

**SIL MUTUAL FUND
PERSONAL LUMP SUM SCHEME
FINANCIAL STATEMENTS**

FOR THE YEAR ENDED 30 JUNE 2025

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STATEMENT OF CHANGES IN NET ASSETS

For the year ended 30 June	Note	SIL Balanced Plus Fund		SIL New Zealand Fixed Interest Fund		SIL New Zealand Share Fund		SIL International Share Fund		SIL Cash Plus Fund		SIL Mutual Fund Personal Lump Sum Scheme	
		2025 \$000	2024 \$000	2025 \$000	2024 \$000	2025 \$000	2024 \$000	2025 \$000	2024 \$000	2025 \$000	2024 \$000	2025 \$000	2024 \$000
Investment Activities													
Income													
Interest income		-	1	-	-	-	-	-	-	-	-	-	1
<i>Net fair value changes</i>													
Unitised funds managed by the Manager		7,264	5,646	148	136	1,743	(392)	2,102	1,456	94	102	11,351	6,948
Other investments		-	(3)	-	-	-	-	8	58	-	-	8	55
Total income/(loss)		7,264	5,644	148	136	1,743	(392)	2,110	1,514	94	102	11,359	7,004
Expenses													
Management fees	7	554	591	12	14	155	171	137	131	6	6	864	913
Trustee Directors' fees	7	90	85	3	3	21	21	20	17	2	2	136	128
Manager's other costs	7	(2)	(19)	-	(1)	2	(3)	-	(3)	-	-	-	(26)
Other expenses	7	1	1	-	-	-	-	-	1	-	-	1	2
Total expenses		643	658	15	16	178	189	157	146	8	8	1,001	1,017
Net profit/(loss)		6,621	4,986	133	120	1,565	(581)	1,953	1,368	86	94	10,358	5,987

The notes to the financial statements form part of and should be read in conjunction with these financial statements.

STATEMENT OF CHANGES IN NET ASSETS (continued)

For the year ended 30 June	SIL Balanced Plus Fund		SIL New Zealand Fixed Interest Fund		SIL New Zealand Share Fund		SIL International Share Fund		SIL Cash Plus Fund		SIL Mutual Fund Personal Lump Sum Scheme	
	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000
Membership Activities												
Net profit/(loss)	6,621	4,986	133	120	1,565	(581)	1,953	1,368	86	94	10,358	5,987
Contributions from members	877	1,032	14	11	129	351	176	71	9	19	1,205	1,484
Contributions for PIE tax received	3	5	-	1	26	37	2	-	-	-	31	43
Switches in from other funds	-	150	30	16	-	-	77	383	550	176	657	725
Withdrawals for death	(2,433)	(4,418)	(254)	(188)	(201)	(1,609)	(331)	(374)	(128)	(36)	(3,347)	(6,625)
Withdrawals for retirement	(6,589)	(7,967)	(130)	(471)	(2,680)	(2,124)	(1,761)	(832)	(13)	(294)	(11,173)	(11,688)
Withdrawals for permanent emigration	-	-	-	-	(117)	-	-	(39)	-	-	(117)	(39)
Withdrawals for serious illness	-	(22)	-	-	-	-	-	(19)	-	-	-	(41)
Withdrawals for hardship	-	(4)	-	-	-	-	-	-	-	-	-	(4)
Other permitted withdrawals	-	(16)	-	-	-	-	-	(5)	-	-	-	(21)
Switches out to other funds	(590)	(168)	-	(16)	(37)	(421)	(30)	(104)	-	(16)	(657)	(725)
Withdrawals for PIE tax paid	(166)	(433)	(27)	(20)	-	-	(69)	(136)	(22)	(21)	(284)	(610)
Net membership activities	(8,898)	(11,841)	(367)	(667)	(2,880)	(3,766)	(1,936)	(1,055)	396	(172)	(13,685)	(17,501)
Benefits accrued to members' accounts	(2,277)	(6,855)	(234)	(547)	(1,315)	(4,347)	17	313	482	(78)	(3,327)	(11,514)
Members' funds at the beginning of the year	80,169	87,024	2,319	2,866	19,595	23,942	16,666	16,353	1,735	1,813	120,484	131,998
Members' funds at the end of the year	77,892	80,169	2,085	2,319	18,280	19,595	16,683	16,666	2,217	1,735	117,157	120,484

The notes to the financial statements form part of and should be read in conjunction with these financial statements.

