

ANZ INVESTMENTS SINGLE-ASSET-CLASS SCHEME

(MARKETED AS THE ONEANSWER
SINGLE-ASSET-CLASS FUNDS)

ANNUAL REPORT
FOR THE YEAR ENDED
31 MARCH 2023

MANAGER:
ANZ NEW ZEALAND
INVESTMENTS LIMITED

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HOW IS YOUR FUND PERFORMING?

Find out how your fund has performed each month at:



anz.co.nz/OA-investmentperformance

WHAT'S HAPPENING IN THE MARKETS?

Find out how recent developments have affected your investments at:



anz.co.nz/OA-marketreview

WELCOME

I'm pleased to present the annual report for the ANZ Investments Single-Asset-Class Scheme (the scheme).

Financial markets had a challenging 2022 as worries about high inflation and rising interest rates saw both bonds and equities fall making it a particularly tough year for investors.

In 2022, as the world's economies rebounded following COVID-related lockdowns, a combination of excess demand and supply constraints saw inflation rates in many countries reach multi-decade highs. The war in Ukraine added to the inflationary pressures, as the price of oil and other commodities rose sharply.

This prompted central banks in most major economies to raise interest rates in an attempt to bring inflation down. Equity markets fell given the likelihood that rising interest rates could tip the world's economies into recession. Bond markets also lost ground, as these investments are particularly sensitive to higher interest rates.

The start of 2023 saw financial markets claw back some of their losses as it appeared the end of the global interest rate hiking cycle was close. Nevertheless, most investment markets finished the year in negative territory.

A challenging period for many of our funds

Against this backdrop, all of our funds lost ground over the year, with the exception of the International Share Fund, which delivered a small gain.

It was a particularly tough time for investors in our fixed interest (bond) and property funds, as these investments are sensitive to rising interest rates. In fact, bond markets had one of their worst years on record, experiencing similar volatility to that of equity markets, and delivering returns that were significantly lower than most conservative investors might have expected.

Our property funds were also caught up in this volatility. Rising interest rates led to higher borrowing costs for the property companies our funds invest in, while slowing global growth means tougher times ahead for their tenants. Ultimately, this was reflected in their share prices, with the underperformance noticeable in both the international and local property markets.

More volatility ahead

Although financial markets finished the year on a positive note, we expect further periods of volatility. Concerns around some of the smaller regional banks in the US, the ongoing war in Ukraine and the impact higher interest rates will have on the global economy are just some of the concerns investors are facing.

As hard as it is, we remind our investors that market falls are part and parcel of investing, and that it pays to take a long-term approach. It's also worth remembering that markets move in cycles and this year's losses come on the back of some strong gains in previous years.

The year in brief

Responsible investing

We recognise the importance of sound environmental, social and governance (ESG) practices and the positive impact these factors can have on long-term investment risks and returns. That's why it's integrated into our investment process.

As part of improving our transparency around our responsible investment activities, we have published the following:

- our Responsible Investment Framework that formalises our approach to responsible investing
- our first Stewardship Update demonstrating our engagement with the companies we invest in, and
- a dashboard showing records of proxy voting done on behalf of investors.

Find out more at:

- anz.co.nz/OA-responsibleinvesting

Thank you for investing with us.



Rachel Whitelaw

General Manager Products,
Funds Management

On behalf of the manager,
ANZ New Zealand Investments Limited

KEEP TRACK ONLINE

You can use ANZ goMoney or ANZ Internet Banking to get up-to-date information on your account balance, transactions and investment performance.

It's easy to get set up:

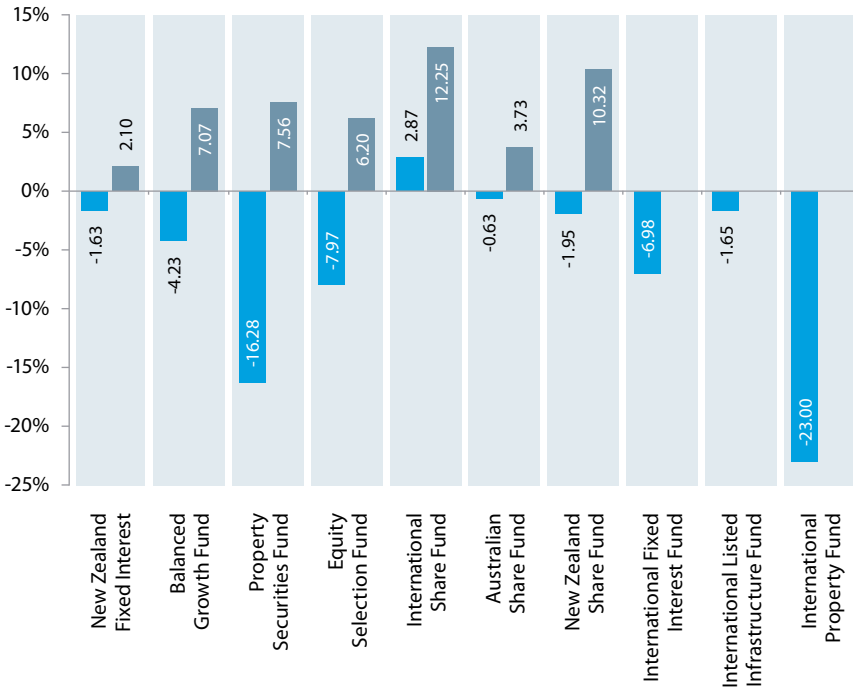
- If you're an ANZ customer, visit anz.co.nz/registernow.
- If you're not an ANZ banking customer, visit your nearest ANZ branch to be set up. You'll need to provide proof of identity. Go to anz.co.nz/OA-myid for the full list of acceptable identity documents.

