

Fisher Funds Investment Funds

Product Disclosure Statement

Offer of units in the Fisher Funds Investment Funds to persons who hold units in the Funds only
(not an offer to new investors from 6 March 2024)

Issued by Fisher Funds Wealth Limited (previously known as Kiwi Wealth Limited)
6 March 2024

This is a replacement Product Disclosure Statement (PDS) which replaces the PDS (published under the name Kiwi Wealth Managed Funds) dated 29 June 2023.

This document gives you important information about this investment to help you decide whether you want to invest. There is other useful information about this offer on disclose-register.companiesoffice.govt.nz. Fisher Funds Wealth Limited has prepared this document in accordance with the Financial Markets Conduct Act 2013. You can also seek advice from a financial advice provider to help you to make an investment decision.

1. Key information summary

What is this?

The Fisher Funds Investment Funds (previously called Kiwi Wealth Managed Funds) is a managed investment scheme. Your money will be pooled with other investors' money and invested in various investments. Fisher Funds Wealth Limited ('we', 'our' or 'us') will invest your money and charge you a fee for its services. The returns you receive are dependent on the investment decisions of Fisher Funds Wealth Limited and of its investment manager(s) and the performance of the investments. The value of those investments may go up or down. The types of investments and the fees you will be charged are described in this document.

What will your money be invested in?

Three funds (each a 'Fund', and together 'Funds') within the Fisher Funds Investment Funds ('Scheme') are offered to persons who hold units in the Funds ('existing investors') to invest in. You can choose to invest in one Fund or a combination of Funds.

These investment options are summarised below. More information about the investment objectives and strategy for each investment option is provided at section 3, 'Description of your investment option(s)'.

See section 4, 'What are the risks of investing?' for an explanation of the risk indicator and for information about other risks that are not included in the risk indicator. To help you clarify your own attitude to risk, you can seek financial advice or work out your risk profile at sorted.org.nz/tools/investor-profiler.

Our funds	Brief description and investment objective	Risk indicator	Estimated annual fund charges ²
Conservative Fund	Ordinarily invests predominantly in income assets, with a smaller exposure to growth assets. Aims to exceed a conservative benchmark ¹ .	<p>Lower risk Higher risk</p> <p style="text-align: center;">1 2 3 4 5 6 7</p> <p>Potentially lower returns Potentially higher returns</p>	0.73% p.a.
Balanced Fund	Ordinarily invests in a balanced mix of growth assets and income assets. Aims to exceed a balanced benchmark ¹ .	<p>Lower risk Higher risk</p> <p style="text-align: center;">1 2 3 4 5 6 7</p> <p>Potentially lower returns Potentially higher returns</p>	0.84% p.a.
Growth Fund	Ordinarily invests mostly in growth assets, with a smaller exposure to income assets. Aims to exceed a growth benchmark ¹ .	<p>Lower risk Higher risk</p> <p style="text-align: center;">1 2 3 4 5 6 7</p> <p>Potentially lower returns Potentially higher returns</p>	0.94% p.a.

- Over the minimum suggested investment timeframe which can be found on page 8.
- As a percentage of net asset value.

Who manages the Scheme?

The manager of the Scheme is Fisher Funds Wealth Limited. See Section 7 of the PDS ("Who is involved?") for more information. See the Scheme's Other Material Information ('OMI') for details of Fisher Funds Wealth Limited's ownership.

How can you get your money out?

Your investment in the Funds is redeemable. You can usually get your money out of the Funds, either by way of lump sum or regular withdrawals, provided you maintain the required minimum account balance.

We generally process withdrawals each business day.

In certain circumstances, we may suspend, defer, or partially restrict withdrawals.

If you withdraw all your money out of the Funds, or your balance falls below the required minimum account balance and we require you to make a full withdrawal, you will no longer hold units in the Funds and cannot reinvest as the offer is only open to existing investors.

See section 2, 'How does this investment work?' for more information.