STATEMENT OF NET ASSETS

As at 30 June	Note	SIL Balanced Plus Fund		SIL New Zealand Fixed Interest Fund		SIL New Zealand Share Fund		SIL International Share Fund		SIL Cash Plus Fund		SIL Mutual Fund Personal Lump Sum Scheme	
		2025	2024	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
		\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000
Assets													
Cash and cash equivalents		10	10	1	3	3	3	2	3	1	12	17	31
Investment assets	4	77,957	80,223	2,086	2,318	18,295	19,608	16,700	16,677	2,218	1,724	117,256	120,550
Security settlements receivable		15	-	10	-	-	-	-	-	1	-	26	-
Member contributions receivable		5	-	3	-	1	-	1	-	-	-	10	-
Total assets		77,987	80,233	2,100	2,321	18,299	19,611	16,703	16,680	2,220	1,736	117,309	120,581
Liabilities													
Security settlements payable		-	-	-	-	-	-	1	-	-	-	1	-
Manager's fees and expenses payable	7	73	63	2	2	19	16	17	14	2	1	113	96
Member withdrawals payable		20	-	13	-	-	-	-	-	1	-	34	-
PIE Tax payable on behalf of members		2	1	-	-	-	-	2	-	-	-	4	1
Total liabilities		95	64	15	2	19	16	20	14	3	1	152	97
Net assets attributable to members		77,892	80,169	2,085	2,319	18,280	19,595	16,683	16,666	2,217	1,735	117,157	120,484
Net assets available for benefits		77,892	80,169	2,085	2,319	18,280	19,595	16,683	16,666	2,217	1,735	117,157	120,484

On behalf of Superannuation Investments Limited as Trustee who authorised the issue of these financial statements on 23 October 2025:



Dr Edward Schuck
Director



Louise Edwards
Director

STATEMENT OF CASH FLOWS

For the year ended 30 June	SIL Balanced Plus Fund		SIL New Zealand Fixed Interest Fund		SIL New Zealand Share Fund		SIL International Share Fund		SIL Cash Plus Fund		SIL Mutual Fund Personal Lump Sum Scheme	
	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000
Cash flows from operating activities												
Net profit/(loss)	6,621	4,986	133	120	1,565	(581)	1,953	1,368	86	94	10,358	5,987
<i>Movement in operating balances</i>												
Investment assets	2,251	6,859	222	550	1,313	4,350	(22)	(311)	(495)	78	3,269	11,526
Manager's fees and expenses payable	10	(5)	-	-	3	(4)	3	-	1	-	17	(9)
Investment liabilities	-	-	-	-	-	-	-	(2)	-	-	-	(2)
Net cash flows from/(used in) operating activities	8,882	11,840	355	670	2,881	3,765	1,934	1,055	(408)	172	13,644	17,502
Cash flows from financing activities												
Proceeds from contributions by members	872	1,032	11	11	128	351	175	71	9	19	1,195	1,484
Switches within SIL Mutual Fund Personal Lump Sum Scheme	(590)	(18)	30		(37)	(421)	47	279	550	160	-	-
Payments for withdrawals by members	(9,002)	(12,427)	(371)	(659)	(2,998)	(3,733)	(2,092)	(1,269)	(140)	(330)	(14,603)	(18,418)
PIE tax received/(paid) on behalf of members	(162)	(427)	(27)	(19)	26	37	(65)	(136)	(22)	(21)	(250)	(566)
Net cash flows from/(used in) financing activities	(8,882)	(11,840)	(357)	(667)	(2,881)	(3,766)	(1,935)	(1,055)	397	(172)	(13,658)	(17,500)
Net change in cash and cash equivalents	-	-	(2)	3	-	(1)	(1)	-	(11)	-	(14)	2
Cash and cash equivalents at beginning of year	10	10	3	-	3	4	3	3	12	12	31	29
Cash and cash equivalents at end of year	10	10	1	3	3	3	2	3	1	12	17	31

The notes to the financial statements form part of and should be read in conjunction with these financial statements.

NOTES TO THE FINANCIAL STATEMENTS

1. REPORTING ENTITY

These financial statements are for the SIL Mutual Fund Personal Lump Sum Scheme (Scheme), which comprises the following funds (each a Fund, collectively the Funds):

- SIL Balanced Plus Fund
- SIL New Zealand Fixed Interest Fund
- SIL New Zealand Share Fund
- SIL International Share Fund
- SIL Cash Plus Fund

The Scheme is part of the SIL Mutual Fund which was established on 18 May 1959. The Scheme is a defined contribution scheme registered under New Zealand law. The Scheme caters for individuals and superannuation schemes. The Funds invest into a variety of unithold funds in order to gain exposure to cash, fixed interest, equity and property markets.

The Trustee, manager, issuer and custodian of the Scheme is Superannuation Investments Limited (Trustee). The registered office of the Trustee is Dunne Consulting Group Limited, Level 1, 41 Taharoto Road, Takapuna, Auckland 0622, New Zealand. The Trustee is responsible for performing the functions for which responsibility is attributed to it as 'manager' of a registered scheme under the Financial Markets Conduct Act 2013 (FMCA). The Trustee must also have a director who is a licensed independent trustee. Superannuation Investments Limited director Edward Schuck is a licensed independent trustee.

ANZ New Zealand Investments Limited (ANZ Investments) is the administration and investment manager (Manager) of the Scheme. The registered address of the Manager is Ground Floor, ANZ Centre, 23-29 Albert Street, Auckland 1010, New Zealand.

