Board and the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) ('IESBA Code'), and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code.

Our responsibilities under ISAs (NZ) are further described in the auditor's responsibilities for the audit of the financial statements section of our report.

Our firm has also provided other services to Smartshares Limited (the "Manager") for statutory audit, controls assurance and registry assurance. The provision of these other services has not impaired our independence as auditor of the Funds. Subject to certain restrictions, partners and employees of our firm may also deal with the Funds on



normal terms within the ordinary course of trading activities of the business of the Funds. These matters have not impaired our independence as auditor of the Funds. The firm has no other relationship with, or interest in, the Funds.

Materiality

The scope of our audit was influenced by our application of materiality. Materiality helped us to determine the nature, timing and extent of our audit procedures and to evaluate the effect of misstatements, both individually and on the financial statements as a whole. The materiality for the financial statements as a whole was set with reference to a benchmark of Funds' total assets. We chose the benchmark because, in our view, this is a key measure of the Funds' performance.

Key audit matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements in the current period. We summarise below those matters and our key audit procedures to address those matters in order that the unitholders as a body may better understand the process by which we arrived at our audit opinion. Our procedures were undertaken in the context of and solely for the purpose of our statutory audit opinion on the financial statements as a whole and we do not express discrete opinions on separate elements of the financial statements

The key audit matter

How the matter was addressed in our audit

Valuation and existence of investments

Refer to Note 8 of the Funds' financial statements. The Funds' portfolio of investments makes up majority of total assets. We do not consider these investments to be at high risk of significant misstatement or be subject to a significant level of judgement. However, due to their materiality in the context of the financial statements as a whole, they are considered to be the area which had the greatest effect on our overall audit strategy and allocation of resources in planning and completing our audit.

Our audit procedures included:

- documenting and understanding the processes in place to record investment transactions and to value the portfolio. This included evaluating the control environment in place at the administration manager by obtaining and reading a report issued by an independent auditor on the design and operation of those controls to and where necessary performed additional testing of these controls to 31 March.
- agreeing the exit price of the investments to independent third-party sources.
- agreeing investment holdings to confirmations received from the custodian.

We did not identify any material differences in relation to the carrying amount of investments.

Other information

The Manager, on behalf of the Funds, is responsible for the other information included in the Funds' Annual Report. Other information includes the details and changes to the Funds and other information. Our opinion on the financial statements does not cover any other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.



Use of this independent auditor's report

This independent auditor's report is made solely to the unitholders as a body. Our audit work has been undertaken so that we might state to the unitholders those matters we are required to state to them in the independent auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the unitholders as a body for our audit work, this independent auditor's report, or any of the opinions we have formed.



Responsibilities of the Manager for the financial statements

The Manager, on behalf of the Funds, is responsible for:

- the preparation and fair presentation of the financial statements in accordance with generally accepted accounting practice in New Zealand (being New Zealand Equivalents to International Financial Reporting Standards);
- implementing necessary internal control to enable the preparation of a set of financial statements that is fairly presented and free from material misstatement, whether due to fraud or error; and
- assessing the ability to continue as a going concern. This includes disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless they either intend to liquidate or to cease operations or have no realistic alternative but to do so.



Auditor's responsibilities for the audit of the financial statements

Our objective is:

- to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error; and
- to issue an independent auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs NZ will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error. They are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of these financial statements is located at the External Reporting Board (XRB) website at:

<http://www.xrb.govt.nz/standards-for-assurance-practitioners/auditors-responsibilities/audit-report-2/>

This description forms part of our independent auditor's report.

The engagement partner on the audit resulting in this independent auditor's report is Graeme Edwards

For and on behalf of





SUPERLIFE INVEST FUNDS

PART 4

SuperLife Income Fund
SuperLife Conservative Fund
SuperLife Balanced Fund
SuperLife Growth Fund
SuperLife High Growth Fund
UK Cash Fund
Asia Pacific Fund
Europe Fund
Global Property Fund
Emerging Markets Fund
Total World Fund
Total World (NZD Hedged) Fund
Ethica Fund

**FINANCIAL STATEMENTS
FOR THE YEAR/PERIOD ENDED 31 MARCH 2021**

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SUPERLIFE INVEST FUNDS

Manager	Smartshares Limited
Registered Office	Level 1 NZX Centre, 11 Cable Street, Wellington 6140, New Zealand
Investor enquiries	Smartshares Limited PO Box 105262 Auckland 1143 Telephone: 0800 27 87 37 Email: superlife@superlife.co.nz
Licensed Supervisor	Public Trust
Administrator and Custodian	BNP Paribas Fund Services Australasia Pty Limited, New Zealand branch
Auditor	KPMG

SUPERLIFE INVEST FUNDS

**STATEMENTS OF COMPREHENSIVE INCOME
FOR THE YEAR/PERIOD ENDED 31 MARCH 2021**

	SuperLife Income Fund		SuperLife Conservative Fund		SuperLife Balanced Fund	
	Year ended 2021	Year ended 2020	Year ended 2021	Year ended 2020	Year ended 2021	Year ended 2020
Note	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Income						
Dividends and distributions	12,252	7,960	3,911	2,417	14,532	14,543
Interest income	1	15	-	6	1	33
Securities lending income	4	-	-	-	-	-
Net changes in fair value of financial assets and financial liabilities	(6,371)	(4,818)	5,621	(4,629)	68,438	(40,250)
Other foreign exchange gains/(losses)	41	(115)	23	(59)	62	(322)
Other income	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net income	<u>5,927</u>	<u>3,042</u>	<u>9,555</u>	<u>(2,265)</u>	<u>83,033</u>	<u>(25,996)</u>
Expenses						
Interest expense	-	-	(1)	-	-	-
Fund expenses	<u>(8)</u>	<u>(52)</u>	<u>(2)</u>	<u>(8)</u>	<u>(77)</u>	<u>(104)</u>
Total expenses	<u>(8)</u>	<u>(52)</u>	<u>(3)</u>	<u>(8)</u>	<u>(77)</u>	<u>(104)</u>
Net profit/(loss)	5,919	2,990	9,552	(2,273)	82,956	(26,100)
Other comprehensive income/(loss)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total comprehensive income/(loss)	<u>5,919</u>	<u>2,990</u>	<u>9,552</u>	<u>(2,273)</u>	<u>82,956</u>	<u>(26,100)</u>

The accompanying notes form part of and should be read in conjunction with these financial statements.

SUPERLIFE INVEST FUNDS

**STATEMENTS OF COMPREHENSIVE INCOME
FOR THE YEAR/PERIOD ENDED 31 MARCH 2021**

	SuperLife Growth Fund		SuperLife High Growth Fund		UK Cash Fund	
	Year ended 2021	Year ended 2020	Year ended 2021	Year ended 2020	Year ended 2021	Year ended 2020
Note	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Income						
Dividends and distributions	2,548	2,130	11,972	16,833	-	-
Interest income	-	5	1	47	-	17
Securities lending income	-	-	37	-	-	-
Net changes in fair value of financial assets and financial liabilities	17,428	(9,282)	158,696	(77,075)	-	-
Other foreign exchange gains/(losses)	13	(34)	-	(218)	(472)	722
Other income	-	-	-	-	-	-
Net income	<u>19,989</u>	<u>(7,181)</u>	<u>170,706</u>	<u>(60,413)</u>	<u>(472)</u>	<u>739</u>
Expenses						
Interest expense	-	-	-	-	(1)	-
Fund expenses	<u>(23)</u>	<u>(19)</u>	<u>(207)</u>	<u>(206)</u>	<u>(34)</u>	<u>(40)</u>
Total expenses	<u>(23)</u>	<u>(19)</u>	<u>(207)</u>	<u>(206)</u>	<u>(35)</u>	<u>(40)</u>
Net profit/(loss)	19,966	(7,200)	170,499	(60,619)	(507)	699
Other comprehensive income/(loss)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total comprehensive income/(loss)	<u><u>19,966</u></u>	<u><u>(7,200)</u></u>	<u><u>170,499</u></u>	<u><u>(60,619)</u></u>	<u><u>(507)</u></u>	<u><u>699</u></u>

The accompanying notes form part of and should be read in conjunction with these financial statements.

SUPERLIFE INVEST FUNDS

**STATEMENTS OF COMPREHENSIVE INCOME
FOR THE YEAR/PERIOD ENDED 31 MARCH 2021**

	Asia Pacific Fund		Europe Fund		Global Property Fund		Emerging Markets Fund	
	Year ended 2021	Year ended 2020	Year ended 2021	Year ended 2020	Year ended 2021	Year ended 2020	Year ended 2021	Year ended 2020
Note	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Income								
Dividends and distributions	147	174	112	221	2,103	893	737	936
Interest income	-	-	-	-	1	3	-	2
Securities lending income	-	-	-	-	-	-	-	-
Net changes in fair value of financial assets and financial liabilities	1,171	(193)	1,281	(444)	8,874	(10,059)	7,499	(2,314)
Other foreign exchange gains/(losses)	-	-	-	-	15	(160)	(1)	-
Other income	-	-	-	-	-	-	-	-
Net income	<u>1,318</u>	<u>(19)</u>	<u>1,393</u>	<u>(223)</u>	<u>10,993</u>	<u>(9,323)</u>	<u>8,235</u>	<u>(1,376)</u>
Expenses								
Interest expense	-	-	-	-	-	-	-	-
Fund expenses	<u>4</u>	<u>2</u>	<u>4</u>	<u>4</u>	<u>(1)</u>	<u>(26)</u>	<u>(17)</u>	<u>(15)</u>
Total expenses	<u>4</u>	<u>2</u>	<u>4</u>	<u>4</u>	<u>(1)</u>	<u>(26)</u>	<u>(17)</u>	<u>(15)</u>
Net profit/(loss)	1,322	(17)	1,397	(219)	10,992	(9,349)	8,218	(1,391)
Other comprehensive income/(loss)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total comprehensive income/(loss)	<u><u>1,322</u></u>	<u><u>(17)</u></u>	<u><u>1,397</u></u>	<u><u>(219)</u></u>	<u><u>10,992</u></u>	<u><u>(9,349)</u></u>	<u><u>8,218</u></u>	<u><u>(1,391)</u></u>

The accompanying notes form part of and should be read in conjunction with these financial statements.

SUPERLIFE INVEST FUNDS

**STATEMENTS OF COMPREHENSIVE INCOME
FOR THE YEAR/PERIOD ENDED 31 MARCH 2021**

	Total World Fund		Total World (NZD Hedged) Fund	Ethica Fund	
Note	Year ended 2021 \$'000	Year ended 2020 \$'000	Period ended 2021 \$'000	Year ended 2021 \$'000	Year ended 2020 \$'000
Income					
Dividends and distributions	305	528	13	1,923	2,133
Interest income	-	-	-	1	8
Securities lending income	-	-	-	-	-
Net changes in fair value of financial assets and financial liabilities	4,289	(919)	263	16,060	(5,276)
Other foreign exchange gains/(losses)	-	-	-	(5)	(5)
Other income	-	-	-	-	48
Net income	<u>4,594</u>	<u>(391)</u>	<u>276</u>	<u>17,979</u>	<u>(3,092)</u>
Expenses					
Interest expense	-	-	-	-	-
Fund expenses	<u>(7)</u>	<u>8</u>	<u>(1)</u>	<u>(108)</u>	<u>(88)</u>
Total expenses	<u>(7)</u>	<u>8</u>	<u>(1)</u>	<u>(108)</u>	<u>(88)</u>
Net profit/(loss)	4,587	(383)	275	17,871	(3,180)
Other comprehensive income/(loss)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total comprehensive income/(loss)	<u>4,587</u>	<u>(383)</u>	<u>275</u>	<u>17,871</u>	<u>(3,180)</u>

The accompanying notes form part of and should be read in conjunction with these financial statements.

SUPERLIFE INVEST FUNDS

**STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS
FOR THE YEAR/PERIOD ENDED 31 MARCH 2021**

	SuperLife Income Fund		SuperLife Conservative Fund		SuperLife Balanced Fund		SuperLife Growth Fund	
Note	Year ended 2021 \$'000	Year ended 2020 \$'000	Year ended 2021 \$'000	Year ended 2020 \$'000	Year ended 2021 \$'000	Year ended 2020 \$'000	Year ended 2021 \$'000	Year ended 2020 \$'000
Opening value	174,255	-	72,347	-	340,729	-	54,439	-
Total comprehensive income/(loss)	5,919	2,990	9,552	(2,273)	82,956	(26,100)	19,966	(7,200)
Subscriptions	152,306	226,686	50,011	93,206	80,743	413,074	55,195	77,116
Redemptions	(91,453)	(55,471)	(39,607)	(18,635)	(51,546)	(46,510)	(14,080)	(15,726)
Redemptions - administration fees	(4)	(3)	(2)	(1)	(4)	(3)	(4)	(4)
Redemptions - insurance benefit and premium	(2)	(2)	-	-	(4)	(1)	(1)	-
Portfolio Investment Entity tax	(7)	55	(46)	50	(199)	269	(187)	253
	60,840	171,265	10,356	74,620	28,990	366,829	40,923	61,639
Closing value	241,014	174,255	92,255	72,347	452,675	340,729	115,328	54,439

The accompanying notes form part of and should be read in conjunction with these financial statements.

SUPERLIFE INVEST FUNDS

**STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS
FOR THE YEAR/PERIOD ENDED 31 MARCH 2021**

	SuperLife High Growth Fund		UK Cash Fund		Asia Pacific Fund		Europe Fund	
	Year ended 2021	Year ended 2020	Year ended 2021	Year ended 2020	Year ended 2021	Year ended 2020	Year ended 2021	Year ended 2020
Note	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Opening value	427,849	-	8,831	-	4,447	-	5,640	-
Total comprehensive income/(loss)	170,499	(60,619)	(507)	699	1,322	(17)	1,397	(219)
Subscriptions	163,932	545,472	5,906	13,675	6,814	7,079	6,170	8,651
Redemptions	(124,004)	(57,616)	(5,184)	(5,461)	(4,746)	(2,618)	(5,349)	(2,795)
Redemptions - administration fees	(9)	(8)	-	-	-	-	-	-
Redemptions - insurance benefit and premium	(1)	-	-	-	-	-	-	-
Portfolio Investment Entity tax	(376)	620	27	(82)	1	3	-	3
	<u>39,542</u>	<u>488,468</u>	<u>749</u>	<u>8,132</u>	<u>2,069</u>	<u>4,464</u>	<u>821</u>	<u>5,859</u>
Closing value	<u><u>637,890</u></u>	<u><u>427,849</u></u>	<u><u>9,073</u></u>	<u><u>8,831</u></u>	<u><u>7,838</u></u>	<u><u>4,447</u></u>	<u><u>7,858</u></u>	<u><u>5,640</u></u>

The accompanying notes form part of and should be read in conjunction with these financial statements.

SUPERLIFE INVEST FUNDS

**STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS
FOR THE YEAR/PERIOD ENDED 31 MARCH 2021**

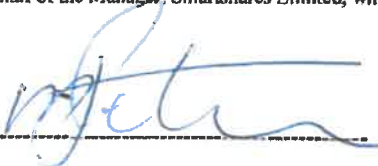
	Global Property Fund		Emerging Markets Fund		Total World Fund		Total World (NZD Hedged) Fund	Ethica Fund	
	Year ended 2021	Year ended 2020	Year ended 2021	Year ended 2020	Year ended 2021	Year ended 2020	Period ended 2021	Year ended 2021	Year ended 2020
Note	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Opening value	40,357	-	27,784	-	12,189	-	-	55,592	-
Total comprehensive income/(loss)	10,992	(9,349)	8,218	(1,391)	4,587	(383)	275	17,871	(3,180)
Subscriptions	4,807	63,649	17,437	36,494	10,179	15,720	4,275	31,445	70,745
Redemptions	(10,565)	(13,894)	(10,019)	(7,324)	(5,144)	(3,166)	(658)	(8,883)	(11,898)
Redemptions - administration fees	(1)	(1)	-	(2)	-	-	-	(3)	(2)
Redemptions - insurance benefit and premium	-	-	-	-	-	-	-	-	-
Portfolio Investment Entity tax	30	(48)	6	7	12	18	-	(77)	(73)
	<u>(5,729)</u>	<u>49,706</u>	<u>7,424</u>	<u>29,175</u>	<u>5,047</u>	<u>12,572</u>	<u>3,617</u>	<u>22,482</u>	<u>58,772</u>
Closing value	<u>45,620</u>	<u>40,357</u>	<u>43,426</u>	<u>27,784</u>	<u>21,823</u>	<u>12,189</u>	<u>3,892</u>	<u>95,945</u>	<u>55,592</u>

The accompanying notes form part of and should be read in conjunction with these financial statements.

SUPERLIFE INVEST FUNDS
STATEMENTS OF FINANCIAL POSITION
AS AT 31 MARCH 2021

	Note	SuperLife Income Fund		SuperLife Conservative Fund		SuperLife Balanced Fund		SuperLife Growth Fund	
		2021 S'000	2020 S'000	2021 S'000	2020 S'000	2021 S'000	2020 S'000	2021 S'000	2020 S'000
Assets									
Cash and cash equivalents		505	-	1,637	1,306	4,903	7,140	1,307	2,606
Dividend and distributions receivable		3,226	350	958	100	2,993	357	530	36
Other receivables		200	64	90	25	222	75	68	14
Outstanding sales		-	-	386	654	-	-	-	-
Financial assets at fair value									
Derivatives		78	1,749	80	113	710	-	233	-
Investments	8	237,055	172,792	89,157	70,432	444,133	339,842	113,373	53,762
Portfolio Investment Entity tax receivable		19	57	-	50	-	268	-	247
Total assets		241,083	175,012	92,308	72,680	452,961	347,682	115,511	56,665
Liabilities									
Financial liabilities at fair value									
Derivatives		-	(615)	(2)	(318)	(23)	(1,668)	(8)	(273)
Bank overdraft		-	(92)	-	-	-	-	-	-
Fund expenses payable	12a	(69)	(50)	(17)	(15)	(117)	(88)	(17)	(12)
Outstanding purchases		-	-	-	-	-	(5,197)	-	(1,941)
Portfolio Investment Entity tax payable		-	-	(34)	-	(146)	-	(158)	-
Total liabilities		(69)	(757)	(53)	(333)	(286)	(6,953)	(183)	(2,226)
Net assets of your Fund		241,014	174,255	92,255	72,347	452,675	340,729	115,328	54,439

For and on behalf of the Manager, Smartshares Limited, which authorised the issue of the financial statements on 28 July 2021.



