

# ANZ INVESTMENTS MULTI-ASSET-CLASS SCHEME

(MARKETED AS THE ANZ INVESTMENT FUNDS AND  
THE ONEANSWER MULTI-ASSET-CLASS FUNDS)

ANNUAL REPORT  
FOR THE YEAR ENDED  
30 SEPTEMBER 2018

ISSUER AND MANAGER:  
ANZ NEW ZEALAND  
INVESTMENTS LIMITED



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This annual report is for the ANZ Investments Multi-Asset-Class Scheme (the **scheme**), a registered managed investment scheme on the 'scheme' register of Disclose.

The scheme is marketed under two separate offers:

- ANZ Investment Funds, and
- OneAnswer Multi-Asset-Class Funds.

Information concerning these individual offers is available on the 'offer' register of Disclose. See page 11 for more details.

# WELCOME

I'm pleased to present the ANZ Investments Multi-Asset-Class Scheme annual report for the year ended 30 September 2018.

The year to 30 September was another very strong one for investors in the ANZ Investments Multi-Asset-Class Scheme. Growth assets, such as shares and listed property, delivered strong returns to investors. Global share prices over the 12 months to 30 September rose 9% in local currency terms – a result of strong economic growth in the US and record-breaking corporate profits. Despite a levelling off in the strength of the domestic economy, New Zealand shares also did well, with many local company share prices trading at, or close to, record highs.

Fixed interest investments (bonds) had a more challenging year, as interest rates around the world rose – an environment in which bonds tend to struggle – while cash investments continued to deliver low but steady returns.

All the funds reported positive performance for the year, ranging from 3.70% (Conservative Fund) through to 10.99% (Growth Fund).

To keep up to date with what has been happening locally and around the world, and how it has affected your investment, you can visit:



## **ANZ Investment Funds**

[anz.co.nz/investmentreview](http://anz.co.nz/investmentreview)



## **OneAnswer Multi-Asset-Class Funds**

[anzinvestments.co.nz/marketreview](http://anzinvestments.co.nz/marketreview)

I'm also pleased to highlight that during the year we made the following enhancements to your investment experience:

- We extended our commitment to responsible investing by signing up to the Principles for Responsible Investment – a United Nations-supported framework that helps companies integrate environmental, social and governance factors into their investment processes.
- We provided new easy-to-read account statements with personalised information, including the fees you paid as a dollar amount.
- We enabled ANZ banking customers to contribute directly into their fund account, using ANZ Internet Banking.
- We've made significant investment into a new registry system to improve customer experience – now and into the future. For example, we no longer have a minimum payment amount into the funds – it can be as big or as small as you like.

- We appointed new external fund managers for our listed international property assets and Australian equities.
- We also launched our quarterly email 'Spotlight', providing you with video market commentary, fund performance, topical articles and other useful information. If you don't receive Spotlight and would like to receive it, please call us on 0800 736 034 and let us know your email address.

I always like to remind and encourage you to contact your financial adviser to review your personal financial plan and progress. It's important to discuss any changes in your situation as well as considerations for the future.

If you don't have an adviser, please contact us and we'll be happy to put you in touch with one.

My thanks for choosing to invest with ANZ Investments. We look forward to helping you achieve your investment goals.

*Mark Davies*

**Mark Davies**

General Manager Funds

On behalf of the manager,  
ANZ New Zealand Investments Limited

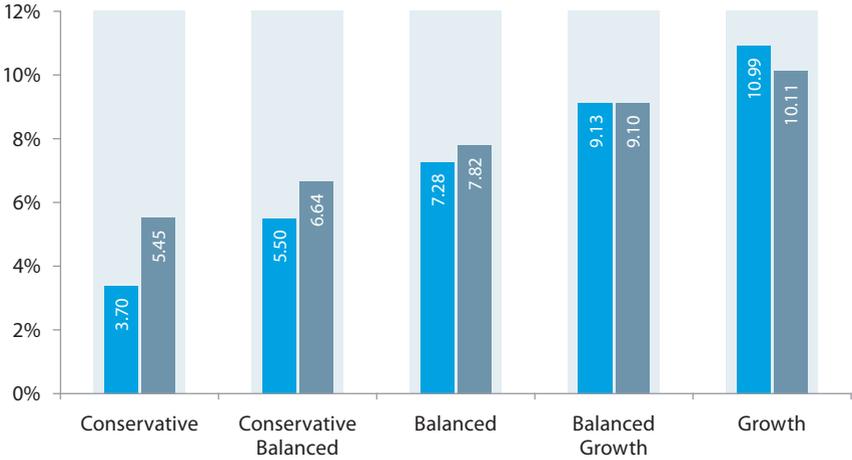
## KEEP TRACK ONLINE

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

- If you're an ANZ customer, visit [anz.co.nz](http://anz.co.nz) and click 'Register'.
- If you're not an ANZ banking customer, visit your nearest ANZ branch to be set up with ANZ Internet Banking. You'll need to provide proof of identity. Please go to [anz.co.nz/id](http://anz.co.nz/id) for the full list of acceptable identity documents.

