

Booster Investment Scheme

Product Disclosure Statement



Investment Series: Multi-sector Funds

Offer of units in the Booster Investment Scheme

15 September 2021

Issuer: Booster Investment Management Limited

This document replaces the Product Disclosure Statement dated 3 November 2020

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 www.disclose-register.companiesoffice.govt.nz. Booster Investment Management Limited has prepared this document in accordance with the Financial Markets Conduct Act 2013. You can also seek advice from a financial adviser to help you make an investment decision.

1. Key information summary

What is this?

This is a managed investment scheme. Your money will be pooled with other investors' money and invested in various investments. Booster Investment Management Limited (**Booster, Manager, We 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 Booster 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?

The Booster Investment Scheme (**Scheme**) has a range of funds for you to choose from.

This Product Disclosure Statement covers nine of these funds – the Investment Series: Multi-sector Funds. These investment options are summarised below.

More information about the investment target and strategy for each fund is provided at Section 3 – *Description of your investment options*.

If you'd like to know about the other funds visit www.booster.co.nz, contact us, or ask your financial adviser.

Who manages the Booster Investment Scheme?

Booster is the manager of the Scheme. You'll learn more about us in Section 7 – *Who is involved?*

How can you get your money out?

Generally, you can withdraw some or all of your investment in the Investment Series Funds at any time through us or your financial adviser who will then facilitate your withdrawal request with the administrator of the Booster wrap administration system (**System**). There are minimum withdrawal amount requirements and you must maintain the minimum on-going balance for each fund you invest in. Withdrawals will normally be paid to your bank account within five business days but could take up to 14 business days.

Your investment in these Investment Series 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.

We'll explain how you can withdraw your investment in Section 2 – *How does this investment work?*

How will your investment be taxed?

The Scheme is a portfolio investment entity (**PIE**) for tax purposes.

The amount of tax you pay in respect of a PIE is based on your prescribed investor rate (**PIR**). To determine your PIR, go to www.ird.govt.nz/roles/portfolio-investment-entities/find-my-prescribed-investor-rate.

See Section 6 of the PDS – *What taxes will you pay?* on page 12 for more information.

Where can you find more key information?

Booster is 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 www.booster.co.nz. The Manager will also give you copies of those documents on request.

Your fund options

Fund	Description and investment objective ¹	Risk indicator
Defensive Fund	The fund invests mainly in income assets and includes some growth assets. It is suited to investors looking for a low level of risk and are willing to accept a relatively modest level of returns.	<p>< Potentially lower returns Potentially higher returns ></p> <p>1 2 3 4 5 6 7</p> <p>< Lower risk Higher risk ></p>
Moderate Fund	The fund invests mainly in income assets and includes some growth assets. It is suited to investors looking for a low to medium level of risk and are willing to accept a moderate level of returns.	<p>< Potentially lower returns Potentially higher returns ></p> <p>1 2 3 4 5 6 7</p> <p>< Lower risk Higher risk ></p>
Balanced Fund	The fund invests mainly in a balanced mix of income assets and growth assets. It is suited to investors looking for a medium level of risk and are willing to accept a medium level of returns.	<p>< Potentially lower returns Potentially higher returns ></p> <p>1 2 3 4 5 6 7</p> <p>< Lower risk Higher risk ></p>
Growth Fund	The fund invests mainly in growth assets and includes some income assets. It is suited to investors who are comfortable with a medium to high level of risk in order to potentially achieve a relatively higher level of returns.	<p>< Potentially lower returns Potentially higher returns ></p> <p>1 2 3 4 5 6 7</p> <p>< Lower risk Higher risk ></p>

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2. How does this investment work?

The Scheme is a managed investment scheme. It's registered under the Financial Markets Conduct Act 2013.

Why invest

The key benefits of investing in the Scheme include:

- **Diversification.** Your money is combined with other investors' money, giving you access to a wider variety of investments than you could usually achieve on your own.
- **Experience.** The investments are managed by experienced professionals.
- **Flexibility.** You can choose from a range of funds to suit your investor profile and investment goals. How much you invest and when you withdraw is up to you. You can also request any changes to your investment at any time.
- **Responsible investing.** We include environmental, social and governance criteria across all the Scheme multi-sector funds in our assessment of investments while excluding investments that are inconsistent with certain values-based criteria for the socially responsible investment funds in this document.
- **Knowledge.** We keep you up to date about your investment with regular reporting and you can easily access information about your investment online.
- **Financial advice.** You have access to a financial adviser who will be able to help you with your investment decisions.