Director



Director

The accompanying notes form part of and should be read in conjunction with these financial statements.

SUPERLIFE INVEST FUNDS
STATEMENTS OF FINANCIAL POSITION
AS AT 31 MARCH 2021

	Note	SuperLife High Growth Fund		UK Cash Fund		Asia Pacific Fund		Europe Fund	
		2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
Assets									
Cash and cash equivalents		5,974	14,150	9,048	8,926	6	-	27	1
Dividend and distributions receivable		1,050	167	-	-	-	-	-	-
Other receivables		240	43	7	2	23	5	24	6
Outstanding sales		-	-	-	-	-	-	-	-
Financial assets at fair value									
Derivatives		1,577	-	-	-	-	-	-	-
Investments	8	629,547	425,168	-	-	7,809	4,440	7,807	5,632
Portfolio Investment Entity tax receivable		-	604	63	-	1	3	1	2
Total assets		638,388	440,132	9,118	8,928	7,839	4,448	7,859	5,641
Liabilities									
Financial liabilities at fair value									
Derivatives		(58)	(2,315)	-	-	-	-	-	-
Bank overdraft		-	-	-	-	-	-	-	-
Fund expenses payable		(157)	(101)	(45)	(15)	(1)	(1)	(1)	(1)
Outstanding purchases	12a	-	(9,867)	-	-	-	-	-	-
Portfolio Investment Entity tax payable		(283)	-	-	(82)	-	-	-	-
Total liabilities		(498)	(12,283)	(45)	(97)	(1)	(1)	(1)	(1)
Net assets of your Fund		637,890	427,849	9,073	8,831	7,838	4,447	7,858	5,640

For and on behalf of the Manager, Smartshares Limited, which authorised the issue of the financial statements on 28 July 2021.

Director

Director

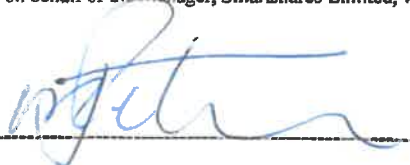
The accompanying notes form part of and should be read in conjunction with these financial statements.

SUPERLIFE INVEST FUNDS

**STATEMENTS OF FINANCIAL POSITION
AS AT 31 MARCH 2021**

	Note	Global Property Fund		Emerging Markets Fund		Total World Fund		Total World (NZD Hedged) Fund	Ethica Fund	
		2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2021 \$'000	2020 \$'000
Assets										
Cash and cash equivalents		267	210	345	379	81	-	24	1,120	1,564
Dividend and distributions receivable		830	-	12	13	-	-	-	239	97
Other receivables		115	44	11	1	29	9	3	49	15
Outstanding sales		-	-	-	-	-	-	-	-	-
Financial assets at fair value										
Derivatives		34	1,164	-	-	-	-	-	-	-
Investments	8	44,431	40,331	43,060	27,392	21,713	12,163	3,866	94,776	54,414
Portfolio Investment Entity tax receivable		25	-	6	5	10	18	-	-	-
Total assets		45,702	41,749	43,434	27,790	21,833	12,190	3,893	96,184	56,090
Liabilities										
Financial liabilities at fair value										
Derivatives		-	(328)	-	-	-	-	-	-	-
Bank overdraft		-	-	-	-	-	-	-	-	-
Fund expenses payable	12a	(82)	(43)	(8)	(6)	(10)	(1)	(1)	(166)	(58)
Outstanding purchases		-	(972)	-	-	-	-	-	-	(369)
Portfolio Investment Entity tax payable		-	(49)	-	-	-	-	-	(73)	(71)
Total liabilities		(82)	(1,392)	(8)	(6)	(10)	(1)	(1)	(239)	(498)
Net assets of your Fund		45,620	40,357	43,426	27,784	21,823	12,189	3,892	95,945	55,592

For and on behalf of the Manager, Smartshares Limited, which authorised the issue of the financial statements on 28 July 2021.



Director



Director

The accompanying notes form part of and should be read in conjunction with these financial statements.

SUPERLIFE INVEST FUNDS

**STATEMENTS OF CASH FLOWS
FOR THE YEAR/PERIOD ENDED 31 MARCH 2021**

	SuperLife Income Fund		SuperLife Conservative Fund		SuperLife Balanced Fund		SuperLife Growth Fund	
	Year ended 2021	Year ended 2020	Year ended 2021	Year ended 2020	Year ended 2021	Year ended 2020	Year ended 2021	Year ended 2020
Note	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Cash flows from operating activities								
Dividends and distributions received	7,638	3,887	2,348	1,126	8,005	6,173	1,160	846
Interest income received	-	16	1	5	1	34	-	5
Securities lending income received	1	-	-	-	-	-	-	-
Sale of investments	27,119	44,064	17,345	4,146	42,028	66,576	12,210	9,743
Other income received	-	-	-	-	-	-	-	-
Fund expenses paid	(121)	(87)	(66)	(22)	(195)	(154)	(72)	(28)
Interest expense paid	-	-	(1)	-	-	-	-	-
Purchase of investments	(94,918)	(46,198)	(29,736)	(24,410)	(81,480)	(68,856)	(55,925)	(19,809)
Net operating cash flows	(60,281)	1,682	(10,109)	(19,155)	(31,641)	3,773	(42,627)	(9,243)
Cash flows from financial activities								
Subscriptions	152,306	53,734	50,011	39,117	80,743	49,885	55,195	27,559
Redemptions	(91,453)	(55,471)	(39,607)	(18,635)	(51,546)	(46,510)	(14,080)	(15,726)
Redemptions - administration fees	(4)	(3)	(2)	(1)	(4)	(3)	(4)	(4)
Redemptions - insurance benefit and premium paid out	(2)	(2)	-	-	(4)	(1)	(1)	-
Portfolio Investment Entity tax received/(paid)	31	(32)	38	(20)	215	(4)	218	20
Net financial cash flows	60,878	(1,774)	10,440	20,461	29,404	3,367	41,328	11,849
Net increase/(decrease) in cash and cash equivalents held	597	(92)	331	1,306	(2,237)	7,140	(1,299)	2,606
Cash and cash equivalents at the beginning of the year/period	(92)	-	1,306	-	7,140	-	2,606	-
Effect of exchange rate fluctuations on cash and cash equivalents	-	-	-	-	-	-	-	-
Cash and cash equivalents at the end of the year/period	505	(92)	1,637	1,306	4,903	7,140	1,307	2,606
Cash and cash equivalents comprise of:								
Cash at bank	504	-	1,635	1,306	4,901	7,140	1,304	2,606
PIE cash at bank	1	-	2	-	2	-	3	-
Bank overdraft	-	(92)	-	-	-	-	-	-
Cash and cash equivalents at the end of the year/period	505	(92)	1,637	1,306	4,903	7,140	1,307	2,606

The accompanying notes form part of and should be read in conjunction with these financial statements.

SUPERLIFE INVEST FUNDS

STATEMENTS OF CASH FLOWS FOR THE YEAR/PERIOD ENDED 31 MARCH 2021

	SuperLife High Growth Fund		UK Cash Fund		Asia Pacific Fund		Europe Fund		
	Year ended 2021	Year ended 2020	Year ended 2021	Year ended 2020	Year ended 2021	Year ended 2020	Year ended 2021	Year ended 2020	
Note	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	
Cash flows from operating activities									
Dividends and distributions received	4,765	6,308	-	-	44	54	14	114	
Interest income received	1	48	1	16	-	-	-	-	
Securities lending income received	16	-	-	-	-	-	-	-	
Sale of investments	227,147	42,085	-	-	3,947	2,247	4,776	2,410	
Other income received	-	-	-	-	-	-	-	-	
Fund expenses paid	(327)	(238)	(10)	(31)	(13)	(2)	(14)	(1)	
Interest expense paid	-	-	(1)	-	-	-	-	-	
Purchase of investments	<u>(280,207)</u>	<u>(82,071)</u>	<u>-</u>	<u>-</u>	<u>(6,043)</u>	<u>(2,091)</u>	<u>(5,573)</u>	<u>(1,986)</u>	
Net operating cash flows	11	(48,605)	(33,868)	(10)	(15)	(2,065)	208	(797)	537
Cash flows from financial activities									
Subscriptions	163,932	105,564	5,906	13,652	6,814	2,410	6,170	2,258	
Redemptions	(124,004)	(57,616)	(5,184)	(5,509)	(4,746)	(2,618)	(5,349)	(2,795)	
Redemptions - administration fees	(9)	(8)	-	-	-	-	-	-	
Redemptions - insurance benefit and premium paid out	(1)	-	-	-	-	-	-	-	
Portfolio Investment Entity tax received/(paid)	<u>511</u>	<u>78</u>	<u>(118)</u>	<u>76</u>	<u>3</u>	<u>-</u>	<u>2</u>	<u>1</u>	
Net financial cash flows	40,429	48,018	604	8,219	2,071	(208)	823	(536)	
Net increase/(decrease) in cash and cash equivalents held	(8,176)	14,150	594	8,204	6	-	26	1	
Cash and cash equivalents at the beginning of the year/period	14,150	-	8,926	-	-	-	1	-	
Effect of exchange rate fluctuations on cash and cash equivalents	<u>-</u>	<u>-</u>	<u>(472)</u>	<u>722</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	
Cash and cash equivalents at the end of the year/period	<u>5,974</u>	<u>14,150</u>	<u>9,048</u>	<u>8,926</u>	<u>6</u>	<u>-</u>	<u>27</u>	<u>1</u>	
Cash and cash equivalents comprise of:									
Cash at bank	5,971	14,150	9,048	8,926	6	-	27	1	
PIE cash at bank	3	-	-	-	-	-	-	-	
Bank overdraft	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	
Cash and cash equivalents at the end of the year/period	<u>5,974</u>	<u>14,150</u>	<u>9,048</u>	<u>8,926</u>	<u>6</u>	<u>-</u>	<u>27</u>	<u>1</u>	

The accompanying notes form part of and should be read in conjunction with these financial statements.

SUPERLIFE INVEST FUNDS

**STATEMENTS OF CASH FLOWS
FOR THE YEAR/PERIOD ENDED 31 MARCH 2021**

	Global Property Fund		Emerging Markets Fund		Total World Fund		Total World (NZD Hedged) Fund	Ethica Fund	
	Year ended 2021	Year ended 2020	Year ended 2021	Year ended 2020	Year ended 2021	Year ended 2020	Period ended 2021	Year ended 2021	Year ended 2020
Note	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Cash flows from operating activities									
Dividends and distributions received	1,273	893	211	332	30	71	-	1,658	1,937
Interest income received	1	6	-	2	-	-	-	1	10
Securities lending income received	-	-	-	-	-	-	-	-	-
Sale of investments	19,561	39,237	5,147	6,862	3,202	2,370	581	2,554	8,075
Other income received	-	-	-	-	-	-	-	-	48
Fund expenses paid	(30)	(41)	(25)	(5)	(18)	-	(3)	(32)	(60)
Interest expense paid	(3)	-	-	-	-	-	-	(2)	-
Purchase of investments	(14,942)	(39,022)	(12,790)	(5,789)	(8,188)	(6,017)	(4,171)	(27,106)	(17,561)
Net operating cash flows	5,860	1,073	(7,457)	1,402	(4,974)	(3,576)	(3,593)	(22,927)	(7,551)
	11								
Cash flows from financial activities									
Subscriptions	4,807	13,072	17,437	6,299	10,179	6,741	4,275	31,445	21,083
Redemptions	(10,565)	(13,894)	(10,019)	(7,324)	(5,144)	(3,166)	(658)	(8,883)	(11,898)
Redemptions - administration fees	(1)	(1)	-	(2)	-	-	-	(3)	(2)
Redemptions - insurance benefit and premium paid out	-	-	-	-	-	-	-	-	-
Portfolio Investment Entity tax received/(paid)	(44)	(40)	5	4	20	1	-	(75)	(69)
Net financial cash flows	(5,803)	(863)	7,423	(1,023)	5,055	3,576	3,617	22,484	9,114
Net increase/(decrease) in cash and cash equivalents held	57	210	(34)	379	81	-	24	(443)	1,563
Cash and cash equivalents at the beginning of the year/period	210	-	379	-	-	-	-	1,564	-
Effect of exchange rate fluctuations on cash and cash equivalents	-	-	-	-	-	-	-	(1)	1
Cash and cash equivalents at the end of the year/period	267	210	345	379	81	-	24	1,120	1,564
Cash and cash equivalents comprise of:									
Cash at bank	267	210	345	379	81	-	24	1,120	1,564
PIE cash at bank	-	-	-	-	-	-	-	-	-
Bank overdraft	-	-	-	-	-	-	-	-	-
Cash and cash equivalents at the end of the year/period	267	210	345	379	81	-	24	1,120	1,564

The accompanying notes form part of and should be read in conjunction with these financial statements.

SUPERLIFE INVEST FUNDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR/PERIOD ENDED 31 MARCH 2021

1. General information

The SuperLife Invest Funds are funds offered under a registered managed investment scheme called SuperLife Invest (the "Scheme"). The Scheme is registered in New Zealand and established under the Financial Markets Conduct Act 2013 (the "FMCA 2013") for the principal purpose of providing investors access to a range of investment markets. The Scheme's registration number is SCH 10765. It is governed by the SuperLife Invest Master Trust Deed dated 14 September 2016 and as further amended and restated on 30 April 2021 (the "Trust Deed"). Each fund in the Scheme is established as a separate and distinct trust fund.

During the year ended 31 March 2021, there were 45 funds under the Scheme and the financial statements are divided into 7 sets. These financial statements are for SuperLife Invest Funds Part 4 and are for the following funds (each a fund, collectively the "Funds"):

SuperLife Income Fund
SuperLife Conservative Fund
SuperLife Balanced Fund
SuperLife Growth Fund
SuperLife High Growth Fund
UK Cash Fund
Asia Pacific Fund
Europe Fund
Global Property Fund
Emerging Markets Fund
Total World Fund
Total World (NZD Hedged) Fund (commenced 15 July 2020)
Ethica Fund

Effective 15 July 2020 the following funds changed their names;

SuperLife Income changed its name to SuperLife Income Fund
SuperLife Conservative changed its name to SuperLife Conservative Fund
SuperLife Balance changed its name to SuperLife Balance Fund
SuperLife Growth changed its name to SuperLife Growth Fund
SuperLife High Growth changed its name to SuperLife High Growth Fund
Ethica changed its name to Ethica Fund

2. Reporting period

These financial statements are for the year/period ended 31 March 2021. The comparative information for the year ended 31 March 2020 have been provided for the Funds, except for Total World (NZD Hedged) Fund, the financial statements for which are for the period from 15 July 2020 to 31 March 2021.

3. Basis of preparation

The financial statements of the Funds have been drawn up in accordance with the Trust Deed and comply with the requirements of the FMCA 2013, New Zealand Generally Accepted Accounting Practice as defined in the Financial Reporting Act 2013, New Zealand equivalents to International Financial Reporting Standards ("NZ IFRS") and International Financial Reporting Standards ("IFRS"). The accounting policies have been consistently applied throughout the reporting period.

These financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets and financial liabilities at fair value through profit or loss. All amounts are in New Zealand Dollars (NZD), rounded to the nearest thousand. Where specific amounts are referred to in the note wording, the amounts are rounded to the nearest dollar. The NZD is also the functional currency of the Funds.

SUPERLIFE INVEST FUNDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR/PERIOD ENDED 31 MARCH 2021

4. Restatement of comparative financial information

Certain comparative information has been restated to align with current period presentation.

5. Critical accounting estimates and judgements

The preparation of financial statements requires the use of certain critical accounting estimates that affect the reported amounts and the application of accounting policies. It also requires the Manager to exercise its judgement in the process of applying the accounting policies of the Funds.

Discussion of the critical accounting estimates and judgements used is included in note 8 on fair value of financial assets and financial liabilities.

6. Summary of significant accounting policies

(a) Financial assets and financial liabilities

Classification

Financial assets are classified based on the business model for managing those financial assets and the contractual cash flow characteristics of the financial assets in accordance with NZ IFRS 9: Financial Instruments.

(i) Financial assets and financial liabilities at fair value through profit or loss

These include investments at fair value through profit or loss and derivative instruments. The information about these financial assets and financial liabilities is mainly evaluated on a fair value basis together with other related financial information used to assess the assets' performance and to make decisions.

(ii) Financial assets at amortised cost

These include cash and cash equivalents and receivables.

(iii) Financial liabilities at amortised cost

These represent amounts recognised to be paid in the future for goods and services received. These include outstanding settlements and other accrued expenses.

Recognition, derecognition and measurement

The financial statements for the Funds recognise financial assets and financial liabilities on the date that the Funds become parties to the contractual agreement (trade date).

Financial assets are derecognised when the right to receive cash flows from the financial assets has expired or the Funds have transferred substantially all of the risks and rewards of ownership. Financial liabilities are derecognised when the obligation specified in the contract is discharged, cancelled or expired.

Financial assets and financial liabilities held at fair value through profit or loss are initially recognised at fair value. Transaction costs are expensed as incurred in the Statement of Comprehensive Income. Subsequent to initial recognition, financial assets and financial liabilities are measured at fair value. Gains or losses arising from changes in the fair value of the financial assets and financial liabilities are presented in the Statement of Comprehensive Income within 'net changes in fair value of financial assets and financial liabilities' in the period in which they arise.

Financial assets at amortised cost are measured at amortised cost, using the effective interest method, less an allowance for impairment based on the expected credit losses (ECL).

Financial liabilities at amortised cost are measured at amortised cost using the effective interest method.

Fair value determination

The fair value of financial assets and financial liabilities traded in an active market is based on quoted market prices at the reporting date. The quoted market price used for financial assets by the Funds is the last traded price.

For managed investment trusts where there is no active market, the fair value is determined by the realisable value of the trusts as advised by the investment managers. Fair value is based on the underlying market value on the reporting date.

SUPERLIFE INVEST FUNDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR/PERIOD ENDED 31 MARCH 2021

6. Summary of significant accounting policies (Continued)

For all other financial assets and financial liabilities not traded in an active market the fair value is determined using valuation techniques which include the use of recent comparable arms-length market transactions, reference to the current market value of another similar financial instrument, discounted cash flow analysis and other valuation models making the maximum use of market inputs and keeping judgemental inputs to a minimum.

Offsetting financial assets and financial liabilities

Financial assets and liabilities are offset and the net amount reported in the Statement of Financial Position when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Funds or their counterparties.

(b) Cash and cash equivalents

Cash and cash equivalents ("Cash") means cash at bank, demand deposits and other highly liquid investments. Cash does not include accounts receivables or payables, or any borrowings subject to a term facility.

