

Fund Update for: the Pathfinder Managed Investment Scheme

Pathfinder Global Property Fund

Quarter ended 31 March 2018

This fund update was first made publicly available on: 24 April 2018

What is the purpose of this update?

This document tells you how the **Pathfinder Global Property Fund** has performed and what fees were charged. The document will help you to compare the fund with other funds. Pathfinder Asset Management Limited prepared this update in accordance with the Financial Markets Conduct Act 2013. This information is not audited and may be updated.

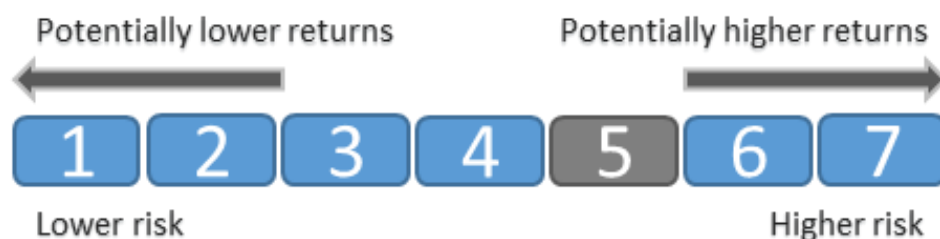
Description of this fund

The fund invests directly in global property stocks that are listed in developed markets. The fund targets a portfolio of 50 to 100 property stocks.

Total value of the fund	\$13,767,123
The date the fund started	23 July 2015

What are the risks of investing?

Risk indicator for the Pathfinder Global Property Fund



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 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.

This risk indicator is not a guarantee of a fund's future performance. The risk indicator is based on the returns data for the 5 year period 1 April 2013 to 31 March 2018. 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.

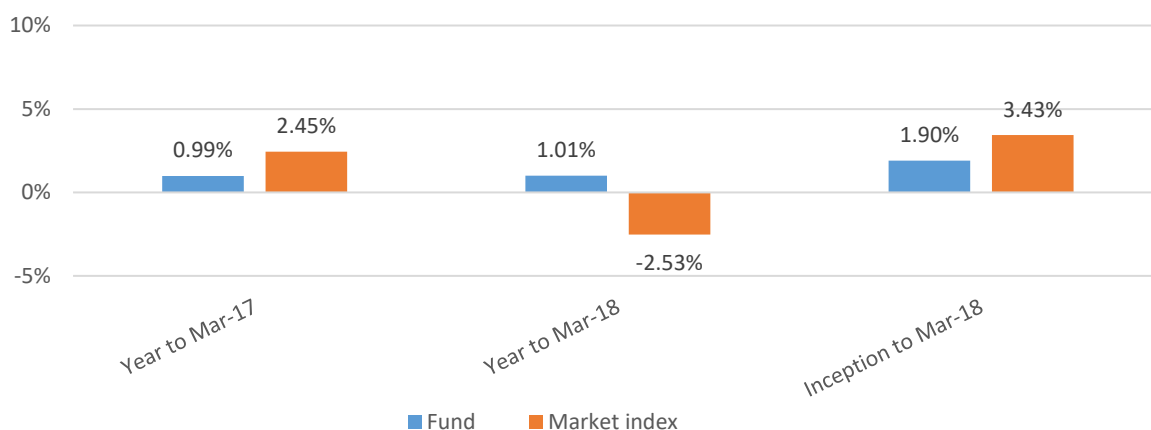
Also, see *Note 1* for information on the risk indicator calculation.

How has the fund performed?

	Past Year
Annual return (after deductions for charges and tax)	1.01%
Annual return (after deductions for charges but before tax)	1.47%
Market index annual return (reflects no deductions for charges and tax)	-2.53%

The market index annual return is based on the FTSE EPRA/NAREIT Developed Index 75% hedged to NZD. Additional information about the index is available on the offer register at www.business.govt.nz/disclose

Annual return graph



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 March 2018.

