

Simplicity Investment Funds

NZ Cash Fund

Fund update

This update was first made publicly available on 25 October 2024



Fund update

Quarter ending 30 September 2024

What is the purpose of this update?

This document tells you how the Simplicity NZ Cash Fund (NZ Cash Fund) has performed and what fees were charged. The document will help you to compare the fund with other funds. Simplicity NZ 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 NZ Cash Fund provides investors with exposure to debt securities. The return from the Fund is likely to be stable and volatility is likely to be lower than the other Funds.

Total value of the fund	\$ 5,505,600
The date the fund started	28 April 2023

What are the risks of investing?

Risk indicator for the NZ Cash Fund¹:

Risk indicator



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 [https:// www.sorted.org.nz/guides/kiwisaver-which-fund-suits](https://www.sorted.org.nz/guides/kiwisaver-which-fund-suits)

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. As the fund has not been in existence for five years, the risk indicator is based on five year information including actual performance figures from 31 May 2024 and market returns data for the period prior to that date. As a result of this, the risk indicator may provide a less reliable indicator of the potential future volatility of the fund. 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?

PAST YEAR

Annual return (after deductions for charges and tax)	4.88%
Annual return (after deductions for charges but before tax)	6.93%
Market index annual return (reflects no deduction for charges and tax)	7.50%

The market index annual return is the Bloomberg NZ Bond Bank Bill Index.

Additional information about the market index is available on the Disclose Register:

<http://www.companiesoffice.govt.nz/disclose>

What fees are investors charged?

Investors in the NZ Cash Fund are charged fund charges. In the year to 31 March 2024, these were²:

Total fund charges (including GST)	0.29%
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Which are made up of

Total management and administration charges	0.29%
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Including:

Manager's basic fee	0.29%
Other management and administration charges	0.00%
Total performance-based fees	0.00%

Other Charges

Dollar amount per investor

Administration Fee	\$0.00
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Investors are not charged individual action fees for specific actions or decisions (for example, for withdrawing from or switching funds).

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.

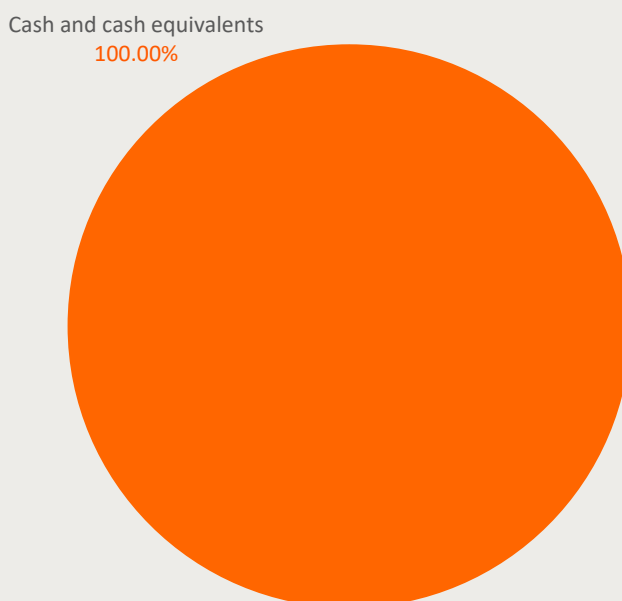
Artie had \$10,000 in the fund at the start of the year and did not make any further contributions. At the end of the year, Artie received a return after fund charges were deducted of \$693 (that is 6.93% of their initial \$10,000). This gives Artie a total return after tax of \$488 for the period.



What does the fund invest in?

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

Actual investment mix



Target investment mix

Cash and cash equivalents	100%	International equities	0%
New Zealand fixed interest	0%	Listed property	0%
International fixed interest	0%	Unlisted property	0%
Australasian equities	0%	Commodities	0%

Top 10 investments

Asset Name	% of fund net assets	Type	Country	Credit rating
Cash on call	22.44%	Cash & Cash Equivalents	NZ	AA-
Westpac NZ Floating rate note 6 July 2026	14.99%	Cash & Cash Equivalents	NZ	AA-
Rabobank NZ Floating rate note 5 April 2027	9.61%	Cash & Cash Equivalents	NZ	AA-
Rabobank NZ Floating rate note 12 August 2026	7.53%	Cash & Cash Equivalents	NZ	AA-
LGFA bond 2.75% 15 April 2025	5.61%	Cash & Cash Equivalents	NZ	AA+
UDC Endeavour ABS Trust	3.81%	Cash & Cash Equivalents	NZ	AAA
Rabobank NZ Floating rate note 16 March 2026	3.75%	Cash & Cash Equivalents	NZ	AA-
IRD Deposit NZTTC 5.8% 1 October 2024	3.73%	Cash & Cash Equivalents	NZ	Unrated
IRD Deposit NZTTC 5.8% 8 October 2024	3.73%	Cash & Cash Equivalents	NZ	Unrated
IRD Deposit NZTTC 5.8% 15 October 2024	3.72%	Cash & Cash Equivalents	NZ	Unrated

The top ten investments make up 78.92% of the fund.



Key personnel

Name	Current position	Term	Previous or other current position	Term
Sam Stubbs	Managing Director, Simplicity	8 years and 6 months	Chief Executive Officer, TOWER Investments	5 years and 1 month
Joy Marslin	Director, Simplicity	7 years and 10 months	Head of Private Wealth Management, Westpac NZ	3 years and 7 months
Reuben Halper	Director, Simplicity	7 years and 4 months	Agency Lead, Google NZ (current position)	9 years
Andrew Lance	Chief Investment Officer, Simplicity	7 months	Chief Operating Officer, Simplicity	7 years and 8 months
Matthew Houtman	Head of Private Capital, Simplicity	3 years and 10 months	Co-Managing Director, Pioneer Capital Management	16 years

Further information

You can also obtain this information, the PDS for the Simplicity Investment Funds and some additional information from the offer register at <http://www.companiesoffice.govt.nz/disclose>

Notes

1. As the fund started on 28 April 2023, five-year actual returns for the fund are not available. To calculate the risk indicator for the five-year period ending 30 September 2024, market index returns have been used up to 31 May 2024 with actual fund returns used for the balance of the period. As a result of those market returns, the risk indicator may provide a less reliable indicator of the potential future volatility of the fund.
2. Effective from 1 February 2024 the Manager's basic fee was reduced to 0.25%.

Effective from 1 July 2024 the Defensive Investment Fund was renamed the Simplicity NZ Cash Fund, a single sector fund designed to be the NZ cash and cash equivalent component of a diversified investment portfolio, and the Manager's basic fee was reduced from 0.25% per annum to 0.10% per annum.