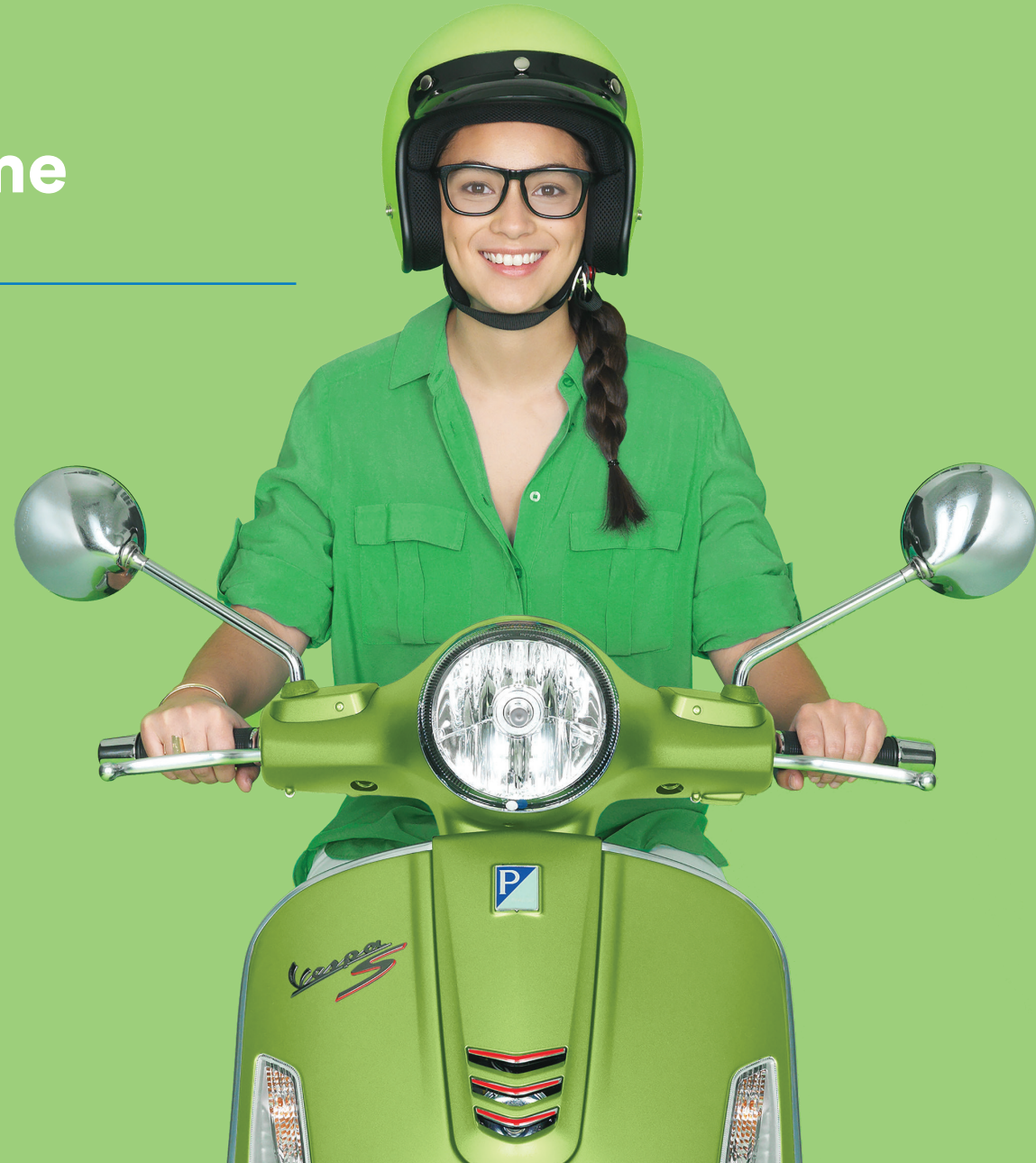


Booster KiwiSaver Scheme

(Previously Grosvenor KiwiSaver Scheme)

Financial Statements 2017



Contents

	Page
Statement of Changes in Net Assets.....	1-3
Statement of Net Assets.....	4-6
Statement of Cash Flows.....	7-9
Notes to the Financial Statements.....	10-32
Independent Auditor's Report.....	33-34

