



CRAIGS[®]
INVESTMENT PARTNERS

Craigs Investment Partners Superannuation Scheme **superSTART**[®]

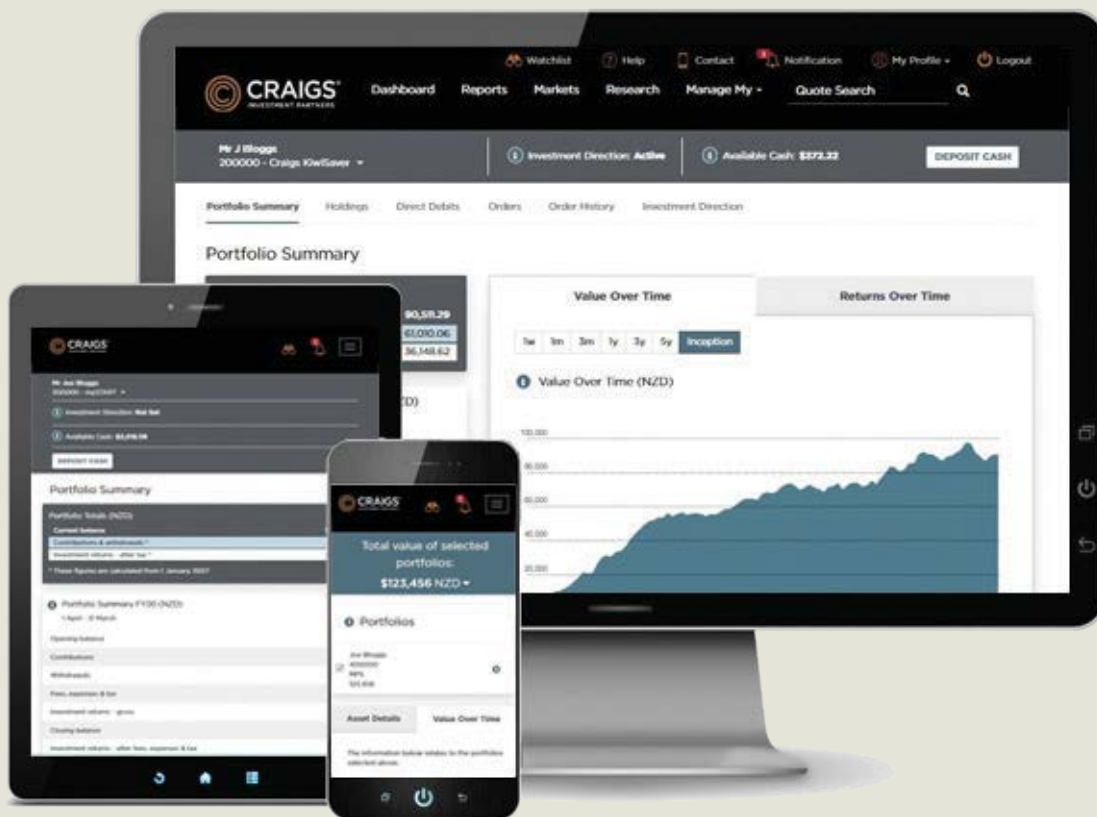
2022 Annual Report

For the Year Ended 31 March 2022



Craigs Client Portal

Monitor the performance of your investments on any device anytime, anywhere.



- **Track the performance of your investments** & portfolio holdings in real time
- **Extensive research** across NZ, Australia & global markets
- **Comprehensive market data** & dynamic charting
- **Go paperless** and receive your reports and statements electronically

To use the Craigs' Client Portal, visit craigsip.com/login and follow the instructions.

Contents

A year in review	/	2
Details of Scheme	/	3
Information on contributions and scheme participants	/	4
Changes relating to the Scheme	/	5
Other information for particular types of managed funds	/	6
Changes to persons involved in the Scheme	/	8
How to find further information	/	9
Contact details and complaints	/	9

A year in review



12 Months to 31 March 2022

A rocky year for financial markets

The 12 months to the end of March 2022 were mixed for world sharemarkets. US and UK shares were strong, rising 14.0% and 11.9% respectively. The European market delivered a more modest return of 7.1%, while the Japanese (down 4.7%) and emerging market shares (down 11.1%) lagged. The Australian market was very strong, rising 15.5% while the local NZX 50 index slipped 3.6%.

