

Annual Report

NIKKO AM KIWISAVER SCHEME

31 March 2023

Prepared on 31 July 2023

Issued by Nikko Asset Management
New Zealand Limited

This document gives you important information about this investment to help you decide whether you want to invest. There is other useful information about this offer on www.business.govt.nz/disclose. Nikko Asset Management New Zealand Limited has prepared this document in accordance with the Financial Markets Conduct Act 2013. You can also seek advice from a financial adviser to help you to make an investment decision.

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Image: Abstract aerial view of river bed, Canterbury Plains, Christchurch, NZ.

Details of scheme

Scheme name

Nikko AM KiwiSaver Scheme

Scheme type

KiwiSaver Scheme

Manager:

Nikko Asset Management New Zealand Limited

Supervisor:

Public Trust

Latest PDS:

	Latest PDS (as at 31 March 2023)
Nikko AM KiwiSaver Scheme Diversified Funds	15 December 2022 – Open for applications
Nikko AM KiwiSaver Scheme Single Sector Funds	1 July 2022 – Open for applications

Latest fund updates:

Fund Name	Latest fund Update
ARK Disruptive Innovation Fund	Quarter ended 31 March 2023
Balanced Fund	Quarter ended 31 March 2023
Conservative Fund	Quarter ended 31 March 2023
SRI Equity Fund	Quarter ended 31 March 2023
Global Shares Fund	Quarter ended 31 March 2023
Growth Fund	Quarter ended 31 March 2023
NZ Cash Fund	Quarter ended 31 March 2023
NZ Corporate Bond Fund	Quarter ended 31 March 2023

The Scheme's 31 March 2023 financial statements and auditor's report have been lodged with the Registrar.

Information on contributions and scheme participants

Membership:

The scheme was open to participants (**members**) from 3 April 2018.

The table below provides a summary of the numerical changes in the membership of the scheme during the year.

Fund Name	Number of members	Total amount (\$'000)
Members as at 1 April 2022		
Contributing members	1,196	
Non-contributing members	291	
Total of scheme members as at 1 April 2022	1,487	
Total members' savings at 1 April 2022		48,071
<u>Plus new members</u>		
- Transfers from other schemes	42	
- Other new members	9	
Total new members during the period	51	
<u>Less exited members</u>		
- Retirement	(1)	
- Death	-	
- Transfers to other schemes	(108)	
- Other reasons	(5)	
Total members exited during the period	(114)	
Scheme participants as at 31 March 2023		
- Contributing members	1,003	
- Non-contributing members	401	
Total of scheme members as at 31 March 2023	1,404	
Total members' savings at 31 March 2023		44,517

Contributions:

The table below provides a summary of the contributions received during the year by way of:

Contribution type	Number of members	Total amount (\$'000)
Member contributions		
Member employee contributions	1144	4,387
Transfer from other KiwiSaver schemes	42	1,939
Transfers from other superannuation schemes	0	0
Transfers from Australian superannuation schemes	1	116
Total member contributions		6,442
Employer or other sponsor contributions		
Employer or other sponsor contributions ¹	1,135	2,577
Crown contributions	1,405	632
Total employer or other sponsor contributions		3,209
Member voluntary contributions	224	386
Total contributions		10,037

Changes relating to the scheme

1 July 2022 replacement PDS' were issued for the Nikko AM KiwiSaver Scheme to capture the following changes:

- The Nikko AM KiwiSaver Scheme Diversified Funds PDS was updated to reflect the new Strategic Asset Allocations for the funds, Conservative, Balanced, Growth.
- The fee on the Conservative Fund was updated as were the buy/sell spreads for each of the funds.
- Performance fees no longer charged to the funds.
- Update to the withdrawal eligibility table for both Diversified Funds and the Nikko AM KiwiSaver Scheme Single Sector Funds PDS.

The SIPO and OMI for the Scheme were also updated.

15 December 2022 a replacement PDS was issued for:

- The Nikko AM KiwiSaver Scheme Diversified Funds, with the addition of further explanation of currency hedging risk, and to clarify that the fees are estimated, as the underlying fund fee that the Nikko AM Wholesale Multi-Strategy Fund invest in is estimated.

An updated SIPO was also issued to reflect these changes.

MMC Limited changed their name to Apex Investment Administration (NZ) Limited after being acquired by Apex Group in April 2022.

We confirm that there were no related party transactions entered into during the accounting period that were not on arm's-length terms.