Statement of changes in net assets
For the year ended 31 March 2017

	Notes	High Growth		Balanced		Moderate		Enhanced Income		Geared Growth		Balanced Growth	
		2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000
Income													
Interest income		17	22	35	49	15	17	139	279	4	4	23	27
Dividend and distribution income		355	789	984	1,861	614	870	388	440	-	31	412	815
Other income		72	98	162	232	60	84	7	6	4	5	88	112
Net gains (losses) on financial instruments at fair value through profit or loss		17,767	3,927	27,330	10,248	6,050	4,326	(18)	(78)	1,075	175	17,690	5,243
Total income		18,211	4,835	28,512	12,390	6,739	5,298	516	647	1,083	215	18,213	6,197
Expenses													
Management fees	6	1,943	1,691	3,918	3,474	1,304	1,146	152	148	91	85	2,185	1,799
Other expenses		-	-	-	-	-	-	-	-	75	79	-	-
Total expenses		1,943	1,691	3,918	3,474	1,304	1,146	152	148	166	164	2,185	1,799
Total comprehensive income for the year		16,268	3,144	24,594	8,916	5,435	4,152	364	499	917	51	16,028	4,398
Net assets available for benefits at the beginning of the year		140,208	126,116	313,564	280,756	112,754	101,463	18,461	18,108	5,737	4,920	160,263	134,568
Changes in net assets:													
Total comprehensive income for the year		16,268	3,144	24,594	8,916	5,435	4,152	364	499	917	51	16,028	4,398
Contributions from Members	4	25,247	23,760	55,754	54,914	26,940	23,978	2,883	3,252	1,643	1,551	37,875	34,923
Withdrawals by Members	4	(13,929)	(12,268)	(34,736)	(29,386)	(16,270)	(16,128)	(2,974)	(3,296)	(797)	(777)	(15,540)	(12,897)
Members net PIE tax withdrawals		(176)	(544)	(431)	(1,636)	(185)	(712)	(60)	(102)	-	(9)	(167)	(730)
Net assets available for benefits at the end of the year		167,618	140,208	358,745	313,564	128,674	112,754	18,674	18,461	7,500	5,737	198,459	160,263

These financial statements should be read in conjunction with the accompanying notes.



Statement of changes in net assets
For the year ended 31 March 2017

(continued)

	Notes	SRI Growth		Trans-Tasman		International Share		Default Saver		Asset Class Growth		Asset Class Conservative	
		2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000
Income													
Interest income		6	7	3	3	4	4	13	8	9	9	5	6
Dividend and distribution income		48	96	-	63	-	16	252	184	1,355	696	1,147	285
Other income		12	7	3	9	4	6	32	13	156	110	43	33
Net gains (losses) on financial instruments at fair value through profit or loss		2,350	883	809	253	1,195	82	781	415	3,351	2	(371)	153
Total income		2,415	993	815	328	1,203	108	1,078	620	4,871	817	824	477
Expenses													
Management fees	6	252	184	63	55	105	93	98	47	461	337	145	108
Other expenses		-	-	-	-	-	-	-	-	-	-	-	-
Total expenses		252	184	63	55	105	93	98	47	461	337	145	108
Total comprehensive income for the year		2,164	809	752	273	1,098	15	980	574	4,410	480	679	369
Net assets available for benefits at the beginning of the year		18,014	13,219	4,969	4,545	7,268	6,457	17,827	7,117	29,954	21,354	10,745	6,668
Changes in net assets:													
Total comprehensive income for the year		2,164	809	752	273	1,098	15	980	574	4,410	480	679	369
Contributions from Members	4	7,187	4,943	885	774	1,181	1,214	21,655	15,975	9,456	9,852	3,873	4,804
Withdrawals by Members	4	(989)	(811)	(648)	(602)	(540)	(379)	(5,613)	(5,688)	(1,675)	(1,528)	(1,607)	(1,009)
Members net PIE tax withdrawals		(121)	(146)	(6)	(21)	(11)	(39)	(96)	(151)	(210)	(204)	(54)	(87)
Net assets available for benefits at the end of the year		26,255	18,014	5,952	4,969	8,996	7,268	34,753	17,827	41,935	29,954	13,636	10,745

These financial statements should be read in conjunction with the accompanying notes.