Your investment in these units in the Funds can be sold but there is no established market for trading these financial products. This means that you may not be able to find a buyer for your investment.

How will your investment be taxed?

Each Fund is a portfolio investment entity ('PIE').

The amount of tax you pay in respect of a PIE is based on your prescribed investor rate (PIR). This can be 0%, 10.5%, 17.5%, or 28%. See section 6 of the PDS (what taxes will you pay?) on page 11 for more information.

Where can you find more key information?

We are required to publish quarterly updates for each Fund. The updates show the returns, and the total fees actually charged to investors, during the previous year. The latest fund updates are available at fisherfunds.co.nz/investment-funds. We will also give you copies of those documents on request.

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No person guarantees the repayment of investments in the Funds or the payment of any returns on investment in the Funds.

2. How does this investment work?

The Fisher Funds Investment Funds is only open to existing investors, being closed to new investors on 6 March 2024. While the Fisher Funds Investment Funds is open to existing investors, from 6 March 2024, existing investors are unable to open any new investment accounts from this date.

Choosing Funds

You can choose a different Fund allocation for your investment account(s). This is called your 'investment mandate'.

We can rebalance your Fund holdings for each investment account back to your investment mandate at the frequency option that you choose.

If you have opened an account on behalf of a child, the person that controls the account (the 'Sponsor') makes all decisions relating to the account until the child turns 18, at which time, full control over the account will pass over to the child. Refer to the OMI document available on the Scheme's offer register entry at disclose-register.companiesoffice.govt.nz for more information.

The Funds' investments

Fisher Funds Management Limited ('FFML') provides investment management and administration services for the Funds. Apex Investment Administration (NZ) Limited has been appointed to provide administration functions including registry services and unit pricing.

The investment management team uses an active management style, and has a broad investment mandate. This means they have discretion to adjust the asset allocation of the Funds and actively choose individual securities and investments, within the allowable limits, according to their view of what's happening in the markets (and as opposed to managing tightly against a predefined selection).

For more information, see the Statement of Investment Policy and Objectives ('SIPO') for the Scheme, on the Scheme's entry on the schemes register at disclose-register.companiesoffice.govt.nz.

Buying units

You invest by buying units that represent your share in the relevant Fund(s), although you don't acquire an interest in any particular asset of the Scheme or asset of any particular Fund. This means that your money is pooled with other investors' money and then invested.

Generally, the return on your investment is the difference between the price you buy your units for and the value of your units when you make a withdrawal. Each Fund's issue price and withdrawal value is determined by the market value of its assets, less fees and expenses, and buy/sell spreads (if any), see section 5 for more information. We do not currently expect to make distributions from the Funds but you can make regular withdrawals (see page 6).

Structure of the Scheme

The Scheme is a master trust structure. Three funds have been established within the Scheme, which is registered under the Financial Markets Conduct Act 2013.

We are responsible for managing and administering the Scheme and the Funds within the Scheme, and Public Trust (the Scheme's supervisor) is responsible for supervising us

in doing so. The Scheme and the Funds are governed by a master trust deed and establishment deeds between us and the Supervisor.

Each Fund's assets are held on trust by the Supervisor.

Each Fund is legally separate and distinct. This means that the assets of a Fund are not available to meet the liabilities of any other fund within the Scheme.

Fees

We charge an annual fee for each Fund, which is based on the amount you have invested in the particular Fund. See section 5, 'What are the fees?' for more information.

Related party transactions

We currently invest the Scheme's assets in funds within managed investment schemes issued by related parties of ours.

Making investments

Existing investors can invest and apply for units in the Fund(s) by making lump sum and regular contributions.

As an existing investor, if you choose to invest in more than one Fund, your choice must be in multiples of 5% and add up to 100% for each investment account. All contributions received will be invested in accordance with your current investment mandate for each account.

We can set minimum contribution and withdrawal amounts, and minimum balances for the Funds and investment accounts.

