

Fund Update

SuperLife Invest

Global Bond ETF Fund

For the quarter ended 30 June 2017.

This fund update was first made publicly available on 25 July 2017.

What is the purpose of this update?

This document tells you how the Global Bond ETF Fund has performed and what fees were charged. The document will help you to compare the fund with other funds. Smartshares Limited prepared this update in accordance with the Financial Markets Conduct Act 2013. This information is not audited and may be updated.

Description of this fund

The Global Bond ETF Fund invests in the Smartshares Exchange Traded Funds' Global Bond Fund.

Total value of the fund:	\$657,611
Number of investors in the fund:	27
The date the fund started:	28 October 2016

What are the risks of investing?

Risk indicator for the Global Bond ETF Fund ¹



The risk indicator is rated from 1 (low) to 7 (high). The rating reflects how much the value of the fund's assets goes up and down. A higher risk generally means higher potential returns over time, but more ups and downs along the way.

To help you clarify your own attitude to risk, you can seek financial advice or work out your risk profile at www.sorted.org.nz/tools/investor-kickstarter.

Note that even the lowest category does not mean a risk-free investment, and there are other risks that are not captured by this rating.

This risk indicator is not a guarantee of a fund's future performance. The risk indicator is based on the returns data for 5 years to 30 June 2017. While risk indicators are usually relatively stable, they do shift from time to time. The risk indicator will continue to be updated in future fund updates.

Other specific risks

There are other risks that may increase the risk to returns for investors, which are not reflected in the risk indicator. These risks include active management risk. In particular, the fund invests in an actively managed fund, the investment manager of which buys and sells financial products based on its own assessment of what is happening in the market. There is a risk that the investment manager selects investments for the actively managed fund that result in the Global Bond ETF Fund achieving a return that is lower than its investment objective.

See the “Other Information – Risks” document on the offer register at www.business.govt.nz/disclose for further information about the risks of investing in SuperLife Invest.

How has the fund performed?

	Past year
Annual return (after deductions for charges and tax)	Not applicable
Annual return (after deductions for charges but before tax)	Not applicable
Market index annual return (reflects no deduction for charges and tax)	0.91%

The market index annual return is based on the annual return of the Barclays Global Aggregate Index (100% NZD Hedged). Additional information about the market index is available on the offer register at www.business.govt.nz/disclose.

What fees are investors charged?

Investors in the Global Bond ETF Fund are charged fund charges. These are as follows:

	% per annum of fund’s net asset value
Total fund charges (estimate)	0.49% ²
Which are made up of:	
Total management and administration charges (estimate)	0.49% ²
Including:	
Manager’s basic fee	0.25%
Other management and administration charges (estimate)	0.24% ²
Total performance-based fees	0.00%
Other charges	Dollar amount per investor
Administration fee	\$12 per annum
Paper statements fee	\$18 per annum ³

Investors will not be charged individual action fees for specific actions or decisions. See the “Other Information – Fees” document on the offer register at www.business.govt.nz/disclose for more information about the fees investors are charged.

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

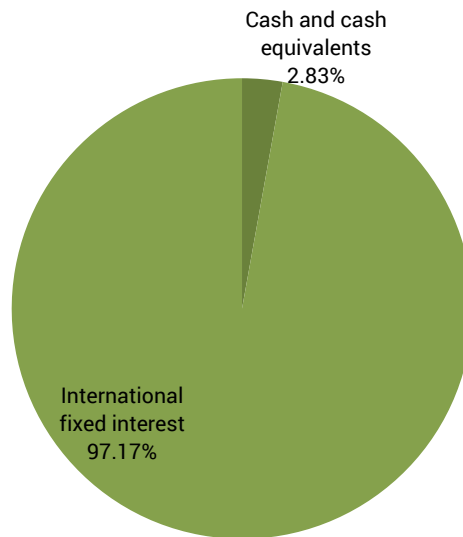
Example of how this applies to an investor

Jess had \$10,000 in the fund on 28 October 2016 and did not make any further contributions. On 30 June 2017, Jess received a return after fund charges were deducted of \$150 (that is 1.50% of her initial \$10,000). Jess paid other charges of \$8 (Jess received statements and other SuperLife communications electronically and was not charged the paper statements fee). This gives Jess a total return after tax of \$142 for the 8 months and 3 days.

What does the fund invest in?

Actual investment mix

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



Target investment mix

This shows the mix of assets that the fund generally intends to invest in.

Asset Category	Target asset mix
Cash and cash equivalents	-
New Zealand fixed interest	-
International fixed interest	100.00%
Australasian equities	-
International equities	-
Listed property	-
Unlisted property	-
Commodities	-
Other	-

Top ten investments

Name	% of fund's net asset value	Type	Country	Credit rating (if applicable)
Government of Japan 18/07/17 0.00% GB	4.42%	International fixed interest	Japan	A+
Government of Japan 07/08/17 0.00% GB	2.67%	International fixed interest	Japan	A+
Government of Japan 31/07/17 0.00% GB	2.67%	International fixed interest	Japan	A+
United States Treasury 15/01/25 0.25% ILB	2.31%	International fixed interest	United States	AAA
Federal Home Loan Banks 26/07/17 0.00% GB	2.07%	International fixed interest	United States	AAA
United States Treasury 15/04/22 0.125% ILB	1.77%	International fixed interest	United States	AAA
USD BNP Paribas Current Account	1.41%	Cash and cash equivalents	United States	
United Kingdom of Great Britain and North Ireland 22/01/21 1.50%	1.40%	International fixed interest	United Kingdom	AA+
Credit Agricole SA 19/09/33 8.125% CB	1.35%	International fixed interest	France	BBB
United Kingdom of Great Britain and North Ireland 22/01/45 3.50%	1.28%	International fixed interest	United Kingdom	AA+

The top 10 investments make up 21.35% of the fund's net asset value.

Currency hedging

The fund's foreign currency exposure is generally 100% hedged to the NZD, but may vary between 95% and 105%.

Key personnel

This shows the directors and employees who have the most influence on the investment decisions of the fund:

Name	Current position	Time in current position	Previous or other positions	Time in previous / other position
Paul James Baldwin	Director	6 months	Head of NZX Wealth Technologies - NZX	11 months
Michael John Chamberlain	Head of SuperLife Funds Management - NZX	2 years and 5 months	Director - SuperLife	18 years and 6 months
Guy Roulston Elliffe	Director	1 year and 7 months	Corporate Governance Manager - ACC	2 years and 2 months
Bevan Keith Miller	Director	3 years and 10 months	Chief Financial Officer - NZX	4 years and 6 months
Alister John Williams	Director	1 year and 7 months	Investment Manager - Trust Management	2 years and 5 months

Further information

You can also obtain this information, the Product Disclosure Statement for SuperLife Invest, and some additional information, from the offer register at www.business.govt.nz/disclose.

Notes

- 1 Market index returns (as well as actual returns) have been used to complete the risk indicator, as the fund has not been in existence for 5 years. As a result, the risk indicator may provide a less reliable indicator of the potential future volatility of the fund. The risk indicator for the fund uses 4 years and 4 months of market index returns.
- 2 Estimates have been used to calculate the other management and administration charges. These estimates are based on our experience in respect of the other SuperLife managed investment schemes we manage and assume that the fund's actual investment mix will be consistent with the target investment mix set out in this fund update.
- 3 You will only be charged this fee if you choose to receive statements and other SuperLife communications in paper form.