Statement of changes in net assets
For the year ended 31 March 2017

(continued)

	Notes	Options		SRI Balanced		Capital Guaranteed		Scheme/ Application		TOTAL SCHEME	
		2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000
Income											
Interest income		26	27	6	6	10	14	-	-	315	482
Dividend and distribution income		-	-	64	99	1,076	1,491	-	-	6,694	7,738
Other income		-	-	18	9	22	28	-	-	681	751
Net gains (losses) on financial instruments at fair value through profit or loss		1,331	13,636	1,714	1,074	396	(106)	-	-	81,455	40,229
Total income		1,357	13,663	1,802	1,188	1,504	1,427	-	-	89,145	49,200
Expenses											
Management fees	6	1,040	990	268	197	401	375	-	-	12,428	10,726
Other expenses		-	-	-	-	-	-	-	-	75	79
Total expenses		1,040	990	268	197	401	375	-	-	12,503	10,805
Total comprehensive income for the year		315	12,673	1,534	991	1,103	1,052	-	-	76,642	38,395
Net assets available for benefits at the beginning of the year											
		87,177	74,697	19,305	14,840	43,363	40,155	-	-	989,607	854,985
Changes in net assets:											
Total comprehensive income for the year		315	12,673	1,534	991	1,103	1,052	-	-	76,642	38,395
Contributions from Members	4	12,511	12,020	7,767	4,870	7,557	8,064	(18,799)	(18,452)	203,613	186,441
Withdrawals by Members	4	(10,139)	(9,740)	(1,905)	(1,267)	(6,932)	(5,699)	18,799	18,452	(95,491)	(83,023)
Members net PIE tax withdrawals		(36)	(2,473)	(86)	(129)	(112)	(209)	-	-	(1,752)	(7,191)
Net assets available for benefits at the end of the year		89,828	87,177	26,615	19,305	44,979	43,363	-	-	1,172,620	989,607


These financial statements should be read in conjunction with the accompanying notes.

Statement of net assets
As at 31 March 2017


	Notes	High Growth		Balanced		Moderate		Enhanced Income		Geared Growth		Balanced Growth	
		2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000
Assets													
Cash and cash equivalents	3	14,991	10,459	54,304	28,748	28,609	20,274	17,704	12,514	156	164	18,629	12,769
Receivables		33	28	116	84	61	57	35	34	-	-	42	35
Financial assets at fair value through profit or loss	5	153,047	130,415	305,442	286,696	100,426	93,463	1,008	6,028	9,043	7,086	180,251	148,354
Total assets		168,071	140,902	359,862	315,528	129,096	113,794	18,747	18,576	9,199	7,250	198,922	161,158
Liabilities													
Loan	6			-	-	-	-	-	-	1,690	1,490	-	-
Payables		277	150	686	329	237	328	13	13	9	13	296	165
Member attributed tax payable		176	544	431	1,636	185	712	60	102	-	9	167	730
Financial liabilities at fair value through profit or loss	5	-	-	-	-	-	-	-	-	-	-	-	-
Total liabilities (excluding net assets attributable to Members)		453	694	1,117	1,964	422	1,040	73	115	1,699	1,513	463	895
Net assets attributable to Members		167,618	140,208	358,745	313,564	128,674	112,754	18,674	18,461	7,500	5,737	198,459	160,263

These financial statements should be read in conjunction with the accompanying notes.

For and on behalf of Booster Investment Management Limited who authorised the issue of these financial statements as at the date below:



John Selby
Chairman of the Board
28 June 2017



Bruce Edgar
Chairman of the Audit, Risk and Compliance Committee
28 June 2017

Statement of net assets
As at 31 March 2017

(continued)