The NZ dollar fell marginally against the US dollar, although it rose against the Australian dollar, the British pound and the Euro. This saw returns from many international markets negatively impacted by currency moves.

Fixed income returns were negative, with the NZX Corporate Bond index falling 5.1%. Bond prices move inversely to yields, so the increases in interest rates during the year saw the value of many existing bonds decline.

Inflation has been the dominant theme

Inflation pressures have been growing everywhere. The headline consumer price index (CPI) in the US rose to a more than 40-year high of 7.9% in the year to February.

In response, central banks have been increasing interest rates. The Reserve Bank of New Zealand (RBNZ) has increased the Official Cash Rate (OCR) to 2.00%, the highest since 2016. Financial markets see the OCR rising further over the balance of 2022 and into 2023.

It has been a similar story elsewhere, with the Federal Reserve in the US increasing its policy rate in March for the first time since 2018 and following up with further interest rate hikes. Similarly, central banks in Australia and the UK have also moved to tighten monetary policy.

As well as the prospect of higher inflation and rising interest rates, financial markets have also had a tense geopolitical situation to consider in 2022.

The war in Ukraine has made an already problematic inflation backdrop worse, as it has pushed oil and commodity prices higher. This has led to higher fuel costs for consumers and rising input costs for many businesses.

Most geopolitical events don't have long-lasting effects on financial markets, and we are hopeful that a resolution of some sort is looming which will end the conflict and stop the tragedies we are witnessing in the region.

Looking ahead to the coming year

In many ways, the outlook for financial markets over the coming year will be determined by the path of inflation.

If some of the supply-side issues fade (from oil prices retreating and supply chain blockages freeing up) and demand pressures also wane (as higher interest rates take the heat out of activity and the labour market), we should see inflation fall back in late 2022 and into 2023.

However, should inflation remain more persistent than hoped, central banks could be compelled to act more aggressively, even in the face of slowing activity and a weaker labour market. This sort of backdrop is an undesirable combination for an economy, as well as investment returns.

Opportunities exist, although extra care is required

We still see attractive opportunities across financial markets, although returns are likely to be more modest and volatility will be higher. We therefore believe that it is important that all members ensure their asset allocations match their long-term objectives and risk-profiles.

Within equity markets, favour high quality businesses and those with structural growth tailwinds, but apply a defensive tilt to holdings and include an exposure to companies, sectors and regions that have traditionally proven resilient during periods of high inflation.

Details of Scheme

As Trustee of the Craigs Investment Partners Superannuation Scheme ('superSTART®') (the Scheme), The New Zealand Guardian Trust Company Limited (NZGT) presents to members the annual report for the year ended 31 March 2022.

Name of the Scheme	Craigs Investment Partners Superannuation Scheme ('superSTART®')
Type of scheme	Superannuation scheme in respect of the individual member section and a workplace savings scheme in respect of the employer section. The Scheme is also a restricted scheme.
Trustee (and Manager)	The New Zealand Guardian Trust Company Limited
Product Disclosure Statement	The Scheme is closed to new members, therefore no product disclosure statement is required to be prepared for the Scheme.
Latest Fund Update	<p>NZGT is not required to publish quarterly fund updates due to the nature of the Scheme.</p> <p>Instead, Craigs Investment Partners Superannuation Management Limited (CIPSML) (the administration and investment manager for the Scheme), on behalf of NZGT, produces personalised quarterly reports tailored to each member.</p> <p>The reports as at the balance date (31 March 2022) were for the quarter ended 31 March 2022.</p> <p>For a copy of your reports, please sign into your account on the client portal or contact the Client Services Team on 0800 878 278 or via email clientservices@craigsip.com.</p>
Financial Statements	<p>The Scheme's latest financial statements and the auditor's report for the period ending 31 March 2022, are dated 13 July 2022.</p> <p>They were lodged with the Registrar on 22 July 2022 and are available from Disclose Register disclose-register.companiesoffice.govt.nz (search the scheme register) or from craigsip.com/document-library.</p>



Information on contributions and scheme participants

MEMBERSHIP DETAILS

The table below provides a summary of the numerical changes in the Scheme participants during the year ended 31 March 2022.

