

ASB KiwiSaver Scheme

Positive Impact Fund

Fund Update for the quarter ending 31 December 2023
 This fund update was first made publicly available on: 13 February 2024

What is the purpose of this update?

This document tells you how the Positive Impact Fund has performed and what fees were charged. The document will help you to compare the fund with other funds. ASB Group Investments 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

To invest in a portfolio of investments that make a positive impact on society or the environment while seeking to provide moderate to high long-term returns allowing for large movements of value up and down. The number of years with negative returns are generally expected to be similar to the Growth Fund in the ASB KiwiSaver Scheme. The impact objective is to achieve measurable positive outcomes in line with the UN Sustainable Development Goals. The Positive Impact Fund invests in income and growth assets with a target investment mix of 40% income assets and 60% growth assets.

Total value of the fund	\$118,437,368
Number of investors in the fund	5,084
The date the fund started	25/07/2019

What are the risks of investing?

Risk indicator for Positive Impact Fund¹



¹As the fund has not been in existence for five full years its risk indicator has been calculated using market index returns as well as actual returns. As a result, the risk indicator may provide a less reliable indicator of the potential future volatility of the fund. Market index returns have been used for the period from 1 January 2019 to 24 July 2019.

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 <http://www.sorted.org.nz/tools/investor-kickstarter>

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.

The risk indicator is not a guarantee of a fund's future performance. The risk indicator is based on the returns data for a 5 year period to 31 December 2023. 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.

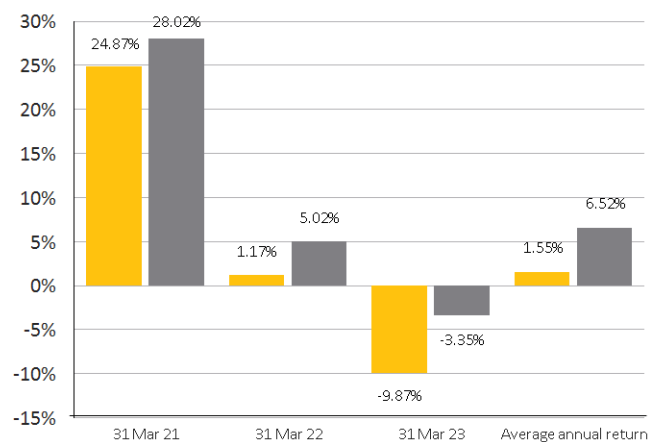
The risk indicator may not be a reliable indicator of the risk or returns that a fund is likely to experience in the future. For example, the risk indicator may be different if it was based on returns over a longer period.

How has the fund performed?

	Past year
Annual return (after deductions for charges and tax)	6.72%
Annual return (after deductions for charges but before tax)	8.33%
Market index annual return (reflects no deduction for charges and tax)	16.99%

The market index return is calculated using the market index for each asset class and the target investment mix which applied during the relevant period. The market index for each asset class and the target investment mix which applied during the relevant period are each as described in the Statements of Investment Policy and Objectives (SIPO) which applied during the relevant period. Additional information about the market index is available on the offer register at disclose-register.companiesoffice.govt.nz (search for ASB KiwiSaver Scheme).

Annual return graph



● Fund return (after deductions for charges and tax)
 ● Market index return (reflects no deduction for charges and tax)

This shows the return after fund charges and tax for each year ending 31 March since the fund started. The last bar shows the average annual return since the fund started, up to 31 December 2023.

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 resident. Your tax may be lower.

What fees are investors charged?

Investors in the Positive Impact Fund are charged fund charges. In the year to 31 March 2023 these were:

	% of net asset value
Total fund charges²	1.00%
Which are made up of:	
Total management and administration charges	1.00%
Including:	
Manager's basic fee	1.00%
Other management and administration charges	0.00%
Total performance-based fees	0.00%
Other charges	Nil

²Currently no GST or other tax is payable on the fees.

