

Fund Update for the quarter ended 30 June 2021

OneAnswer KiwiSaver Scheme

■ Sustainable International Share Fund

This fund update was first made publicly available on: 28 July 2021

What is the purpose of this update?

This document tells you how the Sustainable International Share Fund has performed and what fees were charged. The document will help you to compare the fund with other funds. ANZ New Zealand Investments 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 Sustainable International Share Fund invests mainly in international equities with a focus on environmental, social and governance (ESG) considerations. Investments may include:

- equities in companies that are listed on a recognised stock exchange and
- cash and cash equivalents.

The fund aims to achieve a positive yearly return (after the fund charge and before tax) that over the long-term outperforms the relevant market index.

Total value of the fund (\$)	18,943,051
Number of investors in the fund	508
The date the fund started	25 August 2008

What are the risks of investing?

Risk indicator for the Sustainable International Share Fund:



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 anz.co.nz/OA-riskprofiletool.

Note that even the lowest category does not mean a risk-free investment, and there may be 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 the five years ended 30 June 2021. 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 (PDS) for more information about the risks associated with investing in this fund.

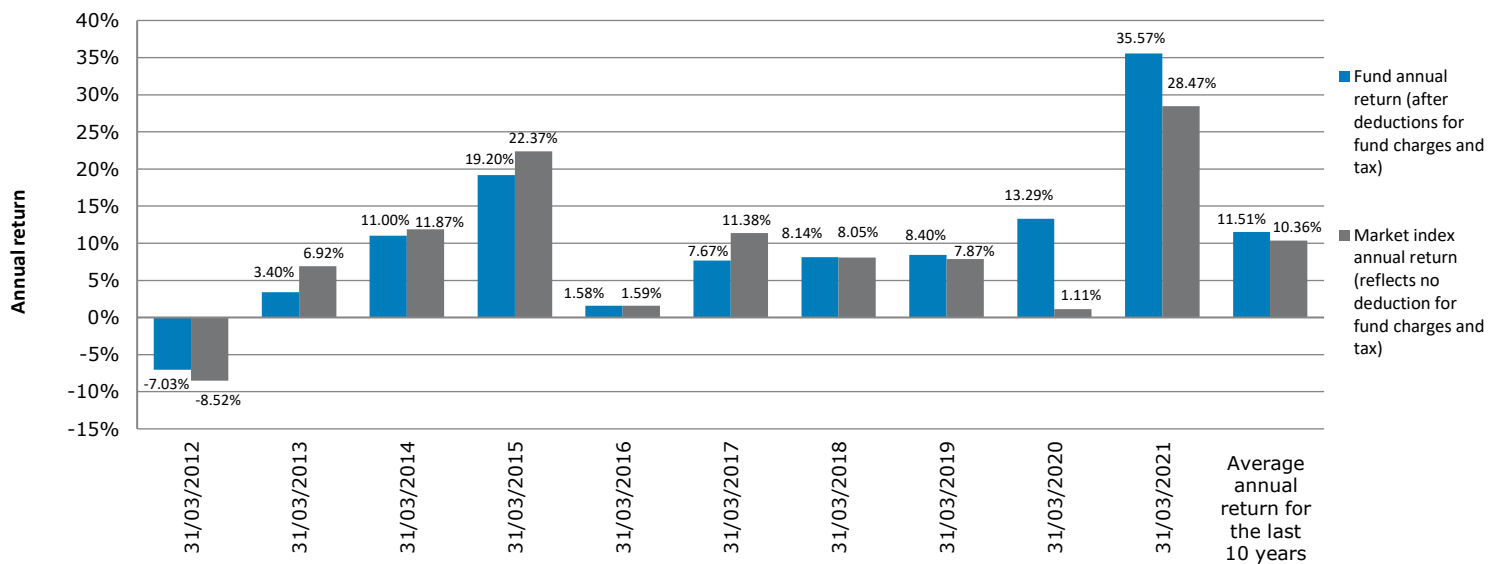
How has the fund performed?

	Average over past five years	Past year
Annual return (after deductions for charges and tax)	17.20%	29.52%
Annual return (after deductions for charges but before tax)	18.46%	31.13%
Market index annual return (reflects no deduction for charges and tax)	13.48%	26.30%

The market index for this fund changed effective 28 June 2021 from the MSCI World Index (New Zealand dollar) to MSCI World (ex Australia) Index with net dividends reinvested (New Zealand dollar).

Additional information about the market index is available in the statement of investment policy and objectives on the offer register at www.disclose-register.companiesoffice.govt.nz.

Annual return graph



This shows the return after fund charges and tax for each of the last 10 years ending 31 March. The last bar shows the average annual return for the last 10 years, up to 30 June 2021.

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

Returns in this update are after tax at the highest prescribed investor rate (PIR) of tax for an individual New Zealand resident. Your tax may be lower.

