

# SuperLife KiwiSaver scheme

## SuperLife Default Fund

### Fund update for the quarter ended 30 September 2022

This fund update was first made publicly available on 31 October 2022.

### What is the purpose of this update?

This document tells you how the SuperLife Default 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 SuperLife Default Fund invests in a mix of income and growth assets. Designed for investors that want a balanced investment option. Excludes investments in illegal weapons (cluster munitions, anti-personnel mines and nuclear explosive devices) and fossil fuel production. Negative annual returns may occur once in every 5 – 7 years on average. The fund is a Default KiwiSaver Fund

Total value of the fund:	\$373,676,596
Number of investors in the fund:	43,146
The date the fund started:	1 December 2021

### What are the risks of investing?

#### Risk indicator for the SuperLife Default Fund<sup>1</sup>



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 [sorted.org.nz/tools/investor-kickstarter](https://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 September 2022. While risk indicators are usually relatively stable, they do shift from time to time. The risk indicator will continue to be updated in future fund updates.

See the Product Disclosure Statement for the SuperLife KiwiSaver scheme for more information about the risks associated with investing in this fund.

### How has the fund performed?

	Past year
<b>Annual return</b> (after deductions for charges and tax)	Not applicable
<b>Annual return</b> (after deductions for charges but before tax)	Not applicable
<b>Market index annual return</b> (reflects no deduction for charges and tax)	-8.79%

The market index annual return is based on the weighted average annual return of the market indices used to measure the performance of the assets that the fund invests in. Additional information about the market index is available in the 'Other Material Information' document on the offer register at [disclose-register.companiesoffice.govt.nz](https://disclose-register.companiesoffice.govt.nz).



## What fees are investors charged?

Investors in the SuperLife Default Fund are charged fund charges. Based on the Product Disclosure Statement dated 1 December 2021, these are expected to be:

	% per annum of fund's net asset value
<b>Total fund charges</b>	0.20%
Which are made up of:	
<b>Total management and administration charges</b>	0.20%
Including:	
Manager's basic fee	0.20%
Other management and administration charges	0.00% <sup>2</sup>
<b>Other charges</b>	<b>Dollar amount per investor</b>
Administration fee	\$30 per annum <sup>3</sup>

Investors may also be charged individual action fees for specific actions or decisions (for example, for withdrawing from or switching funds). See the Product Disclosure Statement for the SuperLife KiwiSaver scheme for more information about those fees.

The fees set out above include GST where applicable.

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 1 December 2021 and did not make any further contributions. On 30 September 2022, Jess after fund charges were deducted of -\$946 (that is -9.46% of her initial \$10,000). Jess paid other charges of \$30. This gives Jess a total loss after tax of -\$976 for the 9 months and 30 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	14.00%
New Zealand fixed interest	32.00%
International fixed interest	-
Australasian equities	17.00%
International equities	32.00%
Listed property	5.00%
Unlisted property	
Commodities	
Other	



## Top 10 investments

Name	% of fund's net asset value	Type	Country	Credit rating (if applicable)
iShares Core MSCI World Ex Australia ESG Leaders ETF	32.10%	International equities	Australia	
New Zealand Government 5.50% 15/04/2023	4.27%	New Zealand fixed interest	New Zealand	AAA
New Zealand Government 0.50% 15/05/2024	3.99%	New Zealand fixed interest	New Zealand	AAA
New Zealand Government 4.50% 15/04/2027	3.80%	New Zealand fixed interest	New Zealand	AAA
New Zealand Government 2.75% 15/04/2025	3.66%	New Zealand fixed interest	New Zealand	AAA
New Zealand Government 3.00% 20/04/2029	3.47%	New Zealand fixed interest	New Zealand	AAA
New Zealand Government 1.50% 15/05/2031	2.63%	New Zealand fixed interest	New Zealand	AAA
New Zealand Government 0.50% 15/05/2026	2.59%	New Zealand fixed interest	New Zealand	AAA
New Zealand Government 2.75% 15/04/2037	2.36%	New Zealand fixed interest	New Zealand	AAA
New Zealand Government 3.50% 14/04/2033	2.20%	New Zealand fixed interest	New Zealand	AAA

The top 10 investments make up 61.07% of the fund's net asset value.

## Currency hedging

The fund's foreign currency exposure is generally not hedged to the New Zealand dollar. Smartshares may from time to time hedge the fund's foreign currency exposure. The actual hedging level can be anywhere in the 0% - 120% range. As at 30 September 2022, 51.42% of the fund's foreign currency exposure was hedged.

## Key personnel

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

Name	Current position	Time in current position	Previous or other current position	Time in previous or other current position
Guy Roulston Elliffe	Director	6 years and 10 months	Corporate Governance Manager - ACC (current position)	7 years and 5 months
Stuart Kenneth Reginald Millar	Chief Investment Officer - Smartshares	3 years and 4 months	Head of Portfolio Management - ANZ Investments	6 years and 4 months
Hugh Duncan Stevens	Chief Executive Officer - Smartshares	4 years and 7 months	Chief Operating Officer - Implemented Investment Solutions Ltd	2 years and 6 months
Alister John Williams	Director	6 years and 10 months	Investment Manager - Trust Management	5 years and 4 months

## Further information

You can also obtain this information, the Product Disclosure Statement for the SuperLife KiwiSaver scheme, and some additional information, from the offer register at [disclose-register.companiesoffice.govt.nz](https://disclose-register.companiesoffice.govt.nz).

## Notes

- 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 2 months of market index returns.
- We charge fixed fund charges that cover normal fund operating costs. For disclosure purposes, supervisor, audit and legal costs are not included in the manager's basic fee, but are included in the other management and administration charges. This may be shown as 0.00% due to rounding.
- The SuperLife KiwiSaver scheme has an administration fee of \$30 a year. You do not pay the administration fee if you have all your money invested in the SuperLife Default Fund.