The Scheme is a restricted superannuation scheme under the FMCA (Scheme number SCH11066) and is governed by a Trust Deed dated 8 November 2016.

The retirement benefits are determined by contributions to the Scheme together with investment earnings, and increases and decreases in value, on these contributions over the period of the membership with adjustment for fees and a member's tax.

The financial statements were authorised for issue by the directors of the Trustee on 23 October 2025.

2. ACCOUNTING POLICIES

(a) Basis of preparation

(i) Statement of compliance

These financial statements have been prepared in accordance with the requirements of the FMCA and the Trust Deed.

These financial statements comply with:

- New Zealand Generally Accepted Accounting Practice, as defined in the Financial Reporting Act 2013
- New Zealand equivalents to International Financial Reporting Standards (NZ IFRS) and other applicable Financial Reporting Standards, as appropriate for publicly accountable profit-oriented entities
- International Financial Reporting Standards (IFRS)

The principal accounting policies adopted in the preparation of these financial statements are set out below.

(ii) Use of estimates and assumptions

The preparation of these financial statements requires the use of management judgement, estimates and assumptions that affect reported amounts and the application of policies. Discussion of the critical accounting estimates and judgements, which include complex or subjective decisions or assessments, are included in Note 6. Such estimates will require review in future periods.

(iii) Basis of measurement

The financial information has been prepared on a going concern basis in accordance with fair value concepts except for cash and cash equivalents, security settlements receivable/payable, member contributions receivable/withdrawals payable, Manager's fees and expenses payable and PIE tax payable on behalf of members which are measured at amortised cost.

(iv) Changes in accounting policies and adoption of new standards and amendments

There have been no new accounting standards, amendments to existing standards or policies, or standards issued not yet effective that have a material impact on the preparation and presentation of the financial statements.

NOTES TO THE FINANCIAL STATEMENTS

(v) Presentation currency and rounding

The amounts in the financial statements are presented in thousands of New Zealand dollars, unless otherwise stated.

(vi) Aggregation

The results, position and cash flows reported for the Scheme is a simple aggregation of the results, position and cash flows of the Funds that make up the Scheme.

(vii) Foreign currency transactions

Investments and other monetary assets and liabilities denominated in foreign currencies are translated to New Zealand dollars at the exchange rate prevailing at balance date. Transactions in foreign currencies are recorded at the exchange rate prevailing on the dates of the transactions.

Foreign exchange gains and losses relating to the financial assets and liabilities carried at fair value through profit or loss and foreign exchange gains and losses arising from translation are presented in the Statement of Changes in Net Assets within 'Net fair value changes'.

(b) Revenue recognition

Net changes in fair value of investments are recognised immediately in the Statement of Changes in Net Assets.

Realised gains or losses on investments sold are calculated as the difference between sale proceeds and costs.

(c) Income tax

The SIL Mutual Fund is a Portfolio Investment Entity (PIE) for tax purposes.

Under the PIE regime, income is effectively taxed in the hands of the members. The Manager attributes the taxable income of the Funds to members in accordance with their proportionate interest in each Fund. Income attributed to each member is taxed at the member's Prescribed Investor Rate. The Manager accounts for tax by adjusting the members' interest in each Fund.

PIE tax transactions are typically processed at the end of each tax year and upon full exit from a fund, by cancelling or issuing units equal to the value of the tax liability or refund.

The tax balances included in the Statement of Net Assets represent PIE tax payable on behalf of members.

(d) Assets and liabilities

(i) Financial assets

Recognition

Investment assets are recognised on the date that the Funds become party to the contractual agreement (trade date). Investment assets are derecognised when the contractual rights to the cash flows expire or the Funds have transferred substantially all risks and rewards of ownership.

Measurement

The Funds' investment assets are managed on a fair value basis, and carried at their fair value, with changes recognised in the Statement of Changes in Net Assets. The fair value of investments is based on their quoted market prices (where available) at balance date. Investment assets are priced at last traded prices.

Investments in unitised funds are recorded at the redemption value per unit as reported by the managers of such funds, adjusted for any material information received subsequent to balance date that provides evidence of conditions that existed at balance date.

(ii) Cash and cash equivalents

Cash and cash equivalents comprise current accounts. Cash equivalents are short-term highly liquid investments that are readily convertible to known amounts of cash and are subject to an insignificant risk of changes in value, and are held for the purpose of meeting short-term cash commitments rather than investments or other purposes.

(iii) Security settlements receivable and payable

Security settlements receivable and payable represent the outstanding settlements value for the sale and purchase of investment assets as at balance date. Their carrying value approximates their fair value and are typically settled the following business day.

(iv) Member contributions receivable and withdrawals payable

Member contributions receivable represent amounts due from members for units issued but not settled. Member withdrawals payable represent redemption requests received and approved but not settled. Their carrying value closely approximates their fair value and are settled the following business day.

NOTES TO THE FINANCIAL STATEMENTS

(v) Other payables

Other payables include Manager's fees and expenses payable and PIE tax payable on behalf of members and are carried at their amortised cost using the effective interest rate method. Their carrying value closely approximates their fair value due to their short term nature.

