

How has the Fund performed?

	Past year
Annual return (after deductions for charges and tax) ¹	7.19%
Annual return (after deductions for charges but before tax) ²	7.56%
Market index annual return (reflects no deduction for charges and tax) ³	9.99%

The market index annual return for the Fund is a composite index, calculated using the return of each asset class index the Fund invests in, weighted by the Fund's benchmark asset allocation. To the extent that imputation or franking credits are available, they are included in the market index.

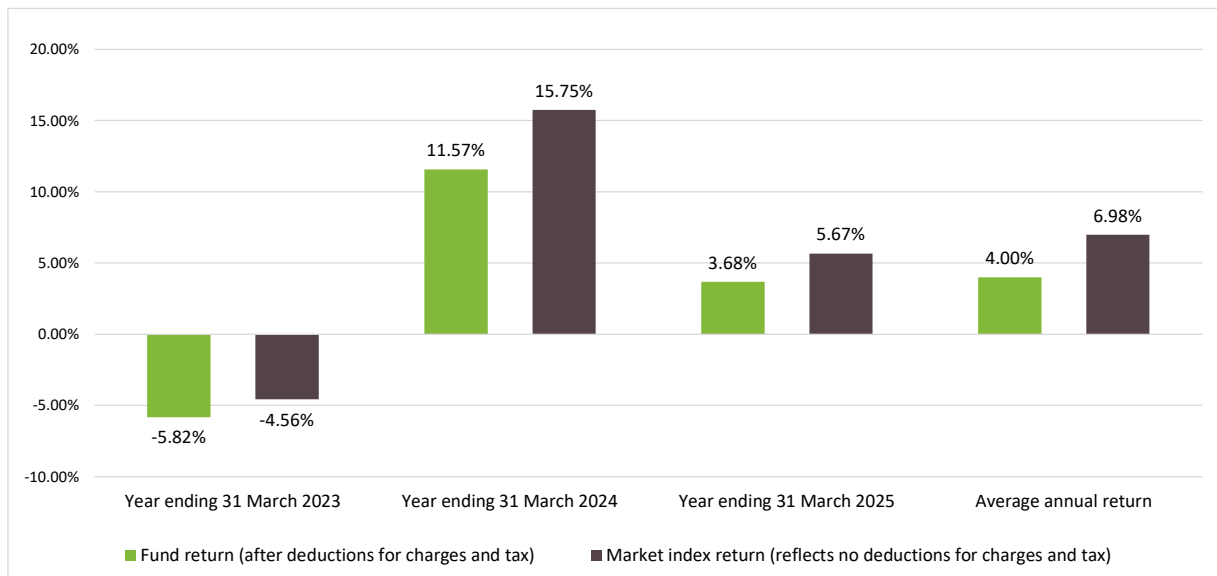


See the Statement of Investment Policy and Objectives (**SIPO**) for details of the Fund's benchmark asset allocation and the asset class indices.



Additional information about the market index is available in the 'SIPO' document on the 'Scheme Register' at disclose-register.companiesoffice.govt.nz (search for 'Lifetime Retirement Funds').

Annual Returns



This shows the fund 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 30 September 2025.

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 Fund are charged fund charges. In the year to 31 March 2025 these were:

	% of net asset value
Total fund charges	1.28%
Which are made up of:	
Total management and administration charges	1.28%
Including:	
● Manager's basic fee ⁴	0.90%
● Other management and administration charges ⁴	0.38%
Total performance based fees*	0.00%

*There are no performance fees charged by the Fund.

All fees are GST inclusive (if applicable).

Investors may also be charged individual action fees for specific actions or decisions (for example, for withdrawing from funds). See the PDS for more information about those fees.

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.

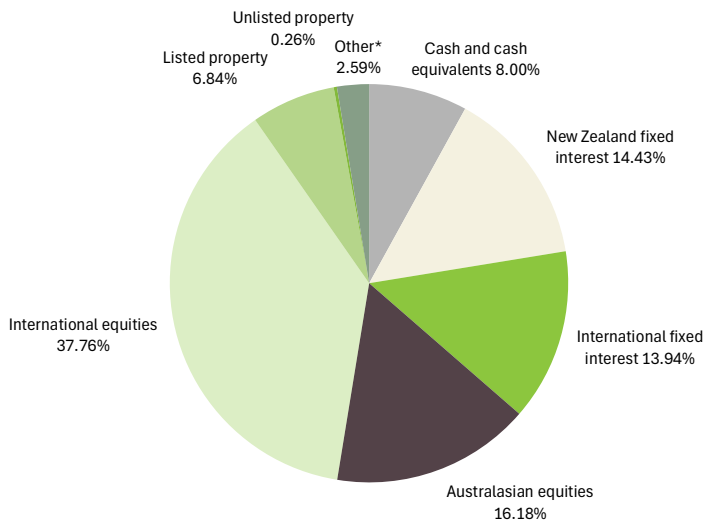
Example of how this applies to an investor

Ben had \$25,000 in the Fund at the start of the year and did not make any further contributions. At the end of the year, Ben received a return after fund charges were deducted of \$1,890 (that is 7.56% of his initial \$25,000). Ben also paid \$0 in other charges. This gives Ben a total return after tax of \$1,798 for the year.

What does the fund invest in?