Total Scheme Participants	Contributing	Non Contributing*	Total Membership	Total Accumulation
Members as at 1 April 2021	159	1,205	1,364	\$237,154,510
New Scheme Members				
Transfers from other schemes			-	
Other new members			-	
Total New Members			-	
Exiting Scheme Members				
Retirement			52	
Transfers to other schemes			7	
Death			2	
Other reasons			3	
Total Exiting Members			64	
Members as at 31 March 2022	142	1,158	1,300	\$222,093,722

* In this annual report, non-contributing members are defined as those who have not made a contribution in the two months prior to the end of the financial year (31 March 2022) or those who have failed to make contracted payments.

CONTRIBUTION DETAILS

Total Contributions For The Year Ended 31 March 2022	Number of Members	Total Amount
Member contributions	175	\$909,965
> Member regular contributions	65	\$252,156
> Member voluntary contributions	25	\$218,626
> Employee contributions	85	\$439,183
Employer or other sponsor contributions	84	\$257,404
Total Member Contributions		\$1,167,369

Changes relating to the Scheme

GOVERNING DOCUMENT

The Scheme transitioned to the Financial Markets Conduct Act 2013 (FMCA) and was closed to new members effective 30 November 2016. The Scheme is governed by an amended and restated Trust Deed dated 29 November 2016 (the Trust Deed).

The Trust Deed was amended by a deed of amendment dated 8 September 2017 to reflect changes made to the United Kingdom legislation on 6 April 2017 which impact on transfers which have been made to the Scheme from a United Kingdom registered pension scheme.

The Trust Deed was amended by a deed of amendment dated 25 August 2021 to allow individual members who transferred into the Scheme in error from the Greenslades Superannuation Fund to withdraw from the Scheme.

There were no further changes to the terms of the Trust Deed during the year ended 31 March 2022.

TERMS OF THE OFFER

As a result of the Scheme's transition to the FMCA, the Scheme was closed to new members and there are no longer any offer documents for the Scheme.

There were no material changes to the terms of the offer during the year ended 31 March 2022.

The Investment Options document provides detail to members about each individual security. This document is reviewed on a regular basis in line with the Craigs Investment Partners (CIP) Product Committee decisions around inclusions to this list of securities.

Copies of the latest Investment Options document can be obtained on the CIP website craigsip.com/documents.

INVESTMENT OPTIONS CHANGES

The Investment Options document is reviewed quarterly or more regularly where appropriate and updated as and when required. Throughout the course of the year, securities included as Investment Options can be removed or added. Where a security is removed, CIPSML will contact you to either change your investment or reconfirm that you would like to continue to hold and/or invest in the removed security. If the latter, CIPSML will continue to remind you that the security has

been removed via the holdings statement within your personalised quarterly reports.

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 CIP website craigsip.com/documents.

There were no material changes to the SIPO during the year ended 31 March 2022.

RELATED PARTY CHANGES

Frank Aldridge resigned from CIP effective 31 March 2021. Frank is a director of NZX Limited. Effective 30 September 2021, NZX Limited is no longer considered a related party of CIPSML.

Michael Smith, a director of CIPSML was appointed a director of Manawa Energy Limited (formerly Trustpower Limited) on 18 November 2021. Manawa Energy Limited is considered a related party of CIPSML.

There were no other material changes to the nature or scale of the Scheme's related party transactions during the year ended 31 March 2022.

There was the following change after 31 March 2022:

Effective 1 April 2022, for members who invest in a QuayStreet Fund through the Scheme, QuayStreet Asset Management Limited, a related party of CIPSML, will refund the management fee charged in the form of a rebate. Further information on the fees charged on each asset class is available within the Investment Options document which can be obtained by visiting the website craigsip.com/document-library.

All related party transactions are conducted on arm's-length terms.

Other information for particular types of managed funds

WITHDRAWALS

During the year ended 31 March 2022 the following withdrawals were made from the Scheme.