(e) Members' funds

Units issued by the Funds provide the members with the right to require redemption for cash at the value proportionate to the members' share in each Fund's net asset value. The units qualify as 'puttable instruments' and are classified as equity.

Any owner changes in equity are presented in the membership activities section of the Statement of Changes in Net Assets, whereas any non-owner changes in equity are presented in the investment activities section of the Statement of Changes in Net Assets. The Funds have no components of comprehensive income other than profit or loss for the year. Consequently, the profit or loss is the total comprehensive income of the Funds.

(f) Other

(i) Investment entity and subsidiaries

The Scheme has multiple unrelated investors who hold multiple investments.

Ownership interests in the Funds are in the form of units, which are classified as puttable instruments in accordance with NZ IAS 32 *Financial Instruments: Presentation*, and are exposed to variable returns from changes in the fair value of the Funds' net assets.

These separate financial statements are the only financial statements for the Funds and no consolidated financial statements are required as the Funds meet the definition of an Investment Entity and thus do not consolidate subsidiaries, but account for them at fair value through profit or loss.

3. FUNDING POLICY

The Scheme was closed to new members from 16 September 2016. The Scheme continues to operate as normal for existing members.

Personal Members

The Personal Member is required to pay contributions at the times and in the manner set out in his or her application form. Personal members can choose to make regular contributions or additional lump sum contributions. Anyone can make a voluntary regular or lump sum contribution to member accounts at any time.

The member can only stop or reduce their annual contributions if they have been a member of the Scheme for a year, and have paid one year's worth of annual contributions. There is no minimum annual contribution requirement.

Withdrawals can be made from the age of 60, unless they are a female member who joined the Scheme before 1976, in which case the retirement age is 55.

Participating Scheme

A Participating Scheme is a registered Superannuation Scheme which participates in the Fund for investment purposes. The Participating Scheme is governed by a participating agreement.

A Participating Scheme may request or be required by the Trustee to withdraw its interest at any time, subject to any terms agreed with the Trustee.

NOTES TO THE FINANCIAL STATEMENTS

4. INVESTMENT ASSETS AND LIABILITIES

The Funds held the following investments at balance date.

As at 30 June	SIL Balanced Plus Fund		SIL New Zealand Fixed Interest Fund		SIL New Zealand Share Fund		SIL International Share Fund		SIL Cash Plus Fund		SIL Mutual Fund Personal Lump Sum Scheme		Total investee fund net assets	Number of investors in investee funds
	2025 \$000	2024 \$000	2025 \$000	2024 \$000	2025 \$000	2024 \$000	2025 \$000	2024 \$000	2025 \$000	2024 \$000	2025 \$000	2024 \$000	2025 \$000	2025
Investment assets														
ANZ Wholesale Cash Fund	-	-	-	-	-	-	-	-	2,218	1,724	2,218	1,724	5,038,298	35
ANZ Wholesale Sovereign Bond Fund	-	-	1,042	1,159	-	-	-	-	-	-	1,042	1,159	1,021,825	10
ANZ Wholesale High Grade Bond Fund	-	-	1,044	1,159	-	-	-	-	-	-	1,044	1,159	1,024,670	10
ANZ Wholesale New Zealand Share Fund	-	-	-	-	18,295	19,608	-	-	-	-	18,295	19,608	249,608	3
ANZ Wholesale International Share Fund	-	-	-	-	-	-	14,760	16,660	-	-	14,760	16,660	8,529,922	9
ANZ Wholesale Balanced Growth Fund	77,957	80,223	-	-	-	-	-	-	-	-	77,957	80,223	5,334,611	7
ANZ Wholesale No 6 Fund	-	-	-	-	-	-	1,940	-	-	-	1,940	-	874,908	7
Forward foreign exchange contracts - asset position	-	-	-	-	-	-	-	17	-	-	-	17	-	-
Total investment assets	77,957	80,223	2,086	2,318	18,295	19,608	16,700	16,677	2,218	1,724	117,256	120,550		

Involvement with unconsolidated structured entities

A Structured Entity (SE) is an entity that has been designed such that the voting or similar rights are not the dominant factor in deciding who controls the entity, such as when voting rights relate to administrative tasks only and the relevant activities (being those that significantly affect the entity's returns) are directed by means of contractual arrangement. A SE often has some or all of the following features or attributes:

- restricted activities;
- a narrow and well defined objective;
- insufficient equity to permit the SE to finance its activities without subordinated financial support; and
- financing in the form of multiple contractually linked instruments to investors that create concentrations of credit or other risks (tranches).

The Funds involvement with unconsolidated SEs is through their investment in other unitised funds. Investments designated 'ANZ' in the table above are unitised funds managed by ANZ Investments. The maximum exposure to loss is the carrying amount of the financial assets held. Once a fund has sold all units in an investee fund, the fund ceases to be exposed to any risk from that investee fund.