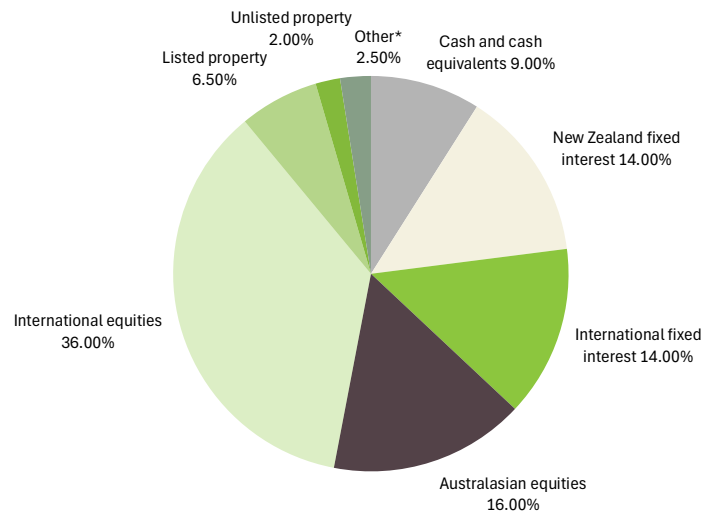
Actual investment mix

This shows the types of assets the Fund invests in.



Target investment mix

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



* Other includes listed infrastructure assets.

Top 10 investments

Name	Percentage of the net asset value of the Fund	Type	Country	Credit rating (if applicable)
Mercer Socially Responsible Overseas Shares Index Portfolio	19.15%	International Equities	New Zealand	-
Mercer Socially Responsible Hedged Overseas Shares Index Portfolio	18.61%	International Equities	New Zealand	-
Fisher Institutional New Zealand Fixed Interest Fund	14.43%	New Zealand Fixed Interest	New Zealand	-
Mercer Responsible Hedged Global Fixed Interest Index Fund	13.94%	International fixed interest	New Zealand	-
Simplicity NZ Share Fund	10.94%	Australasian equities	New Zealand	-
Cash at Bank	5.60%	Cash and cash equivalents	New Zealand	AA-
Mercer Macquarie Australian Shares Fund	5.23%	Australasian equities	New Zealand	-
Kernel NZ Commercial Property Fund	4.34%	Listed Property	New Zealand	-
Kernel Global Infrastructure (NZD Hedged) Fund	2.59%	Other	New Zealand	-
Kernel Global Property (NZD Hedged) Fund	2.51%	Listed Property	New Zealand	-

The top 10 investments make up 97.34% of the Fund.

Currency hedging

The following foreign currency exposure targets will apply to international assets:

- International fixed interest – 100% hedged to New Zealand dollars.
- Australian equities – unhedged. However, the underlying fund manager has the discretion to hedge the underlying fund back to New Zealand dollars.
- International equities – 50% hedged to New Zealand dollars. However, we may aim to add value by tactically adjusting the strategic hedging level on international shares above or below the benchmark of 50% depending on our view of how the New Zealand dollar will perform.
- International Listed Property - 100% hedged to New Zealand dollars.
- International Listed Infrastructure – 100% hedged to New Zealand dollars.



Additional information about currency hedging is available in the 'SIPO' on the 'Scheme Register' at disclose-register.companiesoffice.govt.nz (search for 'Lifetime Retirement Funds').

Key personnel

This shows the directors, employees and Investment Committee members and advisers who have the most impact on the investment decisions of the Fund.

Name	Current position	Time in current position	Previous or other position	Time in other position
Peter Verhaart	Contract Chief Investment Officer & Member, Lifetime Investment Committee	1 years and 7 months	Head of Investment Consulting EriksensGlobal Limited (current position)	3 years and 10 months
			Head of Wholesale and Private Investment, Kiwi Wealth	5 years and 7 months
James Ogden	Director & Chair, Lifetime Investment Committee	0 years and 8 months	Director, Foundation Life New Zealand Limited (current position)	7 years and 11 months
			Director, Summerset Group Holdings Limited	10 years and 10 months
Cameron Bagrie	Member, Lifetime Investment Committee	4 years and 5 months	Managing Director & Chief Economist, Bagrie Economics (current position)	7 years and 9 months
			Chief Economist, ANZ	11 years and 10 months
Kevin Stirrat	Member, Lifetime Investment Committee	4 years and 5 months	Director/Strategy Wealth Management Research, Forsyth Barr Limited	15 years and 10 months
Ellen Cheyne	Chief Financial Officer & Member, Lifetime Investment Committee	7 years and 3 months	Head of Finance, The Co-operative Bank	7 years and 10 months
Paul Robertshawe	Advisor, Lifetime Investment Committee	4 years and 5 months	Chief Investment Officer, Octagon Asset Management Limited (current position)	3 years and 11 months
Victor Huang	Advisor, Lifetime Investment Committee	5 years and 6 months	(Australia) Principal and Head of Investment Solutions Asia-Pacific - Milliman Inc (current position)	17 years and 9 months

Further information



You can also obtain this information, the PDS for Lifetime Retirement Funds, and some additional information from the 'Offer Register' at disclose-register.companiesoffice.govt.nz (search for 'Lifetime Retirement Funds').

Notes

- 1 This is the performance of the Fund from 30 September 2024 to 30 September 2025 with fees deducted and tax applied. Tax is calculated using the highest PIE tax rate of 28% and it allows for tax credits which are applied during periods of negative performance.
- 2 This is the performance of the Fund from 30 September 2024 to 30 September 2025 with fees deducted and no allowance for tax.
- 3 This is the return of the index before fees have been deducted and before the application of Lifetime's risk management overlay. To help protect investors capital, Lifetime actively move between cash and growth assets during periods of extreme volatility. This has the effect of both lowering return and lowering risk in the short-term. A key feature of the Lifetime Retirement Income Fund is the payment of regular income throughout retirement, this requires a conservative approach to the management of the capital from which the income is paid. The Fund's target return is 5.5% p.a. over the long-term.
- 4 The charging mechanism for fees was changed during year, with more costs now paid out of the Manager's basic fee. These costs were previously included within other management and administration charges. Overall the fees charged have not changed.