Lifetime Balanced Fund

Fund Update for the quarter ended 30 September 2025

This fund update was first made publicly available on 29 October 2025

What is the purpose of this update?

This document tells you how the Lifetime Balanced Fund (**Fund**) has performed and what fees were charged. The document will help you to compare the Fund with other funds. Lifetime Asset Management Limited (**Lifetime**) 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 seeks to track composite indices (before annual fund charge and tax). The Fund invests primarily in growth assets with a moderate exposure to income assets and is expected to experience medium to high volatility.

Total value of the Fund	$5,835,050
The date the Fund started	22 October 2024

What are the risks of investing?

Risk indicator for the Lifetime Balanced Fund

← Lower risk **Higher risk →**

1	2	3	4	5	6	7

← Potentially lower returns **Potentially higher returns →**

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 **sorted.org.nz/tools/investor-profiler**

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. As the Fund has not been in existence for five years the risk indicator is based on the fund's returns data for the period 1 November 2024 to 30 September 2025 and market index data for the period 1 October 2020 to 31 October 2024. 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

How has the Fund performed?

	Past year
Annual return (after deductions for charges and tax)	Not applicable
Annual return (after deductions for charges but before tax)	Not Applicable
Market index annual return (reflects no deduction for charges and tax)	11.49%

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').

What fees are investors charged?

Investors in the Fund are charged fund charges. Based on the PDS dated 13 June 2025 these are[1]:

	% of net asset value
Total fund charges	1.00%
Which are made up of:	
Total management and administration charges	1.00%
Including:	
● Manager's basic fee	0.66%
● Other management and administration charges	0.34%
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[2].

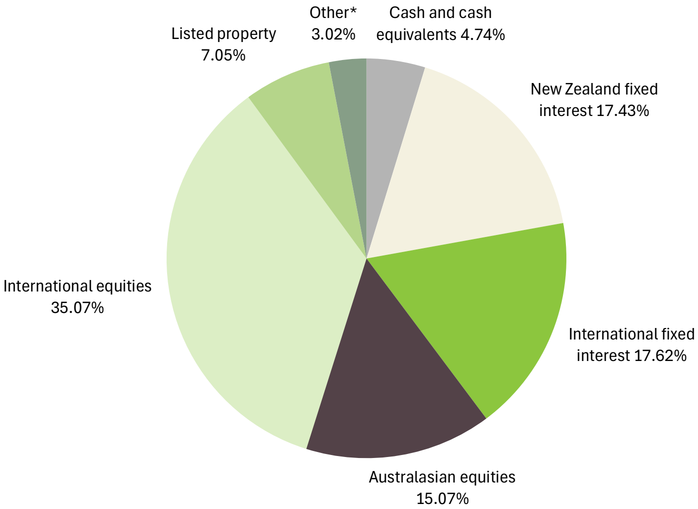
Example of how this applies to an investor

Ben 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, Ben received a return after fund charges were deducted of $1,149 (that is 11.49% of his initial $10,000). Ben also paid $0 in other charges. This gives Ben a total return after tax of $1,149 for the year.

What does the fund invest in?

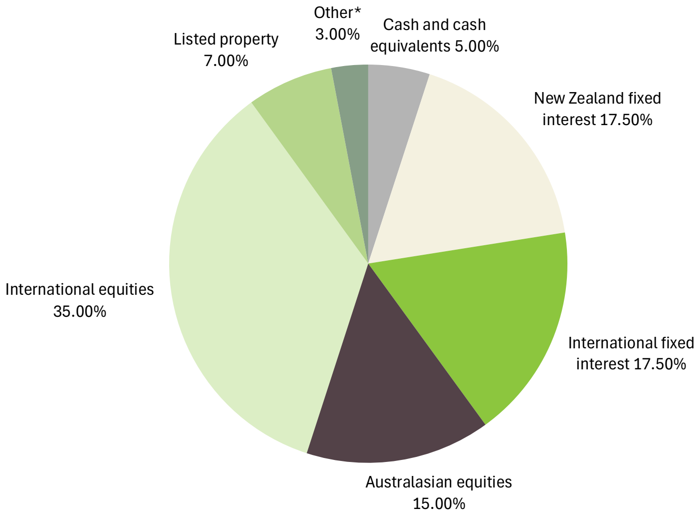
Actual investment mix

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 Responsible Hedged Global Fixed Interest Index Fund	17.62%	International fixed interest	New Zealand	-
Mercer Socially Responsible Overseas Shares Index Portfolio	17.60%	International Equities	New Zealand	-
Mercer Socially Responsible Hedged Overseas Shares Index Portfolio	17.47%	International Equities	New Zealand	-
Fisher Institutional New Zealand Fixed Interest Fund	17.43%	New Zealand Fixed Interest	New Zealand	-
Simplicity NZ Share Fund	10.54%	Australasian equities	New Zealand	-
Mercer Macquarie Australian Shares Fund	4.53%	Australasian equities	New Zealand	-
Kernel NZ Commercial Property Fund	4.05%	Listed Property	New Zealand	-
Kernel Global Infrastructure (NZD Hedged) Fund	3.02%	Other	New Zealand	-
Kernel Global Property (NZD Hedged) Fund	3.00%	Listed Property	New Zealand	-
Fisher Institutional New Zealand Cash Fund	2.78%	Cash and cash equivalents	New Zealand	-

The top 10 investments make up 98.04% 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

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 The Fund has not been in existence for a 12-month period, so the Annual Fund Charges are based on an estimate of assets under management, fund performance, fees and expenses forecasted to occur in the 12-months following the first unitisation of the Fund. More information about the estimated Annual Fund Charges is available on the ‘offer register’ at disclose-register.companiesoffice.govt.nz (search for ‘Lifetime Retirement Funds’).

2 The Fund commenced on 22 October 2024 and has not been in existence for a full year as at 30 September 2025. For the purposes of the member example, the return is based on the market index return for the year ended 30 September 2025 and does not reflect deductions for charges and tax.