# INVESTMENT PERFORMANCE BY FUND

## ANZ INVESTMENT FUNDS MULTI-ASSET-CLASS SCHEME



- For the year ended 30 September 2018     Annualised investment performance since launch

Performance is after fees and before tax. This is represented by changes in unit price plus any applicable tax credits. Past performance is not indicative of future performance. Performance can be negative as well as positive. The launch date for all the funds was 15 April 2010.

### HOW IS YOUR FUND PERFORMING?

Follow the performance of your fund each month at:



#### **ANZ Investment Funds**

[anz.co.nz/investmentfunds](http://anz.co.nz/investmentfunds)



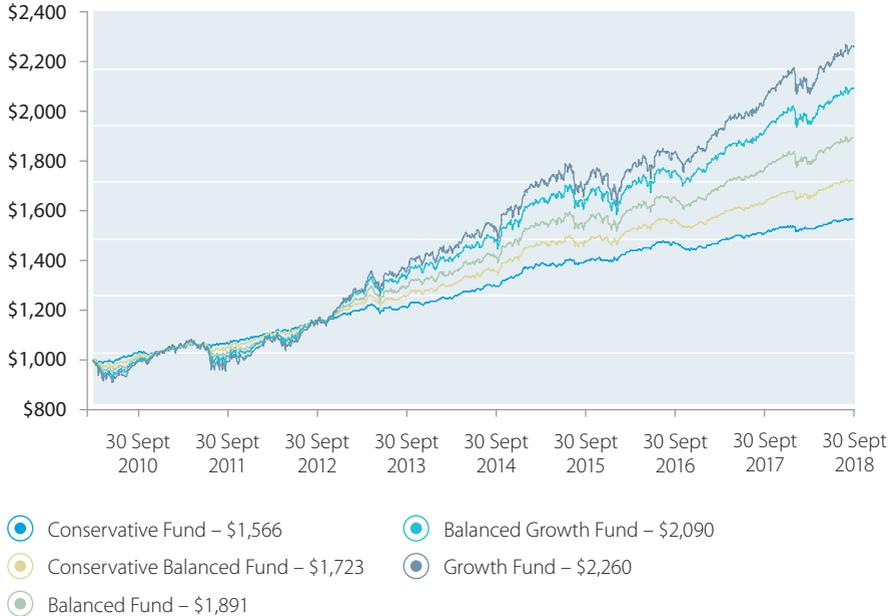
#### **OneAnswer Multi-Asset-Class Funds**

[anzinvestments.co.nz/MACfunds](http://anzinvestments.co.nz/MACfunds)

# INVESTMENT GROWTH OVER TIME

In this chart, each line shows the growth of \$1,000 invested in that fund at launch. For example, an investment of \$1,000 in the Balanced Fund on 15 April 2010 (with no further contributions made) would have grown to \$1,891 by 30 September 2018.

## ANZ INVESTMENT FUNDS MULTI-ASSET-CLASS SCHEME



Performance is after fees and before tax. Past performance is not indicative of future performance. Performance can be negative as well as positive. The launch date for all the funds was 15 April 2010.

## DETAILS OF SCHEME

### NAME OF THE SCHEME

ANZ Investments Multi-Asset-Class Scheme

The scheme is marketed as the ANZ Investment Funds and the OneAnswer Multi-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.

### ISSUER AND MANAGER

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

### SUPERVISOR AND CUSTODIAN

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

### PRODUCT DISCLOSURE STATEMENT

The latest ANZ Investment Funds product disclosure statement and OneAnswer Multi-Asset-Class Funds product disclosure statement are each dated 10 August 2018 and have an ‘open for applications’ status.

### FUND UPDATES

The scheme’s latest fund updates for the quarter ended 30 September 2018 were made publicly available on 25 October 2018 on the offer register at [disclose-register.companiesoffice.govt.nz](http://disclose-register.companiesoffice.govt.nz).

### FINANCIAL STATEMENTS AND AUDITOR’S REPORT

The scheme’s financial statements for the year ended 30 September 2018, and the auditor’s report on those financial statements, were dated 3 December 2018 and were lodged with the Registrar on 5 December 2018. See page 11 for more details.

# INFORMATION ON CONTRIBUTIONS AND SCHEME PARTICIPANTS

## NUMBER OF UNITS ON ISSUE

Investment fund	At 30 September 2017	At 30 September 2018
Conservative Fund	39,597,173	37,812,777
Conservative Balanced Fund	119,004,152	125,548,500
Balanced Fund	160,958,859	196,665,048
Balanced Growth Fund	381,306,478	127,479,523
Growth Fund	57,193,224	66,677,020

## 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 GOVERNING DOCUMENT

The scheme's governing document (previously known as the trust deed) was amended on 10 August 2018, with the amendments taking effect on the same date.