How it works

The Scheme is governed by a Trust Deed, which is an agreement between the Manager and the Supervisor (Public Trust) describing how the scheme works and our responsibilities. We are responsible for managing the Scheme and Public Trust supervises us to make sure we meet our responsibilities and obligations. Public Trust has also appointed a custodian to hold the investments on behalf of investors. This structure is designed to ensure that your best interests are always put first.

There are nine funds covered by this Product Disclosure Statement, each with a different investment objective and strategy. You do have more funds to choose from – see *How to switch between funds* on page 5 for more

information. The investments of each fund are kept separate and are not able to be used to meet the liabilities of another fund.

When you invest your money in a fund, you receive 'units'. 'Units' represent your share of the investments in that fund. The 'unit price' shows what your share is worth at any time. If the fund's investment value goes up, your units will be worth more. If the value goes down your units will be worth less. The funds do not make income distributions. The return on your investment is shown in the unit price.

Making investments

How you invest

All investments in the funds are made through the System. For the Socially Responsible Moderate, Balanced and High Growth Funds you can apply online directly to Booster if you're over 18 and have NZ ID documents.

For the other six funds you'll need to enter into an agreement with a financial adviser who uses the System and the System administrator before making an investment. The agreement explains the terms and conditions of using the System and appoints and authorises your financial adviser to provide various administration services to you and the System administrator. By investing through the System, your investment will be held by a custodian on your behalf, but you remain the beneficial owner of the investment.

Which funds can you choose?

You can choose to invest in one or more funds. A financial adviser can advise you on the fund(s) that best suit your investor profile and investment goals.

How much can you invest?

The minimum initial investment in each fund is \$1,000. While you're not required to make any further investments, you can invest more at any time by either making lump sum investments (minimum \$500) or regular investments (minimum \$100). These additional amounts can be invested in one or more of your chosen funds.

While the maximum amount you invest is up to you, the only restriction is that no investor can own 20% or more of all the units in a fund. This is to ensure that the Scheme maintains its PIE eligibility status for tax purposes. If the amount you invest initially or subsequently means the Scheme or the fund will be unable to continue as a PIE,

we may either refuse to accept your investment, accept a reduced amount to be invested in your chosen fund(s) or require a withdrawal of funds over the threshold.

If you would like to make regular investments, you have the option of making deposits fortnightly, monthly or quarterly. You can also choose the date on which the money is deducted from your bank account and then added to your investment. You're also able to increase, reduce or suspend your regular investment amount at any time so long as your investment does not fall below the minimum on-going balance in each fund. To set up a regular investment, you'll need to complete a regular investment form which is available from your financial adviser.

Booster may waive or vary the minimum investment amounts at any time.

How do you pay?

You can make investments by direct credit or direct debit. Cash and Cheque deposits will not be accepted.

Withdrawing your investments

You can withdraw some or all of your investment at any time. The minimum lump sum withdrawal amount for each fund is \$500. You also have the option to make regular withdrawals from your investment (minimum \$100 per withdrawal) fortnightly, monthly, quarterly, or half-yearly. For regular withdrawals, you can also choose the date on which the money is to be paid to your bank account.

You'll need to maintain the minimum on-going balance of \$1,000 in each fund after any withdrawal. If your withdrawal request takes your balance below this amount, you will need to either top up your investment back to the minimum balance or transfer your money to another fund that you hold. If you don't hold units in another fund, Booster reserves the right to pay the balance of your investment less any tax and fees to your bank account and your investment in the fund will cease.

Booster may waive or vary the minimum withdrawal amounts and the minimum on-going balance amount at any time.

Making a withdrawal

To withdraw some or all of your investment, you'll need to tell your financial adviser so they can facilitate your withdrawal request. To set-up a regular withdrawal, you'll need to complete a regular withdrawal authority form which is available from your financial adviser or Booster directly.

Withdrawal requests will normally be processed within five business days but could take up to 14 business days of receiving the request. In very unusual circumstances it may take longer and will be managed on a case-by-case basis. We can delay the payment of withdrawals if we believe that making payments is not practicable or in the best interests of all Scheme investors.

When a full withdrawal is made, tax will be deducted or refunded before the money is paid to you. For partial withdrawals, while tax will normally be deducted or refunded at the end of the tax year, a deduction may be made from the amount payable to ensure that enough money remains in your account to cover any tax payment.

How to switch between funds

At any time, you can change the funds that your money is invested in. You can switch some or all of your investment to another fund(s) by completing an investment switch form which is available from your financial adviser or Booster directly. Remember, you must maintain the minimum on-going balance in each fund you're invested in.