	Notes	SRI Growth		Trans-Tasman		International Share		Default Saver		Asset Class Growth		Asset Class Conservative	
		2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000
Assets													
Cash and cash equivalents	3	2,378	1,464	167	158	258	231	12,093	5,905	478	383	271	241
Receivables		5	3	-	-	-	-	26	15	102	97	14	14
Financial assets at fair value through profit or loss	5	24,047	16,711	5,797	4,837	8,759	7,084	23,023	12,064	41,612	29,710	13,419	10,588
Total assets		26,430	18,178	5,964	4,995	9,017	7,315	35,142	17,984	42,192	30,190	13,704	10,843
Liabilities													
Loan	6	-	-	-	-	-	-	-	-	-	-	-	-
Payables		26	18	6	5	10	8	112	6	47	32	14	11
Member attributed tax payable		121	146	6	21	11	39	96	151	210	204	54	87
Financial liabilities at fair value through profit or loss	5	28	-	-	-	-	-	181	-	-	-	-	-
Total liabilities (excluding net assets attributable to Members)		175	164	12	26	21	47	389	157	257	236	68	98
Net assets attributable to Members		26,255	18,014	5,952	4,969	8,996	7,268	34,753	17,827	41,935	29,954	13,636	10,745

These financial statements should be read in conjunction with the accompanying notes.

Statement of net assets
As at 31 March 2017

(continued)

	Notes	Options		SRI Balanced		Capital Guaranteed		Scheme/ Application		TOTAL SCHEME	
		2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000
Assets											
Cash and cash equivalents	3	1,083	1,026	4,086	1,859	41,430	39,491	615	816	197,254	136,503
Receivables		-	-	9	5	86	103	-	-	529	474
Financial assets at fair value through profit or loss	5	88,929	88,728	22,749	17,589	3,626	4,011	-	-	981,177	863,363
Total assets		90,012	89,754	26,844	19,453	45,142	43,605	615	816	1,178,960	1,000,340
Liabilities											
Loan	6	-	-	-	-	-	-	-	-	1,690	1,490
Payables		148	104	27	19	51	33	615	816	2,573	2,052
Member attributed tax payable		36	2,473	86	129	112	209	-	-	1,752	7,191
Financial liabilities at fair value through profit or loss	5	-	-	116	-	-	-	-	-	325	-
Total liabilities (excluding net assets attributable to Members)		184	2,577	229	148	163	242	615	816	6,340	10,733
Net assets attributable to Members		89,828	87,177	26,615	19,305	44,979	43,363	-	-	1,172,620	989,607

These financial statements should be read in conjunction with the accompanying notes.

Statement of cash flows
For the year ended 31 March 2017

	Notes	High Growth		Balanced		Moderate		Enhanced Income		Geared Growth		Balanced Growth	
		2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000
Cash flows from operating activities													
Interest received		11	280	2	1,039	9	687	137	686	4	4	14	338
Dividends and distributions received		355	652	984	1,033	613	200	388	-	-	39	411	613
Other Income received		73	98	164	232	61	84	7	6	4	5	88	112
Sale of financial instruments at fair value through profit or loss		15,133	102,785	35,846	212,749	11,195	54,140	5,003	4,549	572	5,635	20,704	117,880
Purchase of financial instruments at fair value through profit or loss		(19,998)	(111,572)	(27,261)	(237,478)	(12,107)	(59,155)	-	(3,385)	(1,454)	(6,667)	(34,909)	(134,329)
Management, administration and other expenses paid		(1,914)	(1,676)	(3,875)	(3,424)	(1,290)	(910)	(152)	(148)	(170)	(162)	(2,146)	(1,773)
Net cash (outflow)/inflow from operating activities	8	(6,340)	(9,433)	5,860	(25,849)	(1,519)	(4,954)	5,383	1,708	(1,045)	(1,146)	(15,838)	(17,159)
Cash flows from financing activities													
Proceeds from contributions		25,247	23,760	55,754	54,914	26,940	23,978	2,883	3,252	1,643	1,551	37,875	34,923
Payments for withdrawals		(13,831)	(12,268)	(34,422)	(29,386)	(16,374)	(16,128)	(2,974)	(3,296)	(797)	(776)	(15,447)	(12,897)
Proceeds under loan arrangements	6	-	-	-	-	-	-	-	-	200	450	-	-
Net (decrease)/increase in pending contributions		-	-	-	-	-	-	-	-	-	-	-	-
PIE tax received/(paid) on behalf of members		(544)	(419)	(1,636)	(1,539)	(712)	(711)	(102)	(123)	(9)	(4)	(730)	(539)
Net cash inflow/(outflow) from financing activities		10,872	11,073	19,696	23,989	9,854	7,139	(193)	(167)	1,037	1,221	21,698	21,487
Net increase/(decrease) in cash and cash equivalents		4,532	1,640	25,556	(1,860)	8,335	2,185	5,190	1,541	(8)	75	5,860	4,328
Cash and cash equivalents at the beginning of the year		10,459	8,819	28,748	30,608	20,274	18,089	12,514	10,973	164	89	12,769	8,441
Cash and cash equivalents at the end of the year	3	14,991	10,459	54,304	28,748	28,609	20,274	17,704	12,514	156	164	18,629	12,769