(c) Foreign currency translation

Foreign currency transactions are translated into the functional currency (NZD) using the exchange rates prevailing at the dates of the transactions.

Foreign exchange gains and losses arising from translation are included in the Statement of Comprehensive Income. Foreign exchange gains and losses relating to financial assets and financial liabilities carried at fair value through profit or loss are presented in the Statement of Comprehensive Income within 'net changes in fair value of financial assets and financial liabilities'.

(d) Dividends and distributions income

Dividends and distributions income are recognised when the right to receive payment is established.

(e) Interest income

Interest income is recognised as the interest accrues using the effective interest method, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial instrument to the net carrying amount of the financial asset.

(f) Units

The Funds issue units, which provide the holder with a beneficial interest in the Funds. The units are issued and redeemed based on the Funds' net asset value per unit at the time of issue or redemption, which is calculated by dividing the net assets attributable to the unitholders by the total number of outstanding units.

The units meet the definition of puttable instruments and are classified as equity instruments under NZ IAS 32 Financial Instruments: Presentation.

(g) Securities lending

The Funds enter into securities lending transactions whereby they lend securities, recognised on the Statement of Financial Position, but retain either all or substantially all of the risk and rewards of the lent securities. As all or substantially all risks and rewards are retained, the lent securities are not derecognised.

(h) Fees and expenses

The Funds incur fees and expenses from a range of services received from various service providers, including reimbursable expenses allowed by the Trust Deed. Fees are accrued as services are rendered.

(i) Taxation

Each of the Funds is a Portfolio Investment Entity ("PIE"). Under the PIE regime, income is effectively taxed in the hands of the unitholders and therefore each of the Funds does not have an income tax liability on its accounts.

SUPERLIFE INVEST FUNDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR/PERIOD ENDED 31 MARCH 2021

6. Summary of significant accounting policies (Continued)

Taxable income is attributed to unitholders in accordance with their proportionate interest in each of the Funds. Income attributed to each unitholder is taxed at the unitholder's Prescribed Investor Rate which is capped at 28%. The tax balance included in the Statement of Financial Position represents PIE tax receivable or payable on behalf of the unitholders.

(j) Goods and services tax (GST)

The Funds are not registered for GST and consequently all components of the financial statements are stated inclusive of GST where appropriate.

(k) Insurance

Insurance claim proceeds in respect of life, medical and disability insurance, are shown as insurance proceeds received from insurers when the money is received. Payments to the unitholders or beneficiaries are shown as benefit payments when the insurance proceeds are paid to the members or beneficiaries.

(l) Changes in accounting policies and accounting standards adopted during the year

(a) Changes in accounting policies

There have been no significant changes in accounting policies during the year. All policies have been applied on a basis consistent with those used in the prior year, except for Total World (NZD Hedged) Fund, which commenced in this period.

(b) New accounting standards adopted

A number of new standards and amendments are effective from 1 April 2020, but they do not have a material impact on the financial statements of the Funds.

- Amendments to IAS 1 and IAS 8: Definition of Material. Effective for annual periods beginning on or after 1 January 2020.
- Amendments to NZ IFRS 9, NZ IAS 39 and NZ IFRS 7: Interest Rate Benchmark Reform. Effective for annual periods beginning on or after 1 January 2020.

(m) Issued but not yet effective accounting standards

The following amendments to standards or interpretations have been issued but not yet effective for the year ended 31 March 2021 and have not been applied in preparing these financial statements.

- Amendments to NZ IFRS 9, NZ IAS 39, NZ IFRS 7, NZ IFRS 4 and NZ IFRS 16: Interest Rate Benchmark Reform - Phase 2. These amendments shall be applied for annual periods beginning on or after 1 January 2021. Early adoption is permitted.

The adoption of the above amendments to standards in future periods is not expected to have a significant impact on the Funds' financial statements.

7. Risk

The Funds' investment activities directly expose them to market risk (market price risk, currency risk and interest rate risk), credit risk, liquidity risk and securities lending risk. Additionally, the Funds are also indirectly exposed to a variety of financial risks including credit, currency, interest rate, market price and liquidity risks through the holding of the investments in managed investment trusts.

The financial risk management disclosures have been prepared on the basis of the Funds' direct investments and not on a full look through basis for the investments held indirectly through the managed investment trusts.

7a. Market risk

Market price risk is the risk of gains or losses from changes in the market price of underlying investments. Currency risk is the risk of gains or losses or changes in the New Zealand dollar value due to changes in foreign exchange rates. Currency risk may be managed by using derivatives to hedge the risk. Interest rate risk is the risk of gains or losses in interest income and capital values from changes in market interest rates.

An analysis of the financial risks arising from the direct investments of the Funds is set out below:

(i). Market price risk

Equity securities held are exposed to market price risk arising from uncertainties about future prices of financial assets. Because the Funds invest in exchange traded funds (ETFs), equity securities and other managed investment trusts, the value of the Funds will move up and down with the market.

A 10% annual increase/decrease in equity prices is considered to be a reasonably likely percentage change based on the historical performance of the underlying investments and represents the exposure to market price risk for the years

SUPERLIFE INVEST FUNDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR/PERIOD ENDED 31 MARCH 2021

7. Risk (Continued)

7a. Market risk (continued)

(i). *Market price risk (continued)*

ended 31 March 2020 and 31 March 2021.

A 10% increase/decrease in prices would have increased/decreased net profit and unitholders funds as shown in the table below:

	SuperLife Income Fund		SuperLife Conservative Fund		SuperLife Balanced Fund		SuperLife Growth Fund		
	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	
Impact of 10% change in market prices +/-	23,706	17,279	8,916	7,043	44,413	33,984	11,337	5,376	
	SuperLife High Growth Fund		UK Cash Fund		Asia Pacific Fund		Europe Fund		
	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	
Impact of 10% change in market prices +/-	62,955	42,517	-	-	781	444	781	563	
	Global Property Fund		Emerging Markets Fund		Total World Fund		Total World (NZD Hedged) Fund	Ethica Fund	
	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2021 \$'000	2020 \$'000
Impact of 10% change in market prices +/-	4,443	4,033	4,306	2,739	2,171	1,216	387	9,478	5,441

(ii). *Currency risk*

The Funds may hold foreign investments and therefore have exposure to currency risk.

A 10% annual strengthening/weakening of the New Zealand dollar is considered to be a reasonably likely percentage change based on historical trends and represents the exposure to currency price risk during the years ended 31 March 2020 and 31 March 2021.

SUPERLIFE INVEST FUNDS

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR/PERIOD ENDED 31 MARCH 2021**

7. Risk (Continued)

7a. Market risk (continued)

(ii). Currency Risk (continued)

A 10% increase/decrease in the value of the New Zealand dollar would have an adverse/favourable impact on the value of the Funds' net assets as follows:

	SuperLife Income Fund		SuperLife Conservative Fund		SuperLife Balanced Fund		SuperLife Growth Fund	
	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
AUD	60	492	376	207	2,482	1,415	779	299
EUR	-	-	132	120	1,514	1,220	535	259
GBP	-	-	47	52	542	528	191	112
JPY	-	-	93	89	1,068	895	375	190
USD	-	-	547	489	6,447	5,123	2,202	1,088
Others	-	-	29	29	332	291	117	62

	SuperLife High Growth Fund		UK Cash Fund		Asia Pacific Fund		Europe Fund	
	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
AUD	5,313	3,213	-	-	-	-	-	-
EUR	3,767	2,615	-	-	-	-	-	-
GBP	1,348	1,131	896	883	-	-	-	-
JPY	2,618	1,916	-	-	-	-	-	-
USD	15,530	10,991	-	-	-	-	-	-
Others	826	625	-	-	-	-	-	-

SUPERLIFE INVEST FUNDS

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR/PERIOD ENDED 31 MARCH 2021**

7. Risk (Continued)

7a. Market risk (continued)

(ii). Currency Risk (continued)

	Global Property Fund		Emerging Markets Fund		Total World Fund		Total World (NZD Hedged) Fund	Ethica Fund	
	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2021 \$'000	2020 \$'000
AUD	2,282	7,786	-	-	-	-	-	1,550	867
EUR	-	-	-	-	-	-	-	-	-
GBP	-	-	-	-	-	-	-	-	-
JPY	-	-	-	-	-	-	-	-	-
USD	-	-	1	-	-	-	-	-	-
Others	-	-	-	-	-	-	-	-	-

(iii). Interest rate risk

The Funds with cash assets have exposure to interest rate risk.

A 1% increase/decrease in interest rates, which is a reasonable expected movement based on historic rate trends, would have an impact on the value of the Funds' net assets as follows:

	SuperLife Income Fund		SuperLife Conservative Fund		SuperLife Balanced Fund		SuperLife Growth Fund	
	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
Impact of 1% change in interest rate +/-)	5	-	16	13	49	71	13	26

	SuperLife High Growth Fund		UK Cash Fund		Asia Pacific Fund		Europe Fund	
	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
Impact of 1% change in interest rate +/-)	60	141	90	89	-	-	-	-

SUPERLIFE INVEST FUNDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR/PERIOD ENDED 31 MARCH 2021

7. Risk (Continued)

7a. Market risk (continued)

(iii). Interest rate risk (continued)

	Global Property Fund		Emerging Markets Fund		Total World Fund		Total World (NZD Hedged) Fund	Ethica Fund	
	2021	2020	2021	2020	2021	2020	2021	2021	2020
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Impact of 1% change in interest rate +/-	3	2	3	4	1	-	-	11	16

7b. Credit risk

The Funds are exposed to the potential risk of financial loss resulting from the failure of counterparties to fully honour the terms of conditions of a contract with the Funds. The maximum credit risk of financial assets is considered to be their carrying value. The balance does not represent the maximum risk exposure that would arise in the future as a result of changes in values, but best represents the current maximum exposure at the reporting date. Financial assets that subject the Funds to credit risk consist of cash, receivables and derivatives. The analysis below summarises the credit quality of the Funds' exposure rated externally by Standard & Poor's.

	SuperLife Income Fund		SuperLife Conservative Fund		SuperLife Balanced Fund		SuperLife Growth Fund	
	2021	2020	2021	2020	2021	2020	2021	2020
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
AAA to AA-	583	1,749	1,717	1,419	5,613	7,140	1,540	2,606
A+ to A-	-	-	-	-	-	-	-	-

	SuperLife High Growth Fund		UK Cash Fund		Asia Pacific Fund		Europe Fund	
	2021	2020	2021	2020	2021	2020	2021	2020
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
AAA to AA-	7,551	14,150	91	98	6	-	27	1
A+ to A-	-	-	8,957	8,828	-	-	-	-

SUPERLIFE INVEST FUNDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR/PERIOD ENDED 31 MARCH 2021

7. Risk (Continued)

7b. Credit risk (continued)

	Global Property Fund		Emerging Markets Fund		Total World Fund		Total World (NZD Hedged) Fund	Ethica Fund	
	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2021 \$'000	2020 \$'000
AAA to AA-	301	1,374	345	379	81	-	24	1,120	1,564
A+ to A-	-	-	-	-	-	-	-	-	-

7c. Liquidity risk

In accordance with the Funds' policy, the Manager monitors the Funds' liquidity position on a daily basis. Liquidity management is designed to ensure that the Funds have the ability to generate sufficient cash in a timely manner to meet their financial commitments and normal levels of redemptions. The Manager regularly monitors market volatility and redemption levels to establish each fund's appropriate liquidity level. In the event of abnormal levels of redemptions, timing of payments may depend on the ability of the particular fund to realise its underlying investments on a timely basis.

The Funds continue to maintain appropriate levels of liquidity and meet their normal redemption obligations in the rapidly changing COVID-19 environment.

7d. Security lending risk

A number of possible risks arise from the Funds' securities lending program. These include, but are not limited to, the risk that a borrower of securities fails to deliver equivalent securities on termination of a loan and the risk that the lending contract will for whatever reason not be legally enforceable.

In order to limit the Funds' exposure to risk that may arise from securities lending, there is a limitation on the value of securities lent at any point in time and a requirement that collateral be held by the custodian.

As at 31 March 2021, SuperLife Income Fund had 40,000 units for value \$132,960 on loan (31 March 2020: nil) and SuperLife High Growth Fund had 949,600 units for value \$3,347,062 on loan (31 March 2020: nil).

7e. Capital management

Net assets attributable to unitholders are considered to be the Funds' capital for the purposes of capital management and the Funds do not have to comply with externally imposed capital requirements. The Funds' objectives when managing capital are to safeguard the ability to continue as a going concern in order to provide returns to unitholders as well as ensuring the net assets attributable to unitholders are sufficient to meet all present and future obligations. In order to meet the objectives for capital management, the Manager reviews the performance of the Funds on a regular basis.

SUPERLIFE INVEST FUNDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR/PERIOD ENDED 31 MARCH 2021

8. Fair value of financial assets and financial liabilities

Financial assets and financial liabilities measured at fair value are categorised across the following 3 levels based on the degree to which their fair value is observable, Level 1 - Fair value measurements are derived from quoted prices (unadjusted) in active markets for identical assets or liabilities; Level 2 - Fair value measurements are derived from inputs other than quoted prices included within Level 1 that are observable either directly or indirectly; Level 3 - Fair value measurements are derived from valuation methods that include inputs that are not based on observable market data.

The fair value for investments in underlying ETFs, listed managed investment trusts and equities is based on their last traded price and defined as Level 1. Fair value for investments in unlisted managed investment trusts is based on their NAV (net asset value)/mid-price, and categorised as Level 2 in the hierarchy. Forward foreign exchange contracts are marked to market at the currency forward exchange rate at the reporting date for contracts with similar maturity and risk profiles and categorised as Level 2.

There were no transfers between levels during the year/period ended 31 March 2021 (31 March 2020: the same).

The COVID-19 outbreak which was declared a global pandemic by the World Health Organisation in March 2020 caused widespread uncertainty across global economies and the market impact of this is reflected in the value of the investments disclosed in the financial statements as at 31 March 2020 and 31 March 2021. Since 31 March 2020, the value of the investments have shown evidence of recovery.

There was no impact on the categorisation of investments held in accordance with the fair value hierarchy as at 31 March 2021 and this remains as disclosed above.

	SuperLife Income Fund						SuperLife Conservative Fund					
	2021			2020			2021			2020		
	Level 1	Level 2	Total	Level 1	Level 2	Total	Level 1	Level 2	Total	Level 1	Level 2	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Financial assets at fair value through profit or loss												
<i>Investments:</i>												
ETFs	161,432	-	161,432	116,381	-	116,381	66,461	-	66,461	52,292	-	52,292
Listed equities and managed investment trusts	-	-	-	-	-	-	-	-	-	39	-	39
Unlisted managed investment trusts	-	75,623	75,623	-	56,411	56,411	-	22,696	22,696	-	18,101	18,101
	161,432	75,623	237,055	116,381	56,411	172,792	66,461	22,696	89,157	52,331	18,101	70,432
<i>Derivative financial instruments</i>												
Forward foreign exchange contracts	-	78	78	-	1,749	1,749	-	80	80	-	113	113
	-	78	78	-	1,749	1,749	-	80	80	-	113	113
Financial liabilities at fair value through profit or loss												
<i>Derivative financial instruments</i>												
Forward foreign exchange contracts	-	-	-	-	615	615	-	2	2	-	318	318
	-	-	-	-	615	615	-	2	2	-	318	318

SUPERLIFE INVEST FUNDS

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR/PERIOD ENDED 31 MARCH 2021**

8. Fair value of financial assets and financial liabilities (Continued)

	SuperLife Balanced Fund						SuperLife Growth Fund					
	2021			2020			2021			2020		
	Level 1 \$'000	Level 2 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Total \$'000
Financial assets at fair value through profit or loss												
<i>Investments:</i>												
ETFs	373,905	-	373,905	281,488	-	281,488	102,396	-	102,396	48,217	-	48,217
Listed equities and managed investment trusts	-	-	-	635	-	635	-	-	-	111	-	111
Unlisted managed investment trusts	-	70,228	70,228	-	57,719	57,719	-	10,977	10,977	-	5,434	5,434
	<u>373,905</u>	<u>70,228</u>	<u>444,133</u>	<u>282,123</u>	<u>57,719</u>	<u>339,842</u>	<u>102,396</u>	<u>10,977</u>	<u>113,373</u>	<u>48,328</u>	<u>5,434</u>	<u>53,762</u>
<i>Derivative financial instruments</i>												
Forward foreign exchange contracts	-	710	710	-	-	-	-	233	233	-	-	-
	<u>-</u>	<u>710</u>	<u>710</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>233</u>	<u>233</u>	<u>-</u>	<u>-</u>	<u>-</u>
Financial liabilities at fair value through profit or loss												
<i>Derivative financial instruments</i>												
Forward foreign exchange contracts	-	23	23	-	1,668	1,668	-	8	8	-	273	273
	<u>-</u>	<u>23</u>	<u>23</u>	<u>-</u>	<u>1,668</u>	<u>1,668</u>	<u>-</u>	<u>8</u>	<u>8</u>	<u>-</u>	<u>273</u>	<u>273</u>

SUPERLIFE INVEST FUNDS

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR/PERIOD ENDED 31 MARCH 2021**

8. Fair value of financial assets and financial liabilities (Continued)

	SuperLife High Growth Fund					
	2021			2020		
	Level 1 \$'000	Level 2 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Total \$'000
Financial assets at fair value through profit or loss						
<i>Investments:</i>						
ETFs	606,210	-	606,210	407,832	-	407,832
Listed equities and managed investment trusts	-	-	-	1,317	-	1,317
Unlisted managed investment trusts	-	23,337	23,337	-	16,019	16,019
	<u>606,210</u>	<u>23,337</u>	<u>629,547</u>	<u>409,149</u>	<u>16,019</u>	<u>425,168</u>
<i>Derivative financial instruments</i>						
Forward foreign exchange contracts	-	1,577	1,577	-	-	-
	<u>-</u>	<u>1,577</u>	<u>1,577</u>	<u>-</u>	<u>-</u>	<u>-</u>
Financial liabilities at fair value through profit or loss						
<i>Derivative financial instruments</i>						
Forward foreign exchange contracts	-	58	58	-	2,315	2,315
	<u>-</u>	<u>58</u>	<u>58</u>	<u>-</u>	<u>2,315</u>	<u>2,315</u>

