

# SuperLife UK pension transfer scheme

## SuperLife Age Steps - Age 70 <sup>1</sup>

### Investment update for the quarter ended 31 December 2023

This investment update was first made publicly available on 12 February 2024.

### What is the purpose of this update?

This document tells you how SuperLife Age Steps - Age 70 (the stage) has performed and what fees were charged. The document will help you to compare the stage 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 stage

SuperLife Age Steps automatically sets the proportion of your investment in income and growth assets based on your age. As you get older, the proportion of your investment in more volatile growth assets will be reduced, lowering the expected size of the ups and downs in the value of your investment. This option may be suitable if you are saving for retirement (assumed to be age 65), and assumes you will continue to invest your savings and spend them over your retirement period.

Your SuperLife Age Steps - Age 70 investment will be allocated 60.4% to income assets and 39.6% to growth assets.

|                                   |                   |
|-----------------------------------|-------------------|
| Total value of this stage:        | -                 |
| Number of investors in the stage: | -                 |
| The date the stage started:       | 15 September 2013 |

### How has the stage performed?

|  | Average over past 5 years | Past year |
|--|---------------------------|-----------|
| <b>Annual return</b><br>(after deductions for charges and tax)                   | 3.51%                     | 7.40%     |
| <b>Annual return</b><br>(after deductions for charges but before tax)            | 4.28%                     | 8.05%     |
| <b>Market index annual return</b><br>(reflects no deduction for charges and tax) | 5.10%                     | 8.74%     |

The market index return is a composite of benchmark index returns, weighted for the stage's target investment mix (also known as target asset allocation). The specific benchmark indices used for each asset class are defined in the Statement of Investment Policy and Objectives (SIPO).

On 11 December 2023, the stage's benchmark indices for the international equities and listed property asset classes were updated to better reflect the investment philosophy of the stage.

The SIPO and further additional information about the market index is available on the offer register at [disclose-register.companiesoffice.govt.nz](https://disclose-register.companiesoffice.govt.nz).

### What are the risks of investing?

#### Risk indicator for SuperLife Age Steps - Age 70



The risk indicator is rated from 1 (low) to 7 (high). The rating reflects how much the value of the stage'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-profiler](https://sorted.org.nz/tools/investor-profiler).

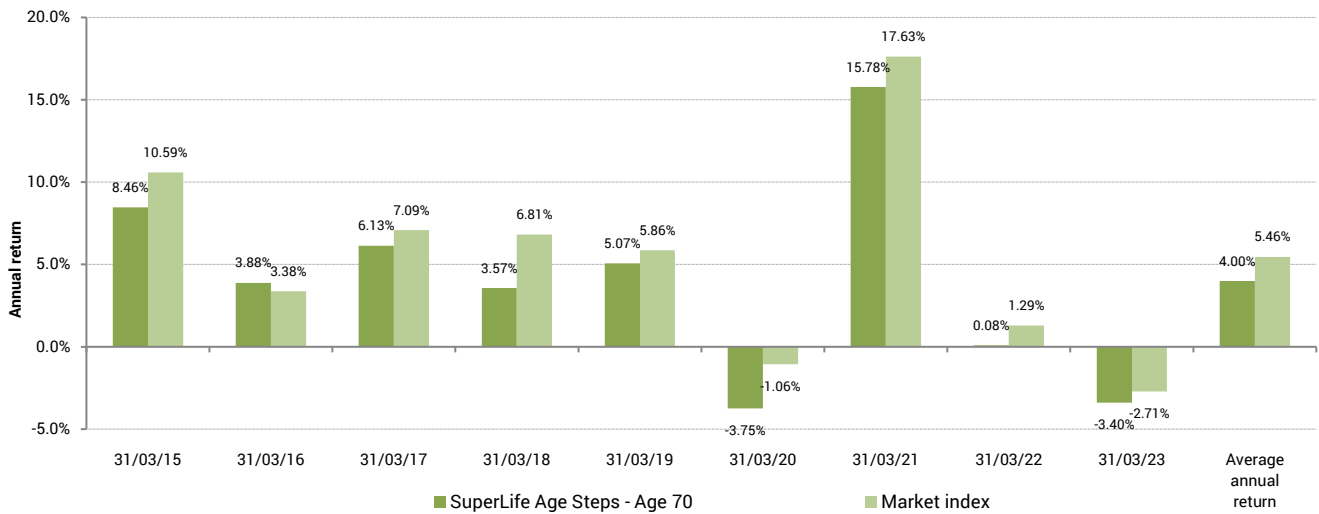
Note that even the lowest category does not mean a risk-free investment, and there are other risks that are not captured by this rating.

This risk indicator is not a guarantee of a stage's future performance. The risk indicator is based on the returns data for 5 years to 31 December 2023. While risk indicators are usually relatively stable, they do shift from time to time. The risk indicator will continue to be updated in future stage updates.

See the Product Disclosure Statement for the SuperLife UK pension transfer scheme for more information about the risks associated with investing in this stage.



## Annual return graph



This shows the return after fund charges and tax for each year ending 31 March since the stage started. The last bar shows the average annual return since the stage started, up to 31 December 2023.

**Important:** This does not tell you how the stage will perform in the future.

Returns in this update are after tax at 28%.