During the year the Funds did not provide financial or other support to unconsolidated structured entities and have no intention of doing so in future periods.

NOTES TO THE FINANCIAL STATEMENTS

5. FINANCIAL RISK MANAGEMENT

Overview

The Funds' investment portfolios consist of investments in unitised funds and cash and cash equivalents that they intend to hold for an indefinite period of time for the purpose of generating a return on investments made by the members. The Funds are exposed directly and indirectly to a variety of financial risks including credit, market and liquidity risks, through holding these investments. In addition, the Funds have financial instruments in the form of cash and cash equivalents, security settlements receivable/payable, member contributions receivable/withdrawals payable and other payables which arise directly from their daily operations.

The risk management policies employed by the Funds are detailed in the notes below. The financial risk management disclosures have been prepared on the basis of the Funds' direct investments and not on a full look-through to investments held indirectly through other unitised funds.

The Trust Deed requires the Manager to invest the assets of each fund in accordance with relevant investment mandates. Asset allocation is determined by the Manager who manages the distribution of assets to achieve investment objectives. Divergence from target allocations and the composition of the portfolio is monitored by the Manager on each business day. The Manager reports on asset allocations to the Trustee quarterly.

Credit risk

Credit risk is the risk that a counterparty will fail to perform contractual obligations, either in whole or in part, under a contract.

Section	Description	Page number
Maximum exposure to credit risk	The Funds' exposure to credit risk arises from default of the counterparty, with the current maximum exposure considered to be the fair value of the assets with credit risk as set out in the Statement of Net Assets. This does not represent the maximum credit risk exposure that could arise in the future as a result of changes in values, but best represents the current maximum exposure at balance date.	4
Credit quality	Where the Funds invest in unitised funds managed by the Manager (see Note 4), the investment strategies of these unitised funds include credit quality criteria that limits securities to certain minimum credit ratings.	10
Concentrations of credit risk	The main concentration to which the Funds are exposed to credit risk arises from the Funds' investments in cash and cash equivalents. The concentration risk is not considered significant given the size of the balances relative to the total assets of the Funds.	10

Credit Quality

Item	Counterparty	S&P Global Ratings Short term credit rating ¹	
		2025	2024
Cash and cash equivalents	ANZ Bank New Zealand Limited (see Note 7)	A-1+	A-1+
Forward foreign exchange contracts	ANZ Bank New Zealand Limited (see Note 7), Bank of New Zealand, Westpac Banking Corporation, Commonwealth Bank of Australia	n/a	A-1+

¹ A short-term obligation rate 'A-1' is rated in the highest category by S&P Global Ratings. The obligor's capacity to meet its financial commitments on this obligation is strong. Within this category, certain obligations are designated with plus sign (+). This indicates that the obligor's capacity to meet its financial commitments on these obligations is extremely strong.

NOTES TO THE FINANCIAL STATEMENTS

Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: currency risk, interest rate risk and other price risk.

Currency risk

Currency risk is the risk that the New Zealand dollar fair value of a foreign currency denominated financial instrument will fluctuate due to changes in foreign exchange rates.

The Funds hold investments in other unitised funds which in turn may hold foreign currency-denominated investments as part of their investment mandates. Consequently, these Funds will have varying degrees of indirect exposure to currency risk. These currency exposures can be partially or fully hedged back to the New Zealand dollar.

The SIL International Share Fund is actively hedged with a benchmark of 0% and a range of 0% to 100% for its currency exposure through its investment in the ANZ Wholesale International Share Fund. As at balance date the Fund was hedging approximately 0% (2024: 0%).

Interest rate risk

Interest rate risk arises from the possibility that changes in interest rates will affect the the fair value of financial instruments.

The Funds are not directly subject to significant amounts of interest rate risk. Cash and cash equivalents of the Funds are invested at short-term market interest rates and are held in call accounts. The Funds have indirect exposure to interest rate risk through their investments in other unitised funds.

Other price risk

Other price risk is the risk that the value of the Funds' investment portfolios will fluctuate as a result of changes in market prices, other than those arising from interest rate risk or currency risk.

The Funds trade in other unitised funds. All securities held within these Funds present a risk of loss of capital. The Manager moderates this risk through a careful selection of securities and other financial instruments and by ensuring that all activities are transacted in accordance with the relevant investment mandates, overall investment strategy and within approved limits. The Manager monitors the Funds' overall market position each business day.

When a Fund has investments in other unitised funds, the increase/(decrease) in the net asset value of the Fund due to changes in the unit prices of those investments (with all other variables held constant) is shown in the table below. If the unit price was to increase by 2%, the net asset value of the Fund would increase by the amount shown, and if the unit price was to decrease by the same percentage, the net asset value of the Fund would decrease by the amount shown.

The SIL Cash Plus Fund as detailed in Note 4 invests in the ANZ Wholesale Cash Fund. The Manager considers that a 0.02% change in the unit price of the ANZ Wholesale Cash Fund as a reasonable estimate of possible change in the average daily unit price in the ANZ Wholesale Cash Fund considering factors such as historical price movements and market conditions. The Manager does not consider the market risk to cash significant, relative to the total size of the SIL Cash Plus Fund.