Unless we agree otherwise, the following minimum contribution amounts currently apply:

Type of contribution	Minimum (per investment account)	How to make the payment
Initial contribution	\$100	By using the bill payment facility in your bank's internet or phone banking facility.
Subsequent lump sum contribution	None	As above.
Subsequent regular contribution	None	As above; or By direct debit. You can set this up by downloading and completing the direct debit form available online.

Contributions to the Funds will be treated as an application for units.

You must maintain a minimum balance of at least \$100 per investment account. We could change these minimums in the future without notice. You can contact us at any time for up-to-date minimum amounts.

We can, in our discretion, accept payment for units in a form other than cash, including existing investments.

We may refuse to accept any non-cash payment, or reject any application for units, and are not required to give reasons.

2. How does this investment work? (continued)

Processing payments

A **'pricing valuation day'** is a day on which we value the relevant Fund for the purposes of unit pricing, and generally occurs each business day. We may change the pricing valuation day, or the frequency of valuation days (although they must occur at least monthly) by giving written notice to the Supervisor.

Unless we delay processing an application:

- valid applications we receive before 5pm on a pricing valuation day will be processed and units issued at the issue price based on the value of the relevant Fund's assets on that valuation day; and
- otherwise, your application will be processed using the issue price applicable to the next pricing valuation day.

Before deciding whether to accept an existing investor's application, your money will be held on trust for you in a non-interest bearing bank account.

See the OMI document on the Scheme's offer register entry at disclose-register.companiesoffice.govt.nz for more information.

Withdrawing your investments

How to make a withdrawal

You can apply to withdraw part or all of your investment by sending a completed withdrawal form to us. Contact us for the required form. You will need to specify the investment account in respect of which you want to make the withdrawal. All withdrawals are processed in accordance with your investment mandate for that investment account unless, for a lump sum withdrawal, you request otherwise.

You must maintain a minimum balance of \$100 per investment account. Currently, there are no minimum withdrawal amounts that apply. Regular withdrawals can be set up on a weekly, fortnightly, monthly, bi-monthly, quarterly, six monthly, or annual basis.

We may require you to make a full withdrawal if the requested withdrawal would reduce the value of any investment account balance below \$100.

If you withdraw all your money out of the Funds, you will no longer hold units in the Funds and cannot reinvest as the offer is only open to existing investors.

Period for processing withdrawals

It may take us up to 15 business days from the date of receipt of a valid withdrawal request to pay the withdrawal or set up a regular withdrawal facility.

We generally value the units each business day. When performing pricing valuation days each business day, the price at which units are redeemed is determined on the day the withdrawal notice is processed. This means that:

- valid withdrawal notices received before 12pm on any pricing valuation day will generally be processed and units redeemed using the unit value based on the value of the relevant Fund's assets on that valuation day; and
- otherwise, your withdrawal notice will generally be processed and units redeemed using the unit value applicable to the next pricing valuation day.

It generally takes two business days for a valid withdrawal notice to be processed when units are being valued each business day and payment will be made the next business day following processing of the valid withdrawal notice. See the OMI document for more information.

In certain unusual circumstances, withdrawals may take up to 15 business days to pay or set up a regular withdrawal facility.

The proceeds of your withdrawal will be credited to your nominated bank account. We will process a regular withdrawal as described in the withdrawal form.

Processing withdrawals

We will satisfy a withdrawal request by redeeming units and paying you the amount withdrawn in cash.

The withdrawal value per unit withdrawn will be the unit value on the relevant valuation day.

Suspending or deferring withdrawals and switches

We can restrict or defer withdrawals and switches in the following situations:

Suspensions

In some circumstances, including where we determine that giving effect to withdrawals or switches from a Fund is not practicable, we can:

- suspend withdrawals and switches from the Fund for up to 90 days (or longer, if the Supervisor agrees); or
- pay out withdrawals requested by one or more investors in instalments over a period of up to 90 days (or longer, if the Supervisor agrees) or in a lump sum at the end of that period.

