

FISHER FUNDS MANAGED FUNDS FUND UPDATE

Balanced Strategy 40/60

For the quarter ended: 30 June 2022

This fund update was first made publicly available on:
28 July 2022

WHAT IS THE PURPOSE OF THIS UPDATE?

This document tells you how the Balanced Strategy has performed and what fees were charged. The document will help you to compare the fund with other funds. Fisher Funds Management 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

This investment option aims to provide a balance between stability of returns and growing your investment over the long term by investing in a mix of income and growth assets, and is automatically rebalanced each year to the target fund mix of 40% Conservative Fund and 60% Growth Fund.

Total value of the fund	\$45,837,773
Number of investors in the fund	812
The date the fund started	1 Dec 2021

WHAT ARE THE RISKS OF INVESTING?

Risk indicator for the Balanced Strategy¹:



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 ipq.fisherfunds.co.nz/ffmf.

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.

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)	Not applicable ²
Annual return (after deductions for charges but before tax)	Not applicable ²
Market index annual return (reflects no deduction for charges and tax)	-7.97%

The market index return reflects a composite of benchmark index returns, weighted for the fund's target asset allocation. The benchmark indices used for each asset class are defined in 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 under Fisher Funds Managed Funds or OFR10667.

WHAT FEES ARE INVESTORS CHARGED?

Investors in the Balanced Strategy are charged fund charges that include GST. In the year to 31 March 2022 these were:

	% of net asset value
Total fund charges³	1.57%
Which are made up of:	
Total management and administration charges	1.40%
Including:	
Manager's basic fee	1.21%
Other management and administration charges	0.19%
Total performance-based fees⁴	0.17%

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

Katie had \$10,000 in the fund at 1 December 2021 and did not make any further contributions. At 30 June 2022, Katie incurred a loss after fund charges were deducted of -\$1,141 (that is -11.41% of her initial \$10,000). Katie did not pay other charges. This gives Katie a total loss after tax of -\$1,141 for the period.

Currency hedging

The currency hedge ratios for each asset class (hedged into NZD) at quarter end are:

	Benchmark	Actual
International fixed interest	100%	99.7%
Australian equities	70%	75.8%
International equities	50%	50.1%
Listed property (overseas portion)	70%	71.0%

Top 10 Investments

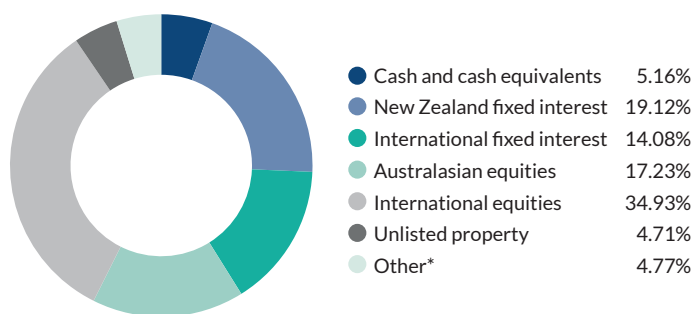
Name	% of fund net assets	Type	Country	Credit rating (if applicable)
ANZ 10 A/C - CURRENT ACCOUNTS	4.99%	Cash and cash equivalents	NZ	NA
BAYFAIR SHOPPING CENTRE - RETAIL	1.94%	Unlisted property	NZ	NA
MAINFREIGHT LIMITED	1.55%	Australasian equities	NZ	NA
FISHER & PAYKEL HEALTHCARE CORPORATION LIMITED	1.50%	Australasian equities	NZ	NA
INFRATIL LIMITED	1.44%	Australasian equities	NZ	NA
META PLATFORMS INC. CLASS A	1.32%	International equities	US	NA
ALPHABET INC. CLASS A	1.28%	International equities	US	NA
XERO LIMITED	1.18%	Australasian equities	AU	NA
AMAZON.COM, INC.	1.15%	International equities	US	NA
ALIBABA GROUP HOLDING LTD. SPONSORED ADR	1.13%	International equities	US	NA

The top 10 investments make up 17.48% of the fund.

WHAT DOES THE FUND INVEST IN?

Actual investment mix

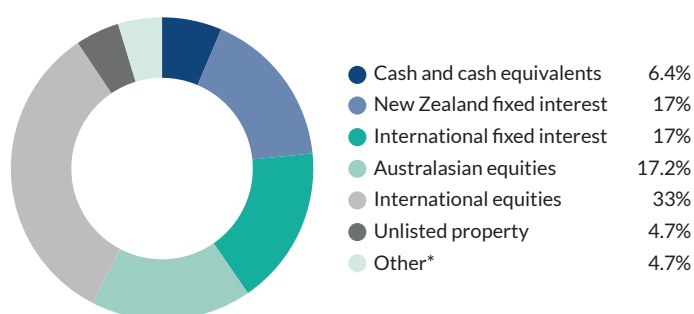
This shows the types of assets that the fund invests in.



* Other – refers to an investment in a portfolio of listed property and listed infrastructure assets.

Target investment mix

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



* Other – refers to an investment in a portfolio of listed property and listed infrastructure assets.

KEY PERSONNEL

Name	Current position	Time in current position	Previous or other position	Time in previous or other position
Ashley Gardyne	Chief Investment Officer and Senior Portfolio Manager, International Equities	1 Years, 0 Months	Senior Portfolio Manager, International Equities, Fisher Funds Management Limited	5 Years, 5 Months
Mark Brighthouse	Chief Investment Strategist	4 Years, 11 Months	Chief Investment Officer, Fisher Funds Management Limited	5 Years, 9 Months
David McLeish	Senior Portfolio Manager, Fixed Interest	11 Years, 3 Months	Executive Director, Goldman Sachs International, London	3 Years, 0 Months
Sam Dickie	Senior Portfolio Manager, NZ Equities	5 Years, 4 Months	Portfolio Manager, Moore Capital Asia Limited	5 Years, 10 Months
Robbie Urquhart	Senior Portfolio Manager, Australian Equities	4 Years, 1 Months	Portfolio Manager / Principal, Trafalgar Copley Limited	11 Years, 0 Months

FURTHER INFORMATION

You can also obtain this information, the PDS for the Fisher Funds Managed Funds, and some additional information from the offer register at companiesoffice.govt.nz/disclose under Fisher Funds Managed Funds or OFR10667.

NOTES

- ¹ Market index returns as well as the fund's actual returns have been used to fill in the risk indicator, as the fund commenced less than 5 years ago. As a result of market index returns being used, the risk indicator may provide a less reliable indicator of the potential future volatility of the fund. Market index returns were used for the period from 1 July 2017 to 1 December 2021.
- ² The Balanced Strategy 40/60 was introduced on 1 December 2021, the first annual returns will be available in the 31 December 2022 fund update.
- ³ The total fund charge for the Balanced Strategy is estimated using 40% of the Conservative Fund total fund charge and 60% of the Growth Fund total fund charge.
- ⁴ Total performance-based fees is the amount incurred by the fund for the year ended 31 March 2022. The performance-based fee accrual is calculated on a daily basis. See the product disclosure statement for more information about the basis on which performance fees are charged.