



New Zealand Retirement Trust

AMP Capital Assured Fund



Fund Update

for the quarter ended 30 September 2018

This fund update was first made publicly available on 29 October 2018

What is the purpose of this update?

This document tells you how the AMP Capital Assured Fund has performed and what fees were charged. The document will help you to compare the fund with other funds. AMP Wealth Management New Zealand Limited prepared this update in accordance with the Financial Markets Conduct Act 2013. This information is not audited and may be updated.

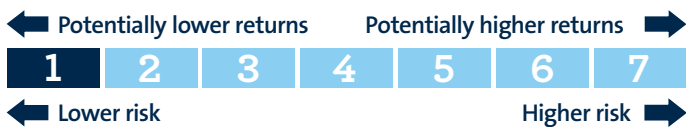
Description of this fund

The assets of the fund are invested in a managed fund policy issued by AMP Life. The fund aims to provide a stable, positive return that is ahead of inflation and to smooth out short-term fluctuations in investment markets by maintaining reserves.

| | |
|---------------------------------|-----------------|
| Total value of the fund | \$109,236,429 |
| Number of investors in the fund | 2,096 |
| The date the fund started | 13 October 1995 |

What are the risks of investing?

Risk indicator for the AMP Capital Assured 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 today.amp.co.nz/risk-profile-calculator.

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 5 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.

