

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 2016

ISSUER AND MANAGER:
ANZ NEW ZEALAND
INVESTMENTS LIMITED

CONTENTS

Details of scheme	3
Information on contributions and scheme participants	4
Changes relating to the scheme	5
Other information for particular types of managed funds	6
Changes to persons involved in the scheme	7
How to find further information	7
Contact details and complaints	9

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. Disclose is an online register (website) containing the latest information for managed investment schemes.

The scheme is marketed under two separate offers:

- ANZ Investment Funds, and
- OneAnswer Multi-Asset-Class Funds (formerly known as the OneAnswer Investment Funds – Multi-Asset Class).

Information concerning these individual offers is available on the 'offer' register of Disclose. See page 8 for more details.

WELCOME

I'm pleased to present this annual report for the ANZ Investments Multi-Asset-Class Scheme for the year ended 30 September 2016.

**ANZ INVESTMENTS
IS LICENSED UNDER
THE FMC ACT AS
A MANAGER OF
REGISTERED SCHEMES**



Overall, it's been a challenging period for investment markets. However, fund performance for the year was strong, ranging from 6.10% (Conservative Fund) through to 9.21% (Growth Fund).

If you're ever concerned about your investment strategy, I encourage you to contact your financial adviser to discuss any changes in your situation and 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.

Although just outside the year in review, we're pleased to advise that ANZ New Zealand Investments Limited has become licensed under the Financial Markets Conduct Act 2013 (FMC Act) as a manager of registered schemes. The requirement for managers to be licensed is one of a number of changes brought in by the introduction of the FMC Act.

Other changes include more consistent disclosure and reporting for all managed investment schemes – steps we wholeheartedly support.

The scheme transitioned to the FMC Act on 12 November 2016 and, if you were an investor in the scheme at that time, you should have received a letter about it.

Thank you for your continued support. We look forward to helping you towards your investment goals.

A handwritten signature in black ink, appearing to read 'A. Lockyer'.

Ana-Marie Lockyer
General Manager Funds & Insurance

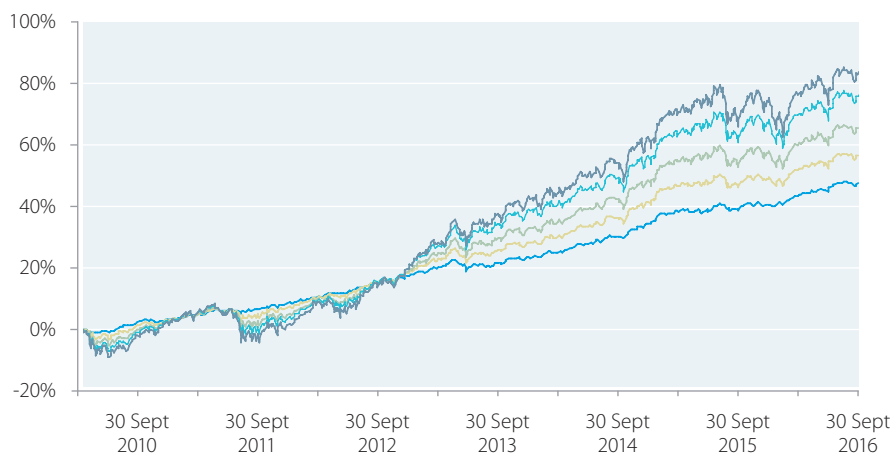
PERFORMANCE SUMMARY

FUND PERFORMANCE

Investment fund	Launch date	For the year ended 30 September 2016	Annualised since launch
Conservative Fund	15 April 2010	6.10%	6.21%
Conservative Balanced Fund	15 April 2010	6.85%	7.19%
Balanced Fund	15 April 2010	7.72%	8.12%
Balanced Growth Fund	15 April 2010	8.53%	9.14%
Growth Fund	15 April 2010	9.21%	9.83%

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.

