

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 2017

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 this annual report for the ANZ Investments Multi-Asset-Class Scheme for the year ended 30 September 2017.

Overall, it's been another positive year, with some asset classes delivering exceptional returns for investors. Global share prices rose in excess of 15%, thanks to signs of more synchronised growth in the world's major economies and a better environment for company earnings. New Zealand shares also did well, as many of the recent drivers of the economy (tourism, the housing market, construction and immigration) remained in place.

In contrast, fixed interest investments (bonds) delivered a flat performance as interest rates around the world began to rise – an environment in which bonds tend to struggle – while cash continued to deliver low but steady returns.

All the funds reported positive performance for the year, ranging from 2.34% (Conservative Fund) through to 11.09% (Growth Fund). Fund returns since launch were also in line with expectations.

During the year, these key events took place.

- In recognition of our investors' support for responsible investment, we took steps to ensure the scheme has no holdings in companies involved in the manufacture of controversial weapons and tobacco.
- We transitioned to the new Financial Markets Conduct Act 2013 (**FMC Act**), including being licensed under the

FMC Act as a manager of registered schemes. Other changes under the FMC Act include more consistent disclosure and reporting – steps we wholeheartedly support.

- As an investor in the scheme, you can now access information about your investment via ANZ Internet Banking and our mobile app ANZ goMoney – even if you don't bank with ANZ.

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.

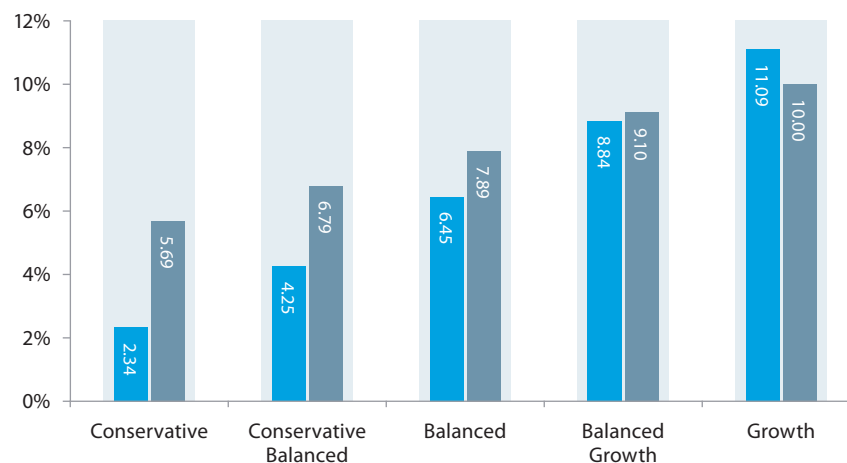
Thank you for your continued support. We look forward to helping you towards your investment goals.

Ana-Marie Lockyer
General Manager Wealth Products

On behalf of the manager, ANZ
New Zealand Investments Limited

INVESTMENT PERFORMANCE BY FUND

ANZ INVESTMENT FUNDS MULTI-ASSET-CLASS SCHEME



- For the year ended 30 September 2017
- 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

OneAnswer Multi-Asset-Class Funds
anzinvestments.co.nz/MACfunds

WHAT'S HAPPENING IN THE MARKETS?

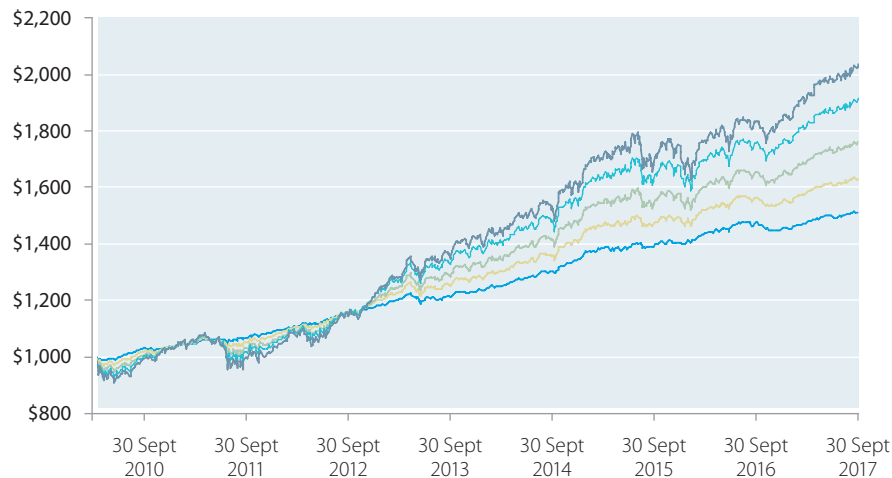
Find out what's been happening locally and around the world, and how it's affected your investment, at:

anzinvestments.co.nz/marketreview

INVESTMENT GROWTH OVER TIME

In this chart, each line shows the growth of \$1,000 invested in the 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 \$1,763 by 30 September 2017.