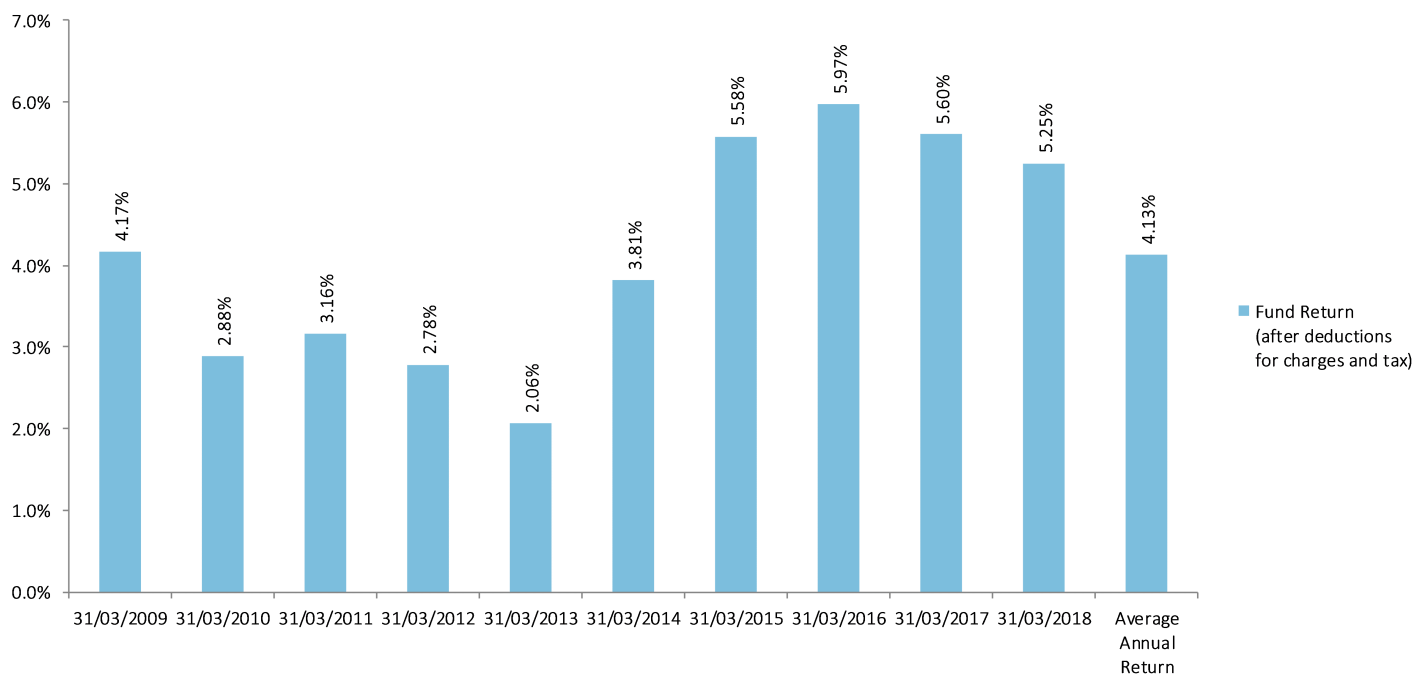
Specific risk

In addition to the general investment risks, you should be aware that we may defer withdrawals and switches from the fund in certain circumstances. AMP Life Limited sets aside funds (reserves) during periods of high returns on the underlying assets of the fund, to draw upon during low or negative return periods. This is designed to smooth out the actual investment returns of the assets to provide a stable return for the fund. If market conditions change, the actual return of the assets of the AMP Capital Assured Fund may be lower than the returns of the fund. We may decide to defer withdrawals and switches from the fund if allowing these payments to be made is considered to be detrimental to remaining members. If this occurs this will impact your ability to withdraw your savings from the fund or switch between funds. AMP Life Limited monitors and reviews the reserves of the fund to avoid the need for AMP to defer withdrawals.

How has the fund performed?

| | Average over past 5 years ^{1,2,3} | Past year ^{1,2,3} |
|--|--|----------------------------|
| Annual return (after deductions for charges and tax) | 5.42% | 5.01% |
| Annual return (after deductions for charges but before tax) | 5.18% | 4.77% |

Annual return graph^{1,2}



This shows the return after fund charges and tax for each of the last 10 years ending 31 March. The last bar shows the average annual return for the last 10 years, up to 30 September 2018.³

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 resident⁴.

What fees are investors charged?

Investors in the AMP Capital Assured Fund are charged fund charges.⁵ In the year to 30 June 2018 these were:

| | % of net asset value |
|--|--|
| Total fund charges (estimated)⁶ | 0.85% |
| Which are made up of - | |
| Total management and administration charges (estimated) | 0.85% |
| Including - | |
| Manager's basic fee (estimated) ⁷ | 0.66% |
| Other management and administration charges (estimated) ⁷ | 0.19% |
| Total performance-based fees | 0.00% |
| Other charges | Dollar amount per investor or description of how charge is calculated |
| Member fee ⁸ | \$107.52 |

If you are a member of the NZRT Workplace Savings Section a withdrawal fee may be payable when savings are withdrawn from the AMP Capital Assured Fund, if your employer decides to end their NZRT plan which then causes a large number of members to switch or withdraw from that fund within a short time period. For all other members, a withdrawal fee may be payable when savings are withdrawn from the AMP Capital Assured Fund. This fee (if payable) will reflect the amount by which the declared crediting rate applied to a member's balance exceeds the actual returns on the underlying assets of the fund, and will be paid from the amount withdrawn. We would only do this to ensure equity amongst all the members in that Fund.

Investors may also be charged individual action fees for specific actions or decisions (for example, for withdrawing from or switching funds). See the 'fees and other charges' document on the entry relating to the offer of interests in the New Zealand Retirement Trust maintained on the offer register (disclose-register.companiesoffice.govt.nz) for more information about those fees.

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

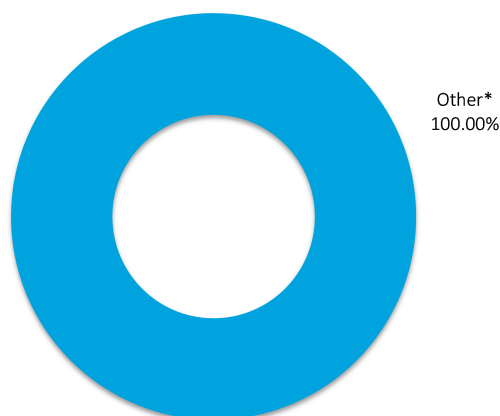
Example of how this applies to an investor

Craig 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, Craig received a return after fund charges were deducted of \$501.00 (that is 5.01% of his initial \$10,000). Craig also paid \$107.52 in other charges. This gives Craig a total return after tax of \$393.48 for the year.

What does the fund invest in?