	Asia Pacific Fund						Europe Fund					
	2021			2020			2021			2020		
	Level 1 \$'000	Level 2 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Total \$'000
Financial assets at fair value through profit or loss												
<i>Investments :</i>												
ETFs	7,809	-	7,809	4,440	-	4,440	7,807	-	7,807	5,632	-	5,632
	<u>7,809</u>	<u>-</u>	<u>7,809</u>	<u>4,440</u>	<u>-</u>	<u>4,440</u>	<u>7,807</u>	<u>-</u>	<u>7,807</u>	<u>5,632</u>	<u>-</u>	<u>5,632</u>

SUPERLIFE INVEST FUNDS

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR/PERIOD ENDED 31 MARCH 2021**

8. Fair value of financial assets and financial liabilities (Continued)

	Global Property Fund						Emerging Markets Fund					
	2021			2020			2021			2020		
	Level 1 \$'000	Level 2 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Total \$'000
Financial assets at fair value through profit or loss												
<i>Investments :</i>												
ETFs	22,619	-	22,619	20,931	-	20,931	43,060	-	43,060	27,392	-	27,392
Unlisted managed investment trusts	-	21,812	21,812	-	19,400	19,400	-	-	-	-	-	-
	<u>22,619</u>	<u>21,812</u>	<u>44,431</u>	<u>20,931</u>	<u>19,400</u>	<u>40,331</u>	<u>43,060</u>	<u>-</u>	<u>43,060</u>	<u>27,392</u>	<u>-</u>	<u>27,392</u>
<i>Derivative financial instruments</i>												
Forward foreign exchange contracts	-	34	34	-	1,164	1,164	-	-	-	-	-	-
	<u>-</u>	<u>34</u>	<u>34</u>	<u>-</u>	<u>1,164</u>	<u>1,164</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Financial liabilities at fair value through profit or loss												
<i>Derivative financial instruments</i>												
Forward foreign exchange contracts	-	-	-	-	328	328	-	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>328</u>	<u>328</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	Total World Fund						Total World (NZD Hedged) Fund					
	2021			2020			2021			2020		
	Level 1 \$'000	Level 2 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Total \$'000
Financial assets at fair value through profit or loss												
<i>Investments :</i>												
ETFs	21,713	-	21,713	12,163	-	12,163	3,866	-	3,866	-	-	-
	<u>21,713</u>	<u>-</u>	<u>21,713</u>	<u>12,163</u>	<u>-</u>	<u>12,163</u>	<u>3,866</u>	<u>-</u>	<u>3,866</u>	<u>-</u>	<u>-</u>	<u>-</u>

SUPERLIFE INVEST FUNDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR/PERIOD ENDED 31 MARCH 2021

8. Fair value of financial assets and financial liabilities (Continued)

	Ethica Fund					
	2021			2020		
	Level 1 \$'000	Level 2 \$'000	Total \$'000	Level 1 \$'000	Level 2 \$'000	Total \$'000
Financial assets at fair value through profit or loss						
<i>Investments :</i>						
ETFs	16,155	-	16,155	8,997	-	8,997
Listed equities and managed investment trusts	-	-	-	59	-	59
Unlisted managed investment trusts	-	78,621	78,621	-	45,358	45,358
	<u>16,155</u>	<u>78,621</u>	<u>94,776</u>	<u>9,056</u>	<u>45,358</u>	<u>54,414</u>

9. Resettlements

Effective 11:59pm on 31 March 2019 the Funds received assets and liabilities as a result of the resettlement of the SuperLife Invest Managed Investment Scheme into 37 distinct segregated funds (standalone funds). The value of the resettled assets and liabilities included in the financial statements for the year ended 31 March 2020 are presented in the table below:

	SuperLife Income Fund 2020 \$'000	SuperLife Conservative Fund 2020 \$'000	SuperLife Balanced Fund 2020 \$'000	SuperLife Growth Fund 2020 \$'000
Financial assets at fair value	172,996	54,107	363,170	49,532
Cash and cash equivalents	1,908	396	3,174	457
Receivables	38	17	162	42
Payables	(83)	(35)	(142)	(18)
	<u>174,859</u>	<u>54,485</u>	<u>366,364</u>	<u>50,013</u>

	SuperLife High Growth Fund 2020 \$'000	UK Cash Fund 2020 \$'000	Asia Pacific Fund 2020 \$'000	Europe Fund 2020 \$'000
Financial assets at fair value	439,759	-	4,669	6,393
Cash and cash equivalents	4,932	10,986	-	-
Receivables	338	77	2	2
Payables	(188)	(53)	(2)	(2)
	<u>444,841</u>	<u>11,010</u>	<u>4,669</u>	<u>6,393</u>

SUPERLIFE INVEST FUNDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR/PERIOD ENDED 31 MARCH 2021

9. Resettlements (Continued)

	Global Property Fund 2020 \$'000	Emerging Markets Fund 2020 \$'000	Total World Fund 2020 \$'000	Ethica Fund 2020 \$'000
Financial assets at fair value	50,629	30,176	8,979	49,606
Cash and cash equivalents	810	133	-	1,479
Receivables	7	20	4	95
Payables	<u>(58)</u>	<u>(1)</u>	<u>(3)</u>	<u>(86)</u>
	<u>51,388</u>	<u>30,328</u>	<u>8,980</u>	<u>51,094</u>

10. Units on issue ('000 units)

	SuperLife Income Fund		SuperLife Conservative Fund		SuperLife Balanced Fund		SuperLife Growth Fund	
	2021 Units '000	2020 Units '000	2021 Units '000	2020 Units '000	2021 Units '000	2020 Units '000	2021 Units '000	2020 Units '000
Opening balance	174,297	-	76,497	-	378,683	-	62,705	-
Units issued due to Funds unitisation on 15 July 2019	-	190,152	-	59,445	-	387,088	-	59,447
Subscriptions from unitholders	146,069	30,366	48,229	32,328	77,600	34,438	52,904	17,205
Redemptions by unitholders	<u>(87,454)</u>	<u>(46,221)</u>	<u>(38,291)</u>	<u>(15,276)</u>	<u>(49,842)</u>	<u>(42,843)</u>	<u>(13,699)</u>	<u>(13,947)</u>
Closing balance	<u>232,912</u>	<u>174,297</u>	<u>86,435</u>	<u>76,497</u>	<u>406,441</u>	<u>378,683</u>	<u>101,910</u>	<u>62,705</u>

SUPERLIFE INVEST FUNDS

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR/PERIOD ENDED 31 MARCH 2021**

10. Units on issue ('000 units) (Continued)

	SuperLife High Growth Fund		UK Cash Fund		Asia Pacific Fund		Europe Fund		
	2021 Units '000	2020 Units '000	2021 Units '000	2020 Units '000	2021 Units '000	2020 Units '000	2021 Units '000	2020 Units '000	
Opening balance	515,432	-	8,042	-	4,595	-	6,290	-	
Units issued due to Funds unitisation on 15 July 2019	-	487,954	-	11,605	-	4,899	-	6,658	
Subscriptions from unitholders	161,530	78,593	5,757	1,211	6,368	1,547	6,214	1,598	
Redemptions by unitholders	<u>(122,587)</u>	<u>(51,115)</u>	<u>(5,135)</u>	<u>(4,774)</u>	<u>(4,399)</u>	<u>(1,851)</u>	<u>(5,423)</u>	<u>(1,966)</u>	
Closing balance	<u>554,375</u>	<u>515,432</u>	<u>8,664</u>	<u>8,042</u>	<u>6,564</u>	<u>4,595</u>	<u>7,081</u>	<u>6,290</u>	

	Global Property Fund		Emerging Markets Fund		Total World Fund		Total World (NZD Hedged) Fund Period ended	Ethica Fund	
	2021 Units '000	2020 Units '000	2021 Units '000	2020 Units '000	2021 Units '000	2020 Units '000	2021 Units '000	2021 Units '000	2020 Units '000
Opening balance	53,557	-	30,488	-	13,137	-	-	60,769	-
Units issued due to Funds unitisation on 15 July 2019	-	54,649	-	32,804	-	10,665	-	-	56,512
Subscriptions from unitholders	5,465	11,081	16,092	3,571	9,368	4,258	3,763	28,915	14,877
Redemptions by unitholders	<u>(12,301)</u>	<u>(12,173)</u>	<u>(9,335)</u>	<u>(5,887)</u>	<u>(4,717)</u>	<u>(1,786)</u>	<u>(588)</u>	<u>(8,278)</u>	<u>(10,620)</u>
Closing balance	<u>46,721</u>	<u>53,557</u>	<u>37,245</u>	<u>30,488</u>	<u>17,788</u>	<u>13,137</u>	<u>3,175</u>	<u>81,406</u>	<u>60,769</u>

SUPERLIFE INVEST FUNDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR/PERIOD ENDED 31 MARCH 2021

11. Reconciliation of net profit/(loss) to net cash flows from operating activities

	SuperLife Income Fund		SuperLife Conservative Fund		SuperLife Balanced Fund		SuperLife Growth Fund	
	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
Net profit /(loss)	5,919	2,990	9,552	(2,273)	82,956	(26,100)	19,966	(7,200)
<i>Adjustments for:</i>								
Payments for the purchase of investments and derivatives	(94,918)	(46,198)	(29,736)	(24,410)	(81,480)	(68,856)	(55,925)	(19,809)
Proceeds from sale of investments and derivatives	27,119	44,064	17,345	4,146	42,028	66,576	12,210	9,743
Realised loss/(gain) on investments and derivatives	2,147	1,212	(104)	334	(5,123)	13,071	(1,812)	3,761
Unrealised loss/(gain) on investments and derivatives	4,224	3,606	(5,517)	4,295	(63,315)	27,179	(15,616)	5,521
Foreign exchange (gain)/loss	(41)	115	(23)	59	(62)	322	(13)	34
Non cash distributions	(1,738)	(3,728)	(705)	(1,198)	(3,891)	(8,099)	(894)	(1,265)
Increase in receivables	(3,012)	(414)	(923)	(125)	(2,783)	(432)	(548)	(50)
Increase/(decrease) in payables	19	50	2	15	29	88	5	12
Movement in resettled receivables and payables	-	(15)	-	2	-	24	-	10
Net cash flows from operating activities	<u>(60,281)</u>	<u>1,682</u>	<u>(10,109)</u>	<u>(19,155)</u>	<u>(31,641)</u>	<u>3,773</u>	<u>(42,627)</u>	<u>(9,243)</u>

	SuperLife High Growth Fund		UK Cash Fund		Asia Pacific Fund		Europe Fund	
	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
Net profit /(loss)	170,499	(60,619)	(507)	699	1,322	(17)	1,397	(219)
<i>Adjustments for:</i>								
Payments for the purchase of investments and derivatives	(280,207)	(82,071)	-	-	(6,043)	(2,091)	(5,573)	(1,986)
Proceeds from sale of investments and derivatives	227,147	42,085	-	-	3,947	2,247	4,776	2,410
Realised loss/(gain) on investments and derivatives	(31,463)	32,182	-	-	(193)	(1)	1	(101)
Unrealised loss/(gain) on investments and derivatives	(127,233)	44,893	-	-	(978)	194	(1,282)	545
Foreign exchange (gain)/loss	-	218	472	(722)	-	-	-	-
Non cash distributions	(6,324)	(10,533)	-	-	(103)	(120)	(98)	(107)
Increase in receivables	(1,080)	(210)	(5)	(2)	(18)	(5)	(18)	(6)
Increase/(decrease) in payables	56	101	30	15	1	1	-	1
Movement in resettled receivables and payables	-	86	-	(5)	-	-	-	-
Net cash flows from operating activities	<u>(48,605)</u>	<u>(33,868)</u>	<u>(10)</u>	<u>(15)</u>	<u>(2,065)</u>	<u>208</u>	<u>(797)</u>	<u>537</u>

SUPERLIFE INVEST FUNDS

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR/PERIOD ENDED 31 MARCH 2021**

11. Reconciliation of net profit/(loss) to net cash flows from operating activities (Continued)

	Global Property Fund		Emerging Markets Fund		Total World Fund		Total World (NZD Hedged) Fund	Ethica Fund	
	2021	2020	2021	2020	2021	2020	2021	2021	2020
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Net profit /(loss)	10,992	(9,349)	8,218	(1,391)	4,587	(383)	275	17,871	(3,180)
<i>Adjustments for:</i>									
Payments for the purchase of investments and derivatives	(14,942)	(39,022)	(12,790)	(5,789)	(8,188)	(6,017)	(4,171)	(27,106)	(17,561)
Proceeds from sale of investments and derivatives	19,561	39,237	5,147	6,862	3,202	2,370	581	2,554	8,075
Realised loss/(gain) on investments and derivatives	2,650	(548)	(321)	(81)	(209)	(107)	(19)	9	287
Unrealised loss/(gain) on investments and derivatives	(11,524)	10,607	(7,178)	2,395	(4,080)	1,026	(244)	(16,069)	4,989
Foreign exchange (gain)/loss	(15)	160	1	-	-	-	-	5	5
Non cash distributions	-	-	(527)	(604)	(275)	(457)	(13)	(123)	(188)
Increase in receivables	(901)	(44)	(9)	(14)	(20)	(9)	(3)	(176)	(112)
Increase/(decrease) in payables	39	43	2	6	9	1	1	108	58
Movement in resettled receivables and payables	-	(11)	-	18	-	-	-	-	76
Net cash flows from operating activities	<u>5,860</u>	<u>1,073</u>	<u>(7,457)</u>	<u>1,402</u>	<u>(4,974)</u>	<u>(3,576)</u>	<u>(3,593)</u>	<u>(22,927)</u>	<u>(7,551)</u>

SUPERLIFE INVEST FUNDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR/PERIOD ENDED 31 MARCH 2021

12. Related party transactions

12a. Manager's fees

The Manager is entitled to receive an administration fee of \$12 per annum for each unitholder and a paper statements fee of \$18 per annum for each unitholder who has chosen to receive statements and other communications in paper form. The Manager also receives an insurance administration fee for arranging insurance cover as agreed between the unitholder and the Manager.

The administration fee, paper statements fee and fixed dollar part of the insurance administration fee disclosed below are stated net of an income tax deduction applied in calculating the unitholder's PIE tax payable. The relevant gross fees, which is calculated using the unitholder's Prescribed Investor Rate, are paid to the Manager.

Fund expenses disclosed in the Statement of Comprehensive Income represent regular fund charges which are a percentage per annum of the net asset value of the respective fund plus transaction costs. This includes fees and costs charged by the supervisor, custodian, administrator, any fee due at the investment level, regulatory and compliance costs. Of the total fund expenses, the Manager receives any remaining amounts due after all fees and costs are paid. In the event that fees and costs of a fund exceed the regular fund charges, this shortfall is covered by the Manager.

The fees paid to the Manager for the year and total amounts due to or from the Manager are as follows:

	SuperLife Income Fund		SuperLife Conservative Fund		SuperLife Balanced Fund		SuperLife Growth Fund	
	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
Manager's fee - administration fee	4	3	2	1	4	3	4	4
Manager's fee - percentage of assets/shortfall covered by manager	7	194	(24)	59	15	443	(33)	63
Manager's fee - percentage of assets - remaining as payable/(receivable) at year end	7	9	(24)	(1)	15	3	(33)	(5)

	SuperLife High Growth Fund		UK Cash Fund		Asia Pacific Fund		Europe Fund	
	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
Manager's fee - administration fee	9	8	-	-	-	-	-	-
Manager's fee - percentage of assets/shortfall covered by manager	(70)	582	24	34	(17)	2	(17)	3
Manager's fee - percentage of assets - remaining as payable/(receivable) at year end	(70)	(13)	24	10	(17)	5	(17)	(6)

SUPERLIFE INVEST FUNDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR/PERIOD ENDED 31 MARCH 2021

12. Related party transactions (Continued)

12a. Manager's fees (Continued)

	Global Property Fund		Emerging Markets Fund		Total World Fund		Total World (NZD Hedged) Fund	Ethica Fund	
	2021	2020	2021	2020	2021	2020	2021	2021	2020
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Manager's fee - administration fee	1	1	-	2	-	-	-	3	2
Manager's fee - percentage of assets/shortfall covered by manager	31	88	(8)	31	(12)	-	(7)	94	95
Manager's fee - percentage of assets - remaining as payable/(receivable) at year end	31	24	(8)	(1)	(12)	(9)	(7)	94	43

12b. Securities lending

The Funds have entered into securities lending agreements with various market participants and the Manager. The Funds earn fifty percent of the total fee earned from the securities lending agreements and the remaining fifty percent will be income due to the Manager. There were fees earned by the Funds and the Manager for the year ended 31 March 2021, the only fund to receive more than \$500 was SuperLife High Growth Fund which received \$1,000 (31 March 2020: \$1,000).

Refer to note 7d for the value of securities lent.

12c. Other related party transactions

SuperLife Conservative Fund, SuperLife Balance Fund, SuperLife Growth Fund and SuperLife High Growth Fund are substantial shareholders in Wellington Drive Technologies Limited. The table below shows the shares acquired, shares disposed and closing balances in units and dollars.

	SuperLife Conservative Fund		SuperLife Balanced Fund		SuperLife Growth Fund		SuperLife High Growth Fund	
	2021	2020	2021	2020	2021	2020	2021	2020
	Units '000	Units '000	Units '000	Units '000	Units '000	Units '000	Units '000	Units '000
Opening balance	317	-	5,188	-	910	-	10,757	-
Shares acquired	-	723	-	11,813	-	2,072	-	24,494
Shares disposed	(317)	(406)	(5,188)	(6,625)	(910)	(1,162)	(10,757)	(13,737)
Total shares	-	317	-	5,188	-	910	-	10,757

SUPERLIFE INVEST FUNDS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR/PERIOD ENDED 31 MARCH 2021

12. Related party transactions (Continued)

12c. Other related party transactions (Continued)

	SuperLife Conservative Fund		SuperLife Balanced Fund		SuperLife Growth Fund		SuperLife High Growth Fund	
	2021	2020	2021	2020	2021	2020	2021	2020
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Opening balance	28	-	462	-	81	-	957	-
Shares acquired	-	188	-	3,071	-	539	-	6,368
Shares disposed	(19)	(57)	(314)	(927)	(55)	(163)	(651)	(1,921)
Change in value	(9)	(103)	(148)	(1,682)	(26)	(295)	(306)	(3,490)
Total value	<u>-</u>	<u>28</u>	<u>-</u>	<u>462</u>	<u>-</u>	<u>81</u>	<u>-</u>	<u>957</u>

13. Audit fees

The fee paid (reported in whole dollars) for the financial statements audit for each fund for the year ended 31 March 2021 was \$3,623 (31 March 2020: \$3,450). The fee paid for other assurance and registry compliance audit fees for each fund for the year ended 31 March 2021 was \$436 (31 March 2020: \$604).

