



# New Zealand Post Superannuation Plan

INFORMATION FOR MEMBERS OF THE NEW ZEALAND POST SUPERANNUATION PLAN

## Fund update

# Short Term Fund

**For the year ended 31 March 2017.**

This update was first made publicly available on 23 June 2017.

## What is the purpose of this update?

This document tells you how the Short Term Fund has performed and what fees were charged. The document will help you to compare the fund with other funds. New Zealand Post Trustees Limited prepared this update in accordance with the Financial Markets Conduct Act 2013 (FMCA). This information is not audited and may be updated.

## Description of this fund

The fund invests solely in income assets (e.g. fixed interest). Its objective is to achieve returns of 0.25% above inflation over a 3-year period while keeping the probability of a negative return over a 12-month period (calculated each quarter) at 1 year in 20.

Total value of the fund	\$44,767,296
Number of investors in the fund	1,111
The date the fund started	1 April 2003

## What are the risks of investing?

### Risk indicator for Short Term Fund



< Lower risk  
Potentially lower returns

Higher risk >  
Potentially higher returns

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 downs 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](http://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 past five years. While risk indicators are usually relatively stable, they do shift from time to time. The risk indicator will continue to be updated in future fund updates.

See the Statement of Investment Policy and Objectives (SIPO) available at [www.superplan.co.nz](http://www.superplan.co.nz) and on the register at [www.companiesoffice.govt.nz/disclose](http://www.companiesoffice.govt.nz/disclose) for more information about the risks associated with investing in this fund.

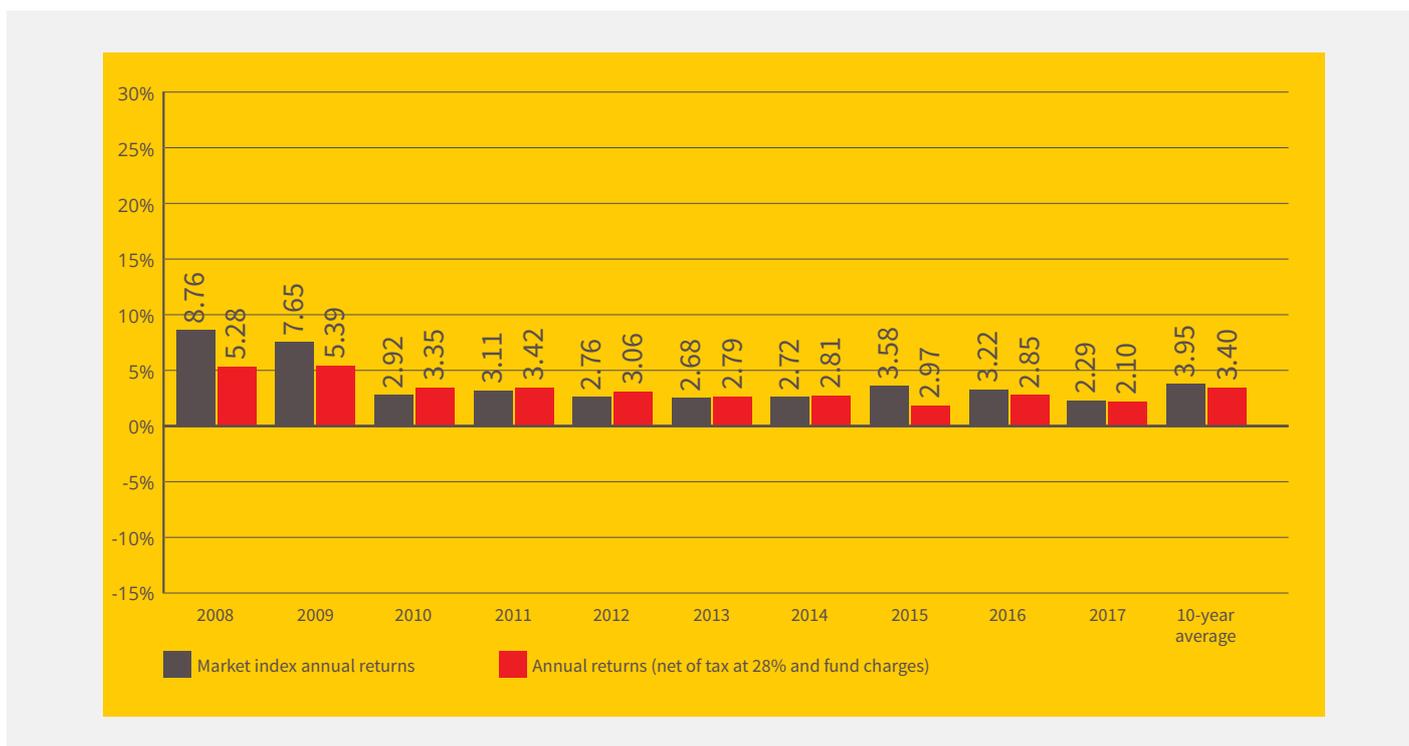
## How has the fund performed?