As at 30 June	SIL Balanced Plus Fund		SIL New Zealand Fixed Interest Fund		SIL New Zealand Share Fund		SIL International Share Fund		SIL Cash Plus Fund		SIL Mutual Fund Personal Lump Sum Scheme	
	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000
Unitised funds	1,559	1,604	42	46	366	392	334	333	-	-	2,301	2,375

NOTES TO THE FINANCIAL STATEMENTS

Liquidity risk

Liquidity risk is the risk that the Funds may not be able to generate sufficient cash resources to settle their obligations in full as they fall due or can only do so on terms that are materially disadvantageous.

Each business day the Funds are exposed to cash redemptions of units. Other payables have no contractual maturity date and are typically settled within 30 days. Member contributions receivable and withdrawals payable represent amounts due from/to members for units issued/redeemed but not settled and are settled the following business day.

In accordance with each Fund's investment policy, the Manager has reviewed the Funds' liquidity position each business day through the review of cash flow information which highlights current and known future levels of redemption. In particular:

- The Manager has not identified significant withdrawals and has not implemented any restrictions or deferrals on withdrawals.
- The Manager has not identified any illiquid investments that would result in restrictions or deferrals on withdrawals.
- The Manager believes that the Funds remain liquid and is able to meet potential withdrawals in the ordinary course of business.

6. FAIR VALUE MEASUREMENT

The Funds' investments are carried at fair value on the Statement of Net Assets. Usually the fair value of the investments can be reliably determined within a reasonable range of estimates.

Investment assets and liabilities are required to be classified using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Level 1 – valuations based on quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2 – valuations using inputs other than quoted prices included within Level 1 that are observable for a similar asset or liability, either directly or indirectly; and
- Level 3 – valuations using inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The unitised funds are Level 2 investments. These investments are priced daily and the inputs are based on quoted market prices, broker prices and other pricing valuations used by the Manager. As these are unlisted, they are Level 2 investments.

Cash and cash equivalents, security settlements receivable/payable, member contributions receivable/withdrawals payable and other payables are not measured at fair value. They are carried at amortised cost and their carrying value approximates their fair value due to their immediate or short-term nature. For purposes of fair value hierarchy, they are considered to be Level 2 assets and liabilities. For more information refer to Note 2.

There have been no changes to the fair value hierarchy classifications during the year ended 30 June 2025 (2024: none).

KEY JUDGEMENTS AND ESTIMATES

The majority of valuation models the Manager uses employ only observable market data as inputs. However, for certain financial instruments, the Manager may use data that is not readily observable in current markets. If the Manager uses unobservable market data, then the Manager needs to exercise more judgement to determine fair value depending on the significance of the unobservable input to the overall valuation and reconsider the fair value hierarchy level disclosed. Generally, the Manager derives unobservable inputs from other relevant market data, such as broker confirmation, and compares them to observed transaction prices where available.

NOTES TO THE FINANCIAL STATEMENTS

7. RELATED PARTY TRANSACTIONS

All related party transactions are conducted on an arm's length basis in the ordinary course of business and on standard commercial terms and conditions.

Key management personnel

Key management personnel (KMP) are defined as the Directors of the Trustee, and those other persons having authority and responsibility for planning, directing and controlling the activities of the Scheme. At balance date, KMP held investments in the SIL Balanced Plus Fund of \$4 thousand (2024: \$4 thousand). This amount is for KMP, close family members of KMP and entities that are controlled or jointly controlled by KMP or their close family members.

Trustee Directors' fees are shown in the Statement of Changes in Net Assets.

Other Related Parties

The Manager and Trustee provide KMP services to the Funds. The Manager is a wholly owned subsidiary of ANZ Bank New Zealand Limited, the ultimate parent of which is ANZ Group Holdings Limited.

Manager's fees and expenses

Under the terms of the Trust Deed, the Manager is entitled to receive management fees, calculated by reference to the daily net asset value of the Funds. Management fees paid for the year are disclosed in the Statement of Changes in Net Assets.

As at 30 June	SIL Balanced Plus Fund		SIL New Zealand Fixed Interest Fund		SIL NZ Share Fund		SIL International Share Fund		SIL Cash Plus Fund	
	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
The Manager receives the following percentage per annum of the net asset value of the Funds, determined upon each valuation day:	0.70%*	0.71%	0.56%	0.56%	0.79%*	0.80%	0.79%*	0.80%	0.32%*	0.33%

*These rates were effective from 1 August 2024.