Investors may also be charged individual action fees for specific actions or decisions (for example, for withdrawing from or switching funds). These fees are not currently charged for the fund.

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

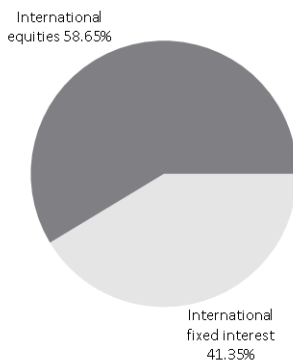
Example of how this applies to an investor

Jason 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, Jason received a return after fund charges were deducted of \$672.00 (that is 6.72% of his initial \$10,000). Jason also paid \$0.00 in other charges. This gives Jason a total return after tax of \$672.00 for the year.

What does the fund invest in?

Actual investment mix

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



Target investment mix

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

Cash and cash equivalents	0.00%
New Zealand fixed interest	0.00%
International fixed interest	40.00%
Australasian equities	0.00%
International equities	60.00%
Listed property	0.00%
Unlisted property	0.00%
Commodities	0.00%
Other	0.00%

Currency hedging

As at 31 December 2023 the fund's exposure to assets denominated in foreign currencies was 96%, of which 71% was hedged. This means the fund's unhedged foreign currency exposure was 28% of the net asset value of the fund. More information on our currency hedging policy can be found in the SIPO on the scheme register at disclose-register.companiesoffice.govt.nz (search for ASB KiwiSaver Scheme).

Top 10 investments

Name	Percentage of net asset value of the fund	Type	Country	Credit rating (if applicable)
1 ISHARES GREEN BOND INDEX FUND IE CLASS FLEXIBLE NZD	40.6016%	International fixed interest	Ireland	
2 BLACKROCK GLOBAL IMPACT FUND CLASS X NZD	28.8403%	International equities	Ireland	
3 BLACKROCK GLOBAL IMPACT FUND CLASS X NZD HEDGED	28.7593%	International equities	Ireland	
4 ASB Bank Account NZD	1.7892%	Cash and Cash Equivalents	New Zealand	A-1+
5 USD BNP PARIBAS A/C	0.0084%	Cash and Cash Equivalents	United States	A-1
6 NZD BNP PARIBAS A/C	0.0033%	Cash and Cash Equivalents	New Zealand	A-1
7				
8				
9				
10				

The top 10 investments make up 100.0021% of the fund.

Key personnel

This shows the directors and employees who have the most influence on the investment decisions of the fund.

Name	Current position	Time in current position	Previous or other position	Time in previous or other position
1 Frank Jasper	Investment Committee member	1 year, 5 months	Chief Investment Officer, Fisher Funds (previous position)	4 years, 0 months
2 Jax Mitchell	Investment Committee member	1 year, 2 months	GM Wealth, Insurance & Partnerships, ASB Bank (current position)	1 year, 2 months
3 Stephen Moir	Investment Committee Chairman	0 years, 7 months	Investment Committee member	2 years, 11 months
4 Amie Nilsson (not named in the previous fund update)	Investment Committee member	0 years, 7 months	Chief Risk Officer, ASB Bank (current position)	0 years, 5 months
5 Justine Sefton	Investment Committee member	1 year, 5 months	Member/Deputy-Chair of the Impact Investment Network Aotearoa NZ (current position)	3 years, 7 months
6 John Smith	Investment Committee member	12 years, 7 months	Head of Asset Management, ASB Bank (current position)	11 years, 7 months

Further information:

You can also obtain this information, the PDS for ASB KiwiSaver Scheme, and some additional information from the offer register at disclose-register.companiesoffice.govt.nz (search for ASB KiwiSaver Scheme).

Notes

Interests in the ASB KiwiSaver Scheme are issued by ASB Group Investments Limited, a wholly owned subsidiary of ASB Bank Limited. Neither ASB Bank Limited nor any other person guarantees the interests in the ASB KiwiSaver Scheme.