There are additional funds in the Scheme that you can invest in which are not covered in this document. You can learn about them in the following Product Disclosure Statements available from your financial adviser, by contacting us, or by visiting www.booster.co.nz.

- Booster Investment Scheme – Investment Series: Income Funds and Corporate Bond Fund;
- Booster Investment Scheme – Investment Series: Enhanced Cash Portfolio and Income Securities Portfolio; and
- Booster Investment Scheme – Focus Series Funds.

3. Description of your investment options

What we mean when we talk about:

- **Income assets** = cash and fixed interest investments.
- **Growth assets** = equities (shares) and property investments.
- **Capital gains** = the profit made (money gained) when a fund sells an investment.

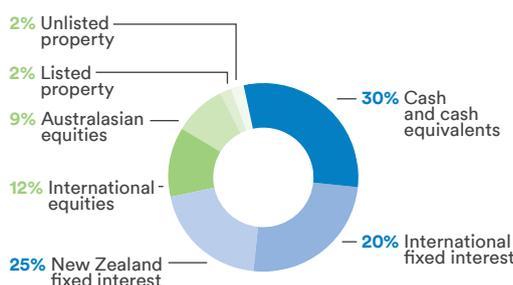
- **Options contract** = where a buyer and seller enter into an agreement which gives the owner of the option contract the right, but not the obligation, to either sell a specified amount of a particular investment (such as a share) at a later date at an agreed upon price (**a put option**), or, to buy a specified amount of a particular investment (such as a share) at a later date at an agreed upon price (**a call option**).

Defensive Fund

Investment objective and strategy

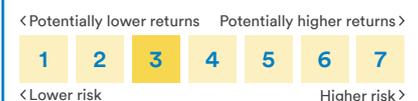
- The fund's objective is to provide relatively consistent but modest returns, with some capital gains over the long-term.
- It aims to achieve returns (after fees but before tax) of at least 1% per year above inflation over any three year period.
- Generally, there may be some movements up and down in the value of the fund.
- The fund invests mainly in income assets, but includes some growth assets.

Target investment mix



Growth assets **25%** | Income assets **75%**

Risk indicator



Minimum suggested investment timeframe

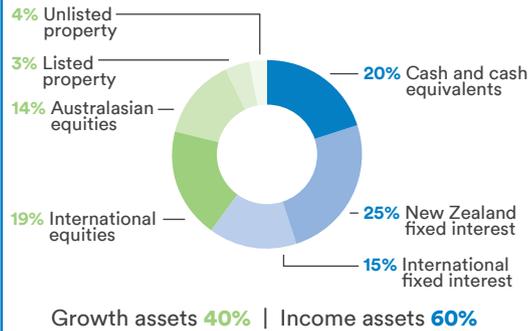
3 years

Moderate Fund

Investment objective and strategy

- The fund's objective is to provide relatively consistent returns, with some capital gains over the long-term.
- It aims to achieve returns (after fees but before tax) of at least 1.75% per year above inflation over any four year period.
- Generally, there will be some movements up and down in the value of the fund.
- The fund invests mainly in income assets, but includes some growth assets.

Target investment mix



Risk indicator



Minimum suggested investment timeframe

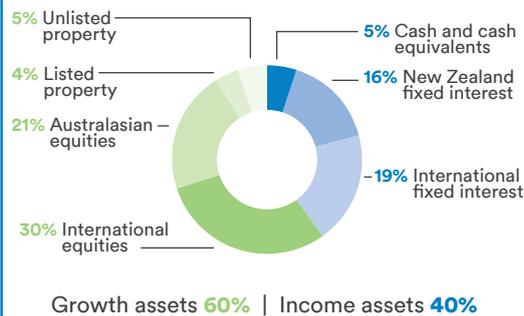
4 years

Balanced Fund

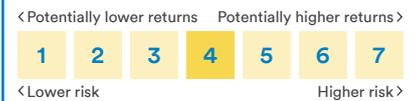
Investment objective and strategy

- The fund's objective is to provide an enhanced return over the long-term through capital gains.
- It aims to achieve returns (after fees but before tax) of at least 2.5% per year above inflation over any five year period.
- There will be some movements up and down in the value of the fund.
- The fund invests in a more balanced mix of income assets and growth assets.

