

Conservative Fund

Fund update for the year ending 30 June 2017

This update was first made publicly available on 29 September 2017

What is the purpose of this update?

This document tells you how the my**super** Conservative Fund has performed and what fees were charged. The document will help you to compare the fund with other funds. Shamrock Superannuation Limited prepared this update in accordance with the Financial Markets Conduct Act 2013. This information is not audited and may be updated.

Description of this fund

The my**super** Conservative Fund is a well-diversified portfolio primarily holding lower-risk income assets (i.e. fixed interest and cash) with a conservative allocation to growth assets (i.e. equities). The objective of the my**super** Conservative Fund is to achieve a low likelihood of negative returns over the short to medium term (i.e. one to three years), whilst providing the opportunity for positive real returns (in excess of inflation) over the long term (i.e. ten years plus).

Total value of
the fund



\$24,207,311m

Number of investors
in the fund



675

The date the
fund started



1 April 2004

What are the risks of investing?

Risk indicator for mysuper Conservative Fund



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 sorted.org.nz/calculators/investment-planner

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 5 years to 30 June 2017. 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.

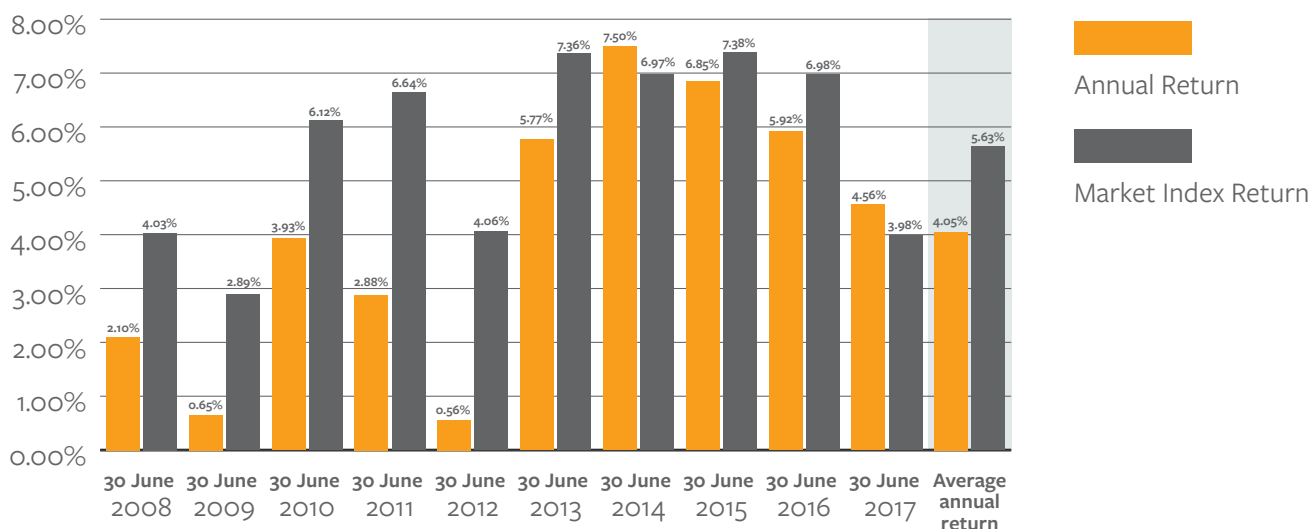
See the Product Disclosure Statement (**PDS**) for more information about the risks associated with investing in this fund.

How has the fund performed?

	Average over past 5 years	Past year
Annual return (after deductions for charges and tax)	6.11%	4.56%
Annual return (after deductions for charges but before tax)	7.23%	5.04%
Market index annual return (reflects no deduction for charges and tax)	6.53%	3.98%

The market index annual return is based on a composite index, calculated using the target investment mix weightings of the underlying market indices that the fund invests into as described on the Statement of Investment Policy and Objectives (**SIPO**). Additional information about the market index is available on the offer register at companiesoffice.govt.nz/disclose

Annual Return Graph



This shows the return after fund charges and tax for each year ending 30 June for each of the last 10 years ending 30 June. The last bar shows the average annual return for the last 10 years, up to 30 June 2017.

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

What fees are investors charged?

Investors in the **mysuper** Conservative Fund are charged fund charges. In the year to 30 June 2017 these were:

	% of net asset value
Total fund charges	0.24%
Which are made up of:	
Total management and administration charges	0.24%
Including:	
- Manager's basic fee	0.00%
- Other management and administration charges*	0.24%
Total performance based fees	0.00%

	Dollar amount per investor or description of how charge is calculated
Other charges	\$0.00

* The fund charges for next year may be different from the fund charges above, because the management and administration charges for the year covered by this fund update have been reduced by 0.48% by virtue of the Trustee exercising its discretion to apply reserve account funds to meet part of **mysuper's** administration expenses that would usually be charged against investment funds. The **mysuper** Conservative Fund's total fund charges prior to the reserve account distribution was 0.72%. The actual fund charges deducted in respect of members, after the reserve account distribution, was 0.24%.

There are no performance fees for any of the investment funds in the **mysuper** Superannuation Scheme (**Scheme**).

Investors may also be charged individual action fees for specific actions or decisions (for example, switching funds). See the 'Fees' document on the offer register at companiesoffice.govt.nz/disclose for more information about those fees.