The Manager and Trustee are also entitled to be reimbursed for expenses such as Trustee Directors' fees, audit costs, postage and legal fees incurred on behalf of the Funds. Allowance for these expenses is charged to the Funds daily and is reflected in the unit price of each Fund. To ensure fair allocation of one-off type expenses and fees incurred annually, the Funds are charged a set capped rate as a percentage of each Fund's net asset value each day. The total of this daily accrual is typically the maximum that the Funds will pay the Manager for reimbursement of expenses but can be exceeded on an exceptions basis as agreed between the Manager and Trustee as appropriate. During the year ended 30 June 2025, this capped rate was exceeded to allow for one-off expenses as a result of an upcoming change in administration and investment manager as disclosed in Note 9 (2024: not applicable). Where the actual expenses paid by the Manager are higher, the Manager may carry amounts forward to be recovered in future periods. The Manager's other costs are disclosed in the Statement of Changes in Net Assets and are presented after Trustee Directors' fees reallocation.

Amounts payable to the Manager at the end of the year are disclosed in the Statement of Net Assets and are payable within 15 days of balance date.

Actual expenses relating to the Funds were higher than the Manager's other costs charged. Therefore, some of the costs incurred were borne by the Manager. The following fees were paid or payable by the Manager for services provided by the auditor on behalf of the Funds:

NOTES TO THE FINANCIAL STATEMENTS

As at 30 June	SIL Balanced Plus Fund		SIL New Zealand Fixed Interest Fund		SIL NZ Share Fund		SIL International Share Fund		SIL Cash Plus Fund		SIL Mutual Fund Personal Lump Sum Scheme	
	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000
Auditor's fees - statutory financial statements	15	11	14	11	14	11	15	11	15	12	73	56
Auditor's fees - registry audit, service organisation controls reporting and trustee custodial controls reporting*	9	10	3	10	4	10	4	10	3	10	23	50
Total auditor's fees	24	21	17	21	18	21	19	21	18	22	96	106

*The 2024 fees include the 2022, 2023 & 2024 trustee custodial controls assurance reporting.

Investment in products issued by related parties

The Funds hold cash and cash equivalents deposited solely with ANZ Bank New Zealand Limited. These balances and associated interest income are shown in the Statement of Net Assets and Statement of Changes in Net Assets respectively. The SIL International Share Fund had a \$15 thousand gain (2024: \$18 thousand gain) from the net fair value changes in forward foreign exchange contracts issued by ANZ Bank New Zealand Limited.

8. MEMBERS' FUNDS

Members are entitled to one vote per unit at a meeting of the members of the Funds, and rank equally with regard to each fund's assets.

For the year ended 30 June	SIL Balanced Plus Fund		SIL New Zealand Fixed Interest Fund		SIL New Zealand Share Fund		SIL International Share Fund		SIL Cash Plus Fund	
	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
	000's	000's	000's	000's	000's	000's	000's	000's	000's	000's
Number of units on issue										
Units on issue at the beginning of the year	13,151	15,163	724	939	2,485	2,964	2,530	2,696	682	753
Units issued during the year	137	201	13	9	18	50	36	73	213	79
Units redeemed during the year	(1,530)	(2,213)	(124)	(224)	(362)	(529)	(311)	(239)	(62)	(150)
Number of units on issue at the end of the year	11,758	13,151	613	724	2,141	2,485	2,255	2,530	833	682

9. SUBSEQUENT EVENTS

The Trustee is in the process of appointing a new administration and investment manager to replace ANZ Investments, effective post balance date. As a result, it is expected that the Funds and Scheme's investment in unitholdings will be managed by a party other than ANZ Investments during the next financial year. The Funds and Scheme remains a going concern and this had no impact to these financial statements.



Independent Auditor's Report

To the members of:

- SIL Balanced Plus Fund;
- SIL New Zealand Fixed Interest Fund;
- SIL New Zealand Share Fund;
- SIL International Share Fund; and
- SIL Cash Plus Fund

Collectively "SIL Mutual Fund Personal Lump Sum Scheme" (the **Funds and Scheme**)

Report on the audit of the financial statements

Opinion

We have audited the accompanying financial statements which comprise:

- the statements of net assets as at 30 June 2025;
- the statements of changes in net assets, and the statements of cash flows for the year then ended; and
- notes, including material accounting policy information and other explanatory information.

In our opinion, the accompanying financial statements of the Funds' and Scheme on pages 2 to 14 present fairly in all material respects, the Funds' and Scheme's financial position as at 30 June 2025 and their financial performance and cash flows for the year ended on that date, in accordance with New Zealand Equivalents to International Financial Reporting Standards (**NZ IFRS**) issued by the New Zealand Accounting Standards Board and the International Financial Reporting Standards issued by the International Accounting Standards Board.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (New Zealand) (**ISAs (NZ)**). We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

We are independent of the Funds and Scheme in accordance with Professional and Ethical Standard 1 International Code of Ethics for Assurance Practitioners (Including International Independence Standards) (New Zealand) issued by the New Zealand Auditing and Assurance Standards Board and the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) (**IESBA Code**), as applicable to audits of financial statements of public interest entities. We have also fulfilled our other ethical responsibilities in accordance with Professional and Ethical Standards 1 and the IESBA Code.

Our responsibilities under ISAs (NZ) are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report.