14. Commitments and contingencies

There are no material liabilities, collateral or capital commitments as at 31 March 2021 (31 March 2020: nil).

15. Subsequent events

There have been no further material events after the reporting date that require adjustments to or disclosures in the financial statements.



Independent Auditor's Report

To the unitholders of:

- SuperLife Income Fund
- SuperLife Conservative Fund
- SuperLife Balanced Fund
- SuperLife Growth Fund
- SuperLife High Growth Fund
- UK Cash Fund
- Asia Pacific Fund
- Europe Fund
- Global Property Fund
- Emerging Markets Fund
- Total World Fund
- Total World (NZD Hedged) Fund
- Ethica Fund

(Collectively referred to as the "Funds")

Report on the audit of the financial statements of the Funds

Opinion

In our opinion, the accompanying financial statements of the Funds on pages 2 to 35:

- i. present fairly in all material respects the Funds' financial position as at 31 March 2021 and their financial performance and cash flows for the year ended on that date; and
- ii. comply with New Zealand Equivalents to International Financial Reporting Standards.

We have audited the accompanying financial statements which comprise:

- the statements of financial position as at 31 March 2021;
- the statements of comprehensive income, statements of changes in net assets attributable to unitholders and cash flows for the year then ended; and
- notes, including a summary of significant accounting policies and other explanatory information.



Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (New Zealand) ('ISAs (NZ)'). We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

We are independent of the Funds in accordance with Professional and Ethical Standard 1 International Code of Ethics for Assurance Practitioners (Including International Independence Standards) (New Zealand) issued by the New Zealand Auditing and Assurance Standards Board and the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) ('IESBA Code'), and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code.



Our responsibilities under ISAs (NZ) are further described in the auditor's responsibilities for the audit of the financial statements section of our report.

Our firm has also provided other services to Smartshares Limited (the "Manager") for statutory audit, controls assurance and registry assurance. The provision of these other services has not impaired our independence as auditor of the Funds. Subject to certain restrictions, partners and employees of our firm may also deal with the Funds on normal terms within the ordinary course of trading activities of the business of the Funds. These matters have not impaired our independence as auditor of the Funds. The firm has no other relationship with, or interest in, the Funds.

Materiality

The scope of our audit was influenced by our application of materiality. Materiality helped us to determine the nature, timing and extent of our audit procedures and to evaluate the effect of misstatements, both individually and on the financial statements as a whole. The materiality for the financial statements as a whole was set with reference to a benchmark of Funds' total assets. We chose the benchmark because, in our view, this is a key measure of the Funds' performance.

Key audit matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements in the current period. We summarise below those matters and our key audit procedures to address those matters in order that the unitholders as a body may better understand the process by which we arrived at our audit opinion. Our procedures were undertaken in the context of and solely for the purpose of our statutory audit opinion on the financial statements as a whole and we do not express discrete opinions on separate elements of the financial statements

The key audit matter

How the matter was addressed in our audit

Valuation and existence of investments

Refer to Note 8 of the Funds' financial statements. The Funds' portfolio of investments makes up majority of total assets. We do not consider these investments to be at high risk of significant misstatement or be subject to a significant level of judgement. However, due to their materiality in the context of the financial statements as a whole, they are considered to be the area which had the greatest effect on our overall audit strategy and allocation of resources in planning and completing our audit.

Our audit procedures included:

- documenting and understanding the processes in place to record investment transactions and to value the portfolio. This included evaluating the control environment in place at the administration manager by obtaining and reading a report issued by an independent auditor on the design and operation of those controls to and where necessary performed additional testing of these controls to 31 March.
- agreeing the exit price of the investments to independent third-party sources.
- agreeing investment holdings to confirmations received from the custodian.

We did not identify any material differences in relation to the carrying amount of investments.

Other information

The Manager, on behalf of the Funds, is responsible for the other information included in the Funds's Annual Report. Other information includes the details and changes to the Funds and other information. Our opinion on the financial statements does not cover any other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Use of this independent auditor's report

This independent auditor's report is made solely to the unitholders as a body. Our audit work has been undertaken so that we might state to the unitholders those matters we are required to state to them in the independent auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the unitholders as a body for our audit work, this independent auditor's report, or any of the opinions we have formed.

Responsibilities of the Manager for the financial statements

The Manager, on behalf of the Funds, is responsible for:

- the preparation and fair presentation of the financial statements in accordance with generally accepted accounting practice in New Zealand (being New Zealand Equivalents to International Financial Reporting Standards);
- implementing necessary internal control to enable the preparation of a set of financial statements that is fairly presented and free from material misstatement, whether due to fraud or error; and
- assessing the ability to continue as a going concern. This includes disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless they either intend to liquidate or to cease operations or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objective is:

- to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error; and
- to issue an independent auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs NZ will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error. They are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of these financial statements is located at the External Reporting Board (XRB) website at:



<http://www.xrb.govt.nz/standards-for-assurance-practitioners/auditors-responsibilities/audit-report-2/>

This description forms part of our independent auditor's report.

The engagement partner on the audit resulting in this independent auditor's report is Graeme Edwards

For and on behalf of

A handwritten signature in blue ink that reads 'KPMG'.

KPMG
Wellington
28 July 2021



SUPERLIFE INVEST FUNDS

PART 5

SCHRODER REAL RETURN PIE

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021**

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SCHRODER REAL RETURN PIE

Manager	Smartshares Limited
Registered Office	Level 1 NZX Centre 11 Cable Street, Wellington 6140 New Zealand
Investor enquiries	Smartshares Limited PO Box 105262 Auckland 1143 Telephone: 0800 27 87 37 Email: superlife@superlife.co.nz
Licensed Supervisor	Public Trust
Administrator and Custodian	BNP Paribas Fund Services Australasia Pty Limited, New Zealand branch
Auditor	KPMG

SCHRODER REAL RETURN PIE

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 MARCH 2021

	Note	Year ended 31 March 2021	Year ended 31 March 2020 As restated (Refer Note 4)
		\$	\$
Income			
Distributions		49,932	59,164
Interest income		120	2,574
Net changes in fair value of financial assets and financial liabilities		838,882	(459,521)
Other foreign exchange losses		<u>(17)</u>	<u>(14)</u>
Net income		<u>888,917</u>	<u>(397,797)</u>
Expenses			
Fund expenses	11	<u>(27,719)</u>	<u>(4,183)</u>
Total expenses		<u>(27,719)</u>	<u>(4,183)</u>
Net profit/(loss)		861,198	(401,980)
Other comprehensive income		<u>-</u>	<u>-</u>
Total comprehensive income/(loss)		<u>861,198</u>	<u>(401,980)</u>

The accompanying notes form part of and should be read in conjunction with these financial statements.

SCHRODER REAL RETURN PIE

STATEMENT OF CHANGES IN UNITHOLDERS' FUNDS FOR THE YEAR ENDED 31 MARCH 2021

	Year ended 31 March 2021	Year ended 31 March 2020 As restated (Refer Note 4)
	\$	\$
Opening value	4,094,655	1,524,539
Total comprehensive income/(loss)	861,198	(401,980)
Subscriptions	6,551,009	3,597,592
Redemptions	(156,198)	(594,425)
Redemptions - administration fees	(47,914)	(31,071)
	<u>6,346,897</u>	<u>2,972,096</u>
Closing value	<u>11,302,750</u>	<u>4,094,655</u>

The accompanying notes form part of and should be read in conjunction with these financial statements.

SCHRODER REAL RETURN PIE

**STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2021**

	Note	As at 31 March 2021 \$	As at 31 March 2020 As restated (Refer Note 4) \$
Assets			
Cash at bank		286,373	1,025,229
Other receivables		7,783	-
Financial assets at fair value			
Investments in equities	8	<u>11,046,140</u>	<u>3,082,714</u>
Total assets		11,340,296	4,107,943
Liabilities			
Bank overdraft		-	(633)
Fund expenses payable		<u>(37,546)</u>	<u>(12,655)</u>
Total liabilities		(37,546)	(13,288)
Net assets of your Fund		<u>11,302,750</u>	<u>4,094,655</u>

For and on behalf of the Manager, Smartshares Limited, which authorised the issue of the financial statements on 28 July 2021.



Director



Director

The accompanying notes form part of and should be read in conjunction with these financial statements.

SCHRODER REAL RETURN PIE

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 MARCH 2021

	Year ended 31 March 2021	Year ended 31 March 2020
	\$	\$
Cash flows from operating activities		
Distributions received	49,932	59,516
Interest income received	120	2,697
Sale of investments	4,770,196	435,114
Other income received	(7,783)	-
Fund expenses paid	(2,705)	(2,223)
Interest expense paid	(123)	-
Purchase of investments	<u>(9,214,031)</u>	<u>(3,206,345)</u>
Net operating cash flows	10	(2,711,241)
Cash flows from financing activities		
Subscriptions	3,870,277	3,597,592
Redemptions	(156,198)	(594,425)
Redemptions - administration fees	<u>(47,914)</u>	<u>(31,071)</u>
Net financial cash flows	<u>3,666,165</u>	<u>2,972,096</u>
Net (decrease)/increase in cash and cash equivalents held	(738,229)	260,855
Cash and cash equivalents at the beginning of the year	1,024,596	763,747
Effect of exchange rate fluctuations on cash and cash equivalents	<u>6</u>	<u>(6)</u>
Cash and cash equivalents at the end of the year	<u><u>286,373</u></u>	<u><u>1,024,596</u></u>
Cash and cash equivalents comprise of:		
Cash at bank	286,373	1,025,229
Bank overdraft	<u>-</u>	<u>(633)</u>
Cash and cash equivalents at the end of the year	<u><u>286,373</u></u>	<u><u>1,024,596</u></u>

The accompanying notes form part of and should be read in conjunction with these financial statements.

SCHRODER REAL RETURN PIE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

1. General information

The Schroder Real Return PIE (the "Fund"), is a fund offered under a registered managed investment scheme called the SuperLife Invest (the "Scheme"). The Scheme is registered in New Zealand and established under the Financial Markets Conduct Act 2013 ("FMCA 2013") and is governed by the SuperLife Invest Master Trust deed dated 14 September 2016 and as further amended and restated on 30 April 2021 (the "Trust Deed"). The Scheme's registration number is SCH 10765. The Fund was established on 28 November 2018 and commenced operations on 17 December 2018. The objective is to deliver an investment return of 5% per annum before fees above Australian inflation over rolling 3 year periods.

During the year ended 31 March 2021, there were 45 funds under the Scheme and the financial statements are divided into 7 sets. These financial statements are for SuperLife Invest Funds Part 5. Effective 9 March 2021, the Fund had a name change from SuperLife Balanced (Australian Dollar) Fund.

2. Reporting period

These financial statements are for the year ended 31 March 2021. The comparative figures are for the year ended 31 March 2020.

3. Basis of preparation

The financial statements of the Fund have been drawn up in accordance with the Trust Deed and comply with the requirements of the FMCA 2013, New Zealand Generally Accepted Accounting Practice as defined in the Financial Reporting Act 2013, New Zealand equivalents to International Financial Reporting Standards ("NZ IFRS") and International Financial Reporting Standards ("IFRS"). The accounting policies have been consistently applied throughout the reporting year.

These financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets at fair value through profit or loss. All amounts are presented in Australian Dollars ("AUD"), which is also the functional currency of the Fund.

4. Restatement of comparative information

Units held in the Fund were incorrectly classified as financial liabilities in prior years. The units should have been classified as equity instruments as there are no restrictions for the redemption of units and the units meet the definition of puttable instruments. The impact of this error is a change in presentation of the primary statements for comparative information. The Statement of Changes in Net Assets in the prior year has been replaced with the Statement of Comprehensive Income and Statement of Changes in Unitholders' Funds. In addition, the Statement of Net Assets in the prior year has been replaced with the Statement of Financial Position.

5. Critical accounting estimates and judgements

The preparation of financial statements requires the use of certain critical accounting estimates that affect the reported amounts and the application of accounting policies. It also requires the Manager to exercise its judgement in the process of applying the accounting policies of the Fund.

Discussion of the critical accounting estimates and judgements used is included in note 8 on fair value of financial assets and financial liabilities.

6. Summary of significant accounting policies

(a) Financial assets and financial liabilities

Classification

The Fund classifies its financial assets based on both the Fund's business model for managing those financial assets and the contractual cash flow characteristics of the financial assets in accordance with NZ IFRS 9 Financial Instruments.

(i) Financial assets and financial liabilities at fair value through profit or loss

These include investments at fair value through profit or loss and derivative instruments. The Fund mainly evaluates the information about these financial assets on a fair value basis together with other related financial information used to assess the assets' performance and to make decisions.

(ii) Financial assets at amortised cost

These include cash and cash equivalents and receivables.

(iii) Financial liabilities at amortised cost

These represent amounts recognised to be paid in the future for goods and services received. These include outstanding settlements and other accrued expenses.

Recognition, derecognition and measurement

The financial statements for the Fund recognise financial assets and financial liabilities on the date the Fund becomes a party to the contractual agreement (trade date).

Financial assets are derecognised when the right to receive cash flows from the financial assets has expired or the Fund has transferred substantially all of the risks and rewards of ownership. Financial liabilities are derecognised when the obligation specified in the contract is discharged, cancelled or expired.

Financial assets and financial liabilities held at fair value through profit or loss are initially recognised at fair value. Transaction costs are expensed as incurred in the Statement of Comprehensive Income. Subsequent to initial recognition, these are measured at fair value. Gains or losses arising from changes in the fair value of the financial assets and financial liabilities are presented in the Statement of Comprehensive Income within 'net changes in fair value of financial assets and financial liabilities' in the year in which they arise.

SCHRODER REAL RETURN PIE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

6. Summary of significant accounting policies (Continued)

Financial assets at amortised cost are measured at amortised cost, using the effective interest method, less an allowance for impairment based on the expected credit losses (ECL).

Financial liabilities at amortised cost are measured at amortised cost using the effective interest method.

Fair value determination

The fair value of managed investment trusts, where there is no active market is determined by the realisable value of the trusts as advised by the investment managers. Fair value is based on the underlying market value at the reporting date.

(b) Cash and cash equivalents

Cash and cash equivalents ("Cash") means cash at bank, demand deposits and other highly liquid investments. Cash does not include accounts receivables or payables, or any borrowings subject to a term facility.

(c) Foreign currency translation

Foreign currency transactions are translated into the functional currency (AUD) using the exchange rates prevailing at the dates of the transactions.

Foreign exchange gains and losses arising from translation are included in the Statement of Comprehensive Income. Foreign exchange gains and losses relating to financial assets and financial liabilities carried at fair value through profit or loss are presented in the Statement of Comprehensive Income within net changes in fair value of financial assets and financial liabilities.

(d) Distributions

Distribution income is recognised when the right to receive payment is established.

(e) Interest income

Interest income is recognised as the interest accrues using the effective interest method, which is the interest rate that discounts estimated future cash receipts through the expected life of the financial instrument to the net carrying amount of the financial asset.

(f) Units

The Fund issues units, which provide the holder with a beneficial interest in the Fund. The units are issued and redeemed based on the Fund's net asset value per unit at the time of issue or redemption, which is calculated by dividing the net assets attributable to the unitholders by the total number of outstanding units.

The units meet the definition of puttable instruments and are classified as equity instruments under NZ IAS 32 Financial Instruments: Presentation.

(g) Fees and expenses

The Fund incurs fees and expenses from a range of services received from various service providers, including reimbursable expenses allowed by the Trust Deed. Fees are accrued as services are rendered.

(h) Taxation

The Fund is a Portfolio Investment Entity ("PIE") under the New Zealand tax rules. Under the PIE regime, income is effectively taxed in the hands of the unitholders and therefore the Fund does not have an income tax liability on its accounts.

The Fund attributes the taxable income to unitholders in proportion to the units they hold. The income attributed to each unitholder is taxed at the unitholder's Prescribed Investor Rate ("PIR") which is capped at 28%. The tax balance included in the Statement of Financial Position represents PIE tax receivable or payable on behalf of the unitholders.

(i) Goods and services tax (GST)

The Fund is not registered for GST and consequently all components of the financial statements are stated inclusive of GST where appropriate.

(j) Securities lending

The Fund enters into securities lending transactions whereby they lend securities, recognised on the Statement of Financial Position, but retain either all or substantially all of the risk and rewards of the lent securities. As all or substantially all risks and rewards are retained, the lent securities are not derecognised.

(k) Changes in accounting policies and accounting standards adopted during the year

(a) Changes in accounting policies

There have been no significant changes in accounting policies during the year. All policies have been applied on a basis consistent with those used in the prior year.

SCHRODER REAL RETURN PIE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

6. Summary of significant accounting policies (Continued)

(b) New accounting standards adopted

A number of new standards and amendments are effective from 1 April 2020, but they do not have a material impact on the financial statements of the Fund.

- Amendments to IAS 1 and IAS 8: Definition of Material. Effective for annual periods beginning on or after 1 January 2020.
- Amendments to NZ IFRS 9, NZ IAS 39 and NZ IFRS 7: Interest Rate Benchmark Reform. Effective for annual periods beginning on or after 1 January 2020.

(l) Issued but not yet effective accounting standards

The following amendments to standards or interpretations have been issued but not yet effective for the year ended 31 March 2021 and have not been applied in preparing these financial statements.

- Amendments to NZ IFRS 9, NZ IAS 39, NZ IFRS 7, NZ IFRS 4 and NZ IFRS 16: Interest Rate Benchmark Reform - Phase 2. These amendments shall be applied for annual periods beginning on or after 1 January 2021. Early adoption is permitted.

The adoption of the above amendments to standards in future periods is not expected to have a significant impact on the Fund's financial statements.

7. Risk

The Fund's investment activities expose it to a variety of financial risks: market risk (market price risk, currency risk and interest rate risk), credit risk, liquidity risk and securities lending risk. Additionally, the Fund is also indirectly exposed to a variety of financial risks including credit, currency, interest rate, market price and liquidity risks through the holding of the investments in managed investment trusts.

The financial risk management disclosures have been prepared on the basis of the Fund's direct investments and not on a full look through basis for the investments held indirectly through the managed investment trusts.

7a Market risk

Market price risk is the risk of gains or losses from changes in the market price of the underlying investments. Interest rate risk is the risk of gains or losses in interest income and capital values from changes in market interest rates.

Currency risk is the risk of gains or losses or changes in the AUD value due to changes in foreign exchange rates. The Fund's foreign currency exposure is not hedged.