These financial statements should be read in conjunction with the accompanying notes.



Statement of cash flows
For the year ended 31 March 2017

(continued)

Notes	SRI Growth		Trans-Tasman		International Share		Default Saver		Asset Class Growth		Asset Class Conservative		
	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	
Cash flows from operating activities													
Interest received	5	33	3	3	4	5	5	136	9	181	6	26	
Dividends and distributions received	48	119	-	79	-	19	252	42	1,354	498	1,147	259	
Other Income received	11	7	3	9	4	6	30	13	151	110	42	33	
Sale of financial instruments at fair value through profit or loss	2,861	19,894	141	5,212	497	7,337	18,556	6,721	29,591	8,646	13,019	4,466	
Purchase of financial instruments at fair value through profit or loss	(7,818)	(23,469)	(291)	(5,308)	(977)	(7,978)	(28,554)	(13,373)	(38,141)	(17,312)	(16,220)	(8,331)	
Management, administration and other expenses paid	(244)	(179)	(63)	(55)	(103)	(92)	(93)	(42)	(448)	(327)	(142)	(104)	
Net cash (outflow)/inflow from operating activities	8	(5,138)	(3,595)	(207)	(60)	(575)	(703)	(9,803)	(6,503)	(7,484)	(8,204)	(2,149)	(3,651)
Cash flows from financing activities													
Proceeds from contributions	7,187	4,943	885	773	1,180	1,215	21,655	15,976	9,456	9,852	3,873	4,805	
Payments for withdrawals	(989)	(810)	(647)	(602)	(539)	(380)	(5,513)	(5,688)	(1,673)	(1,529)	(1,607)	(1,009)	
Proceeds under loan arrangements	6	-	-	-	-	-	-	-	-	-	-	-	
Net (decrease)/increase in pending contributions	-	-	-	-	-	-	-	-	-	-	-	-	
PIE tax received/(paid) on behalf of members	(146)	(38)	(21)	(19)	(39)	(11)	(151)	(32)	(204)	(60)	(87)	(33)	
Net cash inflow/(outflow) from financing activities	6,052	4,095	216	152	602	824	15,991	10,256	7,579	8,263	2,179	3,763	
Net increase/(decrease) in cash and cash equivalents	914	500	9	92	26	121	6,188	3,753	95	59	30	112	
Cash and cash equivalents at the beginning of the year	1,464	964	158	66	231	110	5,905	2,152	383	324	241	129	
Cash and cash equivalents at the end of the year	3	2,378	1,464	167	158	258	231	12,093	5,905	478	383	271	241

These financial statements should be read in conjunction with the accompanying notes.



Statement of cash flows
For the year ended 31 March 2017

(continued)