What fees are investors charged?¹

Investors in the Sustainable International Share Fund are charged fund charges. In the year to 31 March 2021 these were:

	% of net asset value
Total fund charges^{1*}	1.39%
<i>Which are made up of:</i>	
Total management and administration charges	1.39%
<i>Including:</i>	
Manager's basic fee	1.15%
Other management and administration charges	0.24%
Total performance based fees	0.00%
	Dollar amount per investor
Other charges	
Membership fee ²	\$18

*The manager expects that the fund charges for the next scheme year will be different from the fund charges disclosed in this fund update because effective 28 June 2021 the manager's basic fee was reduced from 1.15% to 0.85% per year and the maximum 'other management and administration charges' that may be charged reduced to 0.11% per year.

Investors are not currently charged individual action fees for specific actions or decisions (for example, for withdrawing from or switching funds). See the PDS for more information about Scheme fees.

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

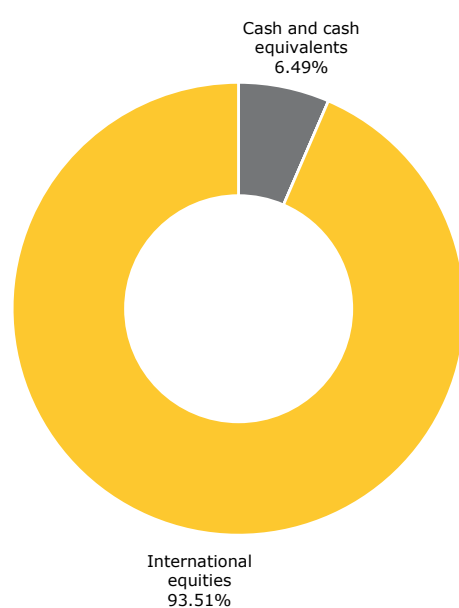
Example of how this applies to an investor

Sarah had \$10,000 in the fund at the start of the year and did not make any further contributions. At the end of the year, Sarah received a return after fund charges were deducted of \$2,952 (that is 29.52% of her initial \$10,000). Sarah also paid \$18 in other charges. This gives Sarah a total gain after tax of \$2,934 for the year.

What does the fund invest in?

Actual investment mix³

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



Target investment mix³

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



Top 10 investments⁴

	Name	Percentage of fund net assets	Type	Country	Credit rating (if applicable)
1	S&P 500 E-mini Future Sep 21	63.09%	International equities	United States	
2	NN L Global Sustainable Equity Fund	13.13%	International equities	Luxembourg	
3	EURO STOXX 50 Index Future Sep 21	13.07%	International equities	Germany	
4	Topix Futures	5.27%	International equities	Japan	
5	FTSE 100 Index Future Sep 21	4.37%	International equities	United Kingdom	
6	Cash Deposit (ANZ Bank)	1.12%	Cash and cash equivalents	New Zealand	A-1+
7	Cash	0.07%	Cash and cash equivalents	Germany	A-1
8					
9					
10					

The top 10 investments make up 100.12% of the net asset value of the fund.

Currency hedging

	Benchmark hedging rate	Current hedging level
International equities	Benchmark 0% hedged (range of 0-100%)	17%

Key personnel

This shows the directors and employees who have the most influence on investment decisions in relation to the fund.

Name	Current position	Time in current position	Previous or other current position	Time in previous or other current position
Paul Huxford	Chief Investment Officer, New Zealand	3 years and 0 months	Acting Chief Investment Officer, ANZ Bank New Zealand Limited	0 years and 3 months
Alan Clarke	Co-Head of Diversified Portfolio Management	2 years and 4 months	Senior Mandate Research Manager, ANZ Bank New Zealand Limited	3 years and 7 months
Maaike van Tol	Co-Head of Diversified Portfolio Management	2 years and 4 months	Senior Asset Allocation Manager, ANZ Bank New Zealand Limited	1 year and 8 months
Ben Wedd	Investment Analyst	2 years and 1 month	Investment Compliance Analyst, ANZ Bank New Zealand Limited	2 years and 7 months

Further information

You can also obtain this information, the PDS for the OneAnswer KiwiSaver Scheme, and some additional information from the offer register at www.disclose-register.companiesoffice.govt.nz.

Notes

- Our fund charges are inclusive of GST, where applicable.
- If you are aged between 18 and 65 years, we will charge you a membership fee at the scheme level for looking after your KiwiSaver account. If you're invested in more than one fund, this fee will be deducted from the fund with the highest balance.
- The target and actual investment mix of this fund are based on:
 - the cash and cash equivalents held by the fund, and
 - the asset class of the underlying fund in which the fund invests.
 They are not based on the cash and cash equivalents or any other assets held by the underlying fund.
- On 30 June 2021, the OneAnswer KiwiSaver Sustainable International Share Fund was transitioning to a new external fund manager (Northern Trust Investments, Inc). The OneAnswer KiwiSaver Sustainable International Share Fund held international equity futures during the transition to maintain exposure to international equities. The 'Top 10 investments' has been calculated differently for the quarter ended 30 June 2021 to accurately represent the investments held during the transition.