An analysis of the financial risks arising from the Fund's investments is set out below:

Market price risk

Equity securities held are exposed to market price risk arising from uncertainties about future prices of underlying investments. Because the Fund invests in managed investment trusts the value of the Fund's investments will move up and down with the market.

A 10% annual increase/decrease in prices is considered to be a reasonably likely percentage change based on the historical performance of the underlying investments and represents the exposure to market price risk for the years ended 31 March 2020 and 31 March 2021.

A 10% increase/decrease in prices would have increased/decreased net profit and unitholders' interest as shown in the table below:

	2021	2020
	\$	\$
Impact of 10% change in market prices +/-	1,104,614	308,271

Currency risk

The Fund holds financial assets in a currency other than the AUD. However, the majority of the Fund's financial assets are denominated in AUD. As a result the Fund is not subject to significant amounts of risk due to fluctuations in exchange rates and currency risk is immaterial.

Interest rate risk

The Fund mainly invests in managed investment trusts and does not hold interest-bearing securities apart from cash and cash equivalents.

A 1% increase/decrease in interest rates, which is a reasonably likely change in interest rates based on historical rate trends, would have a total favourable/adverse impact on the value of the Fund's net assets as follows:

	2021	2020
	\$	\$
Impact of 1% change in interest rates +/-	2,864	10,252

SCHRODER REAL RETURN PIE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

7. Risk (Continued)

7b Credit risk

The Fund is exposed to the potential risk of financial loss resulting from the failure of counterparties to fully honour the terms of conditions of a contract with the Fund. The maximum credit risk of financial assets is considered to be their carrying value. Financial assets that subject the Fund to credit risk consist primarily of cash and receivables. The balance does not represent the maximum risk exposure that would arise in the future as a result of changes in value, but best represents the current maximum exposure at the reporting date. The analysis below summarises the credit quality of the Fund's exposure rated externally by Standard & Poor's.

	2021	2020
	A+ credit rating	A+ credit rating
	\$	\$
Cash	286,373	1,025,229

7c Liquidity risk

In accordance with the Fund's policy, the Manager monitors the Fund's liquidity position on a daily basis. Liquidity management is designed to ensure that the Fund has the ability to generate sufficient cash in a timely manner to meet its financial commitments and normal levels of redemptions. The Manager regularly monitors market volatility and redemption levels to establish the Fund's appropriate liquidity level. In the event of abnormal levels of redemptions, timing of payments may depend on the ability of the Fund to realise its underlying investments on a timely basis.

The Fund continues to maintain appropriate levels of liquidity and meet its normal redemption obligations in the rapidly changing COVID-19 environment.

7d Securities lending risk

A number of possible risks arise from the Fund lending securities. These include, but are not limited to, the risk that a borrower of securities fails to deliver equivalent securities on termination of a loan and the risk that the lending contract will for whatever reason not be legally enforceable.

In order to limit the Fund's exposure to risk that may arise from securities lending, there is a limitation on the value of securities lent at any point in time and a requirement that collateral be held by the custodian.

As at 31 March 2021, no securities of the Fund were on loan to any borrower (31 March 2020: the same).

7e Capital management

Net assets attributable to unitholders are considered to be the Fund's capital for the purposes of capital management and the Fund does not have to comply with externally imposed capital requirements. The Fund's objectives when managing capital are to safeguard the ability to continue as a going concern in order to provide returns to unitholders as well as ensuring the net assets attributable to unitholders are sufficient to meet all present and future obligations. In order to meet the objectives for capital management, the Manager reviews the performance of the Fund on a regular basis.

8. Fair value of financial assets and financial liabilities

Financial assets and financial liabilities measured at fair value are categorised across the following 3 levels based on the degree to which their fair value is observable.

Level 1 - Fair value measurements are derived from quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2 - Fair value measurements are derived from inputs other than quoted prices included within Level 1 that are observable either directly or indirectly;

Level 3 - Fair value measurements are derived from valuation methods that include inputs that are not based on observable market data.

All investments are held in managed investment trusts. The fair value of investments is based on their net asset value/mid-price and categorised as Level 2 within the hierarchy.

There were no transfers between levels during the year ended 31 March 2021 (31 March 2020: nil).

The COVID-19 outbreak which was declared a global pandemic by the World Health Organisation in March 2020 continues to cause widespread uncertainty across global economies and the financial market impact of this is reflected in the value of the investments disclosed in the financial statements as at 31 March 2020 and 31 March 2021. Since 31 March 2020, the value of the investments have shown evidence of recovery.

There was no impact on the categorisation of investments held in accordance with the fair value hierarchy as at 31 March 2021 and this remains as disclosed above.

SCHRODER REAL RETURN PIE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

9. Units on issue

	2021 Units	2020 Units
Opening balance	4,614,993	-
Units issued due to Fund's unitisation on 15 July 2019	-	2,799,709
Subscriptions from unitholders	6,617,280	2,403,592
Redemptions by unitholders	(207,339)	(588,308)
Closing balance	<u>11,024,934</u>	<u>4,614,993</u>

10. Reconciliation of net profit/(loss) to net operating cash flows

	2021 \$	2020 \$
Net profit/(loss)	861,198	(401,980)
<i>Adjustments for:</i>		
Payments for the purchase of investments	(9,214,031)	(3,206,345)
Proceeds from sale of investments	4,770,196	435,114
Net changes in fair value of financial assets and financial liabilities	(838,882)	459,521
Other foreign exchange losses	17	14
(Increase)/decrease in receivables	(7,783)	352
Increase in payables	24,891	2,083
Net cash flows from operating activities	<u>(4,404,394)</u>	<u>(2,711,241)</u>

11. Related party transactions

The Manager is entitled to receive an administration fee of \$12 per annum for each unitholder.

The total administration fee received by the Manager for the year ended 31 March 2021 amounted to \$47,914 (31 March 2020: \$31,071).

Fund expenses disclosed in the Statement of Comprehensive Income represents regular fund charges which are a percentage per annum of the net asset value of the Fund plus transaction costs. This includes fees and costs charged by the supervisor, custodian, administrator, any fee due at the investment level, regulatory and compliance cost. Of the total fund expenses, the Manager receives any remaining amounts due after all fees and costs of the Fund are paid. In the event that fees and costs of the Fund exceed the regular fund charges, this shortfall is covered by the Manager.

The net management fees for the year ended 31 March 2021 amounted to \$10,089 (31 March 2020: \$8,552) with \$10,099 (31 March 2020: \$5,765) of outstanding management fees due to the Manager at the end of the year.

12. Audit fees

	2021 \$	2020 \$
Audit fees	3,331	3,342
Control assurance engagement	401	557
Investor registry compliance assurance	-	28
	<u>3,732</u>	<u>3,927</u>

13. Commitments and contingencies

There are no material liabilities, collateral or capital commitments as at 31 March 2021 (31 March 2020: nil).

14. Subsequent events

There have been no material events after the reporting date that require adjustments to or disclosures in the financial statements.



Independent Auditor's Report

To the unitholders of Schroder Real Return PIE

Report on the audit of the financial statements

Opinion

In our opinion, the accompanying financial statements of Schroder Real Return PIE (the 'Fund') on pages 2 to 10:

- i. present fairly in all material respects the Fund's financial position as at 31 March 2021 and its financial performance and cash flows for the year ended on that date; and
- ii. comply with New Zealand Equivalents to International Financial Reporting Standards and International Financial Reporting Standards.

We have audited the accompanying financial statements which comprise:

- the statement of financial position as at 31 March 2021;
- the statements of comprehensive income, changes in unitholders' Funds and cash flows for the year then ended; and
- notes, including a summary of significant accounting policies and other explanatory information.



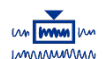
Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (New Zealand) ('ISAs (NZ)'). We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

We are independent of the Fund in accordance with Professional and Ethical Standard 1 International Code of Ethics for Assurance Practitioners (Including International Independence Standards) (New Zealand) issued by the New Zealand Auditing and Assurance Standards Board and the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) ('IESBA Code'), and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code.

Our responsibilities under ISAs (NZ) are further described in the auditor's responsibilities for the audit of the financial statements section of our report.

Our firm has also provided other services to Smartshares Limited (the "Manager") for statutory audit, controls assurance and registry assurance. The provision of these other services has not impaired our independence as auditor of the Fund. Subject to certain restrictions, partners and employees of our firm may also deal with the Fund on normal terms within the ordinary course of trading activities of the business of the Fund. These matters have not impaired our independence as auditor of the Fund. The firm has no other relationship with, or interest in, the Fund.



Emphasis of matter

We draw attention to Note 4 to the financial statements which describes that the units held in the Fund were incorrectly classified as financial liabilities in prior years. The units should have been classified as equity instruments as there are no restrictions for the redemption of units and the units meet the definition of puttable instruments. The impact of this error is a change in the presentation of the primary statements for comparative information. Our opinion is not modified in respect of this matter.



Materiality

The scope of our audit was influenced by our application of materiality. Materiality helped us to determine the nature, timing and extent of our audit procedures and to evaluate the effect of misstatements, both individually and on the financial statements as a whole. The materiality for the financial statements as a whole was set with reference to a benchmark of Fund's total assets. We chose the benchmark because, in our view, this is a key measure of the Fund's performance.



Key audit matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements in the current period. We summarise below those matters and our key audit procedures to address those matters in order that the unitholders as a body may better understand the process by which we arrived at our audit opinion. Our procedures were undertaken in the context of and solely for the purpose of our statutory audit opinion on the financial statements as a whole and we do not express discrete opinions on separate elements of the financial statements

The key audit matter

How the matter was addressed in our audit

Valuation and existence of carrying amount of investments

Refer to Note 8 of the Fund's financial statements. The Fund's portfolio of investments makes up majority of total assets. We do not consider these investments to be at high risk of significant misstatement, or be subject to a significant level of judgement. However, due to their materiality in the context of the financial statements as a whole, they are considered to be the area which had the greatest effect on our overall audit strategy and allocation of resources in planning and completing our audit.

Our audit procedures included;

- documenting and understanding the processes in place to record investment transactions and to value the portfolio. This included evaluating the control environment in place at the administration manager by obtaining and reading a report issued by an independent auditor on the design and operation of those controls and where necessary performed additional testing of these controls to 31 March;
- agreeing the exit price of the investments to independent third-party sources; and
- agreeing investment holdings to confirmations received from the custodian.

We did not identify any material differences in relation to the carrying amount of investments.



Other information

The Manager, on behalf of the Fund, is responsible for the other information included in the Fund's Annual Report. Other information includes the details and changes to the Fund and other information. Our opinion on the financial statements does not cover any other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.



Use of this independent auditor's report

This independent auditor's report is made solely to the unitholders as a body. Our audit work has been undertaken so that we might state to the unitholders those matters we are required to state to them in the independent auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the unitholders as a body for our audit work, this independent auditor's report, or any of the opinions we have formed.



Responsibilities of the Manager for the financial statements

The Manager, on behalf of the Fund, is responsible for:

- the preparation and fair presentation of the financial statements in accordance with generally accepted accounting practice in New Zealand (being New Zealand Equivalents to International Financial Reporting Standards) and International Financial Reporting Standards;
- implementing necessary internal control to enable the preparation of a set of financial statements that is fairly presented and free from material misstatement, whether due to fraud or error; and
- assessing the ability to continue as a going concern. This includes disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless they either intend to liquidate or to cease operations, or have no realistic alternative but to do so.



Auditor's responsibilities for the audit of the financial statements

Our objective is:

- to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error; and
- to issue an independent auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs NZ will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error. They are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of these financial statements is located at the External Reporting Board (XRB) website at:

<http://www.xrb.govt.nz/standards-for-assurance-practitioners/auditors-responsibilities/audit-report-2/>

This description forms part of our independent auditor's report.

The engagement partner on the audit resulting in this independent auditor's report is Graeme Edwards

For and on behalf of





SUPERLIFE INVEST FUNDS

PART 6

SCHRODER AUSTRALIAN EQUITY PIE

**FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2021**

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SCHRODER AUSTRALIAN EQUITY PIE

Manager	Smartshares Limited
Registered Office	Level 1 NZX Centre 11 Cable Street, Wellington 6140 New Zealand
Investor enquiries	Smartshares Limited PO Box 105262 Auckland 1143 Telephone: 0800 27 87 37 Email: superlife@superlife.co.nz
Licensed Supervisor	Public Trust
Administrator and Custodian	BNP Paribas Fund Services Australasia Pty Limited, New Zealand branch
Auditor	KPMG

SCHRODER AUSTRALIAN EQUITY PIE

STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31 MARCH 2021

	Note	Period ended 2021 \$
Income		
Distributions		-
Net changes in fair value of financial assets and financial liabilities		58,594
Other foreign exchange losses		<u>(8)</u>
Net income		<u>58,586</u>
Expenses		
Fund expenses	10	<u>(9,274)</u>
Total expenses		<u>(9,274)</u>
Net profit		<u>49,312</u>
Other comprehensive income		<u>-</u>
Total comprehensive income		<u><u>49,312</u></u>

The accompanying notes form part of and should be read in conjunction with these financial statements.

SCHRODER AUSTRALIAN EQUITY PIE

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS FOR THE PERIOD ENDED 31 MARCH 2021

	Period ended 2021 \$
Opening value	-
Total comprehensive income	49,312
Subscriptions	5,963,611
Redemptions	<u>(5,418,492)</u>
	545,119
Closing value	<u><u>594,431</u></u>

The accompanying notes form part of and should be read in conjunction with these financial statements.

SCHRODER AUSTRALIAN EQUITY PIE

STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2021

	Note	As at 31 March 2021 \$
Assets		
Cash and cash equivalents		3,455
Other receivables		2,226
Financial assets at fair value		
Investments in equities	7	<u>598,117</u>
Total assets		<u>603,798</u>
Liabilities		
Fund expenses payable		<u>(9,367)</u>
Total liabilities		<u>(9,367)</u>
Net assets of your Fund		<u>594,431</u>

For and on behalf of the Manager, Smartshares Limited, which authorised the issue of the financial statements on 28 July 2021.



.....
Director



.....
Director

The accompanying notes form part of and should be read in conjunction with these financial statements.

SCHRODER AUSTRALIAN EQUITY PIE

STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31 MARCH 2021

		Period ended 2021 \$
Cash flows from operating activities		
Sale of investments		49,597
Fund expenses paid		(2,133)
Purchase of investments		<u>(212,006)</u>
Net operating cash flows	9	<u>(164,542)</u>
Cash flows from financing activities		
Subscriptions		2,905,759
Redemptions		<u>(2,737,760)</u>
Net financial cash flows		<u>167,999</u>
Net increase in cash and cash equivalents held		3,457
Cash and cash equivalents at the beginning of the period		-
Effect of exchange rate fluctuations on cash and cash equivalents		<u>(2)</u>
Cash and cash equivalents at the end of the period		<u>3,455</u>
Cash and cash equivalents comprise of:		
Cash at bank		<u>3,455</u>
Cash and cash equivalents at the end of the period		<u>3,455</u>

The accompanying notes form part of and should be read in conjunction with these financial statements.

SCHRODER AUSTRALIAN EQUITY PIE

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2021

1. General information

The Schroder Australian Equity PIE (the "Fund"), is a fund offered under a registered managed investment scheme called SuperLife Invest (the "Scheme"). The Scheme is registered in New Zealand and established under the Financial Markets Conduct Act 2013 ("FMCA 2013") and is governed by the SuperLife Invest Master Trust deed dated 14 September 2016 and as further amended and restated on 30 April 2021 (the "Trust Deed"). The Scheme's registration number is SCH 10765. The Fund was established on 25 May 2020 and commenced operations on 15 July 2020. The Fund is designed for investors that want an actively managed investment in Australian equities.

During the year ended 31 March 2021, there were 45 funds under the Scheme and the financial statements are divided into 7 sets. These financial statements are for SuperLife Invest Funds Part 6. Effective 9 March 2021, the Fund had a name change, previously it was called Schroder Australian Equity Fund.

2. Reporting period

These financial statements are for the 8 month period 15 July 2020 to 31 March 2021.

3. Basis of preparation

The financial statements of the Fund have been drawn up in accordance with the Trust Deed and comply with the requirements of the FMCA 2013, New Zealand Generally Accepted Accounting Practice as defined in the Financial Reporting Act 2013, New Zealand equivalents to International Financial Reporting Standards ("NZ IFRS") and International Financial Reporting Standards ("IFRS"). The accounting policies have been consistently applied throughout the reporting period.

These financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets at fair value through profit or loss. All amounts are in Australian Dollars ("AUD"), which is also the functional currency of the Fund.

4. Critical accounting estimates and judgements

The preparation of financial statements requires the use of certain critical accounting estimates that affect the reported amounts and the application of accounting policies. It also requires the Manager to exercise its judgement in the process of applying the accounting policies of the Fund.

Discussion of the critical accounting estimates and judgements used is included in note 7 on fair value of financial assets and financial liabilities.

5. Summary of significant accounting policies

(a) Financial assets and financial liabilities

Classification

The Fund classifies its financial assets based on both the Fund's business model for managing those financial assets and the contractual cash flow characteristics of the financial assets in accordance with NZ IFRS 9: Financial Instruments.

(i) Financial assets and financial liabilities at fair value through profit or loss

These include investments at fair value through profit or loss and derivative instruments. The Fund mainly evaluates the information about these financial assets on a fair value basis together with other related financial information used to assess the assets' performance and to make decisions.

(ii) Financial assets at amortised cost

These include cash and cash equivalents and receivables.

(iii) Financial liabilities at amortised cost

These represent amounts recognised to be paid in the future for goods and services received. These include outstanding settlements and other accrued expenses.

Recognition, derecognition and measurement

The financial statements for the Fund recognise financial assets and financial liabilities on the date the Fund becomes a party to the contractual agreement (trade date).

Financial assets are derecognised when the right to receive cash flows from the financial assets has expired or the Fund has transferred substantially all of the risks and rewards of ownership. Financial liabilities are derecognised when the obligation specified in the contract is discharged, cancelled or expired.

Financial assets and financial liabilities held at fair value through profit or loss are initially recognised at fair value. Transaction costs are expensed as incurred in the Statement of Comprehensive Income. Subsequent to initial recognition, these are measured at fair value. Gains or losses arising from changes in the fair value of the financial assets and financial liabilities at fair value through profit or loss are presented in the Statement of Comprehensive Income within 'net changes in fair value of financial assets and financial liabilities' in the period in which they arise.

Financial assets at amortised cost are measured at amortised cost, using the effective interest method, less an allowance for impairment based on the expected credit losses (ECL).

