

Summer KiwiSaver scheme

Summer Listed Property

Fund Update as at 30 September 2016

This fund update was first made publicly available on 31 October 2016

What is the purpose of this update?

This document tells you how Summer Listed Property has performed and what fees were charged. The document will help you to compare the fund with other funds. Forsyth Barr Investment Management Limited prepared this statement in accordance with the Financial Markets Conduct Act 2013. This information is not audited and may be updated.

Description of this fund

The fund invests in selected listed property and property-related vehicles.

We aim to achieve positive long-term returns. These kinds of investments will typically have moderate to high levels of movement up and down in value.

Total value of the fund	\$3,601,600
Number of members in the fund	428
Date the fund started	19 September 2016

What are the risks of investing?

Risk Indicator for Summer Listed Property:



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 down along the way.

To help you clarify your own attitude to risk, you can seek financial advice or work out your risk profile at www.sorted.org.nz/tools/investor-kickstarter. Note that even the lowest category does not mean a risk-free investment, and there are 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 to 30 September 2016¹. While risk indicators are usually relative 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.

Example of how this applies to an investor⁶

Kim had \$10,000 in the fund at the start of the year and didn't make any further contributions. At the end of the year, Kim received a return after fund charges were deducted of \$2,007 (that's 20.07% of her initial \$10,000). Kim also paid \$36 in other charges. This gives Kim a total return after tax of \$1,971 for the year.

How has the fund performed?

	<i>Past year</i>
Annual return (after deductions for charges and tax)	Not applicable ²
Annual return (after deductions for charges but before tax)	Not applicable ²
Market index annual return (reflects no deduction for charges and tax)	20.07%

The market index return is based on the S&P/NZX All Real Estate Gross Index. Additional information about the market index is available on the Summer KiwiSaver scheme's entry on the offer register at www.business.govt.nz/disclose.

What fees are members charged?

Members who invest in Summer Listed Property are charged fund charges. Our estimate of the fund charges is as follows:

	<i>% of net asset value</i>
Total fund charges (estimated)³	0.90%
Which are made up of:	
Total management and administration charges (estimated), including ⁴	0.90%
Manager's basic fee	0.90%
Other management and administration charges	0.00%
Total Performance-based fees	0.00%
Other charges	<i>Dollar amount per investor</i>
Account fee ⁵	\$36.00

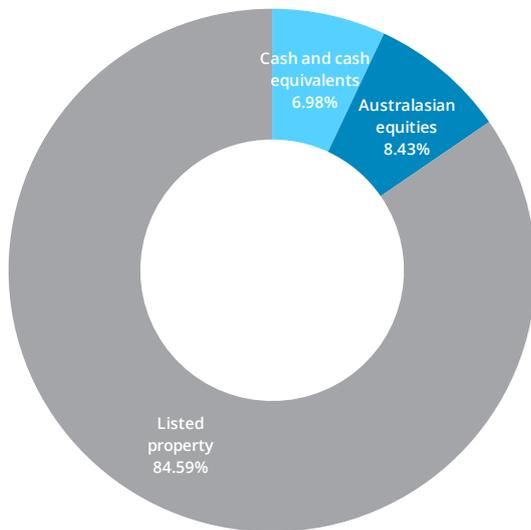
Investors are not charged any other fees. See the PDS more information about fees.

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

What does the fund invest in?

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

Actual investment mix



Target investment mix

Cash and cash equivalents	5%
New Zealand fixed interest	0%
International fixed interest	0%
Australasian equities	20%
International equities	5%
Listed property	70%
Unlisted property	0%
Commodities	0%
Other	0%

Top 10 investments

	Name	Percentage of fund net assets	Type	Country	Credit rating (if applicable)
1	Kiwi Property Group	19.94%	Listed property	NZ	n/a
2	Goodman Property Trust	16.70%	Listed property	NZ	n/a
3	Precinct Property NZ	13.08%	Listed property	NZ	n/a
4	Property For Industry	9.19%	Listed property	NZ	n/a
5	Vital Healthcare Property Trust	7.69%	Listed property	NZ	n/a
6	ANZ Cash Deposit	6.98%	Cash and cash equivalents	NZ	AA-
7	Stride Property Ltd & Stride Investment Management Ltd	4.59%	Listed property	NZ	n/a
8	Argosy Property	3.51%	Listed property	NZ	n/a
9	Ryman Healthcare	3.41%	Australasian equities	NZ	n/a
10	Summerset Group Holdings	3.16%	Australasian equities	NZ	n/a

The top 10 investments make up 88.25% of the fund.

Key personnel

Name	Current position	Time in current position	Previous or other current position	Time in previous or other current position
Kevin Stirrat	Head of Investment Strategy Forsyth Barr Limited	11 years ⁷	Director, Deutsche Bank	11 years and 2 months
Craig Alexander	Investment Manager Forsyth Barr Limited	3 years and 3 months ⁷	Head of Fixed Interest, Tower Investments	5 years and 2 months
Malcolm Davie	Investment Manager Forsyth Barr Limited	2 years and 5 months ⁷	Head of Investment Management, First NZ Capital	7 years and 3 months
Neil Paviour-Smith	Director	8 years and 7 months	Managing Director, Forsyth Barr Limited (current)	12 years
Rob Mercer	Head of Private Wealth Research	4 years and 4 months ⁷	Head of Research, Forsyth Barr Limited	11 years and 3 months

Further information

You can also obtain this information, the PDS for the Summer KiwiSaver scheme, and some additional information from the offer register at www.business.govt.nz/disclose.

Notes

- ¹ As the fund started on 19 September 2016, market index return has been used to calculate the risk indicator. Using market index data may make the risk indicator a less reliable indicator of how much the fund's value is likely to go up and down in the future.
- ² The fund has not yet been in existence for a 12 month period.
- ³ Excluding GST. The fund has not yet been in existence for a 12 month period, and so these charges are our best estimates based on the charges that we expect will be charged to the fund. See the PDS and the 'Other Material information' document on the offer register for the scheme at www.business.govt.nz/disclose for more information.
- ⁴ The manager's basic fee covers management and administration charges paid to us out of the fund for performing our functions as manager. We pay the scheme's expenses (including fees charged by the Supervisor) out of these amounts. The manager's basic fee also covers management and administration charges paid out of any other managed investment scheme that the fund invests into (including a scheme where we are the manager). We will estimate these charges if we are not the manager of that other scheme and the charges are not based on fixed percentages of net asset value. In that case the fund charge as a whole will be estimated, but we will adjust the portion of the fund charge that is paid to us so that the estimated total annual fund charge is 0.9%. See the 'Other Material Information' document on the offer register for the scheme at www.business.govt.nz/disclose for more information.
- ⁵ The Account fee is charged at \$3 per member, per month.
- ⁶ As the fund has not been in existence for a full year, this calculation is based on the market index return for the period.
- ⁷ These personnel are employees of Forsyth Barr Limited, which carries out investment management and daily administration of the Summer KiwiSaver scheme (and is an authorised body under our licence as a manager of registered schemes).