Actual investment mix⁹

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



*Other consists of investment in a managed fund policy (100.00%)

Target investment mix

This shows the mix of assets that the fund generally intends to invest in.

| Asset Type | Allocation |
|------------------------------|------------|
| Cash and cash equivalents | 0.00% |
| New Zealand fixed interest | 0.00% |
| International fixed interest | 0.00% |
| Australasian equities | 0.00% |
| International equities | 0.00% |
| Listed property | 0.00% |
| Unlisted property | 0.00% |
| Commodities | 0.00% |
| Other** | 100.00% |

**Other consists of investment in a managed fund policy (100.00%)

Top 10 investments⁹

| Name | Percentage of fund net assets | Asset Type | Country | Credit rating (if applicable) |
|-----------------------|-------------------------------|------------|-------------|-------------------------------|
| 1 Managed Fund Policy | 100.00% | Other*** | New Zealand | N/A |
| 2 - | - | - | - | - |
| 3 - | - | - | - | - |
| 4 - | - | - | - | - |
| 5 - | - | - | - | - |
| 6 - | - | - | - | - |
| 7 - | - | - | - | - |
| 8 - | - | - | - | - |
| 9 - | - | - | - | - |
| 10 - | - | - | - | - |

The top 10 investments make up 100.00% of the fund.

***Other consists of investment in a managed fund policy (100.00%)

Key personnel

| Name | Current position | Time in current position | Other current position | Time in other current position |
|------------------------|-----------------------------|--------------------------|---|--------------------------------|
| Simon John Hoole | Investment Committee Member | 1 year and 8 months | Chief Financial Officer, AMP Financial Services | 4 years and 9 months |
| Therese Mary Singleton | Investment Committee Member | 3 years and 8 months | General Manager, Advice & Sales, AMP Financial Services | 1 year and 9 months |
| Blair Robert Vernon | Investment Committee Member | 7 years and 3 months | Managing Director, AMP Financial Services | 1 year and 9 months |

Further information

You can also obtain this information, the PDSs for the New Zealand Retirement Trust, and some additional information from the offer register at disclose-register.companiesoffice.govt.nz. The information in this fund update forms part of each PDS for the New Zealand Retirement Trust.

Notes

- 1 The table and bar graph does not include a market index return for comparative purposes.
- 2 There is no appropriate market index and no suitable peer group index or indices for the exempt fund against which to assess either movements in the market in relation to the returns from the assets in which the exempt fund invests, or the performance of the exempt fund as a whole.
- 3 The returns include an estimated administration and service fee, which has been determined by using the average fee charged for the entire NZRT. Individual returns will depend on the administration and service fee applicable to the individual member. For more information relating to the administration and service fee applicable to you, please see the applicable PDS or the Member Booklet for your employer plan.
- 4 The AMP Capital Assured Fund invests via a managed fund policy issued by AMP Life Limited, into underlying investment assets. AMP Life Limited is required to pay tax on investment income earned by the assets at the 28% corporate tax rate. This means that if you invest in the AMP Capital Assured Fund your PIR can't be applied to your share of the investment income, and therefore if your PIR is lower than 28% you are not taking full advantage of the PIE benefits.
- 5 The management and administration charges are made up of the Manager's basic fee (comprising the investment management fee and administration fee) and the other management and administration charges (service fee and costs and expenses). The amounts stated in this fund update are the actual amounts charged to the fund (or estimated to be charged to the fund – see estimate notes below). However, the fees payable by any member will depend on the section of the Scheme they are a member of (including whether they are a member of the Scheme through an employer plan), and whether any reduction of the fee amounts has been agreed. Please see the 'fees and other charges' document on the entry relating to the offer of interests in the New Zealand Retirement Trust maintained on the offer register (disclose-register.companiesoffice.govt.nz), with your Member Booklet (if you are a member of an employer plan), to work out your fees.
- 6 The Total Fund Charges are inclusive of any applicable GST.
- 7 The total fund charges include administration fees and service fees that while calculated by reference to investment balances are not allocated to specific funds. As the actual amount of the fees charged to the fund cannot be reported, estimates have been used. The estimate for the administration fee is 0.31% and the estimate for the service fee is 0.04%. The estimates represent the percentage of the fees deducted from the Scheme for the year over the average funds under management for the Scheme for the year.
- 8 You may receive the benefit of reduced member fees. For details of any discounts, please speak with your adviser or see your Member Booklet (if you are a member through an employer plan). Members of the NZRT Personal Superannuation Section are not currently charged member fees. Therefore the impact of these fees on you could be less than that set out in the example.
- 9 The actual investment mix and top ten investments have been calculated excluding cash and cash equivalents held for operational purposes.

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Want to know more?

For more information about the Scheme, please visit amp.co.nz/NZRT, contact us on 0800 800 267 or talk to your Adviser today. Your Adviser's disclosure statement is available from your Adviser on request and free of charge.