FUND PERFORMANCE AS AT 31 MARCH 2023

In this chart:

- the first bar in each pair shows the percentage return for the year to 31 March 2023
- the second bar in each pair shows the annualised percentage return earned by the fund over 10 years¹

ANZ Investments Single-Asset-Class Scheme²



- For the year ended 31 March 2023¹
- Annualised investment performance over 10 years²

¹ The International Listed Infrastructure Fund has not been in existence for 10 years so the annualised performance shown is since launch. The fund was launched on 1 October 2021.

The International Fixed Interest Fund and the International Property Fund have not been in existence for 10 years, so the annualised performance shown is since launch. Both funds were launched on 19 September 2013.

² All performance is after fees and before tax. This is represented by changes in the unit price plus any applicable tax credits. Past performance is not indicative of future performance. Performance can be negative as well as positive.

DETAILS OF SCHEME

NAME OF THE SCHEME

ANZ Investments Single-Asset-Class Scheme (the **scheme**). The scheme is marketed as the OneAnswer Single-Asset-Class Funds.

TYPE OF SCHEME

The scheme is a managed investment scheme – ‘other’ managed fund, that is, a managed fund that is not a KiwiSaver scheme, workplace savings scheme or superannuation scheme.

MANAGER

ANZ New Zealand Investments Limited (the **manager**)

SUPERVISOR

The New Zealand Guardian Trust Company Limited (the **supervisor**)

PRODUCT DISCLOSURE STATEMENT

The scheme’s latest product disclosure statement is dated 9 February 2023 and has an ‘open for applications’ status.

FUND UPDATES

The scheme’s latest fund updates for the quarter ended 30 June 2023 were made publicly available on 31 July 2023.

These are available on the offer register at disclose-register.companiesoffice.govt.nz and at anz.co.nz/OA-investmentperformance.

FINANCIAL STATEMENTS AND AUDITOR’S REPORT

The scheme’s latest financial statements for the year ended 31 March 2023, and the auditor’s report on those financial statements, were dated 26 July 2023 and were lodged with the Registrar on 31 July 2023. See page 10 for more details.

INFORMATION ON CONTRIBUTIONS AND SCHEME PARTICIPANTS

The number of units on issue in each fund at the start and end of the year were:

Investment fund	At 31 March 2022	At 31 March 2023
New Zealand Fixed Interest Fund	5,660,454	4,375,701
International Fixed Interest Fund	2,115,965	2,072,134
Property Securities Fund	29,020,336	24,773,005
International Property Fund	196,496,463	182,872,263
New Zealand Share Fund	9,200,825	8,945,081
Equity Selection Fund	4,146,528	3,740,145
Australian Share Fund	4,734,390	4,546,495
International Share Fund	81,086,315	75,582,881
International Listed Infrastructure Fund	8,748,676	35,213,371
Balanced Growth Fund	13,645,379	12,499,083

CHANGES RELATING TO THE SCHEME

This section describes any material changes to the scheme's nature, investment objectives and strategy, and management during the year.

CHANGES TO THE TERMS OF THE OFFER

There were no material changes to the terms of the offer for the scheme during the year.

CHANGES TO THE STATEMENT OF INVESTMENT POLICY AND OBJECTIVES (SIPO)

The SIPO was updated on 9 February 2023 to refer to our Responsible Investment Framework.

CHANGES TO THE NATURE OR SCALE OF THE RELATED PARTY TRANSACTIONS

There were no material changes to the nature or scale of the related party transactions entered into for the scheme during the year. All related party transactions were conducted on arm's-length terms.

OTHER INFORMATION FOR PARTICULAR TYPES OF MANAGED FUNDS

UNIT PRICES

Investment fund	Unit price (\$) at 31 March 2022	Unit price (\$) at 31 March 2023
New Zealand Fixed Interest Fund	1.7805	1.7514
International Fixed Interest Fund	1.2746	1.1855
Property Securities Fund	4.6562	3.8698
International Property Fund	1.9181	1.4698
New Zealand Share Fund	6.4750	6.2956
Equity Selection Fund	2.8350	2.5911
Australian Share Fund	4.9147	4.8772
International Share Fund	3.2876	3.3743
International Listed Infrastructure Fund	1.1412	1.1187
Balanced Growth Fund	4.1127	3.9303

CHANGES TO PERSONS INVOLVED IN THE SCHEME

MANAGER

ANZ New Zealand Investments Limited was the issuer and manager of the scheme throughout the year.