Financial liabilities at amortised cost are measured at amortised cost using the effective interest method.

Fair value determination

The fair value of managed investment trusts, where there is no active market is determined by the realisable value of the trusts as advised by the investment managers. Fair value is based on the underlying market value at the reporting date.

SCHRODER AUSTRALIAN EQUITY PIE

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2021

5. Summary of significant accounting policies (Continued)

(b) Cash and cash equivalents

Cash and cash equivalents ("Cash") means cash at bank, demand deposits and other highly liquid investments. Cash does not include accounts receivables or payables, or any borrowings subject to a term facility.

(c) Foreign currency translation

Foreign currency transactions are translated into the functional currency (AUD) using the exchange rates prevailing at the dates of the transactions.

Foreign exchange gains and losses arising from translation are included in the Statement of Comprehensive Income. Foreign exchange gains and losses relating to financial assets and financial liabilities carried at fair value through profit or loss are presented in the Statement of Comprehensive Income within 'net changes in fair value of financial assets and financial liabilities'.

(d) Distributions

Distribution income is recognised when the right to receive payment is established.

(e) Interest income

Interest income is recognised as the interest accrues using the effective interest method, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial instrument to the net carrying amount of the financial asset.

(f) Units

The Fund issues units, which provide the holder with a beneficial interest in the Fund. The units are issued and redeemed based on the Fund's net asset value per unit at the time of issue or redemption, which is calculated by dividing the net assets attributable to the unitholders by the total number of outstanding units.

The units meet the definition of puttable instruments and are classified as equity instruments under NZ IAS 32 Financial Instruments: Presentation.

(g) Fees and expenses

The Fund incurs fees and expenses from a range of services received from various service providers, including reimbursable expenses allowed by the Trust Deed. Fees are accrued as services are rendered.

(h) Taxation

The Fund is a Portfolio Investment Entity ("PIE") under the New Zealand tax rules. Under the PIE regime, income is effectively taxed in the hands of the unitholders and therefore the Fund does not have an income tax liability on its accounts.

The Fund attributes the taxable income to unitholders in proportion to the units they hold. The income attributed to each unitholder is taxed at the unitholder's Prescribed Investor Rate ("PIR") which is capped at 28%. The tax balance included in the Statement of Financial Position represents PIE tax receivable or payable on behalf of the unitholders.

(i) Goods and services tax (GST)

The Fund is not registered for GST and consequently all components of the financial statements are stated inclusive of GST where appropriate.

(j) Changes in accounting policies and accounting standards adopted during the period

(a) As these are the Fund's first set of financial statements, there have been no changes in accounting policies during the period.

(b) New accounting standards adopted

A number of new standards and amendments are effective from 1 April 2020, but they do not have a material impact on the financial statements of the Fund.

- Amendments to IAS 1 and IAS 8: Definition of Material. Effective for annual periods beginning on or after 1 January 2020.
- Amendments to NZ IFRS 9, NZ IAS 39 and NZ IFRS 7: Interest Rate Benchmark Reform. Effective for annual periods beginning on or after 1 January 2020.

(k) Issued but not yet effective accounting standards

The following amendments to standards or interpretations have been issued but not yet effective for the year ended 31 March 2021, and have not been applied in preparing these financial statements.

- Amendments to NZ IFRS 9, NZ IAS 39, NZ IFRS 7, NZ IFRS 4 and NZ IFRS 16: Interest Rate Benchmark Reform - Phase 2. These amendments shall be applied for annual periods beginning on or after 1 January 2021. Early adoption is permitted.

The adoption of the above amendments to standards in future periods is not expected to have a significant impact on the Fund's financial statements.

SCHRODER AUSTRALIAN EQUITY PIE

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2021

6. Risk

The Fund's investment activities expose it to a variety of financial risks: market risk (market price risk, currency risk and interest rate risk), credit risk, liquidity risk and securities lending risk.

6a Market risk

Market price risk is the risk of gains or losses from changes in the market price of the underlying investments. Interest rate risk is the risk of gains or losses in interest income and capital values from changes in market interest rates.

Currency risk is the risk of gains or losses or changes in the AUD value due to changes in foreign exchange rates. The Fund's foreign currency exposure is not hedged.

An analysis of the financial risks arising from the Fund's investments is set out below:

Market price risk

Equity securities held are exposed to market price risk arising from uncertainties about future prices of underlying investments. Because the Fund invests in managed investment trusts the value of the Fund's investments will move up and down with the market.

A 10% annual increase/decrease in prices is considered to be a reasonably likely percentage change based on the historical performance of the underlying investments and represents the exposure to market price risk for the years ended 31 March 2020 and 31 March 2021.

A 10% increase/decrease in prices would have increased/decreased net profit and unitholder funds as shown in the table below:

	2021
	\$
Impact of 10% change in market prices +/-	59,812

Currency risk

The Fund holds financial assets in a currency other than the AUD. However, the majority of the Fund's financial assets are denominated in AUD. As a result the Fund is not subject to significant amounts of risk due to fluctuations in exchange rates and currency risk is immaterial.

Interest rate risk

The Fund mainly invests in unlisted managed investment trusts and does not hold interest-bearing securities apart from cash and cash equivalents.

A 1% increase/decrease in interest rates, which is a reasonably likely change in interest rates based on historical rate trends, would have an impact on the value of the Funds' net assets as follows:

	2021
	\$
Impact of 1% change in interest rates +/-	35

6b Credit risk

The Fund is exposed to the potential risk of financial loss resulting from the failure of counterparties to fully honour the terms of conditions of a contract with the Fund. The maximum credit risk of financial assets is considered to be their carrying value. Financial assets that subject the Fund to credit risk consist primarily of cash and receivables. The balance does not represent the maximum risk exposure that would arise in the future as a result of changes in values, but best represents the current maximum exposure at the reporting date. The analysis below summarises the credit quality of the Fund's exposure rated externally by Standard & Poor's.

	2021
	\$
A+ to A-	3,455

SCHRODER AUSTRALIAN EQUITY PIE

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2021

6. Risk (Continued)

6c Liquidity risk

In accordance with the Fund's policy, the Manager monitors the Fund's liquidity position on a daily basis. Liquidity management is designed to ensure that the Fund has the ability to generate sufficient cash in a timely manner to meet its financial commitments and normal levels of redemptions. The Manager regularly monitors market volatility and redemption levels to establish the Fund's appropriate liquidity level. In the event of abnormal levels of redemptions, timing of payments may depend on the ability of the Fund to realise its underlying investments on a timely basis.

The liquidity risk of the Fund is considered as insignificant.

6d Capital management

Net assets attributable to unitholders are considered to be the Fund's capital for the purposes of capital management and the Fund does not have to comply with externally imposed capital requirements. The Fund's objectives when managing capital are to safeguard the ability to continue as a going concern in order to provide returns to unitholders as well as ensuring the net assets attributable to unitholders are sufficient to meet all present and future obligations. In order to meet the objectives for capital management, the Manager reviews the performance of the Fund on a regular basis.

7. Fair value of financial assets and financial liabilities

Financial assets and financial liabilities measured at fair value are categorised across the following 3 levels based on the degree to which their fair value is observable.

Level 1 - Fair value measurements are derived from quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2 - Fair value measurements are derived from inputs other than quoted prices included within Level 1 that are observable either directly or indirectly;

Level 3 - Fair value measurements are derived from valuation methods that include inputs that are not based on observable market data.

All investments are held in unlisted managed investment trusts. Fair value of the trusts is based on their net asset value/mid-price, and categorised as Level 2 in the hierarchy.

There were no transfers between levels during the period ended 31 March 2021.

8. Units on issue

	2021
	Units
Opening balance	-
Subscriptions from unitholders	5,938,382
Redemptions by unitholders	<u>(5,428,204)</u>
Closing balance	<u>510,178</u>

SCHRODER AUSTRALIAN EQUITY PIE

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2021

9. Reconciliation of net profit to cash flows from operating activities

	2021
	\$
Net profit	49,312
<i>Adjustments for:</i>	
Payments for the purchase of investments	(212,006)
Proceeds from sale of investments	49,597
Net changes in fair value of financial assets	(58,594)
Other foreign exchange losses	8
Increase in receivables	(2,226)
Increase in payables	9,367
Net cash flows from operating activities	<u>(164,542)</u>

10. Related party transactions

Fund expenses disclosed in the Statement of Comprehensive Income represents regular fund charges which is a percentage per annum of the Fund's net asset value. This includes fees and costs charged by the supervisor, custodian, administrator, regulatory and compliance cost. Of the total fund expenses, the Manager receives any remaining amounts due after all fees and costs of the Fund are paid. In the event that fees and costs of the Fund exceed the regular fund charges, this shortfall is covered by the Manager.

The shortfall in fund expenses covered by the Manager for the period ended 31 March 2021 amounted to \$3,785 with \$3,785 receivable from the Manager at the end of the period.

11. Audit fees

	2021
	\$
Audit fees	3,341
Control assurance engagement	401
	<u>3,742</u>

12. Commitments and contingencies

There are no material liabilities, collateral or capital commitments as at 31 March 2021.

13. Subsequent events

There have been no material events after the reporting date that require adjustments to or disclosures in the financial statements.



Independent Auditor's Report

To the unitholders of Schroder Australian Equity PIE

Report on the audit of the financial statements

Opinion

In our opinion, the accompanying financial statements of Schroder Australian Equity PIE (the 'Fund') on pages 2 to 10:

- i. present fairly in all material respects the Fund's financial position as at 31 March 2021 and its financial performance and cash flows for the year ended on that date; and
- ii. comply with New Zealand Equivalents to International Financial Reporting Standards.

We have audited the accompanying financial statements which comprise:

- the statement of financial position as at 31 March 2021;
- the statement of comprehensive income, statement of changes in net assets attributable to unitholders and cash flows for the year then ended; and
- notes, including a summary of significant accounting policies and other explanatory information.



Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (New Zealand) ('ISAs (NZ)'). We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

We are independent of the Fund in accordance with Professional and Ethical Standard 1 International Code of Ethics for Assurance Practitioners (Including International Independence Standards) (New Zealand) issued by the New Zealand Auditing and Assurance Standards Board and the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) ('IESBA Code'), and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code.

Our responsibilities under ISAs (NZ) are further described in the auditor's responsibilities for the audit of the financial statements section of our report.

Our firm has also provided other services to Smartshares Limited (the "Manager") for statutory audit, controls assurance and registry assurance. The provision of these other services has not impaired our independence as auditor of the Fund. Subject to certain restrictions, partners and employees of our firm may also deal with the Fund on normal terms within the ordinary course of trading activities of the business of the Fund. These matters have not impaired our independence as auditor of the Fund. The firm has no other relationship with, or interest in, the Fund.



Materiality

The scope of our audit was influenced by our application of materiality. Materiality helped us to determine the nature, timing and extent of our audit procedures and to evaluate the effect of misstatements, both individually and on the financial statements as a whole. The materiality for the financial statements as a whole was set with



reference to a benchmark of the Fund's total assets. We chose the benchmark because, in our view, this is a key measure of the Fund's performance.



Key audit matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements in the current period. We summarise below those matters and our key audit procedures to address those matters in order that the unitholders as a body may better understand the process by which we arrived at our audit opinion. Our procedures were undertaken in the context of and solely for the purpose of our statutory audit opinion on the financial statements as a whole and we do not express discrete opinions on separate elements of the financial statements

The key audit matter

How the matter was addressed in our audit

Valuation and existence of investments

Refer to Note 7 of the Fund's financial statements. The Fund's portfolio of investments makes up majority of total assets. We do not consider these investments to be at high risk of significant misstatement or be subject to a significant level of judgement. However, due to their materiality in the context of the financial statements as a whole, they are considered to be the area which had the greatest effect on our overall audit strategy and allocation of resources in planning and completing our audit.

Our audit procedures included:

- documenting and understanding the processes in place to record investment transactions and to value the portfolio. This included evaluating the control environment in place at the administration manager by obtaining and reading a report issued by an independent auditor on the design and operation of those controls to and where necessary performed additional testing of these controls to 31 March;
- agreeing the exit price of the investments to independent third-party sources; and
- agreeing investment holdings to confirmations received from the custodian.

We did not identify any material differences in relation to the carrying amount of investments.



Other information

The Manager, on behalf of the Fund, is responsible for the other information included in the Fund's Annual Report. Other information includes the details and changes to the Fund and other information. Our opinion on the financial statements does not cover any other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.



Use of this independent auditor's report

This independent auditor's report is made solely to the unitholders as a body. Our audit work has been undertaken so that we might state to the unitholders those matters we are required to state to them in the independent



auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the unitholders as a body for our audit work, this independent auditor's report, or any of the opinions we have formed.



Responsibilities of the Manager for the financial statements

The Manager, on behalf of the Fund, is responsible for:

- the preparation and fair presentation of the financial statements in accordance with generally accepted accounting practice in New Zealand (being New Zealand Equivalents to International Financial Reporting Standards);
- implementing necessary internal control to enable the preparation of a set of financial statements that is fairly presented and free from material misstatement, whether due to fraud or error; and
- assessing the ability to continue as a going concern. This includes disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless they either intend to liquidate or to cease operations or have no realistic alternative but to do so.



Auditor's responsibilities for the audit of the financial statements

Our objective is:

- to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error; and
- to issue an independent auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs NZ will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error. They are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of these financial statements is located at the External Reporting Board (XRB) website at:

<http://www.xrb.govt.nz/standards-for-assurance-practitioners/auditors-responsibilities/audit-report-2/>

This description forms part of our independent auditor's report.

The engagement partner on the audit resulting in this independent auditor's report is Graeme Edwards

For and on behalf of

KPMG
Wellington
28 July 2021



SUPERLIFE INVEST FUNDS

PART 7

SUPERLIFE ACTIVE GLOBAL EQUITIES (US DOLLAR) FUND

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021**

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SUPERLIFE ACTIVE GLOBAL EQUITIES (US DOLLAR) FUND

Manager	Smartshares Limited
Registered Office	Level 1 NZX Centre 11 Cable Street, Wellington 6140 New Zealand
Investor enquiries	Smartshares Limited PO Box 105262 Auckland 1143 Telephone: 0800 27 87 37 Email: superlife@superlife.co.nz
Licensed Supervisor	Public Trust
Administrator and Custodian	BNP Paribas Fund Services Australasia Pty Limited, New Zealand branch
Auditor	KPMG

SUPERLIFE ACTIVE GLOBAL EQUITIES (US DOLLAR) FUND

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 MARCH 2021**

	Note	Year ended 31 March 2021 \$'000	Period ended 31 March 2020 \$'000
Income			
Distributions		36	38
Interest income		-	3
Net changes in fair value of financial assets and financial liabilities		4,525	(1,400)
Other foreign exchange losses		(9)	(12)
Other income		<u>39</u>	<u>34</u>
Net income		<u>4,591</u>	<u>(1,337)</u>
Expenses			
Fund expenses	10	<u>(18)</u>	<u>(10)</u>
Total expenses		<u>(18)</u>	<u>(10)</u>
Net profit/(loss)		4,573	(1,347)
Other comprehensive income		<u>-</u>	<u>-</u>
Total comprehensive income/(loss)		<u>4,573</u>	<u>(1,347)</u>

The accompanying notes form part of and should be read in conjunction with these financial statements.

SUPERLIFE ACTIVE GLOBAL EQUITIES (US DOLLAR) FUND
STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS
FOR THE YEAR ENDED 31 MARCH 2021

	Year ended 31 March 2021 \$'000	Period ended 31 March 2020 \$'000
Opening value	6,894	-
Total comprehensive income/(loss)	4,573	(1,347)
Subscriptions	1,189	8,241
Redemptions	<u>(2,972)</u>	<u>-</u>
	(1,783)	8,241
Closing value	<u>9,684</u>	<u>6,894</u>


The accompanying notes form part of and should be read in conjunction with these financial statements.

SUPERLIFE ACTIVE GLOBAL EQUITIES (US DOLLAR) FUND

**STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2021**

	Note	31 March 2021 \$'000	31 March 2020 \$'000
Assets			
Cash at bank		97	-
Other receivables		64	26
Financial assets at fair value			
Investment in equities			
Total assets	7	<u>9,541</u>	<u>6,877</u>
		9,702	6,903
Liabilities			
Bank overdraft			
Fund expenses payable		-	(8)
Total liabilities	10	<u>(18)</u>	<u>(1)</u>
		(18)	(9)
Net assets of your Fund		<u><u>9,684</u></u>	<u><u>6,894</u></u>

For and on behalf of the Manager, Smartshares Limited, which authorised the issue of the financial statements on 28 July 2021.


.....
Director


.....
Director

The accompanying notes form part of and should be read in conjunction with these financial statements.

SUPERLIFE ACTIVE GLOBAL EQUITIES (US DOLLAR) FUND

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2021**

	Year ended	Period ended
	31 March 2021	31 March 2020
	\$'000	\$'000
Cash flows from operating activities		
Distributions received	36	38
Interest income received	-	3
Sale of investments	104	158
Other income received	1	8
Fund expenses paid	(1)	(9)
Purchase of investments	(399)	(8,447)
Net operating cash flows	9	(8,249)
Cash flows from financing activities		
Subscriptions received from unitholders	1,189	8,241
Redemptions by unitholders	(825)	-
Net financial cash flows	364	8,241
Net decrease in cash and cash equivalents held	105	(8)
Cash and cash equivalents at the beginning of the year/period	(8)	-
Cash and cash equivalents at the end of the year/period	97	(8)
Cash and cash equivalents comprise of:		
Cash at bank	97	-
Bank overdraft	-	(8)
Cash and cash equivalents at the end of the year/period	97	(8)

The accompanying notes form part of and should be read in conjunction with these financial statements.

SUPERLIFE ACTIVE GLOBAL EQUITIES (US DOLLAR) FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

1. General information

The SuperLife Active Global Equities (US Dollar) Fund (the "Fund"), is a fund offered under a registered managed investment scheme called SuperLife Invest (the "Scheme"). The Scheme is registered in New Zealand and established under the Financial Markets Conduct Act 2013 ("FMCA 2013") and is governed by the SuperLife Invest Master Trust deed dated 14 September 2016 and as further amended and restated on 30 April 2021 (the "Trust Deed"). The Scheme's registration number is SCH 10765. The Fund was established and commenced operations on 24 May 2019. The Fund is designed for investors that want an actively managed investment in US equities.

During the year ended 31 March 2021, there were 45 funds under the Scheme and the financial statements are divided into 7 sets. These financial statements are for SuperLife Invest Funds Part 7. Effective 15 July 2020, the Fund had a name change, previously it was called SuperLife (Active US and Australian Equities).