Target investment mix



Risk indicator



Minimum suggested investment timeframe

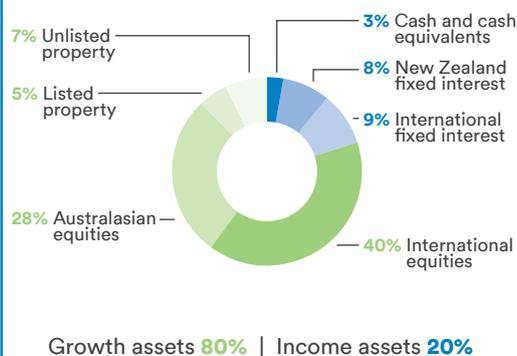
5 years

Growth Fund

Investment objective and strategy

- The fund's objective is to provide long-term capital gains but to partially offset short-term movements up and down with some income assets.
- It aims to achieve returns (after fees but before tax) of at least 3.5% per year above inflation over any seven year period.
- There will be larger movements up and down in the value of the fund compared to the Balanced Fund.
- The fund invests mainly in growth assets, but includes some income assets.

Target investment mix



Risk indicator



Minimum suggested investment timeframe

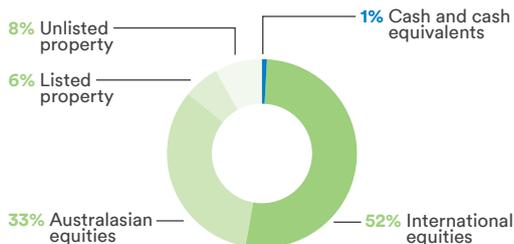
7 years

Shielded Growth Fund

Investment objective and strategy

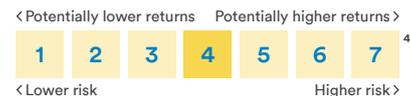
- The fund's objective is to provide long-term capital gains by investing predominantly in growth assets, while partially shielding the fund against some of the more significant short-term downside risks.
- This is achieved by using a strategy which will typically involve, but is not limited to, holding put options which provide protection on around 30% of any fund losses above a 10% fall in global share markets. The level of protection will typically vary between 20% and 50% of the fund, depending on our view of a range of factors such as cost, market volatility and risk.
- It aims to achieve returns (after fees but before tax) of at least 3.5% per year above inflation over any seven year period, after the cost of the options strategy.
- There will be significant movements up and down in the value of the fund, but less significant short-term downward movements than the High Growth Fund.

Target investment mix



Growth assets **99%** | Income assets **1%**

Risk indicator



Minimum suggested investment timeframe

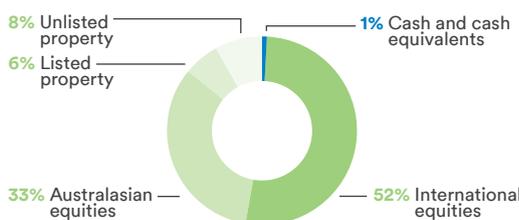
7 years

High Growth Fund

Investment objective and strategy

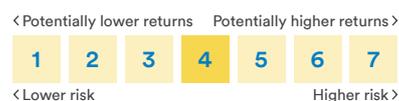
- The fund's objective is to maximise the potential for capital gains over the long-term.
- It aims to achieve returns (after fees but before tax) of at least 4.5% per year above inflation over any ten year period.
- There will be significant movements up and down in the value of the fund.
- The fund invests predominantly in growth assets, with little or no allocation to income assets.

Target investment mix



Growth assets **99%** | Income assets **1%**

Risk indicator



Minimum suggested investment timeframe

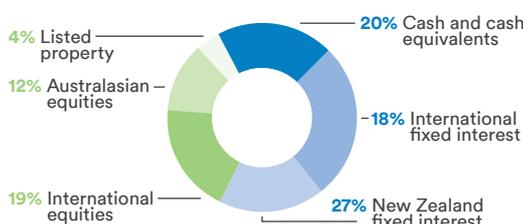
10 years

Socially Responsible Moderate Fund

Investment objective and strategy

- The fund's objective is to provide relatively consistent returns, with some capital gains over the long-term.
- It aims to achieve returns (after fees but before tax) of at least 1.75% per year above inflation over any four year period.
- Generally, there will be some movements up and down in the value of the fund.
- The fund invests mainly in income assets and includes some growth assets. It currently excludes investments in directly held companies and managed fund investments where the underlying activities are principally involved in the tobacco, alcohol, gambling, armaments, nuclear power, adult entertainment, GMO and fossil fuel industries*.
- The criteria for screening out these investments may be modified over time to reflect developments in the socially responsible investment arena.