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 Pathfinder Global Property Fund are charged fund charges. In the year to 31 March 2018 these were:

	% of net asset value
Total fund charges*	1.00%
Which are made up of:	
Total management and administration charges	1.00%
Including:	
Manager basic fee	0.79%
Other management and administration expenses	0.21%

*All amounts exclude any applicable GST

Investors may also be charged individual action fees for specific actions or decisions (for example, for withdrawing from or switching funds). See the PDS for more information about those fees on the offer register at www.business.govt.nz/disclose for more information.

Example of how this applies to an investor

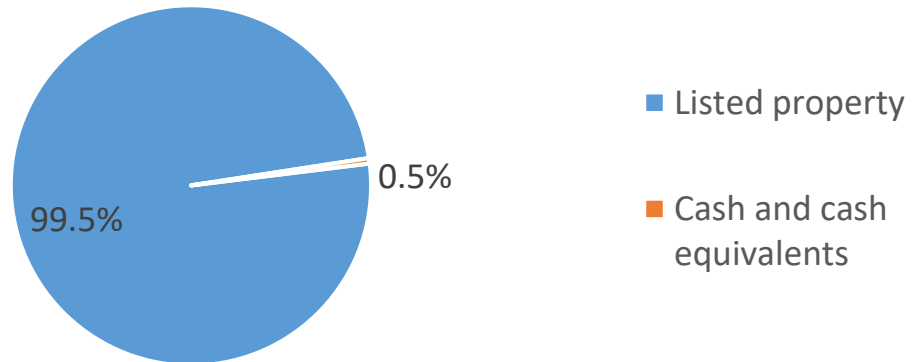
Small differences in fees and charges can have a big impact on your investment over the long term.

Angela 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, Angela incurred a gain after fund charges were deducted of \$147 (that is 1.47% of her initial \$10,000). Angela did not pay any other charges. This gives Angela a total gain after tax of \$101 for the year.

What does the fund invest in?

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

Actual investment mix



Target investment mix

Cash and cash equivalents	0%
Listed property	100%

Top 10 investments

	Name	Percentage of fund net assets	Type	Country	Credit rating (if applicable)
1	Cash at Bank - USD	8.57%	Cash and cash equivalents	United States	-----
2	Simon Property Group Inc	5.82%	Listed property	United States	-----
3	Prologis Inc	3.46%	Listed property	United States	-----
4	Unibail-Rodamco Se	3.16%	Listed property	France	-----
5	Welltower Inc	2.64%	Listed property	United States	-----
6	Public Storage	2.38%	Listed property	United States	-----
7	Equity Residential	2.15%	Listed property	United States	-----
8	Ventas Inc	2.12%	Listed property	United States	-----
9	Avalonbay Communities Inc	2.05%	Listed property	United States	-----
10	HCP INC	1.74%	Listed property	United States	-----

The top 10 investments make up 34.09% of the fund.

Currency hedging: Changes in the value of the NZ dollar relative to other currencies can have a big impact on your investment over the long term. The currency hedging level implemented in the fund is currently 75% (this will change over time).

Key personnel

	Name	Current position	Time in current position	Previous or current other position	Time in previous or other current position
1	John Berry	Pathfinder Asset Management - Chief Executive Officer	9 years, 0 months	Deutsche Bank - Consultant	4 years, 9 months
2	Paul Brownsey	Pathfinder Asset Management - Chief Investment Officer	9 years, 0 months	Deutsche Bank - Director	5 years

Further information

You can also obtain this information, the PDS for Pathfinder Investment Funds, and some additional information from the offer register at www.business.govt.nz/disclose.

Notes

- 1) **Risk indicator:** The fund has been in existence for less than 5 years. The fund's actual returns have been used to calculate the risk indicator from 22 July 2015. Market index returns (rather than the fund's actual returns) have been used to calculate the risk indicator prior to that date. This means the risk indicator may be a less reliable indicator of potential future volatility of the Fund.