Permitted Member Withdrawals*	Number
Retirement	150
Death	2
Employment Cessation	4
Transfers to other registered superannuation schemes	7
Significant Financial Hardship	1
Court order	2

* Includes partial withdrawal

PORTFOLIO RETURNS

The Scheme provides members the flexibility to build a portfolio of investments from the extensive list of Investment Options to suit their risk profile and investment objectives. The Investment Options are the list of securities that the CIP Investment Committee and the CIP Product Committee have selected based on some key principles. Therefore, each member's rate of return is different due to the nature of the Scheme.

As a member of the Scheme your return is specific to your portfolio and set out in your personalised quarterly report.

Trustee's Statement

The New Zealand Guardian Trust Company Limited

The New Zealand Guardian Trust Company Limited as Trustee of the Scheme confirms the following:

All contributions required to be made to the Scheme in accordance with the terms of the Trust Deed have been made.

All benefits required to be paid from the Scheme in accordance with the terms of the Trust Deed have been paid.

The market value of the Scheme property at the balance date (31 March 2022) equaled or exceeded the total value of benefits that would have been payable had all members of the Scheme ceased to be members at that date and had provision been made for the continued payment of all benefits being paid to members and other beneficiaries as at the balance date.



Changes to persons involved in the Scheme

TRUSTEE

The New Zealand Guardian Trust Company Limited

The following change to the Trustee of the Scheme, including its directors and key personnel was made during the year ended 31 March 2022:

- James Douglas resigned as a director on 30 November 2021.

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

- Robin Flannagan
- Bryan Connor

ADMINISTRATION MANAGER, INVESTMENT MANAGER & REGISTRAR

Craigs Investment Partners Superannuation Management Limited

There have been no changes to the administration manager, investment manager and securities registrar during the year ended 31 March 2022.

The CIP Investment Committee members at 31 March 2022 are:

- Mark Lister
- Deidre Copley
- Reg Montgomery
- Mohandeep Singh
- Roger Garrett

The CIP Product Committee is responsible for approving and removing the Investment Options. To be included as an Investment Option, a security must be either covered by CIP Private Wealth Research or subject to a due diligence process.

The CIP Product Committee members at 31 March 2022 are:

- Helen Skinner
- Mark Lister
- Regan Carey
- Jude Williams

The following changes have occurred since 31 March 2022:

- Julian Braithwaite was appointed Chair of the CIP Product Committee on 30 May 2022, following the resignation of Helen Skinner.

Further information is available at craigsip.com/people/investment-committee.

CUSTODIAN AND AUDITOR

There have been no changes to the Scheme custodian or auditor during the year ended 31 March 2022.

How to find further information

Further information relating to superSTART® is available on the scheme register at: disclose-register.companiesoffice.govt.nz under Craigs Investment Partners Superannuation Scheme.

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

A copy of the documents relating to the Scheme referred to above and the Investment Options document can be obtained, on request and free of charge, by contacting the CIPSML Client Services Team on 0800 878 278 or emailing clientservices@craigsip.com.

You can request an updated member's statement (showing an estimate of your benefit) free of charge from the CIPSML Client Services Team on 0800 878 278 or by emailing clientservices@craigsip.com.

Contact details and complaints

CORRESPONDENCE AND ENQUIRIES

Trustee

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

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

ADMINISTRATION & INVESTMENT MANAGER & REGISTRAR

For enquiries or to obtain a copy of the Trust Deed, the most recent financial statements, auditor's report, a copy of the most recent Investment Options document, SIPO, or any queries relating to your benefit entitlements or the Scheme please contact Craigs Investment Partners Superannuation Management Limited, the Administration Manager, Investment Manager and Registrar, at the following address:

superSTART®

Craigs Investment Partners Superannuation Management Limited

158 Cameron Road
PO Box 13155
Tauranga 3141

Attention: Client Services

Phone: 0800 878 278

Email: clientservices@craigsip.com

COMPLAINTS

If you have any problems with your membership in the Scheme, please contact the Head of Compliance for the Administration Manager and Investment Manager, using the contact details above, in the first instance and if the Administration Manager and Investment Manager cannot resolve your problem, then please contact the Trustee.

Both NZGT and CIPSML 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 CIPSML nor NZGT can resolve to your satisfaction within 40 business days you can contact FSCL.