Target investment mix



Growth assets **35%** | Income assets **65%**

Risk indicator



Minimum suggested investment timeframe

4 years

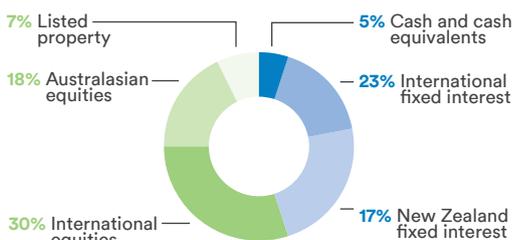
⁴ Because the Shielded Growth Fund started in May 2018, the risk indicator has been calculated using market index returns for the period 1 July 2016 to 30 June 2018 and actual fund returns for the period 1 July 2018 to 30 June 2021. As a result the risk indicator may provide a less reliable indication of the potential future volatility of the fund.

Socially Responsible Balanced Fund

Investment objective and strategy

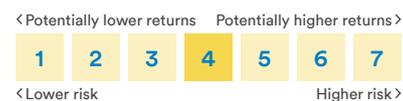
- The fund's objective is to provide an enhanced return over the long-term through capital gains.
- It aims to achieve returns (after fees but before tax) of at least 2.5% per year above inflation over any five year period.
- There will be some movements up and down in the value of the fund.
- The fund invests in a more balanced mix of income assets and growth assets. It currently excludes investments in directly held companies and managed fund investments where the underlying activities are principally involved in the tobacco, alcohol, gambling, armaments, nuclear power, adult entertainment, GMO and fossil fuel industries*.
- The criteria for screening out these investments may be modified over time to reflect developments in the socially responsible investment arena.

Target investment mix



Growth assets **55%** | Income assets **45%**

Risk indicator



Minimum suggested investment timeframe

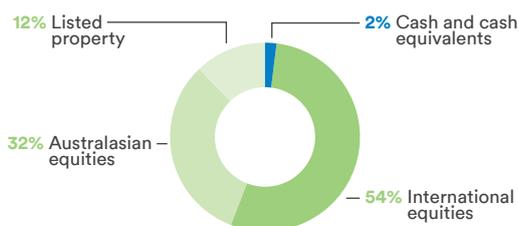
5 years

Socially Responsible High Growth Fund

Investment objective and strategy

- The fund's objective is to maximise the potential for capital gains over the long-term.
- It aims to achieve returns (after fees but before tax) of at least 4.5% per year above inflation over any ten year period.
- There will be significant movements up and down in the value of the fund.
- The fund invests predominantly in growth assets, with little or no allocation to income assets. It currently excludes investments in directly held companies and managed fund investments where the underlying activities are principally involved in the tobacco, alcohol, gambling, armaments, nuclear power, adult entertainment, GMO and fossil fuel industries*.
- The criteria for screening out these investments may be modified over time to reflect developments in the socially responsible investment arena.

Target investment mix



Growth assets **98%** | Income assets **2%**

Risk indicator



Minimum suggested investment timeframe

10 years

Socially Responsible Funds

The Socially Responsible Moderate, Balanced and High Growth Funds have been certified by the Responsible Investment Association Australasia (RIAA) according to the strict operational and disclosure practices required under the Responsible Investment Certification Program. The certification program does not constitute financial advice. For more information see www.responsibleinvestment.org.

Statement of Investment Policy and Objectives

If you would like to learn more about the funds, you can read the Statement of Investment Policy and Objectives (SIPO). The most current SIPO for the funds can be found on our website www.booster.co.nz.

We may change the SIPO from time to time without notifying you. We will consult with the Supervisor and give them written notice of any changes before they take effect. Any material changes will be advised in the Scheme's annual report.

Further information about the assets in the funds can be found in the fund updates at www.booster.co.nz.

*Our Approach to Responsible Investing policy has further details on excluded investments. Go to: www.booster.co.nz/responsible-investing-policy.

5. What are the fees?

You will be charged fees for investing in the Investment Series Funds. Fees are deducted from your investment and will reduce your returns. If Booster invests 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 (currently none are charged by Booster).

