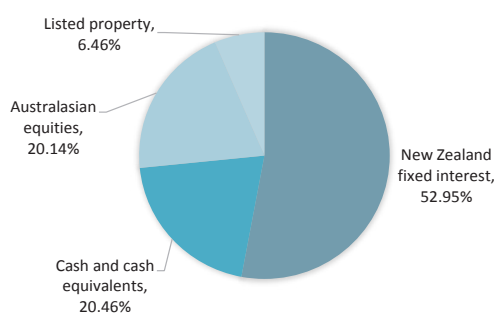


What does the fund invest in?

The chart (right) shows the types of assets that the Clarity Diversified Income Fund invests in.

Actual investment mix



As at 30 September 2018, the Fund has 10.2% invested in Australian assets and 96.4% of this exposure is hedged.

Target investment mix

Asset sector	Target Asset Allocation %	Range %
Cash and cash equivalents	10	0 - 45
New Zealand fixed interest	65	0 - 90
International fixed interest	0	0 - 20
Australasian equities	20	0 - 50
International equities	0	0 - 20
Listed property	5	0 - 20
Other assets	0	0 - 20
Total asset allocation	100	

Top 10 investments

Asset name	Country	Type	Credit rating (if applicable)	% of fund net assets
NZD Cash at Bank	NZ	Cash and Cash Equivalents		9.10%
Nikko AM Wholesale NZ Cash Fund	NZ	Cash and Cash Equivalents		3.01%
Vector 4.996% 14/03/2024	NZ	New Zealand Fixed Interest	BBB	2.66%
Bank of China Term Deposit 3.69% 06/12/2018	NZ	Cash and Cash Equivalents		2.38%
ANZ Bank New Zealand 3.7% 30/05/2023	NZ	New Zealand Fixed Interest	AA-	2.38%
ANZ Bank New Zealand 3.75% 1/09/2022	NZ	New Zealand Fixed Interest	AA-	2.37%
Westpac New Zealand 3.72% 23/03/2023	NZ	New Zealand Fixed Interest	AA-	2.36%
Auckland International Airport 3.51% 10/10/2024	NZ	New Zealand Fixed Interest	A-	2.31%
Meridian Energy 4.21% 27/06/2025	NZ	New Zealand Fixed Interest	BBB+	2.12%
ASB Bank 3.31% 7/09/2023	NZ	New Zealand Fixed Interest	AA-	2.09%

The top 10 investments make up 30.78% of the net asset value of the Fund.

Key personnel

Name	Current position	Time in current position	Previous position	Time in previous position
Alan Lee	Director, JMI Wealth Limited and Clarity Funds Management Limited	13 years, 3 months	Director, Jarden Morgan Investment Services Limited	4 years, 0 months
Andrew Kelleher	Director, JMI Wealth Limited and Clarity Funds Management Limited	10 years, 5 months	Acting Managing Principal, ASB Securities Limited and Investment Consultant, ASB Limited	3 years, 5 months
Jason Watson	Head of Advice, JMI Wealth Limited	1 years, 5 months	Regional Manager Private Bank, ANZ	5 years, 2 months
Ian Arkle	Investment Executive, JMI Wealth Limited	7 years, 2 months	Investment Manager, NZ Guardian Trust	6 years, 0 months
Jonathan Westoby	Investment Executive, JMI Wealth Limited	12 years, 6 months	Stockbroker, Macquarie Group	12 years, 8 months

Further information

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

Notes

- As the Fund commenced operations on 3 April 2017, a combination of actual fund returns and market index returns were used to determine the risk indicator. Therefore, it may provide a less reliable indicator of potential future volatility. For the five-year period ending 31 March 2018, market index returns have been used to 2 April 2017 with actual fund returns used for the balance of the period.