	Notes	Options		SRI Balanced		Capital Guaranteed		Scheme/ Application		TOTAL SCHEME	
		2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000
Cash flows from operating activities											
Interest received		26	29	3	55	27	1,389	-	-	265	4,890
Dividends and distributions received		-	-	64	70	1,076	15	-	-	6,693	3,637
Other Income received		-	-	16	9	22	27	-	-	675	750
Sale of financial instruments at fair value through profit or loss		2,778	1,780	9,246	15,353	1,254	7,179	-	-	166,396	574,326
Purchase of financial instruments at fair value through profit or loss		(1,650)	(2,172)	(12,576)	(18,384)	(473)	(11,219)	-	-	(202,430)	(660,131)
Management, administration and other expenses paid		(1,039)	(959)	(261)	(192)	(400)	(372)	-	-	(12,339)	(10,413)
Net cash (outflow)/inflow from operating activities	8	115	(1,322)	(3,508)	(3,089)	1,507	(2,981)	-	-	(40,740)	(86,941)
Cash flows from financing activities											
Proceeds from contributions		12,511	12,019	7,767	4,869	7,556	8,066	(18,799)	(18,452)	203,613	186,442
Payments for withdrawals		(10,097)	(9,740)	(1,903)	(1,266)	(6,915)	(5,699)	18,799	18,452	(94,930)	(83,023)
Proceeds under loan arrangements	6	-	-	-	-	-	-	-	-	200	450
Net (decrease)/increase in pending contributions		-	-	-	-	-	-	(201)	118	(201)	118
PIE tax received/(paid) on behalf of members		(2,473)	(799)	(129)	(46)	(209)	(78)	-	-	(7,191)	(4,449)
Net cash inflow/(outflow) from financing activities		(58)	1,480	5,735	3,557	432	2,289	(201)	118	101,491	99,538
Net increase/(decrease) in cash and cash equivalents		57	158	2,227	468	1,939	(692)	(201)	118	60,751	12,597
Cash and cash equivalents at the beginning of the year		1,026	868	1,859	1,391	39,491	40,183	816	698	136,503	123,906
Cash and cash equivalents at the end of the year	3	1,083	1,026	4,086	1,859	41,430	39,491	615	816	197,254	136,503

These financial statements should be read in conjunction with the accompanying notes.



Notes to the financial statements
For the year ended 31 March 2017

1 General information

These financial statements are for the Booster KiwiSaver Scheme (previously Grosvenor KiwiSaver Scheme) (the "Scheme") for the year ended 31 March 2017 (the "reporting date").

The Scheme is established and domiciled in New Zealand and is an FMC Reporting Entity under the Financial Markets Conduct Act 2013. The main purpose of the Scheme is to provide retirement benefits to members. The Scheme was established under a Trust Deed dated 31 October 2006 as a registered superannuation scheme and subsequently converted to a KiwiSaver Scheme on 21 June 2007. The Scheme is currently governed by an amended and consolidated Trust Deed dated 19 September 2016 (as amended and restated).

The Manager of the Scheme is Booster Investment Management Limited (the "Manager") and the Supervisor is Public Trust (the "Supervisor").

These financial statements were adopted by the Directors of the Manager, Booster Investment Management Limited on 28 June 2017.

The Scheme is comprised of various Investment Funds (the "Funds"). Notwithstanding the division of the Scheme into Funds, the Scheme comprises a single trust fund with the value of the Members' interests in the Scheme determined by reference to the value of the units they hold in the Funds.

The Funds as at 31 March 2017 and 31 March 2016 were as follows:

High Growth Fund	Balanced Growth Fund	Asset Class Growth Fund
Balanced Fund	Socially Responsible Investment Growth Fund	Asset Class Conservative Fund
Moderate Fund*	Trans-Tasman Share Fund	Options Fund
Enhanced Income Fund	International Share Fund	Socially Responsible Investment Balanced Fund
Geared Growth Fund	Default Saver Fund	Capital Guaranteed Fund

* *The Conservative Fund was renamed Moderate Fund on 19 September 2016.*

Included as part of the Scheme is the Scheme or Application account. This is a clearing account for all Scheme application and withdrawal monies. Monies held in this account are either waiting unitisation and transfer into a Fund (once all necessary contribution and member information has been received by the Scheme), or have been de-unitised and are waiting transfer to a Member or to a Member's nominated KiwiSaver scheme.

The Manager was appointed as a KiwiSaver Default Provider for a seven year term from 1 July 2014. From that date the Scheme is one of nine default KiwiSaver schemes that accepts persons allocated by Inland Revenue as default members. Default members are invested in the Scheme's default investment Fund, the Default Saver Fund, a Fund that was established and available to all Scheme Members from 1 July 2014.