Side-pocketing

Subject to relevant law, we can create a 'side-pocket' of assets of a Fund. Side-pocketing is designed to separate a Fund's illiquid assets from more liquid assets, and usually involves restricting your ability to access the units that relate to those assets without affecting your ability to access the non-quarantined assets.

The two paragraphs below relate to the Suspensions and Side-pocketing statements.

The most likely reason we would exercise these powers is where we have concerns about a Fund's liquidity. We must consult with (or, for side-pocketing, obtain the approval of) the Supervisor before exercising these powers. You will be informed if we ever exercise these powers.

See the OMI document on the Scheme's offer register entry for more information. You will need to satisfy legal requirements and our processes before you can make a withdrawal.

How to switch between Funds

You can switch between Funds by:

- specifying the Funds you want to switch between; or
- changing your investment mandate.

Switches will be processed in accordance with our investment cycle and is subject to change. We can restrict switches as outlined in the above section.

You can also have your Fund holdings for each investment account rebalanced back to your investment mandate at your chosen frequency option.

See the OMI document on the Scheme's offer register entry for more information. You can contact us for the required form to make a switch. We don't charge any fees for switches or rebalancing.

4. What are the risks of investing?

Understanding the risk indicator

Managed funds in New Zealand must have a standard risk indicator. The risk indicator is designed to help investors understand the uncertainties both for loss and growth that may affect their investment. You can compare funds using the risk indicator.

Risk indicators for each fund can be found in Section 3.

Risk indicator

Lower risk			Higher risk			
1	2	3	4	5	6	7
Potentially lower returns			Potentially higher returns			

The risk indicator is rated from 1 (low) to 7 (high). The rating reflects how much the value of the Funds' assets goes up and down (volatility). 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/tools/investor-profiler.

Note that even the lowest category does not mean a risk-free investment, and there are other risks (described under the heading "Other specific 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 five years up to 31 December 2023. While risk indicators are usually relatively stable, they do shift from time to time. You can see the most recent risk indicator in the latest fund update for each Fund.

General investment risks

Some of the things that may cause a Fund's value to move up and down, which affect the risk indicator, are:

- **Investment returns risk** — different types of investments have different risks and perform differently at different times. For example, the return on growth assets tends to go up and down more than the returns from income assets. This means short term fluctuations in the value of a Fund are common, especially for Funds that invest mostly in growth assets like shares.
- **Market risk** — investment market performance can be affected by economic conditions such as investor opinion, inflation, employment rates and interest rates (including negative interest rates). Political events, and environmental and technological issues also impact investment market performance.

- **Currency risk** — investments in foreign assets are bought and sold with foreign currency, and the Funds may hold foreign currencies directly. The value of the foreign assets and currency can change (up or down) when there are movements in the exchange rate between the New Zealand dollar and the foreign currency.
- **Investment manager risk** — how we choose to allocate each Fund's investments will affect that Fund's returns. In particular, our investment style may result in our returns differing from any market index and from competing investments.
- **Credit risk** — the issuer of a security, an institution that we deposit funds with, or a third party that provides a guarantee for either may not honour their obligations, fail to complete transactions, or may become insolvent. If this occurs you may not receive the full amount of your investment in that Fund.
- **Counterparty risk** — a party to an investment contract may not honour their obligations, or fail to complete a transaction, or may become insolvent. If this occurs in any of the investment contracts held by a Fund, you may not receive the full amount of your investment in that Fund.
- **Interest rate risk** — fixed interest investments may become more or less valuable depending on changes in interest rates. If market interest rates rise, existing fixed rate investments become less valuable because new fixed interest investments will pay the current, higher rate of interest, and vice versa when market interest rates fall. Interest rate risk is more applicable to funds that invest mostly in income assets like cash and fixed interest.
- **Liquidity risk** — low liquidity can affect the ability of the Fund to make payments when needed (such as meeting withdrawal requests), or you may receive a lesser amount than expected if the assets have to be sold quickly and there are few buyers.