ANZ INVESTMENT FUNDS MULTI-ASSET-CLASS SCHEME



- Conservative Fund – \$1,511
- Balanced Growth Fund – \$1,915
- Conservative Balanced Fund – \$1,633
- Growth Fund – \$2,037
- Balanced Fund – \$1,763

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.

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 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 for the full list of acceptable identity documents.

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.

MANAGER

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

SUPERVISOR

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 24 November 2017 and have an ‘open for applications’ status.

FUND UPDATES

The scheme’s latest fund updates for the quarter ended 30 September 2017 were made publicly available on 30 October 2017 on the offer register at companiesoffice.govt.nz/disclose.

FINANCIAL STATEMENTS AND AUDITOR’S REPORT

The scheme’s financial statements for the year ended 30 September 2017, and the auditor’s report on those financial statements, were dated 4 December 2017 and were lodged with the Registrar on 7 December 2017. See page 11 for more details.

INFORMATION ON CONTRIBUTIONS AND SCHEME PARTICIPANTS

NUMBER OF UNITS ON ISSUE

Investment fund	At 30 September 2016	At 30 September 2017
Conservative Fund	39,725,505	39,597,173
Conservative Balanced Fund	111,309,084	119,004,152
Balanced Fund	133,186,604	160,958,859
Balanced Growth Fund	357,979,552	381,306,478
Growth Fund	43,128,224	57,193,224

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.

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 (see page 11 for details), and
- updating the scheme's trust deed and statement of investment policy and objectives (SIPO).

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

As part of the transition to the FMC Act noted above, the investment statements for the funds were replaced with product disclosure statements, and the prospectus was replaced with documents and entries on the Disclose offer register.

CHANGES TO THE SIPO

The SIPO was updated as part of the transition to the FMC Act noted previously. This included changing the investment objectives of the funds.

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 2016	Unit price (\$) at 30 September 2017
Conservative Fund	1.4601	1.4929
Conservative Balanced Fund	1.5441	1.6073
Balanced Fund	1.6266	1.7278
Balanced Growth Fund	1.7228	1.8701
Growth Fund	1.7893	1.9813

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 2017 were:

- Ronald Bruce Macintyre (Chairman)
- Penelope Jane Ford
- 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 2016:

- Craig Andrew Mulholland was appointed on 14 February 2017
- Annis Gail O'Brien was appointed on 14 February 2017
- Antonia Margaret Watson was appointed on 14 February 2017
- Stewart Creswell Brentnall resigned on 10 March 2017
- John Robert Body ceased on 24 December 2016

Key personnel of the manager

The following directors are (or were) executive directors of the manager, as they are (or were) employees of the manager or ANZ Bank New Zealand Limited. Therefore, the changes to

these directors of the manager that have taken place since 1 October 2016 are also changes to the key personnel of the manager:

- Craig Andrew Mulholland
- Annis Gail O'Brien
- Antonia Margaret Watson
- John Robert Body

The following changes have also taken place since 1 October 2016:

- John Robert Body ceased to be the Managing Director Retail, Business Banking and Wealth on 24 December 2016
- Craig Andrew Mulholland was appointed Managing Director Wealth on 14 February 2017

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 statements, fund updates, SIPO, governing document and financial statements, go to:

companiesoffice.govt.nz/disclose

- Click SEARCH SCHEMES and search for 'ANZ Investments Multi-Asset-Class Scheme'
- Click SEARCH OFFERS 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 and monthly fact sheets, are available at:

[ANZ Investment Funds](https://anz.co.nz/investmentfunds) anz.co.nz/investmentfunds

[OneAnswer Multi-Asset-Class Funds](https://anzinvestments.co.nz/MACfunds) 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

SUPERVISOR

The New Zealand Guardian Trust Company Limited

Relationship Manager – ANZ Investments
Multi-Asset-Class Scheme
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


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
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

Level 4, 101 Lambton Quay, Wellington
PO Box 5967, Wellington 6145

 0800 347 257

 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.