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

2 Summary of significant accounting policies

(a) Basis of preparation

The financial statements of the Scheme have been prepared in accordance with the Trust Deed governing the Scheme, the KiwiSaver Act 2006, the Financial Markets Conduct Act 2013, the Financial Reporting Act 2013, and Generally Accepted Accounting Practice ("GAAP"). They comply with New Zealand equivalents to International Financial Reporting Standards ("NZ IFRS") issued by the New Zealand Accounting Standards Board and International Financial Reporting Standards ("IFRS") issued by the International Accounting Standards Board, and other applicable financial reporting standards as appropriate for profit oriented entities. The financial statements of the scheme have been prepared in accordance with Tier 1 for profit reporting requirements outlined in the External Reporting Board's "Accounting Standards Framework" (XRB-A1).

The statement of net assets is presented on a liquidity basis. Assets and liabilities are presented in decreasing order of liquidity and are not distinguished between current and non-current.



Notes to the financial statements
For the year ended 31 March 2017

2 Summary of significant accounting policies (continued)

(b) Basis of measurement

The financial statements have been prepared on a historical cost basis, except for investments in financial assets or financial liabilities at fair value through profit or loss, which have been measured at fair value.

All values are rounded to the nearest thousand dollars (\$'000), except where otherwise indicated.

(c) Income

Income is recognised to the extent that it is probable that economic benefits will flow to the Scheme and the income can be readily measured.

Interest income is recognised using the effective interest rate method.

Dividend and distribution income is recognised when the right to receive the payment is established.

Net realised and unrealised gains or losses on financial instruments at fair value through profit or loss are calculated as the difference between the fair value at sale or redemption, or at reporting date, and the fair value recorded at the date of the last valuation. This difference includes both realised and unrealised gains and losses, but does not include interest or dividend revenue.

(d) Financial instruments at fair value through profit or loss

Financial assets and financial liabilities at fair value through profit or loss are measured initially at fair value including transaction costs that are directly attributable to the acquisition or issue of the financial asset or financial liability. Subsequent to initial recognition, all financial instruments at fair value through profit or loss are measured at fair value with changes in their fair value recognised in profit or loss within the statement of changes in net assets, resulting in transaction costs being reflected in the movement in fair value for the period. For financial assets and financial liabilities that are actively traded in organised financial markets, fair value is determined by reference to exchange quoted market bid prices at the close of business on the reporting date. Financial assets and financial liabilities in unlisted managed investment funds are recorded at the redemption value per unit as reported by the Managers of such funds.

(e) Forward foreign exchange contracts

The Scheme may utilise forward foreign exchange contracts (either directly or indirectly) as part of its foreign currency hedging strategy. See Note 7(b(i)) for more details on the hedging strategy and the direct residual foreign currency exposure of the Funds. Subsequent to initial recognition, all forward foreign exchange contracts are revalued to market value on a daily basis. Changes to the market value are recognised through profit or loss in the statement of changes in net assets.

(f) Cash and cash equivalents

Cash and cash equivalents includes cash on hand, deposits held on call with financial institutions, other short term, highly liquid investments with maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts. Bank overdrafts are shown within borrowings in the statement of net assets. Payments and receipts relating to the purchase and sale of financial instruments are classified as cash flows from operating activities, as movements in the fair value of these securities represent the Scheme's main income generating activity.

(g) Receivables

Receivables may include amounts for unsettled dividends, interest and distributions. Dividend and distributions are accrued on ex date. Interest is accrued at each reporting date from the time of last payment or from purchase date. Receivables are recognised initially at fair value and subsequently at amortised cost using the effective interest rate method.

An allowance for doubtful debts is made when collection of an amount is no longer probable. Amounts are generally received within 90 days of being recorded as receivable.

(h) Payables

Payables includes liabilities and accrued expenses owing by the Scheme which are unpaid at the reporting date. Purchases of financial assets are recorded on trade date, and normally settled within three business days. Purchases of financial assets that are unsettled at reporting date are included in payables. Payables are initially recognised at fair value and subsequently measured at amortised cost.

Notes to the financial statements
For the year ended 31 March 2017

2 Summary of significant accounting policies (continued)

(i) Taxation

Portfolio Investment Entity ("PIE") Tax

The Scheme qualifies as, and has elected to be a PIE under the Income Tax Act 2007. Under the PIE regime income is effectively taxed in the hands of the Members and therefore the Scheme has no tax expense or deferred tax assets or deferred tax liabilities. The Scheme, as a PIE, pays no income tax on the taxable income of the Scheme and all taxable income and tax credits are attributed to Members in proportion to the units they hold on the days when taxable income and credits arise. The Scheme deducts tax from each Member's allocation using each Members' Notified Prescribed Investor Rate, or if a rate has not been notified, at the default Prescribed Investor Rate ("PIR") of 28% (2016: 28%).