See the OMI document on the Scheme's offer register entry at disclose-register.companiesoffice.govt.nz for more information about these and other risks.

5. What are the fees?

You will be charged fees for investing in the Funds. Fees are deducted from your investment and will reduce your returns. If we invest in other funds, those funds may also charge fees. The fees you pay will be charged in two ways—

- regular charges (for example, annual fund charges). Small differences in these fees can have a big impact on your investment over the long term
- one off fees (for example, if we were to charge withdrawal fees in the future).

The fees are as follows:

Fund	Annual Fee ¹	Other costs (estimate) ¹	Total estimated annual fund charges ¹
Conservative Fund	0.70%	0.03%	0.73%
Balanced Fund	0.80%	0.04%	0.84%
Growth Fund	0.90%	0.04%	0.94%

We don't currently charge performance-based fees.

The fees outlined above cover the following:

Total estimated annual fund charges

This charge includes an Annual Fee covering ongoing costs of managing and administering the relevant Fund including the Supervisor's services, administration services, investment management services, registry and custody costs, marketing, auditing, legal, printing, and postage.

The amount of the total Annual Fee you pay per investment account may vary depending on the Funds you are invested in and your unit holdings.

The other costs (estimate) is a reasonable estimate of future costs and expenses that are likely to be charged in the future based on historic estimated expenses charged to the underlying funds which the Funds invest in.

The annual fund charges do not include transaction costs (these are the actual costs incurred in the buying and selling of assets in a Fund, such as brokerage). These are a separate cost for each Fund in addition to the annual fund charges.

The annual fund charges are paid from the funds, or the underlying funds they may invest in.

All fees are disclosed before tax. GST may be added to fees and may be included in some expenses, where applicable.

Individual action fees

We do not currently charge contribution, withdrawal, switching, or transfer fees, but we could charge these or other fees in the future.

See the Scheme's OMI document on the offer register at www.disclose-register.companiesoffice.govt.nz for more information.

Buy/sell spreads

Although under normal trading and market conditions we do not apply buy and sell spreads, we may choose to do so. You can find out if any buy or sell spreads have been applied at fisherfunds.co.nz/spread-pricing. Further information is set

out in the OMI document at assets.fisherfunds.co.nz/fisher-funds-investment-funds-other-material-information.

Example of how fees apply to an investor

Sam invests \$10,000 in the Growth Fund.

He is charged management and administration fees, which work out to about \$94.00 (0.94% of \$10,000). These fees might be more or less if his account balance has increased or decreased over the year.

Estimated total fees for the first year

Fund charges	\$94.00
Other charges	\$0.00
Total	\$94.00

See the latest fund update for an example of the actual returns and fees investors were charged over the past year.

This example applies only to the Growth Fund. If you are considering investing in other Funds, this example may not be representative of the actual fees you may be charged.

The fees can be changed

We can change the Annual Fee (including when it is deducted from the Funds). The maximum Annual Fee that can be charged out of a Fund is 2% (plus any GST) of its net asset value.

We currently pay the Supervisor's fee. If we decide not to pay that fee directly in the future, the Supervisor is entitled to a fee from each Fund of up to 0.075% (plus any GST) of its net asset value. We and the Supervisor may agree to charge a separate supervisor fee up to this limit, or to increase the fee it is paid.

Affected investors will be given one month's prior notice of any increase in the annual or supervisor fees paid out of a Fund. For example, we do not need to give notice of an increase in the Supervisor's fee if we will be paying that increase ourselves.

We can also at any time and from time to time waive or reduce the Annual Fee either generally or in relation to a particular investor, category of investors, or transaction.

Other components of the annual fund charges (for example, third-party charges relating to any other funds that a Fund invests in) are variable and may change from time to time.

We currently pay for expenses such as marketing, auditing, legal, printing and postage out of the Annual Fee. If we decide not to pay those expenses in the future, we are entitled to deduct these expenses from each Fund.

We may apply buy/sell spreads for a fund without notice. There are no limits on the buy/sell spreads that we can apply.