Other information for particular types of managed funds

Withdrawals:

The table below sets out the withdrawals made from the scheme during the period.

Withdrawal reason	Number of members	Total amount (\$'000)
First home withdrawals	17	313
Mortgage diversion withdrawals	-	-
End payment withdrawals	4	171
Significant financial hardship	1	4
Serious illness	-	-
Death	-	-
Permanent emigration	1	8
Transfer to other KiwiSaver schemes	108	2,745
Transfers to Australian superannuation schemes	-	-
Release required under other enactments	-	-
Invalid enrolment withdrawals	-	-
Total withdrawals		3,241

Units prices:

Fund Name	Unit Price as of 31 March 2022	Unit Price as of 31 March 2023
ARK Disruptive Innovation Fund	0.6306	0.4103
Balanced Fund	1.2450	1.1591
Conservative Fund	1.1742	1.1375
SRI Equity Fund	1.3447	1.3230
Global Shares Fund	1.7152	1.6783
Growth Fund	1.3082	1.1998
NZ Cash Fund	1.0643	1.0982
NZ Corporate Bond Fund	1.0958	1.0992

Manager's Statement

Nikko Asset Management New Zealand Limited as manager of the scheme, confirms that:

- all benefits required to be paid from the scheme in accordance with the terms of the governing document and the KiwiSaver Scheme rules have been paid, and
- the market value of the scheme property at 31 March 2023 equalled or exceeded the total value of benefits that would have been payable had all members of the scheme ceased to be members at that date and had provision been made for the continued payment of all benefits being paid to members and other beneficiaries as at 31 March 2023.

Changes to persons involved in the scheme

There were no reportable changes (for example to the Manager, our directors or key personnel) during the accounting period.

Relating to Public Trust (the supervisor), in the year ending 31 March 2023
Former Board Member – Vicki Ann Sykes – resigned 31 October 2022

How to find further information

Further information relating to the scheme and the managed investment products (including the trust deed, financial statements, SIPOs, the PDS and quarterly fund updates) is available on:

- the Disclose register www.business.govt.nz/disclose
- www.nikkoam.co.nz
- www.goalsgetter.co.nz

Other information we will provide

Information	How to obtain
Latest unit price	The latest unit price is available on our website www.nikkoam.co.nz .
Fund information relevant to you	You can inspect documents we hold that are relevant to you and other documents that are legally required to be provided to you, at our office during normal business hours or request an extract of those documents, by writing to us.
Fund updates	Once available, the fund updates for the Fund will be publicly available from our website – https://www.nikkoam.co.nz/invest/kiwisaver – and can be requested from us.

You will not be charged any fee to access this information.

You can find more information about us and the Funds on our website www.nikkoam.co.nz.

Contact details and complaints

Nikko Asset Management New Zealand Limited

Level 17, Vero Centre, 48 Shortland Street, Auckland 1010, New Zealand
PO Box 3892, Shortland Street, Auckland 1140
09 307 6363

NZenquiries@nikkoam.com

www.nikkoam.co.nz

Please direct any enquiries to "the Managing Director" at the address above.

Public Trust

Manager Client Services
Level 16, SAP Tower, 151 Queen Street, Auckland 1010
Private Bag 5902, Wellington 6140
0800 371 471

CTS.enquiry@publictrust.co.nz

www.publictrust.co.nz/corporate-trustee-services

Apex Investment Administration (NZ) Limited (as unit registry provider)

Level 25, QBE Centre
125 Queen Street, Auckland 1010
PO Box 106 039, Auckland City, Auckland 1143
09 309 8926

nikkoregistry@apexfs.co.nz

How to complain

Any complaints about a fund or the Scheme may be referred to the Manager, the Supervisor or Financial Services Complaints Limited.

The Manager and the Supervisor are both members of the Financial Services Complaints Limited independent dispute resolution scheme which is a scheme approved by the Ministry of Consumer Affairs.

If you have made a complaint to us and it has not been resolved within 40 days or if you are dissatisfied with the proposed resolution, you can refer it to:

Financial Services Complaints Limited

Level 4, 101 Lambton Quay, Wellington 6011
PO Box 5967, Wellington 6145
Freephone 0800 347 257 or 04 472-FSCL

www.fscl.org.nz

Financial Services Complaints Limited will not charge a fee to any complainant to investigate or resolve a complaint. Further information about referring a complaint to Financial Services Complaints Limited can be found at www.fscl.org.nz.