



Milford Unit Trust PIE Funds  
Annual Report 2017



Year ended 31 March 2017



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## Section One - Details of the scheme

### **Name of the scheme**

Milford Unit Trust PIE Funds (the scheme)

### **Type of scheme**

Managed Investment Scheme

### **Manager**

Milford Funds Limited

### **Supervisor**

Trustees Executors Limited

### **Product Disclosure Statement**

The current Product Disclosure Statement (PDS) for the scheme is dated 29 June 2017 and is open for applications.

### **Fund Updates**

A fund update for each of the seven investment funds is available to 30 June 2017.

### **Financial statements and auditor's report**

The latest full financial statements for the scheme that comply with, and have been registered under, the Financial Markets Conduct Act 2013 cover the financial year 1 April 2016 to 31 March 2017 and were authorised for issue by the manager, Milford Funds Limited, on 21 July 2017.

The auditors report on those financial statements was dated 21 July 2017.

## Section Two - Information on contributions and scheme participants

As at 1 April 2016 the scheme had seven managed investment products on issue.

As at 31 March 2017 the scheme had seven managed investment products on issue.

### Units on Issue

Units on issue at the start and end of the accounting period.

	Units on issue at 1 April 2016	Units on issue at 31 March 2017
<b>Investment Option</b>		
Conservative Fund	51,939	108,505
Diversified Income Fund	817,965	985,118
Balanced Fund	181,719	193,682
Active Growth Fund	259,684	242,610
Trans-Tasman Fund	117,974	122,344
Global Fund	233,651	207,985
Dynamic Fund	119,628	118,827

## Section Three - Changes relating to the scheme

### **Trust Deed**

With effect from 1 August 2016, the original trust deed and each of the conditions of establishment were amended as a consequence of the introduction of the Financial Markets Conduct Act 2013 (FMCA) and other legislation. This change also provided for the establishment of the Milford Unit Trust PIE Funds and Milford Unit Trust Wholesale PIE Funds.

### **Terms of offer of interests in the scheme**

The scheme elected into the FMCA on 17 August 2016, resulting in the terms of offer of the scheme being governed by the FMCA, and the previous offer documents being replaced by a PDS dated 17 August 2016 together with Other Material Information documents.

In February 2017 the target investment mixes were updated for certain funds together with the risk indicator for the Global Fund.

### **The Statement of Investment Policy and Objectives (SIPO)**

On 17 August 2016 the SIPO was amended to introduce FMCA terminology throughout the document and to:

- replace references to the trustee with the supervisor;
- add details of the supervisor's role and responsibilities;
- provide for investment options to now be referred to as funds; and
- update details of Milford's investment beliefs and process and investment structure.

In November 2016 the SIPO was further amended to reflect changes to the relevant market indices for certain funds.

In February 2017 the SIPO was again amended to reflect the funds' ability to borrow together with the target investment mixes for certain funds.

You can request a copy of the SIPO by contacting us on 0800 662 345.

### **Nature or scale of related party transactions**

All related party transactions were conducted on normal commercial terms and conditions during the accounting period and were on arm's-length terms.

## Section Four - Other information for particular types of managed funds

### Unit Prices

	Unit prices as at 1 April 2016*	Unit prices as at 31 March 2017
<b>Investment Option</b>		
Conservative Fund	1.0296	1.0734
Diversified Income Fund	1.5201	1.6068
Balanced Fund	1.7677	1.9338
Active Growth Fund	2.7518	2.9805
Trans-Tasman Fund	1.9845	2.2205
Global Fund	1.2179	1.3343
Dynamic Fund	1.3390	1.4781

\*Opening price as at 1 April 2016, is the closing price on 31 March 2016

## Section Five - Changes to persons involved in the scheme

There were no changes to the manager, the supervisor, administration manager, investment manager, custodian, securities registrar or auditor of the scheme.

### **Changes to the directors of the manager:**

Lester Gray and Mariette van Ryn were appointed as directors on 23 February 2017. Richard Somerville and Bryce Marsden stepped down as directors on 31 August 2016.

### **Changes to key personnel:**

Troy Swann joined as Chief Executive Officer on 31 October 2016. Michelle Corse-Scott joined as Head of Risk & Compliance & General Counsel on 15 February 2017. Wayne Gentle joined as Head of Australian Investments on 8 September 2016. Anthony Quirk stepped down as Managing Director on 30 June 2016, however he remains a director of the manager. Mark Ryland's role changed from Head of Risk & Compliance to Head of Products & Operations on 15 February 2017.

### **Changes to the directors of the supervisor:**

Peter Metz stepped down as a director on 6 May 2016 and Paul Hocking stepped down as a director on 7 December 2016.



## Section Six - How to find further information

Information relating to the scheme is available on the offer register and the scheme register and can be found at [www.companiesoffice.govt.nz/disclose](http://www.companiesoffice.govt.nz/disclose).

The scheme register includes the scheme's financial statements, trust deed and SIPO.

The offer register includes information such as the PDS and other material information relating to the scheme and quarterly fund updates.

You can find this information available at [www.milfordasset.com](http://www.milfordasset.com) or in the member portal specific to your investment options. You can also call us on 0800 662 345 to request this information.

All the information described above can be obtained from us without charge.

## Section Seven - Contact details and complaints

Contact details for the Manager, Supervisor and the Securities Registrar.

### **Manager**

Milford Funds Limited  
Level 17, 41 Shortland Street  
PO Box 960 Shortland Street  
Auckland 1140  
Telephone: 09 921 4700 or 0800 662 345

### **Supervisor**

Trustees Executors Limited  
Level 7, 51 Shortland Street  
Auckland 1140  
Telephone: 09 308 7100

### **Securities Registrar**

Trustees Executors Limited  
Level 5, 10 Customhouse Quay  
PO Box 409  
Wellington 6140  
Telephone: 04 495 0995

### **How to complain**

Please direct any complaints about your investment to Milford Funds Limited at:  
Level 17, 41 Shortland Street  
PO Box 960 Shortland Street  
Auckland 1140  
Attn: Manager, Investor Services  
Telephone: 09 921 4700 or 0800 662 345  
Email: [info@milfordasset.com](mailto:info@milfordasset.com)

If we are unable to resolve your complaint you may choose to contact the Supervisor.

Milford is a member of the Insurance and Financial Services Ombudsman Scheme (IFSO) and the supervisor is a member of Financial Services Complaints Limited (FSCL), both of which are independent dispute resolution schemes approved by the Ministry of Consumer Affairs.

If you make a complaint to us and the complaint cannot be resolved, you may refer it to IFSO or FSCL subject to certain conditions being met.

Further information about referring a complaint to the IFSO can be found at [www.ifso.nz](http://www.ifso.nz).

Their contact details are:

Insurance & Financial Services  
Ombudsman Scheme  
PO Box 10-845  
Wellington 6143  
Telephone: 0800 888 202

Further information about referring a complaint to the FSCL can be found at [www.fscl.org.nz](http://www.fscl.org.nz).

Their contact details are:

Financial Services Complaints Limited  
PO Box 5967  
Wellington 6145  
Telephone: 0800 347 257

The IFSO and FSCL will not charge a fee to any complainant to investigate or resolve a complaint.





**MILFORD**

Level 17, 41 Shortland Street Auckland  
PO Box 960, Shortland Street, Auckland 1140  
Free phone **0800 662 345**  
[milfordasset.com](http://milfordasset.com)

