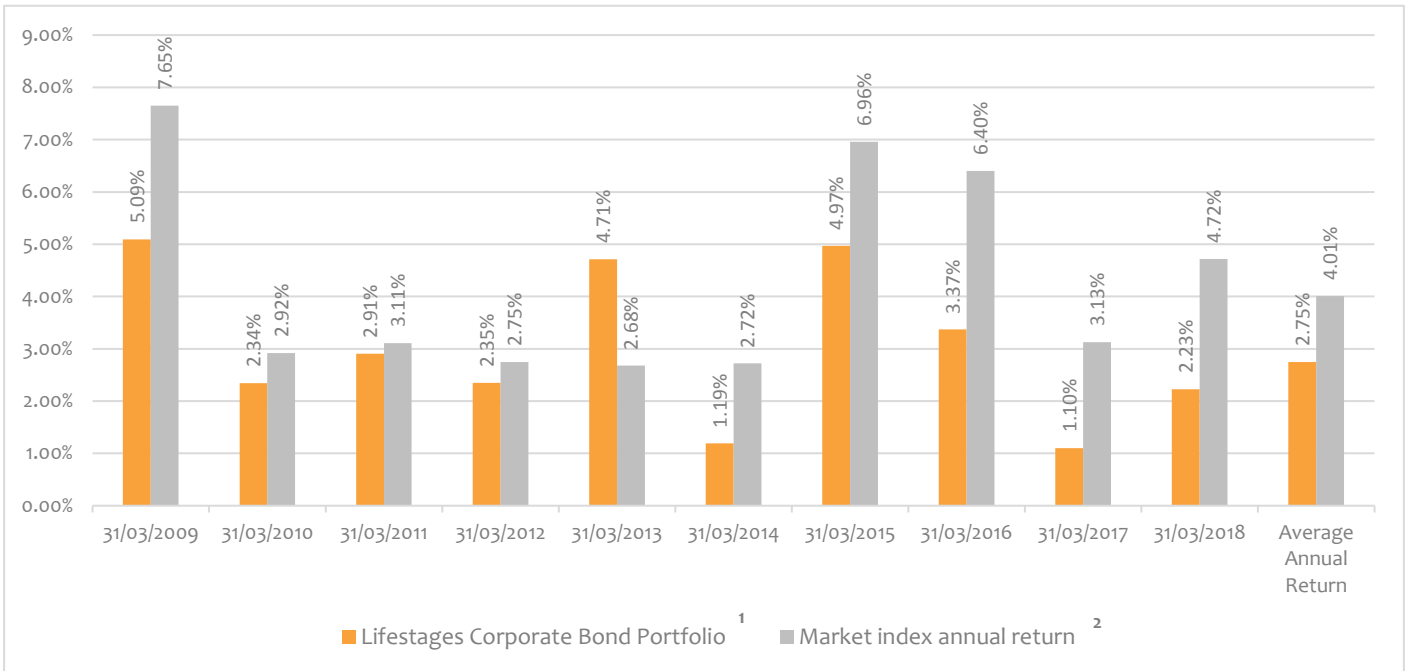


Annual Return Graph



This shows the return after fund charges and tax for each of the last 10 years ending 31 March. The last bar shows the average annual return for the last 10 years, up to 31 December 2018.

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 Lifestages Corporate Bond Portfolio are charged fund charges. In the year to 31 March 2018 these were:

	% of net asset value
Total fund charges (estimated)³	1.59%
Which are made up of -	
Total management and administration charges	1.59%
Including -	
Manager's basic fee	0.86%
Other management and administration charges ⁴	0.73%
Total performance-based fees	0.00%
Other Charges	
	Dollar amount per investor
Other charges	\$0.00

The percentage shown for the 'Other management and administration charges' includes an estimate of the fees and expenses incurred in the underlying funds in which the fund invests.

Investors may also be charged individual action fees for specific actions or decisions (for example, for withdrawing from or switching funds). See the 'Other Material Information' document for the Lifestages Investment Funds on the offer register (www.companiesoffice.govt.nz/disclose) for more information about those fees.