Fund	Management Fee	Other management and administration charges (estimated)	Performance-based fees		Total annual fund charges (estimated)
			Booster Tahī ⁵ (estimated)	Booster Innovation Fund (estimated)	
			<i>(charged if the hurdle rate of return is exceeded)</i>		
Defensive Fund	1.95%	0.06%	0.02%	0.0008%	2.03%
Moderate Fund	2.30%	0.07%	0.04%	0.0020%	2.41%
Balanced Fund	2.67%	0.10%	0.06%	0.0026%	2.83%
Growth Fund	2.85%	0.11%	0.08%	0.0035%	3.04%
Shielded Growth Fund	2.90%	0.09%	0.08%	0.0025%	3.07%
High Growth Fund	2.90%	0.11%	0.08%	0.0041%	3.09%
SR Moderate Fund*	2.30%	0.11%	N/A		2.41%
SR Balanced Fund*	2.67%	0.14%	N/A		2.81%
SR High Growth Fund*	2.90%	0.19%	N/A		3.09%

⁵The estimates above include the 0.50% rebate of Booster's management fee on the amount invested by the relevant Booster Investment Scheme fund in Booster Tahī LP.

*SR is an abbreviation for Socially Responsible.

Annual fund charges

The annual fund charges include all charges associated with investing in the funds excluding one-off fees relating to individual investor actions (currently none are charged by Booster). These include:

- **A management fee.** This fee covers the costs of managing and administering the funds, which include administration, accounting and custodian fees, and ongoing marketing expenses.

It is calculated daily as a percentage of the net asset value of the fund and paid monthly. This fee also covers the management fees of any fund in which Booster Investment Scheme funds invests other than performance-based fees which currently only applies in relation to the funds that invest into the Booster Tahī LP and the Booster Innovation Fund. 0.50% of Booster's management fee will be rebated on the amount invested in Booster Tahī LP.

If you have more than \$250,000 invested in one of the above funds, you'll receive a rebate of some of the management fee on your investments above this amount. This rebate will be calculated daily as a percentage of the total value of your investment in the fund and applied at the end of each month to buy additional units in the relevant fund.

The rebates on investments between:

- \$250,000 and \$500,000 0.35%
- \$500,000 and \$1,000,000 0.80%
- Over \$1,000,000 1.20%

- **Other management and administration charges.** These charges include the Supervisor's fee, and an estimate for other costs, disbursements, charges or expenses incurred either directly or indirectly by Booster and the Supervisor which are not covered under the management fee (such as audit fees and legal fees). They are calculated daily as a percentage of the net asset value of the fund and paid monthly. The charges also include an estimate for a foreign exchange facilitation fee. This fee, of up to 0.50% of any net foreign exchange transaction, may be charged directly or indirectly to a Booster Investment Scheme fund which invest in funds managed by Booster. It is deducted from the relevant fund or underlying fund and paid to Booster Custodial Administration Services Limited.
- **Performance-based fees.** The Defensive, Moderate, Balanced, Growth, Shielded Growth and High Growth Funds may each invest a portion of their net asset value in Booster Tahī LP and the Booster Innovation Fund. The Booster Tahī LP is a limited partnership which invests in private (or unlisted) small to medium sized New Zealand companies. The Booster Innovation Fund is a managed investment scheme which invests indirectly in unlisted shares in early stage companies founded on New Zealand developed intellectual property. The managers of the Booster Tahī LP and the Booster Innovation Fund are paid performance fees and an estimate of these performance-based fees is included in the annual fund charges above. The performance fee payable to Booster Tahī LP and the Booster Innovation Fund, and charged indirectly to the relevant fund, are based on the calculations described below rather than the market index of the

relevant fund. This means that you may pay these performance fees even if the fund does not match or beat the return of its market index.

Any performance fee charged will be reflected in the unit price of the relevant Booster Investment Scheme fund.

Details of the Booster Tahi LP and Booster Innovation Fund performance-based fees are described below.

The Defensive, Moderate, Balanced, Growth, Shielded Growth and High Growth Funds may also be charged performance fees by underlying funds (not related to Booster) in which these funds invest when specific performance targets are met by the manager of those underlying funds.

These performance fees have been estimated and are included in the 'other management and administration charges'. The actual performance fees will depend on the managers selected and their performance, and may vary from the estimates. If a performance fee is charged it will be reflected in the unit price of the relevant fund.

Performance-based fees – Booster Tahi LP

Booster Tahi LP's performance-based fee is described below:

- 1. Hurdle rate of return.** A performance fee is payable to Booster Funds Management Limited, as manager of Booster Tahi LP, where the combination of income before tax and fees (income return) and capital gains on its investments (capital gains), together referred to as the total return, over the financial year ended 31 March is more than 5% above the New Zealand 90-day bank bill rate.
- 2. Amount of the performance fee.** To the extent the total return of Booster Tahi LP exceeds the hurdle rate of return (subject to the high water mark described below) (the 'excess'):
 - 33% of the excess that relates to the income return is payable in cash; plus
 - 10% of the excess that relates to capital gains on its investments is payable in the form of bonus units in Booster Tahi LP.

