

Forsyth Barr Investment Funds

Annual Report

31 March 2019



Details of Scheme

The Forsyth Barr Investment Funds are a managed investment scheme (the “**Scheme**”). This annual report for the Scheme covers the period 1 April 2018 to 31 March 2019 and was prepared as at 12 July 2019. With the Forsyth Barr Investment Funds, investors can choose to invest in any combination of the following six funds:

- Forsyth Barr New Zealand Equities Fund
- Forsyth Barr Australian Equities Fund
- Forsyth Barr Listed Property Fund
- Forsyth Barr Global Equities Fund
- Forsyth Barr Premium Yield Fund
- Forsyth Barr NZ Fixed Interest Fund

Manager

The Scheme’s Manager is Forsyth Barr Investment Management Limited (“we” or “us”). We are a subsidiary of Forsyth Barr Group Limited. Forsyth Barr is a New Zealand owned firm operating since 1936 that assists personal, institutional and corporate clients.

Supervisor

The Scheme’s supervisor is Trustees Executors Limited.

Product disclosure statement

As at the date of this report, the latest product disclosure statement for the Scheme is dated 22 July 2019 and is open for applications. You can find a copy of the product disclosure statement at www.forsythbarr.co.nz/investmentfunds-pds.

Fund updates

The fund quarterly updates for the quarter to 31 March 2019 for each of the funds in the Scheme are available at www.forsythbarr.co.nz/investmentfunds.

Financial statements and auditor’s report

The financial statements and auditor’s report for the year to 31 March 2019 for the Scheme have been lodged with the Registrar of Financial Service Providers and are available at www.forsythbarr.co.nz/investmentfunds.

Information on units on issue and funds under management

Units on Issue

Fund Name	Number of units on issue at 31 March 2019	Number of units on issue at 31 March 2018
Forsyth Barr New Zealand Equities Fund	12,155,580	8,052,560
Forsyth Barr Australian Equities Fund	19,507,731	13,400,271
Forsyth Barr Listed Property Fund	9,388,022	6,172,299
Forsyth Barr Global Equities Fund	35,488,752	31,018,627
Forsyth Barr Premium Yield Fund	56,595,475	38,330,155
Forsyth Barr NZ Fixed Interest Fund	9,890,771	8,685,903

Funds Under Management

Fund Name	Funds under management at 31 March 2019 (\$)	Funds under management at 31 March 2018 (\$)
Forsyth Barr New Zealand Equities Fund	38,703,496	22,052,380
Forsyth Barr Australian Equities Fund	23,296,968	15,025,617
Forsyth Barr Listed Property Fund	20,128,132	11,348,001
Forsyth Barr Global Equities Fund	45,145,048	37,176,622
Forsyth Barr Premium Yield Fund	104,235,004	67,090,210
Forsyth Barr NZ Fixed Interest Fund	17,766,925	14,836,729

Changes relating to the Scheme

The following is a summary of material changes to the nature of the Scheme, the investment objectives and strategy, and the management of the Scheme over the year ended 31 March 2019.

Statement of investment policy and objectives (SIPO)

Effective 23 May 2018, we made the following alterations to the Forsyth Barr Investment Funds' Statement of Investment Policy and Objectives:

- Changes to the comparative market indices of the Global Equities Fund and Australian Equities Fund to include currency hedging, plus updated information on the variant of the market index used by the Global Equities Fund.
- Amendments to the New Zealand Equities Fund and Listed Property Fund market indices to include imputation credits.
- Further information on the application of the New Zealand Super Fund's exclusion list.
- Other immaterial editorial changes.

Related party transactions

On the 15 May 2018 securities to the value of approximately \$7,600,000 were transferred to the Scheme from a related party in exchange for the issue of units in various Funds. The transaction was conducted on an arm's length basis with the trade price for each security acquired determined by reference to the closing price on the relevant exchange as confirmed by the external provider of unit pricing and investment accounting services to the Scheme. Other than the transaction above there have been no material changes to the nature or scale of related party transactions during the year. All related party transactions entered into during the year were on arm's length terms.

