

QuayStreet Funds Annual Report

for the year ended 31 March 2019

1. DETAILS OF SCHEME

As Manager of the QuayStreet Funds (the **Funds**), QuayStreet Asset Management Limited (**QuayStreet**) presents to members the annual report for the year ended 31 March 2019.

Name of the scheme	QuayStreet Funds
Type of scheme	Managed fund
Manager	QuayStreet Asset Management Limited
Supervisor	The New Zealand Guardian Trust Company Limited
Product disclosure statement	The Product Disclosure Statement as at balance date (31 March 2019) was dated 15 August 2018. The latest Product Disclosure Statement is dated 10 May 2019, and is open for applications.
Latest fund update	The Quarterly Fund Updates as at 31 March 2019 for each of the QuayStreet Funds were for the quarter ended 31 March 2019 and were first made publicly available on 30 April 2019. They were lodged onto the Disclose Register disclose-register.companiesoffice.govt.nz and are available on the QuayStreet website quaystreet.com/our-funds/fund-updates .
Financial statements	The Funds' latest financial statements and the auditor's report for the period ending 31 March 2019, are dated 27 June 2019. They were lodged with the Registrar on 8 July 2019 and are available from the Disclose Register disclose-register.companiesoffice.govt.nz (search the scheme register) or from quaystreet.com/documents-forms .

2. INFORMATION ON CONTRIBUTIONS AND SCHEME PARTICIPANTS

QuayStreet Funds had 10 Funds on offer at opening and closing of the accounting period ended 31 March 2019.

QUAYSTREET FUND	OPENING MARKET VALUE ¹ 01 APRIL 2018	NO. OF UNITS 01 APRIL 2018	CLOSING MARKET VALUE ¹ 31 MARCH 2019	NO. OF UNITS 31 MARCH 2019
QuayStreet Fixed Interest Fund	\$173,228,641	129,219,889	\$224,758,808	163,787,560
QuayStreet Income Fund	\$108,806,507	98,261,085	\$142,777,081	124,013,093
QuayStreet Conservative Fund	\$67,129,096	39,663,976	\$77,020,449	43,261,108
QuayStreet Balanced Fund	\$177,472,860	99,460,225	\$203,391,251	108,072,184
QuayStreet Socially Responsible Investment Fund	\$36,808,074	21,037,162	\$41,969,586	22,892,373
QuayStreet Growth Fund	\$170,409,580	92,424,881	\$200,920,942	103,298,501
QuayStreet New Zealand Equity Fund	\$53,646,860	21,521,035	\$68,369,175	23,493,866
QuayStreet Australian Equity Fund	\$48,065,150	32,770,183	\$54,182,577	35,739,479
QuayStreet International Equity Fund	\$209,988,793	111,106,409	\$245,454,213	121,519,237
QuayStreet Altum Fund	\$48,124,442	34,293,171	\$56,125,183	40,259,745
TOTALS	\$1,093,680,003		\$1,314,969,265	

¹Market value of the Funds after fees and tax.

3. CHANGES RELATING TO THE SCHEME

GOVERNING DOCUMENT

The Funds are currently governed by a Master Trust Deed dated 1 June 2016 (the **Master Trust Deed**) together with separate Establishment Deeds for each Fund.

There were no material changes to the Master Trust Deed during the year ended 31 March 2019.

On 3 July 2018, the Establishment Deed for the QuayStreet Balanced SRI Fund was amended and restated effective 15 August 2018 to rename the QuayStreet Balanced SRI Fund the QuayStreet Socially Responsible Investment Fund.

TERMS OF THE OFFER

There were no material changes to the terms of the offer of the Funds during the year ended 31 March 2019.

On 15 August 2018 the QuayStreet Balanced SRI Fund name was changed to the QuayStreet Socially Responsible Investment Fund.

The Funds are governed by the Master Trust Deed, the relevant Establishment Deed, the Financial Markets Conduct Act 2013 and the offer documents, including the Product Disclosure Statement (**PDS**) and the Other Material Information document (**OMI**).

Copies of the latest offer documents can be obtained on the offer register at disclose-register.companiesoffice.govt.nz or by visiting the QuayStreet website quaystreet.com/documents-forms.

STATEMENT OF INVESTMENT POLICY AND OBJECTIVES

A copy of the latest Statement of Investment Policy and Objectives (**SIPO**) can be obtained on the scheme register at disclose-register.companiesoffice.govt.nz or by visiting the QuayStreet website quaystreet.com/documents-forms.

The SIPO was amended on 15 August 2018 to include the name change of the QuayStreet Balanced SRI Fund to QuayStreet Socially Responsible Investment Fund.

The asset allocation ranges for the QuayStreet Socially Responsible Investment Fund were also adjusted giving the Manager more flexibility to hold more growth orientation assets.

RELATED PARTY CHANGES

There were no material changes to the nature or scale of the Funds' related party transactions during the year ended 31 March 2019.

All related party transactions are conducted on standard commercial terms and conditions.