## What fees are investors charged?

Investors in SuperLife Age Steps - Age 70 are charged fund charges. In the year to 31 March 2023 these were:

|   | % per annum of fund's net asset value |
|---|---------------------------------------|
| <b>Total fund charges (estimate)</b>                          | 0.79% <sup>2</sup>                    |
| Which are made up of:   |                                       |
| <b>Total management and administration charges (estimate)</b> | 0.79% <sup>2</sup>                    |
| Including:  |                                       |
| Manager's basic fee   | 0.78%                                 |
| Other management and administration charges                   | 0.01% <sup>3</sup>                    |
| <b>Other charges</b>  | <b>Dollar amount per investor</b>     |
| Administration fee  | \$60 per annum                        |

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 UK pension transfer 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.

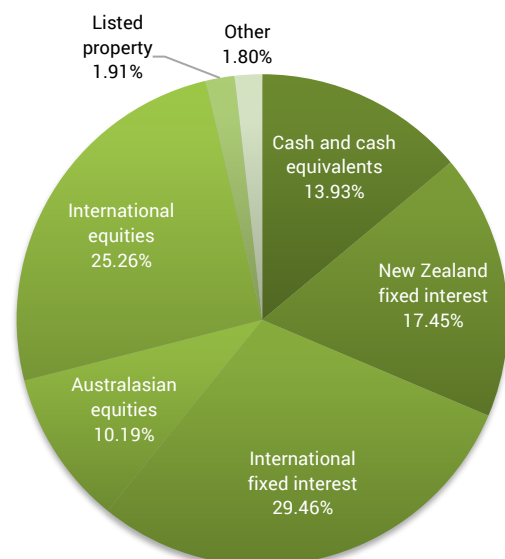
## Example of how this applies to an investor

Jess had \$10,000 in the stage at the start of the year and did not make any further contributions. At the end of the year, Jess received a return after fund charges were deducted but before tax of \$805 (that is 8.05% of Jess's initial \$10,000). Jess paid other charges of \$60. This gives Jess a total return after tax of \$680 for the year.

## What does the stage invest in?<sup>4</sup>

### Actual investment mix

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





## Target investment mix

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

| Asset Category               | Target asset mix |
|------------------------------|------------------|
| Cash and cash equivalents    | 12.40%           |
| New Zealand fixed interest   | 18.00%           |
| International fixed interest | 30.00%           |
| Australasian equities        | 10.00%           |
| International equities       | 25.60%           |
| Listed property              | 2.00%            |
| Unlisted property            | -                |
| Commodities                  | -                |
| Other                        | 2.00%            |

## Top 10 investments

| Name   | % of stage's net asset value | Type                         | Country       | Credit rating (if applicable) |
|--|------------------------------|------------------------------|---------------|-------------------------------|
| ISHARES CORE GLOBAL AGGREGATE BOND UCITS ETF             | 16.28%                       | International fixed interest | Ireland       |                               |
| VANGUARD TOTAL WORLD STOCK ETF                           | 5.90%                        | International equities       | United States |                               |
| ANZ NZD CURRENT ACCOUNT                                  | 3.93%                        | Cash and cash equivalents    | New Zealand   | AA-                           |
| VANGUARD S&P 500 ETF                                     | 3.92%                        | International equities       | United States |                               |
| VANGUARD FTSE EUROPE ETF                                 | 2.96%                        | International equities       | United States |                               |
| VANGUARD FTSE PACIFIC ETF                                | 1.87%                        | International equities       | United States |                               |
| ISHARES CORE FTSE GLOBAL INFRASTRUCTURE (AUD HEDGED) ETF | 1.80%                        | Other                        | Australia     |                               |
| VANGUARD MID-CAP ETF                                     | 1.64%                        | International equities       | United States |                               |
| VANGUARD FTSE EMERGING MARKETS ETF                       | 1.52%                        | International equities       | United States |                               |
| VANGUARD SMALL-CAP ETF                                   | 1.42%                        | International equities       | United States |                               |

The top 10 investments make up 41.24% of the stage's net asset value.

## Currency hedging

The stage invests into funds which hedge their foreign currency exposure.



## Key personnel

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

| Name                           | Current position                       | Time in current position | Previous or other current position                    | Time in previous or other current position |
|--------------------------------|--|--------------------------|---|--|
| Guy Roulston Elliffe           | Director                               | 8 years and 1 month      | Corporate Governance Manager - ACC (current position) | 8 years and 8 months                       |
| Stuart Kenneth Reginald Millar | Chief Investment Officer - Smartshares | 4 years and 7 months     | Head of Portfolio Management - ANZ Investments        | 6 years and 4 months                       |
| Anna Lennie Scott              | Chief Executive Officer - Smartshares  | 3 months                 | Chief Operating Officer and Director - Hobson Wealth  | 5 years and 2 months                       |
| Alister John Williams          | Director                               | 8 years and 1 month      | Investment Manager - Trust Management                 | 5 years and 4 months                       |

## Further information

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

## Notes

- 1 SuperLife Age Steps - Age 70 does not currently have any investors. The information in this document sets out our estimates as to how SuperLife Age Steps - Age 70 would have performed and what fees would have been charged if it had investors. These estimates are based on our experience in respect of SuperLife Age Steps - Age 70 in the other SuperLife managed investment schemes.
- 2 The fund charges for SuperLife Age Steps are estimates based on the target investment mix of underlying funds for each age step. The fund charges actually charged may differ from the estimate if the actual investment mix of underlying funds for your investment differs from the target because of market movements.
- 3 These charges refer to the normal stage operating costs that are charged to the stage. 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. Some of these are fixed costs so the amount shown can range from 0% up to the total fund charges depending on the total value of the stage.
- 4 The 'other' category refers to an investment in infrastructure. The underlying investments are infrastructure securities listed in developed countries.