2. Reporting period

These financial statements are the year ended 31 March 2021. The comparative figures are for the period 24 May 2019 to 31 March 2020.

3. Basis of preparation

The financial statements of the Fund have been drawn up in accordance with the Trust Deed and comply with the requirements of the FMCA 2013, New Zealand Generally Accepted Accounting Practice as defined in the Financial Reporting Act 2013, New Zealand equivalents to International Financial Reporting Standards ("NZ IFRS") and International Financial Reporting Standards ("IFRS"). The accounting policies have been consistently applied throughout the reporting period.

These financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets at fair value through profit or loss. All amounts are in United States Dollars (USD), rounded to the nearest thousand. Where specific amounts are referred to in the note wording, the amounts are rounded to the nearest dollar. The USD is also the functional currency of the Fund.

4. Critical accounting estimates and judgements

The preparation of financial statements requires the use of certain critical accounting estimates that affect the reported amounts and the application of accounting policies. It also requires the Manager to exercise its judgement in the process of applying the accounting policies of the Fund.

Discussion of the critical accounting estimates and judgements used is included in note 7 on fair value of financial assets and financial liabilities.

5. Summary of significant accounting policies

(a) Financial assets and financial liabilities

Classification

The Fund classifies its financial assets based on both the Fund's business model for managing those financial assets and the contractual cash flow characteristics of the financial assets in accordance with NZ IFRS 9: Financial Instruments.

(i) Financial assets and financial liabilities at fair value through profit or loss

These include investments at fair value through profit or loss and derivative instruments. The Fund mainly evaluates the information about these financial assets on a fair value basis together with other related financial information used to assess the assets' performance and to make decisions.

(ii) Financial assets at amortised cost

These include cash and cash equivalents and receivables.

(iii) Financial liabilities at amortised cost

These represent amounts recognised to be paid in the future for goods and services received. These include outstanding settlements and other accrued expenses.

Recognition, derecognition and measurement

The financial statements for the Fund recognise financial assets and financial liabilities on the date that the Fund becomes a party to the contractual agreement (trade date).

Financial assets are derecognised when the right to receive cash flows from the financial assets has expired or the Fund has transferred substantially all of the risks and rewards of ownership. Financial liabilities are derecognised when the obligation specified in the contract is discharged, cancelled or expired.

Financial assets and financial liabilities held at fair value through profit or loss are initially recognised at fair value. Transaction costs are expensed as incurred in the Statement of Comprehensive Income. Subsequent to initial recognition, financial assets and financial liabilities are measured at fair value. Gains or losses arising from changes in the fair value of the financial assets and financial liabilities at fair value through profit or loss are presented in the Statement of Comprehensive Income within 'net changes in fair value of financial assets and financial liabilities' in the period in which they arise.

Financial assets at amortised cost are measured at amortised cost, using the effective interest method, less an allowance for impairment based on the expected credit losses (ECL).

Financial liabilities at amortised cost are measured at amortised cost using the effective interest method.

SUPERLIFE ACTIVE GLOBAL EQUITIES (US DOLLAR) FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

5. Summary of significant accounting policies (Continued)

Fair value determination

The fair value of the managed investment trusts, where there is no active market is determined by the realisable value of the trusts as advised by the investment managers. Fair value is based on the underlying market value at the reporting date.

(b) Cash and cash equivalents

Cash and cash equivalents ("Cash") means cash at bank, demand deposits and other highly liquid investments. Cash does not include accounts receivables or payables, or any borrowings subject to a term facility.

(c) Foreign currency translation

Foreign currency transactions are translated into the functional currency (USD) using the exchange rates prevailing at the dates of the transactions.

Foreign exchange gains and losses arising from translation are included in the Statement of Comprehensive Income. Foreign exchange gains and losses relating to financial assets and financial liabilities carried at fair value through profit or loss are presented in the Statement of Comprehensive Income within 'net changes in fair value of financial assets and financial liabilities'.

(d) Distribution income

Distribution income is recognised when the right to receive payment is established.

(e) Interest income

Interest income is recognised as the interest accrues using the effective interest method, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial instrument to the net carrying amount of the financial asset.

(f) Units

The Fund issues units, which provide the holder with a beneficial interest in the Fund. The units are issued and redeemed based on the Fund's net asset value per unit at the time of issue or redemption, which is calculated by dividing the net assets attributable to the unitholders by the total number of outstanding units.

The units meet the definition of puttable instruments and are classified as equity instruments under NZ IAS 32 Financial Instruments: Presentation.

(g) Fees and expenses

The Fund incurs fees and expenses from a range of services it receives from various service providers, including reimbursable expenses allowed by the Trust Deed. Fees are accrued as services are rendered.

(h) Taxation

The Fund is a Portfolio Investment Entity ("PIE") under the NZ tax rules. Under the PIE regime, income is effectively taxed in the hands of the unitholders and therefore the Fund does not have an income tax liability on its accounts.

The Fund attributes the taxable income to unitholders in proportion to the units they hold. The income attributed to each unitholder is taxed at the unitholder's Prescribed Investor Rate ("PIR") which is capped at 28%. The tax balance included in the Statement of Financial Position represents PIE tax receivable or payable on behalf of the unitholders.

(i) Goods and services tax (GST)

The Fund is not registered for GST and consequently all components of the financial statements are stated inclusive of GST where appropriate.

(j) Securities lending

The Fund enters into securities lending transactions whereby it lends securities, recognised on the Statement of Financial Position, but retains either all or substantially all of the risks and rewards of the lent securities. As all or substantially all risks and rewards are retained, the lent securities are not derecognised.

(k) Changes in accounting policies and accounting standards adopted during the year

(a) Changes in accounting policies

There have been no significant changes in accounting policies during the year. All policies have been applied on a basis consistent with those used in the prior year.

(b) New accounting standards adopted

A number of new standards and amendments are effective from 1 April 2020, but they do not have a material impact on the financial statements of the Fund.

- Amendments to IAS 1 and IAS 8: Definition of Material. Effective for annual periods beginning on or after 1 January 2020.
- Amendments to NZ IFRS 9, NZ IAS 39 and NZ IFRS 7: Interest Rate Benchmark Reform. Effective for annual periods beginning on or after 1 January 2020.

(l) Issued but not yet effective accounting standards

The following amendments to standards or interpretations have been issued but not yet effective for the year ended 31 March 2021, and have not been applied in preparing these financial statements.

- Amendments to NZ IFRS 9, NZ IAS 39, NZ IFRS 7, NZ IFRS 4 and NZ IFRS 16: Interest Rate Benchmark Reform - Phase 2. These amendments shall

SUPERLIFE ACTIVE GLOBAL EQUITIES (US DOLLAR) FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

5. Summary of significant accounting policies (Continued)

be applied for annual periods beginning on or after 1 January 2021. Early adoption is permitted.

The adoption of the above amendments to standards in future periods is not expected to have a significant impact on the Fund's financial statements.

6. Risk

The Fund's investment activities expose it to a variety of financial risks: market risk (market price risk, currency risk and interest rate risk), credit risk, liquidity risk and securities lending risk.

6a Market risk

Market price risk is the risk of gains or losses from changes in the market price of underlying investments. Interest rate risk is the risk of gains or losses in interest income and capital values from changes in market interest rates.

Currency risk is the risk of gains or losses or changes in the USD value due to changes in the foreign exchange rates. The Fund's foreign currency exposure is not hedged.

An analysis of the financial risks arising from the Fund's investments is set out below:

Market price risk

Equity securities held are exposed to market price risk arising from uncertainties about future prices of underlying investments. Because the Fund invests in managed investment trusts the value of the Fund's investments will move up and down with the market.

A 10% annual increase/decrease in prices is considered to be a reasonably likely percentage change based on the performance of the underlying investments and represents the exposure to market price risk for the years ended 31 March 2020 and 31 March 2021.

A 10% increase/decrease in equity prices would have increased/decreased net profit and unitholders funds as shown in the table below:

	2021	2020
	\$'000	\$'000
Impact of 10% change in market prices +/-	954	688

Currency risk

The majority of the Fund's financial assets are denominated in USD. As a result the Fund is not subject to significant amounts of risk due to fluctuations in exchange rates and currency risk is immaterial.

Interest rate risk

The Fund mainly invests in managed investment trusts and does not hold interest-bearing securities apart from an insignificant amount of cash. Therefore, interest rate risk is not considered to be significant for the Fund.

6b Credit risk

The Fund is exposed to the potential risk of financial loss resulting from the failure of counterparties to fully honour the terms of conditions of a contract with the Fund. The maximum credit risk of financial assets is considered to be their carrying value. Financial assets that subject the Fund to credit risk consist primarily of cash and receivables. The balance does not represent the maximum risk exposure that would arise in the future as a result of changes in values, but best represents the current maximum exposure at the reporting date. The carrying value of cash was \$97,000 as at 31 March 2021 (31 March 2020: nil).

6c Liquidity risk

In accordance with the Fund's policy, the Manager monitors the Fund's liquidity position on a daily basis. Liquidity management is designed to ensure that the Fund has the ability to generate sufficient cash in a timely manner to meet its financial commitments and normal levels of redemptions. The Manager regularly monitors market volatility and redemption levels to establish the Fund's appropriate liquidity level. In the event of abnormal levels of redemptions, timing of payments may depend on the ability of the Fund to realise its underlying investments on a timely basis.

The Fund continues to maintain appropriate levels of liquidity and meet its normal redemption obligations in the rapidly changing COVID-19 environment.

SUPERLIFE ACTIVE GLOBAL EQUITIES (US DOLLAR) FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

6d Securities lending risk

A number of possible risks arise from the Fund's securities lending program. These include, but are not limited to, the risk that a borrower of securities fails to deliver equivalent securities on termination of a loan and the risk that the lending contract will for whatever reason not be legally enforceable. In order to limit the Fund's exposure to risk that may arise from securities lending, there is a limitation on the value of securities that the Fund may lend at any point in time and a requirement that collateral be held by the custodian.

As at 31 March 2021, no securities of the Fund were on loan (31 March 2020: nil).

6e Capital management

Net assets attributable to unitholders are considered to be the Fund's capital for the purposes of capital management and the Fund does not have to comply with externally imposed capital requirements. The Fund's objectives when managing capital are to safeguard the ability to continue as a going concern in order to provide returns to unitholders as well as ensuring the net assets attributable to unitholders are sufficient to meet all present and future obligations. In order to meet the objectives for capital management, the Manager reviews the performance of the Fund on a regular basis.

7. Fair value of financial assets and financial liabilities

Financial assets and financial liabilities measured at fair value are categorised across the following 3 levels based on the degree to which their fair value is observable.

Level 1 - Fair value measurements are derived from quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2 - Fair value measurements are derived from inputs other than quoted prices included within Level 1 that are observable either directly or indirectly;

Level 3 - Fair value measurements are derived from valuation methods that include inputs that are not based on observable market data.

All the investments are held in unlisted managed investment trusts. The fair value is based on their net asset value (NAV)/mid-price, and categorised as Level 2 in the hierarchy.

There were no transfers between levels during the year ended 31 March 2021 (31 March 2020: nil).

The COVID-19 outbreak which was declared a global pandemic by the World Health Organisation in March 2020 continues to cause widespread uncertainty across global economies and the financial market impact of this is reflected in the value of the investments disclosed in the financial statements as at 31 March 2020 and 31 March 2021. Since 31 March 2020, the value of the investments have shown evidence of recovery.

There was no impact on the categorisation of investments held in accordance with the fair value hierarchy as at 31 March 2021 and this remains as disclosed above.

8. Units on issue

	2021	2020
	Units	Units
	'000	'000
Opening balance	8,308	-
Subscriptions from unitholders	1,037	8,308
Redemptions by unit holders	(2,603)	-
Closing balance	<u>6,742</u>	<u>8,308</u>

9. Reconciliation of net profit/(loss) to net cash flows from operating activities

	2021	2020
	\$'000	\$'000
Net profit/(loss)	4,573	(1,347)
<i>Adjustments for:</i>		
Payments for the purchase of investments	(399)	(8,447)
Proceeds from sale of investments	104	158
Net changes in fair value of financial assets and financial liabilities	(4,525)	1,400
Other foreign exchange losses	9	12
Increase in receivables	(38)	(26)
Increase in payables	17	1
Net cash flows from operating activities	<u>(259)</u>	<u>(8,249)</u>

SUPERLIFE ACTIVE GLOBAL EQUITIES (US DOLLAR) FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

10. Related party transactions

Fund expenses disclosed in the Statement of Comprehensive Income represents regular fund charges which is a percentage per annum of the Fund's net asset value. This includes fees and costs charged by the supervisor, custodian, administrator, regulatory and compliance cost. Of the total fund expenses, the Manager receives any remaining amounts due after all fees and costs of the fund are paid. In the event that fees and costs of the fund exceed the regular Fund charges, this shortfall is covered by the Manager.

The net management fees for the year ended 31 March 2021 amounted to \$8,000 (31 March 2020: \$7,000) with \$12,000 (31 March 2020: \$nil) outstanding management fees due to the Manager at the end of the year.

Other related party transactions

The Fund enters into securities lending agreements with various market participants and the Manager. The Fund will earn fifty percent of the total fee earned from the securities lending agreements and the remaining fifty percent will be income due to the Manager. There were no fees earned by the Fund or the Manager for the year ended 31 March 2021 (31 March 2020: nil).

As at 31 March 2021, no securities of the Fund were on loan (31 March 2020: nil).

11. Audit fees

The fee paid for the financial statements audit for the fund for the year ended 31 March 2021 was \$2,537 (31 March 2020: \$2,045). The fee paid for other assurance and registry compliance audit fees for the fund for the year ended 31 March 2021 was \$305 (31 March 2020: \$358).

12. Commitments and contingencies

There are no material liabilities, collateral or capital commitments as at 31 March 2021 (31 March 2020: nil).

13. Subsequent events

There have been no material events after the reporting date that require adjustments to or disclosures in the financial statements.



Independent Auditor's Report

To the unitholders of SuperLife Active Global Equities (US Dollar) Fund

Report on the audit of the financial statements

Opinion

In our opinion, the accompanying financial statements of SuperLife Active Global Equities (US Dollar) Fund (the 'Fund') on pages 2 to 10:

- i. present fairly in all material respects the Fund's financial position as at 31 March 2021 and its financial performance and cash flows for the year ended on that date; and
- ii. comply with New Zealand Equivalents to International Financial Reporting Standards.

We have audited the accompanying financial statements which comprise:

- the statement of financial position as at 31 March 2021;
- the statement of comprehensive income, statement of changes in net assets attributable to unitholders and cash flows for the year then ended; and
- notes, including a summary of significant accounting policies and other explanatory information.



Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (New Zealand) ('ISAs (NZ)'). We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

We are independent of the Fund in accordance with Professional and Ethical Standard 1 International Code of Ethics for Assurance Practitioners (Including International Independence Standards) (New Zealand) issued by the New Zealand Auditing and Assurance Standards Board and the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) ('IESBA Code'), and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code.

Our responsibilities under ISAs (NZ) are further described in the auditor's responsibilities for the audit of the financial statements section of our report.

Our firm has also provided other services to Smartshares Limited (the "Manager") for statutory audit, controls assurance and registry assurance. The provision of these other services has not impaired our independence as auditor of the Fund. Subject to certain restrictions, partners and employees of our firm may also deal with the Fund on normal terms within the ordinary course of trading activities of the business of the Fund. These matters have not impaired our independence as auditor of the Fund. The firm has no other relationship with, or interest in, the Fund.



Materiality

The scope of our audit was influenced by our application of materiality. Materiality helped us to determine the nature, timing and extent of our audit procedures and to evaluate the effect of misstatements, both individually and on the financial statements as a whole. The materiality for the financial statements as a whole was set with



reference to a benchmark of the Fund's total assets. We chose the benchmark because, in our view, this is a key measure of the Funds' performance.



Key audit matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements in the current period. We summarise below those matters and our key audit procedures to address those matters in order that the unitholders as a body may better understand the process by which we arrived at our audit opinion. Our procedures were undertaken in the context of and solely for the purpose of our statutory audit opinion on the financial statements as a whole and we do not express discrete opinions on separate elements of the financial statements

The key audit matter

How the matter was addressed in our audit

Valuation and existence of investments

Refer to Note 7 of the Fund's financial statements. The Fund's portfolio of investments makes up majority of total assets. We do not consider these investments to be at high risk of significant misstatement or be subject to a significant level of judgement. However, due to their materiality in the context of the financial statements as a whole, they are considered to be the area which had the greatest effect on our overall audit strategy and allocation of resources in planning and completing our audit.

Our audit procedures included:

- documenting and understanding the processes in place to record investment transactions and to value the portfolio. This included evaluating the control environment in place at the administration manager by obtaining and reading a report issued by an independent auditor on the design and operation of those controls to and where necessary performed additional testing of these controls to 31 March;
- agreeing the exit price of the investments to independent third-party sources; and
- agreeing investment holdings to confirmations received from the custodian.

We did not identify any material differences in relation to the carrying amount of investments.



Other information

The Manager, on behalf of the Fund, is responsible for the other information included in the Fund's Annual Report. Other information includes the details and changes to the Fund and other information. Our opinion on the financial statements does not cover any other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.



Use of this independent auditor's report

This independent auditor's report is made solely to the unitholders as a body. Our audit work has been undertaken so that we might state to the unitholders those matters we are required to state to them in the independent



auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the unitholders as a body for our audit work, this independent auditor's report, or any of the opinions we have formed.



Responsibilities of the Manager for the financial statements

The Manager, on behalf of the Fund, is responsible for:

- the preparation and fair presentation of the financial statements in accordance with generally accepted accounting practice in New Zealand (being New Zealand Equivalents to International Financial Reporting Standards);
- implementing necessary internal control to enable the preparation of a set of financial statements that is fairly presented and free from material misstatement, whether due to fraud or error; and
- assessing the ability to continue as a going concern. This includes disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless they either intend to liquidate or to cease operations or have no realistic alternative but to do so.



Auditor's responsibilities for the audit of the financial statements

Our objective is:

- to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error; and
- to issue an independent auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs NZ will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error. They are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of these financial statements is located at the External Reporting Board (XRB) website at:

<http://www.xrb.govt.nz/standards-for-assurance-practitioners/auditors-responsibilities/audit-report-2/>

This description forms part of our independent auditor's report.

The engagement partner on the audit resulting in this independent auditor's report is Graeme Edwards

For and on behalf of

KPMG
Wellington
28 July 2021