

Fund at a glance

Fund type: Unit Trust

Unit price (as at 31 August 2018): \$1.7869

Annual Fund charges: 0.80% (% of net asset value, estimated) plus GST

Entry fee: 1% of each contribution (including for switches)

Tax status: Portfolio Investment Entity (PIE)

Manager: Forsyth Barr Investment Management Limited

For more information about the fund, please see the fund's product disclosure statement and most recent fund update at www.forsythbarr.co.nz/investmentfunds.

Fund objective and strategy

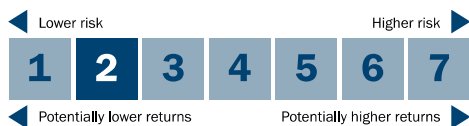
The fund aims to achieve positive long-term returns by investing in selected New Zealand and international fixed interest assets, subject to the risks associated with investments in fixed interest markets.

We may invest directly into these assets, or into other managed investment schemes that do so. Typically, the fund is close to fully invested in New Zealand fixed interest assets.

These kinds of investments will typically have low levels of movement up and down in value. They can be suitable for someone who wants to achieve slightly higher returns than those expected from investing solely in cash, but with the possibility of some variation in returns.

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. Below is the risk indicator for the Premium Yield fund:



The risk indicator is rated from 1 (low) to 7 (high). The rating reflects how much the value of the relevant fund's assets goes up and down (volatility). A higher risk generally means higher potential returns over time, but more ups and down along the way. Note that even the lowest category does not mean a risk-free investment, and there may be 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 returns data for the five years to 30 June 2018. While risk indicators are usually relatively stable, they do shift from time to time.

Return comparison

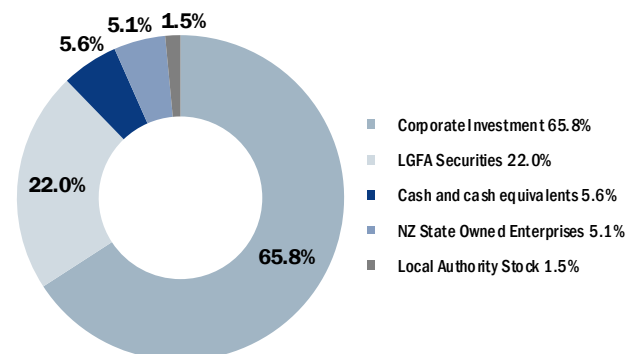
Date commenced operation: 26 June 2008

	1 Month	3 Months	1 Year	3 Years*	Since commenced operation*
Net Fund Return	0.66%	1.07%	3.07%	2.96%	4.17%
Gross Fund Return	0.99%	1.71%	5.14%	4.99%	6.89%
S&P/NZX Investment Grade Corporate Bond Index	1.00%	1.73%	4.81%	4.48%	6.64%

*Annualised

Net Fund Returns are calculated after deduction of fund charges, trading expenses and accrued tax for a New Zealand resident paying individual tax at the highest Prescribed Investor Rate (28%). Gross Fund Returns are calculated before deduction of taxes and fund charges but after deduction of trading expenses. Market index returns do not have any deductions for fund charges, trading expenses or tax.

Portfolio allocation*



*Numbers may not total 100% due to rounding

Total portfolio holdings

64

Major investments

New Zealand Local Government Funding Agency Ltd 15/04/2025	2.75%	6.6%
ANZ Cash Deposit		5.6%
Westpac New Zealand Ltd Fixed Rate Notes 20/09/2018	5.545%	4.5%
Housing New Zealand	3.36% 12/06/2025	4.4%
Transpower New Zealand Ltd 30/06/2022	4.30%	3.7%
New Zealand Local Government Funding Agency Ltd 15/05/2021	6.00%	3.7%
New Zealand Local Government Funding Agency Ltd 15/03/2019	5.00%	3.2%
New Zealand Local Government Funding Agency Ltd 15/04/2020	3.00%	3.1%
Bank of New Zealand Subordinated Note 17/12/2025	5.314%	3.1%
New Zealand Local Government Funding Agency Ltd 15/04/2023	5.50%	2.8%

Major holdings as % of total portfolio

40.91%

Manager's comments

The next Manager's commentary will be included in the September Performance Summary (available October 2018).

The comments in this publication do not take your personal circumstances into account. Before acting on this publication, please contact your Forsyth Barr Authorised Financial Adviser. His or her disclosure statement is available on request and free of charge. Forsyth Barr Limited and its affiliates do not make any representation or warranty (express or implied) that this publication is accurate, complete, or current and to the maximum extent permitted by law disclaim any liability for loss which may be incurred by any person relying on this publication. This publication is not intended to be distributed or made available to any person in any jurisdiction where doing so would constitute a breach of any applicable laws or regulations. A copy of the Product Disclosure Statement for the Forsyth Barr Investment Funds is available from www.forsythbarr.co.nz/investmentfunds or any of our offices, or by contacting your Forsyth Barr Authorised Financial Adviser or calling 0800 367 227.

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