Other information

Unit prices

Fund Name	Unit Price at 31 March 2019 (\$)	Unit Price at 31 March 2018 (\$)
Forsyth Barr New Zealand Equities Fund	3.1840	2.7385
Forsyth Barr Australian Equities Fund	1.1942	1.1213
Forsyth Barr Listed Property Fund	2.1440	1.8385
Forsyth Barr Global Equities Fund	1.2721	1.1985
Forsyth Barr Premium Yield Fund	1.8415	1.7502
Forsyth Barr NZ Fixed Interest Fund	1.7961	1.7080

Changes to persons involved in the Scheme

Directors of the Supervisor

The following changes to the directors of Trustees Executors Limited took place during the year:

- Francesca Eve Banga resigned as a director on 5 April 2018
- Robert Paul Russell resigned as a director on 17 May 2018
- Matthew James Sale was appointed as a director on 17 May 2018
- Andrew Easson Scott-Howman resigned as a director on 15 June 2018
- Mark Charles Darrow was appointed as a director on 18 June 2018
- Sarah Mary Roberts was appointed as a director on 16 July 2018
- David Roman Neidhart resigned as a director on 28 February 2019

How to find further information

The scheme and offer registers for the Scheme are available at www.business.govt.nz/disclose and contain a range of information in relation to the Scheme and the funds, including:

- the product disclosure statement for the funds
- fund updates for the funds in the Scheme
- the SIPO for the funds
- the financial statements for the Scheme
- the Master Trust Deed and establishment deeds for the funds
- other material information in relation to the scheme, including information about any material contracts entered into in respect of the Scheme, any market indices specified for the funds, and any conflicts of interest that currently exists or are likely to arise in the future.

You can also get this information free, by phoning us on 0800 367 227, or by emailing us at investmentfunds@forsythbarr.co.nz. You can also get a copy of the information on the scheme and offer registers by asking the Registrar of Financial Service Providers directly.

Contact details and complaints

Manager

Forsyth Barr Investment Management Limited

Forsyth Barr House
Corner the Octagon and Stuart Street
Dunedin
Phone: 0800 367 227

Supervisor

Trustees Executors Limited

Level 7, 51 Shortland Street
PO Box 4197
Auckland 1140
Telephone: 09 308 7100

Complaints

If you are not satisfied with the service you have received and want to make a complaint, please contact us at:

Forsyth Barr House
Corner the Octagon and Stuart Street
Private Bag 1999
Dunedin 9054

Alternatively phone 0800 367 227, or email investmentfunds@forsythbarr.co.nz

If you are not satisfied with the outcome, you can forward your complaint to either:

The Compliance Manager
Forsyth Barr Limited
Level 23, Lumley Centre
88 Shortland Street
Auckland 1010
Phone: 0800 367 227
Email: compliance@forsythbarr.co.nz

Or to the Supervisor, at the contact details above.

We are a member of an independent dispute resolution scheme operated by Financial Services Complaints Limited (FSCL). The scheme is approved by the Ministry of Consumer Affairs. The Supervisor is also a member of FSCL. If you are not satisfied with how your complaint has been resolved, you may refer the matter to FSCL.

FSCL
4th Floor
101 Lambton Quay
PO Box 5967
Wellington 6145
Phone: 0800 347 257
Email: info@fscl.org.nz

Full details of how to access the FSCL scheme can be found on FSCL's website www.fscl.org.nz. FSCL will not charge a fee to any complainant to investigate or resolve a complaint.

Contact us

We pride ourselves on maintaining strong and trusted relationships with clients and on providing detailed information that is transparent and understandable. If there is anything about your investment that you do not understand, or if you have any queries, you are most welcome to contact us.

Phone: 0800 367 227
Email: investmentfunds@forsythbarr.co.nz
Website: www.forsythbarr.co.nz/investmentfunds