Our firm has also undertaken supervisor reporting in line with our obligations under Section 198 and 199 of the Financial Markets Conduct Act 2013 (**FMC Act 2013**) and provided other services to the Funds and Scheme in relation to service organisation controls assurance reporting, trustee custodial controls assurance reporting and registry assurance reporting. Subject to certain restrictions, partners and employees of our firm may also deal with the Funds and Scheme on normal terms within the ordinary course of trading activities of the business of the Funds and Scheme. These matters have not impaired our independence as auditor of the Funds and Scheme. The firm has no other relationship with, or interest in, the Funds and Scheme.

Key audit matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements in the current period. We summarise below those matters and our key audit procedures to address those matters in order that the members as a body may better understand the process by which we arrived at our audit opinion.

Our procedures were undertaken in the context of and solely for the purpose of our audit opinion on the financial statements as a whole and we do not express discrete opinions on separate elements of the financial statements.

The key audit matter	How the matter was addressed in our audit
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Existence and valuation of investments	
<p>Refer to Note 2 (a) (ii) Use of estimates and assumptions and Note 4 Investment assets and liabilities (for existence and valuation) to the financial statements.</p> <p>The Funds' portfolio of investments in the most significant asset. These comprise liquid investments including bank accounts and fund-to-fund investments.</p> <p>The investment portfolio in total, due to its materiality in the context of the financial statements as a whole, is our most significant area of focus.</p>	<p>Our audit procedures included:</p> <ul style="list-style-type: none"> - documenting and understanding the processes in place to record investment transactions and to value the portfolio, this included evaluating the control environment in place by obtaining and reading the service organisation reports issued by an independent auditor on the design and operation of those controls throughout the period; - agreeing investment holdings to confirmations received from the registrar; - agreeing the valuation of fund-to-fund investments to the redemption value per unit as reported by the manager; - for bank accounts, agreeing the closing book value to bank confirmations; and - consideration of the fair value hierarchy level assigned to each investment and the appropriateness of the valuation information available.



Management fees

Refer to Note 7 to the financial statements.

Under the terms of the Trust Deed, ANZ New Zealand Investments Limited (the "Manager") is entitled to receive a management fee, calculated as a percentage of the daily net asset value of the Funds.

As the Manager calculates and pays the fee on behalf of the Funds to itself, there is an inherent risk that the Manager could manipulate the calculation to boost its own earnings from its administrative duties

Due to the inherent risk of fraud as management could override controls we identified the calculation of management fees as an area of key audit focus.

Our audit procedures included:

- documenting and understanding the process in place to calculate and capture management fees as well as the processes to generate underlying information such as daily unit pricing. This includes evaluating the control environment in place at the Manager by obtaining and reading the service organisation reports issued by an independent auditor on the design and operation of those controls throughout the period;
- recalculating management fees on a daily basis by multiplying the daily net asset value with the management fee rates from the Funds' Management Agreement for the period; and
- reviewing manual journal entries to test whether any unauthorised or not supported adjustment has been made to the management fees to address the risk of management overriding controls.

Other information

The Trustee, on behalf of the Funds and Scheme, is responsible for the other information included in the Funds and Scheme's Annual Report. The Annual Report, prepared at the same time as the financial statement, includes a link to where the audited financial statements can be found in the Disclose Register. Our opinion on the financial statements does not cover any other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements our responsibility is to read the other information and in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears materially misstated. If, based on the work we have performed, we conclude there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Use of this independent auditor's report

This independent auditor's report is made solely to the members. Our audit work has been undertaken so that we might state to the members those matters we are required to state to them in the independent auditor's report and for no other purpose. To the fullest extent permitted by law, none of KPMG, any entities directly or indirectly controlled by KPMG, or any of their respective members or employees, accept or assume any responsibility and deny all liability to anyone other than the members for our audit work, this independent auditor's report, or any of the opinions we have formed.



Responsibilities of the Trustee for the financial statements

The Trustee, on behalf of the Funds' and Scheme, is responsible for:

- the preparation and fair presentation of the financial statements in accordance with NZ IFRS issued by the New Zealand Accounting Standards Board and the International Financial Reporting Standards issued by the International Accounting Standards Board;
- implementing the necessary internal control to enable the preparation of a set of financial statements that is free from material misstatement, whether due to fraud or error; and
- assessing the ability of the Funds' and Scheme to continue as a going concern. This includes disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless they either intend to liquidate or to cease operations or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objective is:

- to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error; and
- to issue an independent auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance but it is not a guarantee that an audit conducted in accordance with ISAs NZ will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error. They are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

A further description of our responsibilities for the audit of the financial statements is located at the External Reporting Board (XRB) website at:

<https://www.xrb.govt.nz/standards/assurance-standards/auditors-responsibilities/audit-report-2/>

This description forms part of our independent auditor's report.

The engagement partner on the audit resulting in this independent auditor's report is Nick Moss.

For and on behalf of:

KPMG

KPMG

Auckland

23 October 2025