Small differences in fees and charges can have a big impact on your investment over the long term.

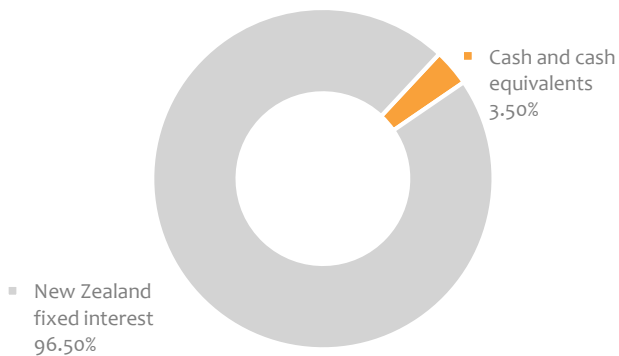
Example of how this applies to an investor

Hayley 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, Hayley received a return after fund charges were deducted of \$281 (that is 2.81% of her initial \$10,000). This gives Hayley a total return after tax of \$200.00 for the year.

What does the fund invest in?

This shows the types of assets that the fund invests in.

Actual investment mix



Target investment mix

Asset type	Allocation
Cash and cash equivalents	5.00%
New Zealand fixed interest	95.00%

Top 10 investments

Name	Percentage of fund net assets	Type	Country	Credit rating (if applicable)
¹ Harbour NZ Corporate Bond Fund	96.50%	New Zealand fixed interest	NZ	
² Cash Deposit (ANZ Bank)	3.67%	Cash and cash equivalents	NZ	

The top 10 investments make up 100.17% of the net asset value of the fund.

Currency hedging

As at 31 December 2018 the fund has no exposure to foreign currency assets. This means the fund does not require currency hedging. More information on our currency hedging policy can be found in the SIPO on our website www.lifestages.co.nz/lifestages-investment-funds/overview.

Key personnel

This shows the directors and employees who have the most influence on the investment decisions of the fund.

Name	Current position	Time in current position	Previous or other position	Time in previous or other position
Graham Duston	Investment Committee member	17 years and 3 months	Chief Executive Officer, Funds Administration New Zealand Ltd (current)	17 years and 3 months
Damon O'Brien	Independent Investment Committee member	3 years and 8 months	Chief Investment Officer, Consilium Limited	6 years and 9 months
Martin Pike	Investment Strategist	3 years and 4 months	National Manager, Investment Product & Services, AMP Financial Services	2 years and 4 months
Mike Skilling	Independent Director / Investment Committee chairperson	2 years and 7 months	GM Business Financial Services & Private Banking, BNZ	8 years and 0 months
Derek Young	Investment Committee member	14 years and 6 months	Executive Director, Funds Administration New Zealand Ltd (current)	14 years and 6 months

Further information

You can also obtain this information, the PDS for Lifestages Corporate Bond Portfolio, and some additional information from the offer register at www.companiesoffice.govt.nz/disclose.

Notes

- ¹ Prior to 31 October 2011 the Corporate Bond Portfolio was known as the Mortgage Distributing Portfolio. Therefore the returns disclosed up to 31 October 2011 reflect those of the Mortgage Distributing Portfolio.
- ² Note that market indices reflect no deduction for charges and tax.
- ³ Includes GST.
- ⁴ This covers expenses incurred in running the fund (e.g. accounting, audit, and regulatory compliance costs). This also covers the Supervisor's annual fee (for the services it provides) and an estimate of fees and expenses incurred by the underlying funds. Our estimates are made on the basis of reasonable assumptions about the ongoing level of fees and costs expected to be charged (taking into account the actual fees and costs as a percentage of average net asset value that were charged for the most recent scheme year). These fees are deducted from, and reflected in the unit price of the fund.

Contact information

Phone 0800 727 2265
Email contact@lifestages.co.nz
Web <https://lifestages.co.nz/>