DAILY CUMULATIVE PERFORMANCE SINCE LAUNCH (NET OF FEES)



● Conservative Fund
 ● Conservative Balanced Fund
 ● Balanced Fund
● Balanced Growth Fund
 ● Growth Fund

DETAILS OF SCHEME

NAME OF THE SCHEME

As at 12 November 2016, the name of the scheme is ANZ Investments Multi-Asset-Class Scheme and the scheme is marketed as the ANZ Investment Funds and the OneAnswer Multi-Asset-Class Funds (formerly known as the OneAnswer Investment Funds – Multi-Asset Class).

The scheme comprises the following funds (**the funds**):

- Conservative Fund
- Conservative Balanced Fund
- Balanced Fund
- Balanced Growth Fund
- Growth Fund.

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 (**manager**)

SUPERVISOR AND CUSTODIAN

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

PRODUCT DISCLOSURE STATEMENT

The latest ANZ Investment Funds product disclosure statement and OneAnswer Multi-Asset-Class Funds product disclosure statement are each dated 3 November 2016 and have an ‘open for applications’ status.

FUND UPDATES

A fund update for each of the funds will be available in February 2017 on the offer register at companiesoffice.govt.nz/disclose.

FINANCIAL STATEMENTS AND AUDITOR'S REPORT

The latest financial statements for the scheme are for the year ended 30 September 2016. They have been prepared by the manager in accordance with the:

- Financial Reporting Act 1993, and
- Unit Trusts Act 1960

(each of which remains applicable to the funds during the relevant transitional periods of the Financial Reporting Act 2013 and the Financial Markets Conduct Act 2013), as well as:

- the trust deed for the funds as at 30 September 2016, and
- New Zealand Generally Accepted Accounting Practice.

The latest financial statements, and the auditor's report on those financial statements, were lodged with the Registrar on 21 December 2016. See page 8 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:

NUMBER OF UNITS ON ISSUE

Investment fund	At 30 September 2015	At 30 September 2016
Conservative Fund	32,684,638	39,725,505
Conservative Balanced Fund	82,098,343	111,309,084
Balanced Fund	104,604,120	133,186,604
Balanced Growth Fund	82,692,791	357,979,552
Growth Fund	37,347,439	43,128,224

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. Other material changes to the scheme have occurred since the end of the year. Except as otherwise stated, these are not described here but will be set out in next year's annual report.

TRANSITION TO THE FMC ACT

On 12 November 2016, the funds transitioned to the FMC Act regime. Before transition, the funds were each separate unit trusts governed by the Unit Trusts Act 1960 and offered to the public under the Securities Act 1978.

The transition included activities such as:

- obtaining a manager's licence
- replacing the investment statements for the funds with product disclosure statements
- replacing the prospectus for the funds with documents and entries on the Disclose offer register, and
- updating the scheme's trust deed and statement of investment policy and objectives.

CHANGES TO THE GOVERNING DOCUMENT

The scheme's governing document (previously known as the trust deed) was amended on 30 September 2016, with the amendments taking effect from 12 November 2016. These changes were required as part of the scheme's transition to the FMC Act regime.

The manager and the supervisor amended the existing trust deed by substituting the governing document for the existing trust deed in order to:

- constitute the funds as the ANZ Investments Multi-Asset-Class Scheme
- ensure that the governing document complies with the requirements of the FMC Act and other relevant legislation, and
- make a number of immaterial amendments as a consequence of the introduction of the FMC Act and amendments to other legislation – or for the more convenient, economical or advantageous operation of the scheme.

CHANGES TO THE TERMS OF OFFER OF INTERESTS IN THE SCHEME

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

As part of the transition to the FMC Act noted above:

- the investment statements for the funds were replaced with a product disclosure statement, and
- the prospectus for the funds was replaced with documents and entries on the Disclose offer register.

CHANGES RELATING TO THE SCHEME (CONT)

CHANGES TO THE SIPO OF THE SCHEME'S FUNDS

There were no material changes to the statement of investment policy and objectives of the scheme (SIPO) during the year.