Example of how this applies to an investor

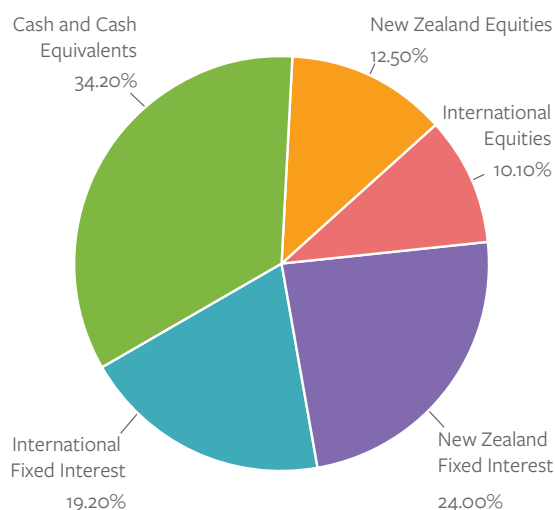
Small differences in fees and charges can have a big impact on your investment over the long term.

Katie 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, Katie received a return after fund charges and tax were deducted of \$456.00 (that is 4.56% of her initial \$10,000). Katie paid \$0.00 in other charges. This gives Katie a total return after fund charges tax of \$456.00 for the year.

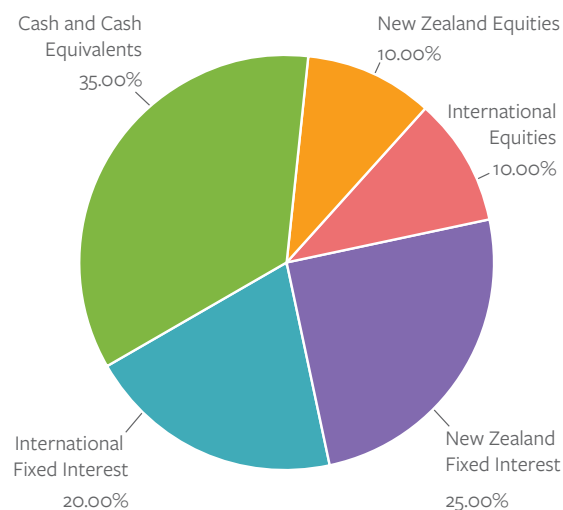
What does the fund invest in?

This shows the types of assets that the my**super** Conservative Fund invests in.

Actual investment mix



Target investment mix



Top 10 investments

Asset name	% of fund net assets	Type	Country	Credit rating
Call Account (Westpac Banking Corporation Advance Acct)	10.00%	Cash and Cash Equivalents	New Zealand	A-1+
Call Account (ANZ 32 Day Constant Maturity Date)	3.99%	Cash and Cash Equivalents	New Zealand	A-1+
New Zealand Government bond maturing 15 April 2023	3.01%	New Zealand Fixed Interest	New Zealand	AA+
New Zealand Government bond maturing 15 Apr 2027	2.48%	New Zealand Fixed Interest	New Zealand	AA+
Call Account (Rabobank Advance Account NZD)	2.46%	Cash and Cash Equivalents	New Zealand	A-1
New Zealand Government bond maturing 15 May 2021	1.78%	New Zealand Fixed Interest	New Zealand	AA+
Japan Treasury Disc Bill #678	1.66%	International Fixed Interest	Japan	AA

Asset name	% of fund net assets	Type	Country	Credit rating
ASB Bank Limited note maturing 22 December 2017	1.36%	Cash and Cash Equivalents	New Zealand	A-1+
ASB Bank Limited note maturing 1 September 2017	1.31%	Cash and Cash Equivalents	New Zealand	A-1+
New Zealand Government bond maturing 14 April 2033	1.23%	New Zealand Fixed Interest	New Zealand	AA+

The total value of the above ten individual assets is 29.28% of the net asset value of the **mysuper** Conservative Fund.

Key personnel

Name	Current position	Time in current position	Other position	Time in other position
Bruce Kerr	Director, Shamrock Superannuation Limited and Licensed Independent Trustee	1 year and 9 months	Currently professional trusteeships: <ul style="list-style-type: none"> ASB Bank Limited Staff Provident Fund Dairy Industry Superannuation Scheme Shell NZ Pension Plan Sovereign Staff Retirement Fund Toyota NZ Group Pension Plan Westpac New Zealand Staff Superannuation Scheme 	0 years and 10 months 6 years and 6 months 9 years and 2 months 0 years and 10 months 1 year and 3 months 15 years and 6 months
Maree Bennett	Director, Shamrock Superannuation Limited	8 years and 1 month	Currently Senior Solicitor, Accident Compensation Corporation	17 years and 6 months
Mark Dossor	Director, Shamrock Superannuation Limited	4 years and 8 months	Currently Chief Financial Officer, Accident Compensation Corporation	5 years and 5 months
Philip Newport	Director, Shamrock Superannuation Limited	8 years and 1 month	Currently Fixed Interest Manager, Accident Compensation Corporation	18 years and 7 months

Further information

You can also obtain this information, the PDS for the Scheme, and some additional information from the offer register at companiesoffice.govt.nz/disclose

mysuper

mysuper
Freepost 130993
PO Box 242
Wellington 6140

0508 MYSUPER (0508 697 873)
hello@mysuper.co.nz