Financial Services Complaints Limited

PO Box 5967
Lambton Quay
Wellington 6140

Level 4, 101 Lambton Quay
Wellington 6011

Phone: 0800 347 257

Email: complaints@fscl.org.nz

FSCL will not charge a fee to investigate or resolve a complaint.





CRAIGS[®]

INVESTMENT PARTNERS

HEAD OFFICE - TAURANGA

Craigs Investment Partners House
158 Cameron Road
PO Box 13155, Tauranga 3141
E. headoffice@craigsip.com

KERIKERI

Hobson House
14 Hobson Avenue
PO Box 841, Kerikeri 0245
P. 09 407 7926 F. 09 407 7429
E. kerikeri@craigsip.com

WHANGAREI

1 Robert Street
PO Box 573, Whangarei 0140
P. 09 438 1988 F. 09 438 5167
E. whangarei@craigsip.com

AUCKLAND

Level 32, Vero Centre
48 Shortland Street
PO Box 1196, Auckland 1140
P. 09 919 7400 F. 09 303 2520
E. auckland@craigsip.com

HAMILTON

Level 4, PwC Centre
Cnr Anglesea & Ward Streets
PO Box 1282, Hamilton 3240
P. 07 838 1818 F. 07 838 0828
E. hamilton@craigsip.com

TAURANGA

Craigs Investment Partners House
158 Cameron Road
PO Box 13155, Tauranga 3141
P. 07 577 6049 F. 07 578 8416
E. tauranga@craigsip.com

ROTORUA

First Floor
1196 Whakaue Street
PO Box 1148, Rotorua 3040
P. 07 348 1860 F. 07 348 1863
E. rotorua@craigsip.com

GISBORNE

66a Reads Quay
PO Box 153, Gisborne 4040
P. 06 868 1155 F. 06 868 1154
E. gisborne@craigsip.com

HAVELOCK NORTH

Level 1, 15 Joll Road
PO Box 8262, Havelock North 4157
P. 06 826 2500 F. 06 826 2501
E. havelocknorth@craigsip.com

NEW PLYMOUTH

First Floor, 9 Young Street
PO Box 8011, New Plymouth 4340
P. 06 759 0015 F. 06 759 0016
E. newplymouth@craigsip.com

WHANGANUI

17 Drews Avenue
PO Box 63, Whanganui 4541
P. 06 349 0030 F. 06 348 5523
E. whanganui@craigsip.com

PALMERSTON NORTH

First Floor
Cnr Broadway Avenue & Vivian Street
PO Box 1543, Palmerston North 4440
P. 06 953 3460 F. 06 953 0640
E. palmerstonnorth@craigsip.com

WELLINGTON

Level 4, 20 Customhouse Quay
PO Box 10556, Wellington 6143
P. 04 917 4330 F. 04 917 4350
E. wellington@craigsip.com

BLENHEIM

2 Alfred Street
PO Box 678, Blenheim 7240
P. 03 577 7410 F. 03 577 7440
E. blenheim@craigsip.com

NELSON

9 Buxton Square
PO Box 772, Nelson 7040
P. 03 744 0100 F. 03 744 0101
E. nelson@craigsip.com

CHRISTCHURCH

Craigs Investment Partners House
Level 3, 76 Victoria Street
PO Box 90, Christchurch 8140
P. 03 379 3433 F. 03 379 5687
E. christchurch@craigsip.com

QUEENSTOWN

Craigs Investment Partners House
Level 3, Five Mile Centre
Grant Road, Frankton
PO Box 2487, Wakatipu
Queenstown 9349
P. 03 901 0170 F. 03 901 0179
E. queenstown@craigsip.com

DUNEDIN

Level 4, 229 Moray Place
PO Box 5545, Dunedin 9054
P. 03 477 5900 F. 03 477 6743
E. dunedin@craigsip.com

GORE

120 Main Street
PO Box 317, Gore 9740
P. 03 208 9310 F. 03 208 4161
E. gore@craigsip.com

INVERCARGILL

Level 2, 20 Don Street
PO Box 1246, Invercargill 9840
P. 03 214 9939 F. 03 214 9933
E. invercargill@craigsip.com

0800 272 442 / craigsip.com