The SIPO was updated as part of the transition to the FMC Act noted previously.

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

The table below sets out the unit prices for the funds at the start and end of the year.

UNIT PRICES

Investment fund	At 30 September 2015	At 30 September 2016
Conservative Fund	1.3774	1.4601
Conservative Balanced Fund	1.4472	1.5441
Balanced Fund	1.5130	1.6266
Balanced Growth Fund	1.5915	1.7228
Growth Fund	1.6435	1.7893

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 30 September 2016 were:

- Ronald Bruce Macintyre (Chairman)
- John Robert Body
- Stewart Creswell Brentnall
- Penelope Jane Ford

Gavin Murray Pearce resigned as a director of the manager, with effect from 15 April 2016.

Key personnel of the manager

There were no changes to the key personnel of the manager during the year.

SUPERVISOR

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

Directors of the supervisor

Timothy James Shaw resigned as a director of the supervisor, with effect from 3 August 2016.

Andrew Howard Barnes resigned as a director of the supervisor, with effect from 4 April 2016.

AUDITOR

KPMG was the auditor to the scheme throughout the year.

HOW TO FIND FURTHER INFORMATION

Further information about the scheme is publicly available, and free of charge, from the scheme register and the offer register of Disclose at:

 companiesoffice.govt.nz/disclose

- Search 'ANZ Investments Multi-Asset-Class Scheme' on the scheme register
- Search 'ANZ Investment Funds' on the offer register
- Search 'OneAnswer Multi-Asset-Class Funds' on the offer register

and as set out over the page.

HOW TO FIND FURTHER INFORMATION (CONT)

ANZ Investment Funds	
Guide and product disclosure statement	anz.co.nz/investmentfunds, or companiesoffice.govt.nz/disclose (search the offer register)
Fund updates	anz.co.nz/investmentfunds, or companiesoffice.govt.nz/disclose (search the offer register)
SIPO	companiesoffice.govt.nz/disclose (search the scheme register or offer register)
Governing document	companiesoffice.govt.nz/disclose (search the scheme register or offer register)
Financial statements	companiesoffice.govt.nz/disclose (search the scheme register)

OneAnswer Multi-Asset-Class Funds	
Guide and product disclosure statement	anzinvestments.co.nz, or companiesoffice.govt.nz/disclose (search the offer register)
Fund updates	anzinvestments.co.nz, or companiesoffice.govt.nz/disclose (search the offer register)
SIPO	companiesoffice.govt.nz/disclose (search the scheme register or offer register)
Governing document	companiesoffice.govt.nz/disclose (search the scheme register or offer register)
Financial statements	companiesoffice.govt.nz/disclose (search the scheme register)


Other valuable information and resources to help you manage your investment, including transaction forms, fund performance, unit prices and monthly fact sheets are available on the ANZ websites noted above.


You can also obtain a copy of the information on the Disclose scheme register or offer register, free of charge, by contacting us.

CONTACT DETAILS AND COMPLAINTS

Issuer and 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

Supervisor and custodian

Relationship Manager – ANZ Investments
Multi-Asset-Class Scheme
The New Zealand Guardian Trust
Company Limited
191 Queen Street, Auckland
PO Box 274, Shortland Street
Auckland 1140

 +64 9 909 5100

 ct-auckland@nzgt.co.nz

IF YOU HAVE A COMPLAINT

For any problems or complaints, 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 resolve your complaint, you may choose to contact the supervisor at the contact details above.

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

The manager's dispute resolution scheme

The Banking Ombudsman
1 Post Office Square, Wellington 6011
Freepost 218002, PO Box 25327
Featherston Street, Wellington 6146

 0800 805 950

 help@bankomb.org.nz

The supervisor's dispute resolution scheme

Financial Services Complaints Limited
101 Lambton Quay, Wellington
PO Box 5967, Wellington 6145

 0800 347 257

 info@fscl.org.nz

You won't be charged a fee by us, the supervisor or the dispute resolution scheme 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.