We can introduce contribution, withdrawal, or performance fees in the future, subject to the maximum fees set out in the trust deed (where relevant).

We must publish a fund update for each Fund showing the fees actually charged during the most recent year. Fund updates, including past updates, are available at fisherfunds.co.nz/investment-funds.

1. Percentage of net asset value per annum.

6. What taxes will you pay?

Each Fund is a portfolio investment entity. The amount of tax you pay is based on your prescribed investor rate (PIR). To determine your PIR, go to www.ird.govt.nz/pir. If you are unsure of your PIR, we recommend you seek professional advice or contact the Inland Revenue Department. It is your responsibility to tell us your PIR when you invest or if your PIR changes. If you do not tell us, a default rate may be applied. If the rate applied to your PIE income is lower than your correct PIR, you will be required to pay any tax shortfall as part of the income tax year-end process. If you are an

individual investor and the rate applied to your PIE income is higher than your PIR, any tax over-withheld will be used to reduce any income tax liability you may have for the tax year and any remaining amount will be refunded to you. Other investors may not receive a refund.

See Section 6 of the OMI document on the Scheme's offer register entry at www.disclose-register.companiesoffice.govt.nz for more information about the tax consequences of an investment in the Scheme and the Funds.

7. Who is involved?

About Fisher Funds Wealth Limited

Fisher Funds Wealth Limited is the manager of the Scheme.

You can get in touch with us at:

0508 347 437 during normal business hours
enquiries@fisherfunds.co.nz

Fisher Funds Investment Funds
Client Services
Fisher Funds Wealth Limited
Private Bag 93502
Takapuna
Auckland 0740

Who else is involved?

Entity	Name	Role
Supervisor	Public Trust	They're independent and oversee how we're managing the Scheme.
Custodian	Public Trust	They hold the assets on your behalf, separate from Fisher Funds Wealth Limited.
Investment and Administration Manager	Fisher Funds Management Limited	Appointed by us to invest each Fund's assets, and provide administration functions for the Scheme.
Registry Manager	Apex Investment Administration (NZ) Limited	They keep a record of your investment units, provide unit pricing services and process any applications or withdrawals.

8. How to complain

If you're unhappy we'd like the opportunity to put it right. Our clients are important to us so if you have any concerns or complaints we'd like to hear from you.

0508 347 437
enquiries@fisherfunds.co.nz

Fisher Funds Investment Funds
Private Bag 93502
Takapuna
Auckland 0740.

You can contact the Supervisor at:

0800 371 471

Public Trust
General Manager, Corporate Trustee Services
Public Trust, Private Bag 5902
Wellington 6140

Fisher Funds and Public Trust are both members of an independent approved dispute resolution scheme run by Financial Services Complaints Limited (FSCL) – A Financial Ombudsman Service. If we haven't been able to come to a suitable resolution with you, you can talk to FSCL who will assist you.

You can contact FSCL at:

0800 347 257
info@fscl.org.nz

fscl.org.nz

PO Box 5967
Wellington 6140

Level 4
101 Lambton Quay
Wellington 6011

FSCL will not charge a fee to you to investigate or resolve a complaint.

9. Where you can find more information

Further information on the Scheme and the Funds, like financial statements, the Trust Deed, the SIPO, fund updates, and information related to fund performance and assets, and OMI is available on:

- Our website: fisherfunds.co.nz/investment-funds
- The offer register and the scheme register at disclose-register.companiesoffice.govt.nz.

A copy of the information on the offer register or scheme register is available on request to the Registrar of Financial Service Providers.

We'll also send you annual tax and client statements (or a statement letting you know where you can access it online). Copies of these and any of the information available on the offer register and scheme register are also available to you on request. This information is available free of charge.

10. How to apply

The Fisher Funds Investment Funds were closed to new investors on 6 March 2024.

Contact: Private Bag 93502,
Takapuna, Auckland 0740
0508 347 437
enquiries@fisherfunds.co.nz

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