The manager and supervisor amended the governing document in order to provide for actions that the manager may take to ensure that each fund complies with applicable taxation legislation, statements issued by relevant regulators, and other relevant law; and to make other amendments of a formal or technical nature and for the more convenient, economical or advantageous operation of the scheme.

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

The SIPO was updated on 24 November 2017 to include information about our responsible investment framework.

The SIPO was updated on 9 April 2018 to reflect a change in the external fund manager for listed international property assets from CBRE Clarion Securities LLC to Resolution Capital Limited, and an amendment to a benchmark for this asset class.

The SIPO was updated again on 10 August 2018 to reflect:

- a change in the external fund manager for Australian equities from Arnhem Investment Management Pty Limited to Nikko AM Limited
- a change in how we invest into our underlying funds. Previously the funds invested directly into our underlying single-asset-class funds, which each focus on investing in a single asset class. Now the funds invest into underlying wholesale multi-asset-class funds, which gain exposure to asset classes by investing in our underlying single-asset-class funds, and
- non-material changes to some investment objectives, target investment mix and risk metrics.

### 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

Fund	Unit price (\$) at 30 September 2017	Unit price (\$) at 30 September 2018
Conservative Fund	1.4929	1.5467
Conservative Balanced Fund	1.6073	1.6932
Balanced Fund	1.7278	1.8499
Balanced Growth Fund	1.8701	2.0357
Growth Fund	1.9813	2.1922

## CHANGES TO PERSONS INVOLVED IN THE SCHEME

### MANAGER

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

#### **Directors of the manager**

The directors of the manager as at 30 September 2018 were:

- Ronald Bruce Macintyre (Chairman)
- Paul Robert Daley
- Craig Andrew Mulholland
- Annis Gail O'Brien
- Antonia Margaret Watson

The following changes to the directors of the manager of the scheme have taken place since 1 October 2017:

- Penelope Jane Ford resigned on 15 February 2018
- Paul Robert Daley was appointed on 21 May 2018

#### **Key personnel of the manager**

The following changes have taken place since 1 October 2017:

- Mark Brown resigned as Head of Equities on 31 October 2017
- Graham Ansell resigned as Chief Investment Officer on 6 April 2018
- Paul Huxford was appointed as Chief Investment Officer on 11 July 2018

### SUPERVISOR

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

#### **Directors of the supervisor**

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

### AUDITOR

KPMG was the auditor to the scheme throughout the year.

## 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 Offers' and search for 'ANZ Investment Funds' or 'OneAnswer Multi-Asset-Class Funds'

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



**disclose-register.companiesoffice.govt.nz**

- Click 'Search Schemes' and search for 'ANZ Investment Funds' or 'OneAnswer Multi-Asset-Class Funds'

### 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 reports are available at:



**ANZ Investment Funds**

[anz.co.nz/investmentfunds](http://anz.co.nz/investmentfunds)



**OneAnswer Multi-Asset-Class Funds**

[anzinvestments.co.nz/MACfunds](http://anzinvestments.co.nz/MACfunds)

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**

ANZ Centre, 23-29 Albert Street, Auckland  
Freepost 324, PO Box 7149, Wellesley Street  
Auckland 1141

 0800 736 034 or +64 9 356 4000

 [service@anzinvestments.co.nz](mailto:service@anzinvestments.co.nz)

### SUPERVISOR

#### **The New Zealand Guardian Trust Company Limited**

Relationship Manager – ANZ Investments  
Multi-Asset-Class Scheme  
Level 14, 191 Queen Street, Auckland  
PO Box 274, Shortland Street  
Auckland 1140

 +64 9 909 5100

 [ct-auckland@nzgt.co.nz](mailto: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're committed to resolving your complaint as quickly as possible.

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**

Level 5, Huddart Parker Building  
1 Post Office Square, Wellington 6011  
Freepost 218002, PO Box 25327  
Featherston Street, Wellington 6146

 0800 805 950 or +64 4 915 0400

 [help@bankomb.org.nz](mailto:help@bankomb.org.nz)

#### **The supervisor's dispute resolution scheme**

##### **Financial Services Complaints Limited**

Level 4, 101 Lambton Quay,  
Wellington 6011  
PO Box 5967, Wellington 6140

 0800 347 257 or +64 4 472 3725

 [info@fscl.org.nz](mailto:info@fscl.org.nz)

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

Investments in the scheme are not deposits in ANZ Bank New Zealand Limited, Australia and New Zealand Banking Group Limited or their subsidiaries (together **ANZ Group**), nor are they liabilities of ANZ Group. ANZ Group does not stand behind or guarantee ANZ New Zealand Investments Limited. Investments are subject to investment risk, including possible delays in repayment, and loss of income and principal invested. ANZ Group will not be liable to you for the capital value or performance of your investment. Your investment in the scheme is not guaranteed by ANZ Group, The New Zealand Guardian Trust Company Limited, any of their directors or any other person.