	Average over past 5 years	Past year
Annual return (after deductions for charges and tax at 28%)	2.70%	2.10%
Annual return (after deductions for charges but before tax)	3.65%	2.92%
Market index annual return (reflects no deduction for charges and tax)	2.89%	2.29%

The benchmark for the Short Term Fund is the S&P/NZX Bank Bills 90-Day Index. This index provides a measure of the cumulative increase in the market value of a portfolio of bank bills based on a daily roll over and purchase of a new bank bill of 90-day maturity.

Further information about the market index is available on the offer register at [www.companiesoffice.govt.nz/disclose](http://www.companiesoffice.govt.nz/disclose).

### Annual return graph



This shows the return after fund charges and tax for each year ending 31 March for each of the last 10 years ending 31 March 2017. The last bar shows the average annual return for the last 10 years, up to 31 March 2017.

**Important:** This does not tell you how the fund will perform in the future.

Returns in this update are after tax at the highest prescribed investor rate (PIR) of tax for an individual New Zealand resident. Your tax may be lower.

## What fees are investors charged?

Investors in the Short Term Fund are charged fund charges. In the year to 31 March 2017 these were:

	% of net asset value
<b>Total fund charges*</b>	0.45%
Which are made up of:	
<b>Total management and administration charges</b>	0%
Including -	
Manager's basic fee	0%
Other management and administration charges	0.44%
<b>Total performance-based fees</b>	0.01%

\*Fund charges are expected to be lower by approximately 0.03% in subsequent years as the legal and consultancy costs associated with the transition to the FMCA were one-off in nature.

	Dollar amount per investor or description of how charge is calculated
<b>Other charges</b>	N/A