4. OTHER INFORMATION FOR PARTICULAR TYPES OF MANAGED FUNDS

QUAYSTREET FUNDS	UNIT PRICE AS AT 31 MARCH 2018	UNIT PRICE AS AT 31 MARCH 2019
QuayStreet Fixed Interest Fund	\$1.3404	\$1.3721
QuayStreet Income Fund	\$1.1072	\$1.1512
QuayStreet Conservative Fund	\$1.6924	\$1.7803
QuayStreet Balanced Fund	\$1.7843	\$1.8820
QuayStreet Socially Responsible Investment Fund	\$1.7492	\$1.8332
QuayStreet Growth Fund	\$1.8437	\$1.9450
QuayStreet New Zealand Equity Fund	\$2.4927	\$2.9101
QuayStreet Australian Equity Fund	\$1.4667	\$1.5160
QuayStreet International Equity Fund	\$1.8991	\$2.0198
QuayStreet Altum Fund	\$1.4033	\$1.3940

5. CHANGES TO PERSONS INVOLVED IN THE SCHEME

MANAGER

QUAYSTREET ASSET MANAGEMENT LIMITED

There have been no changes to the Manager or directors or key personnel of the Manager during the year ended 31 March 2019.

On 09 April 2019, Michael Smith ceased to be on the board of directors.

Michael Allen was appointed Chairman to the board of directors on 09 April 2019.

The current directors of the Manager at the date of this annual report are:

- Frank Aldridge
- Kenneth Phillip
- Michael Allen (Chairman)
- Michael Caird

SUPERVISOR

THE NEW ZEALAND GUARDIAN TRUST COMPANY LIMITED

There have been no changes to the Supervisor, including its directors, during the year ended 31 March 2019.

The current directors of the Supervisor as at the date of this annual report are:

- James Douglas
- Robin Flannagan

ADMINISTRATION MANAGER

CRAIGS INVESTMENT PARTNERS LIMITED

There have been no changes to the Administration Manager during the year ended 31 March 2019.

REGISTRAR

MMC LIMITED

There have been no changes to the Registrar during the year ended 31 March 2019.

CUSTODIAN AND AUDITOR

There have been no changes to the Funds' custodian or auditor during the year ended 31 March 2019.

6. HOW TO FIND FURTHER INFORMATION

Further information relating to the QuayStreet Funds is available on the offer register and the scheme register at disclose-register.companiesoffice.govt.nz.

The Funds' Master Trust Deed, the Establishment Deeds, the SIPO, the annual report and the financial statements and auditor's report are available on the scheme register at disclose-register.companiesoffice.govt.nz.

The current PDS and OMI for the Funds are available on the offer register at disclose-register.companiesoffice.govt.nz.

A copy of the documents relating to the Funds referred to above can be obtained, on request and free of charge, from us on 0800 782 900 or by emailing info@quaystreet.com.

Fund Updates for each Fund, the latest unit prices, the annual report and other information relating to the Funds is available free of charge on our website quaystreet.com or on request to us in writing or by phone 0800 782 900 or by emailing info@quaystreet.com.

You can request an updated member's statement free of charge from our Client Services Team on 0800 782 900 or by emailing clientservices@quaystreet.com.

7. CONTACT DETAILS AND COMPLAINTS

CORRESPONDENCE AND ENQUIRIES

MANAGER

For enquiries or to obtain a copy of the Master Trust Deed, the Establishment Deeds, the most recent financial statements, auditor's report, a copy of the most recent registered PDS, OMI, SIPO, or any queries relating to your investment or the Funds, please contact:

Manager	QuayStreet Funds QuayStreet Asset Management Limited 158 Cameron Road PO Box 13155 Tauranga 3141 Attention: Head of Client Services	Phone: 0800 782 900 Email: clientservices@quaystreet.com
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SUPERVISOR

Correspondence intended for the Supervisor, The New Zealand Guardian Trust Company Limited, should be addressed to:

Supervisor	Corporate Trusts The New Zealand Guardian Trust Company Limited Level 6, 191 Queen Street, PO Box 274, Shortland Street, AUCKLAND 1140. Attention: Relationship Manager, Corporate Trusts	Phone: 09-909 5100 Email: ct-auckland@nzgt.co.nz
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REGISTRAR

Correspondence intended for the Registrar, MMC Limited, should be addressed to:

Registrar	MMC Limited Level 13 Citigroup Centre 23 Customs Street East Auckland City 1010 Attention: MMC Registry	Phone: 09-309 8926 Email: registry@mmcnz.co.nz
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COMPLAINTS

If you have any problems with your investment in the Funds, please contact the Head of Compliance for the Manager, using the Manager's contact details above, in the first instance and if the Manager cannot resolve your problem, then please contact the Supervisor.

Both we and the Supervisor are required to be members of an approved dispute resolution scheme, which for both of us is Financial Services Complaints Limited (FSCL). If you have a problem that neither the Manager nor the Supervisor can resolve, you can contact FSCL.

Dispute Resolution Scheme	Financial Services Complaints Limited Level 4, 101 Lambton Quay PO Box 5967 Lambton Quay Wellington 6011	Phone: 0800 347 257 Email: complaints@fscl.org.nz
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FSCL will not charge a fee to investigate or resolve a complaint.