When calculating the fee, the income return is applied against the hurdle return first.

- 3. Maximum limit of the fee.** There is no maximum limit of the performance fee payable.
- 4. High water mark.** The performance fee payable on capital gains in Booster Tahi LP is subject to a high water mark. No performance fee is payable on capital gains until both:
 - the total return exceeds the hurdle rate, and
 - the investment value exceeds the higher of:
 - i. the value when a performance fee was last paid; and
 - ii. the value last set when the total return fell below the hurdle rate (in each case adjusted where any performance fee has been refunded).

This means a performance fee will not be payable for the same performance twice, nor where the performance falls below the hurdle rate of return in a year.

Because the performance fee is payable on the total

return of Booster Tahi LP, any return that was part of the calculation of the income return portion of any performance fee cannot also be part of the calculation of a capital gain performance fee.

Refund of performance fees.

If the value of Booster Tahi LP's investments has fallen over the financial year, Booster Funds Management Limited will repay to Booster Tahi LP 10% of the fall in value, up to a maximum of the total income performance fees paid during the relevant year.

If any of Booster Tahi LP's investments are sold for less than its cost, Booster Funds Management Limited will repay to Booster Tahi LP 10% of the loss in value from the bonus units issued to it (to the extent the loss has not already been refunded from fees). Any repayment will be limited to the bonus units held by Booster Funds Management Limited.

5. Frequency of calculation and payment.

The performance fee is calculated annually. The fee is estimated daily and provisional payments may be made quarterly.

Performance-based fees - Booster Innovation Fund

Booster Innovation Fund's performance-based fee is described below.

- 1. Hurdle rate of return.** A performance fee is payable to Booster, as Manager of Booster Innovation Fund (BIF), where an underlying investment of BIF is sold (or partially sold) in excess of its average cost to BIF and the proceeds of that sale have been received by BIF.
- 2. Amount of the performance fee.** 20% of the gain is payable as a performance fee.
- 3. Maximum limit of the fee.** There is no maximum limit of the performance fee payable.
- 4. No high water mark.** The fee is payable on all underlying investments sold (or partially sold) at a profit, and not offset by investment losses on other investments.
- 5. Frequency of calculation and payment.** The fee is calculated on the sale (or partial sale) of an investment, estimated daily (and allowed for in the daily unit price) and may be paid during the year, following the receipt of the proceeds of the sale by BIF.

Individual action fees

Contribution and termination fees

Booster does not charge any entry or exit fees.

Investments in the funds are made through the System and your financial adviser, with your agreement, may charge you other fees for the services they provide to you. These fees may include an entry fee on lump sum and regular investment amounts and an exit fee when you make a full withdrawal of your investment. If an entry fee is charged, it will not exceed 5% for lump sum investments and 3.5% for regular investments and will be deducted from each investment amount before your money is invested in your chosen fund(s) and paid to your financial adviser. If an exit fee is charged, it will not exceed 5% of the amount withdrawn and will be deducted when you terminate your investment and paid to your financial adviser.

There are currently no establishment, contribution, termination or withdrawal fees charged by Booster. You may be charged other fees on an individual basis

for investor-specific decisions or actions (such as a switching fee or regular withdrawal fee). Booster may apply transaction costs to a fund's unit price. For more information on the Scheme fees and charges see the 'Other material information' document which can be found on our website www.booster.co.nz.

Goods and services tax (GST) is not included in any of the fees stated. GST will be added to any fees where applicable.

The fees can be changed

Any new fees or changes to existing fees is subject to the Trust Deed. We will consult and agree any fee change with the Supervisor and provide one month's notice of any increase in the management fee to all investors in the relevant fund.

Booster 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 www.booster.co.nz.

Example of how fees apply to an investor

Richard invests \$10,000 in the Balanced Fund. He is not charged an establishment fee or a contribution fee. This means that the starting value of his investment is \$10,000.

He is charged management and administration fees, which work out to about \$277 (2.77% of \$10,000). These fees might be more or less if his account balance has increased or decreased over the year.

As the Balanced Fund invests in Booster Tahi LP and Booster Innovation Fund it may pay performance fees.

Any performance fees paid will be reflected in the value of his investment in the Balanced Fund.

Estimated total fees for the first year

Individual action fees: \$0 (other than any financial adviser fees that may be payable by you).