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

## Example of how this applies to an investor

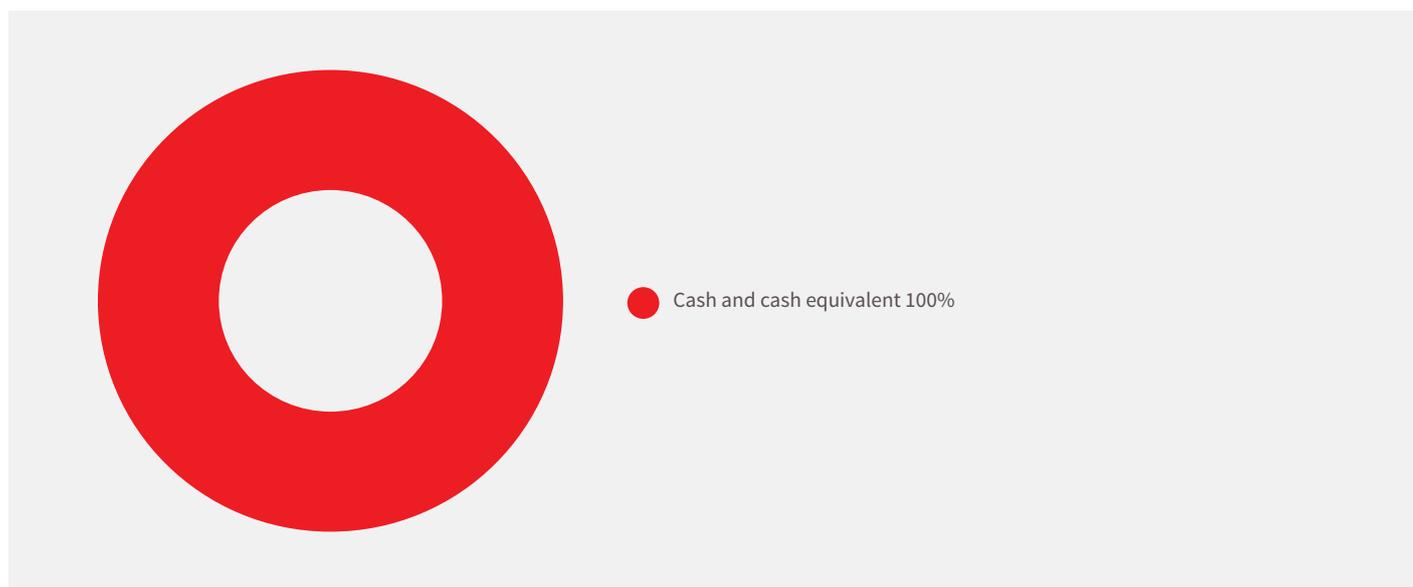
Mary had \$10,000 in the fund at the start of the year and did not make any further contributions. At the end of the year, Mary received a return after fund charges were deducted of \$292 (that is 2.92% of her initial \$10,000). Mary also paid \$0 in other charges. This gives Mary a total return after tax of \$210 for the year.

This example is based on a hypothetical investor paying tax at the highest prescribed investor rate that applied throughout the period.

## What does the fund invest in?

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

### Actual investment mix



## Target investment mix

Asset type	Allocation
Cash and cash equivalents	100%
New Zealand fixed interest	-
International fixed interest	-
Australasian equities	-
International equities	-
Listed property	-
Unlisted property	-
Commodities	-
Other	-
Unknown	-

## Top 10 investments

Asset name	% of fund net assets	Type	Country	Credit rating
Term Deposits – Westpac	25.31%	Cash and cash equivalents	NZ	AA-
Term Deposits – ASB	23.78%	Cash and cash equivalents	NZ	AA-
Term Deposits – Kiwibank	19.52%	Cash and cash equivalents	NZ	A
Term Deposits – BNZ	10.40%	Cash and cash equivalents	NZ	AA-
Term Deposits – RaboBank	8.19%	Cash and cash equivalents	NZ	A
Cash on Call – ANZ	7.20%	Cash and cash equivalents	NZ	AA-
Cash on Call – Kiwibank	5.60%	Cash and cash equivalents	NZ	A

The total value of the above 10 individual assets is 100% of the net asset value of the fund.

## Key personnel

Name	Current position	Time in current position	Previous or other current position (if relevant)	Time in previous or other position
Alan Dunn	Chair, New Zealand Post Trustees Limited	5 months	Plan Trustee	3 years
Anna Kenny	Director, New Zealand Post Trustees Limited and Licensed Independent Trustee	5 months	Plan Trustee	13 years
George Collins	Director, New Zealand Post Trustees Limited	5 months	Plan Trustee	3 years
Jennifer Newman	Director, New Zealand Post Trustees Limited	5 months	Plan Trustee	1 year
Peter Taylor	Director, New Zealand Post Trustees Limited	5 months	Plan Trustee	2 years
Richard Dellabarca	Director, New Zealand Post Trustees Limited	5 months	Plan Trustee	1 year
Sarah Graydon	Director, New Zealand Post Trustees Limited	5 months	Plan Trustee	4 years

## Further information

You can also obtain this information and some additional information from the offer register at [www.companiesoffice.govt.nz/disclose](http://www.companiesoffice.govt.nz/disclose).



Any questions, give us a call on our helpline 0800 NZP SAVE (0800 697 728 – choose option 1)