Directors of the manager

The directors of the manager as at 31 March 2023 were:

- Ian Douglas Burns
- Peter Houghton
- Benjamin Paul Kelleher
- Fiona Nicole Mackenzie
- Anna Marion Molloy
- Annis Gail O'Brien
- Paul Gavin White

There were no changes to the directors of the manager during the year.

Key personnel of the manager

The following changes have taken place since 1 April 2022:

- Grant Hodder ceased being General Manager Product on 1 February 2023 and Sarah Beauchamp was appointed as Acting General Manager Product on 3 February 2023 in the interim. On 6 June 2023, Rachel Whitelaw was appointed as General Manager Product.
- Sian August was appointed as General Manager, Strategy & Execution on 3 February 2023.
- Matt Mouat ceased being Head of Business Governance & Controls, Funds Management on 1 April 2023.
- Amanda Kells, as Head of Business Governance & Controls Centre of Excellence NZ, became a key person on 6 April 2023.

- Due to a change in responsibilities, Anna Livesey, General Manager of Customer Experience ceased to be a key person on 21 June 2023.

SUPERVISOR

The New Zealand Guardian Trust Company Limited was the supervisor and custodian of the scheme throughout the year.

Directors of the supervisor

The directors of the supervisor as at 31 March 2023 were:

- Robin Albert Flanagan
- Bryan David Connor
- Sarah Louise Graydon

The following changes to the directors of the supervisor occurred during the year:

- Sarah Louise Graydon was appointed as director on 20 March 2023.

AUDITOR

KPMG was the auditor of the scheme throughout the year.

CHANGE IN CONTROL OF THE MANAGER

In January 2023, a restructure was implemented that resulted in ANZ Group Holdings Limited (ANZGHL) becoming the new parent company of the ANZ Group. As a result, the manager's ultimate parent company changed from Australia and New Zealand Banking Group Limited to ANZGHL. The manager remains a wholly owned subsidiary of ANZ Bank New Zealand Limited following the restructure.

HOW TO FIND FURTHER INFORMATION

ON DISCLOSE

Disclose is a website that contains two registers – an offer register and a scheme register.

To find the product disclosure statement and the fund updates, go to:

 disclose-register.companiesoffice.govt.nz

- Click 'Search for an offer' and search for 'OneAnswer Single-Asset-Class Funds'

To find the SIPO, governing document and financial statements, go to:

 disclose-register.companiesoffice.govt.nz

- Click 'Search for a scheme' and search for 'ANZ Investments Single-Asset-Class Scheme'

ON OUR WEBSITE

Other valuable information and resources to help you manage your investment – including transaction forms, fund performance, unit prices, a quarterly market review and fund fact sheets – are available at:

 anz.co.nz/OA-investmentfunds

You can also obtain a copy of any of the above information on request and free of charge by contacting us (contact details are on the next page).

CONTACT DETAILS AND COMPLAINTS

MANAGER

ANZ New Zealand Investments Limited

Freepost 324
PO Box 7149, Victoria Street West
Auckland 1142

Attn: KiwiSaver and Investments team

 0800 736 034 or +64 9 356 4000

 service@anzinvestments.co.nz

SUPERVISOR

The New Zealand Guardian Trust Company Limited

Relationship Manager – ANZ Investments
Single-Asset-Class Scheme

PO Box 274, Shortland Street
Auckland 1140

 +64 9 909 5100

 ct-auckland@nzgt.co.nz

IF YOU HAVE A COMPLAINT

If you have any problems with the scheme, please contact your financial adviser first.

If you don't have a financial adviser, or your financial adviser has been unable to help you, please let us know using the contact details above. As the manager of the scheme, we'll try to resolve your complaint within five business days. Our complaints process is set out in full at anz.co.nz


If we're unable to help you, you can contact the supervisor at the contact details on this page.

If you're still not happy, you can get free independent assistance from the following dispute resolution schemes:

The manager's dispute resolution scheme

The Banking Ombudsman Scheme

Freepost 218002
PO Box 25327
Wellington 6140


 0800 805 950

 help@bankomb.org.nz

The supervisor's dispute resolution scheme

Financial Services Complaints Limited

PO Box 5967
Wellington 6140

 0800 347 257

 info@fscl.org.nz

You won't be charged a fee for investigating or resolving a complaint.

ANZ New Zealand Investments Limited is not an authorised deposit-taking institution (ADI) under Australian law and investments in the funds aren't deposits in or liabilities of ANZ Bank New Zealand Limited, Australia and New Zealand Banking Group Limited, or their subsidiaries (together **ANZ Group**). ANZ Group doesn't stand behind or guarantee ANZ New Zealand Investments Limited. Investments in the funds are subject to investment risk, including possible delays in repayment, and loss of income and principal invested. ANZ Group won't be liable to you for the capital value or performance of your investment.