Fund charges: \$283 (includes an estimate of the performance-based fees).

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 Balanced Fund. If you are considering investing in other funds in the scheme, this example may not be representative of the actual fees you may be charged.

6. What taxes will you pay?

The Scheme 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/roles/portfolio-investment-entities/find-my-prescribed-investor-rate.

If you are unsure of your PIR, we recommend you seek professional advice or contact Inland Revenue Department.

It is your responsibility to tell Booster your PIR when you invest or if your PIR changes. If you do not tell Booster, 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 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.

If you are investing in the funds as a joint investor, company, trust, or estate, see the 'Other material information' document available on our website www.booster.co.nz for more information.

7. Who is involved?

About Booster

Booster Investment Management Limited is the manager of the Scheme.

We are part of the Booster Group which has been helping New Zealanders save since 1998. The group currently administers superannuation and investment funds of over \$4.5 billion on behalf of more than 130,000 New Zealanders.

You can contact us at:

Booster Investment Management Limited
Level 19, Aon Centre, 1 Willis Street
PO Box 11872, Manners Street, Wellington 6142

Phone: **0800 336 338**

Email: clientservices@booster.co.nz

Who else is involved?

	Name	Role
Supervisor	Public Trust	Supervises us to make sure we meet our responsibilities and obligations.
Custodian	PT (Booster Investments) Nominees Limited	Appointed by the Supervisor to hold the assets of the funds on behalf of the investors. The Custodian is a wholly-owned subsidiary of the Supervisor.
Other	Booster Custodial Administration Services Limited	Appointed by the Custodian and the Supervisor to provide custodial administration services. It is also the administrator of the Booster wrap administration system and a related party of Booster.

8. How to complain

Any complaints about the Scheme can be made to us (in the first instance), or the Supervisor, at the contact details below:

Manager

Booster Investment Management Limited

Attn Chief Operating Officer
Level 19, Aon Centre, 1 Willis Street
PO Box 11872, Manners Street
Wellington 6142

Phone: **0800 336 338**

Email: **clientservices@booster.co.nz**

Supervisor

Public Trust

Attn General Manager, Corporate Trustee Services
Level 8, Public Trust Building
22-28 Willeston Street
Private Bag 5902
Wellington 6140

Phone: **0800 371 471**

Email: **CTS.Enquiry@PublicTrust.co.nz**

If your complaint can't be resolved, you can refer it to one of the following approved dispute resolution schemes. They won't charge you a fee to investigate or resolve your complaint.

Booster's approved dispute resolution scheme

Financial Dispute Resolution Services

Level 4, 142 Lambton Quay
Freepost 231075
PO Box 2272
Wellington 6140

Phone: **0508 337 337**

Email: **enquiries@fdrs.org.nz**

Web: **www.fdrs.org.nz**

Public Trust's approved dispute resolution scheme

Financial Services Complaints Limited

Level 4, 101 Lambton Quay
PO Box 5967
Wellington 6140

Phone: **0800 347 257**

Email: **complaints@fscl.org.nz**

Web: **www.fscl.org.nz**

9. Where you can find more information

More information about the Scheme and the funds, including fund updates, financial statements, annual reports, the Trust Deed, SIPO, and other material information is available on the scheme register and offer register at **www.disclose-register.companiesoffice.govt.nz** and copies can be requested from the Registrar of Financial Service Providers.

You can also get this and other information about your investment, free of charge, from your financial adviser, or by asking us:

Write: **Booster Investment Management Limited, PO Box 11872, Manners Street, Wellington 6142**

Email: **clientservices@booster.co.nz**

Phone: **0800 336 338** from 8.00am to 8.00pm (Monday to Thursday) and 8:00am to 5:30pm (Friday)

Visit: **www.booster.co.nz**

10. How to apply

To invest in the funds, you'll need to either:

1. apply via a financial adviser who can enter into a
 - a Client Custody Agreement with the System administrator; or
 - a Discretionary Investment Management Service and uses the System; or
2. For the Socially Responsible Moderate, Balanced and High Growth Funds you can apply directly to Booster if you're over 18 and have NZ ID documents.

To apply direct or if you would like to get in touch with a financial adviser who uses the System, call us on **0800 336 338**.

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We're here to help.

To find out more about the
Booster Investment Scheme talk
to your financial adviser, call us on
0800 336 338, or visit our website.

booster.co.nz

Booster Investment Management
Limited, PO Box 11872, Manners Street,
Wellington 6142, New Zealand