Goods and Services Tax ("GST")

The Scheme is not registered for GST. The financial statements are stated as inclusive of GST if applicable.

(j) Member funds

Units issued by the Funds provide the members with the right to require redemption for cash at the value proportionate to the member's share in each Fund's net asset value (provided they meet the eligibility requirements under the KiwiSaver Act 2006 or any other enactment). The units are classified as puttable instruments and are classified as equity.

(k) Currency

Functional and presentation currency

The Scheme's Members are primarily located within New Zealand, with all transactions with Members and the Scheme denominated in New Zealand Dollars ("NZD"). The financial statements of the Scheme are measured and reported to Members in NZD. The NZD is considered as the currency that most faithfully represents the activities of the Scheme. The financial statements are presented in NZD which is the Scheme's functional and presentation currency.

Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translations at reporting date exchange rates, of monetary assets and liabilities denominated in foreign currencies are recognised in the profit or loss within the statement of changes in net assets. Assets and liabilities denominated in foreign currency are translated to NZD at the exchange rate prevailing at reporting date.

The Scheme does not isolate that portion of gains or losses on securities and derivative financial instruments that are measured at fair value through profit or loss and which is due to changes in foreign exchange rates from that which is due to changes in the market price of securities. Such fluctuations are included with the net gains and losses on financial instruments at fair value through profit or loss.

(l) Member Activity

Subject to the terms of the Trust Deed and applicable legislation, units held in the Funds of the Scheme are redeemable at the Member's option, meet the definition of a puttable instrument, and are therefore classified as equity. The units are redeemable for cash based on their redemption price. The fair value of redeemable units is measured at the redemption amount that is payable (based on the redemption unit price) at the reporting date if Members exercised their right to redeem units in the Scheme.

(m) Vested benefits

Amounts available for benefits is the Scheme's present obligation to pay benefits to Members and has been calculated as the difference between the carrying value of the assets and the carrying value of the liabilities in the Scheme at year end. These benefits have been fully vested to members. Vested benefits are the rights to which, under conditions of the Scheme, are not conditional or continued membership. No guarantees have been made in respect to the liability of promised benefits.

Notes to the financial statements
For the year ended 31 March 2017

2 Summary of significant accounting policies (continued)

(n) Contributions and withdrawals

Subject to the terms of the Trust Deed and applicable legislation, contributions and withdrawals are recognised when the Manager has confirmed the validity of a Member's application or withdrawal request.

(o) Use of estimates and judgements

The preparation of financial statements necessarily requires estimation and judgements. The resulting accounting estimates will, by definition, seldom equal the related actual results. The most significant judgement made in the preparation of these financial statements relates to the valuation of financial assets and liabilities at fair value through profit or loss which is detailed in note 5.

(p) Standards, amendments and interpretations to existing standards

New and revised standards that are effective for these financial statements

There are no new and revised standards issued in the year ended 31 March 2017 that are effective for these financial statements.

New NZ IFRS standards and interpretations issued but not yet adopted

The following new standards are considered relevant to the financial statements, have been issued but are not yet effective, and which the Scheme has not early adopted.

NZ IFRS 9 Financial Instruments: Classification and Measurement

NZ IFRS 9 will change the classification of financial assets effective from 1 January 2018. The standard establishes two primary measurement categories for financial assets, amortised cost and fair value, with classification depending upon an entity's business. Management have begun assessment of the impact of this standard which will result in additional or amended disclosures but will not have a material effect on measurement since all of the Scheme's financial assets are measured at fair value through profit or loss.

NZ IFRS 15 Revenues from Contracts with Customers

NZ IFRS 15 will introduce a change in the recognition of income from contracts with customers effective from 1 January 2018. The standard is not expected to have any impact on the recognition of income of the Scheme as income is derived from investment in securities, not from contracts with customers.

Notes to the financial statements
For the year ended 31 March 2017

3 Cash and cash equivalents

	High Growth		Balanced		Moderate		Enhanced Income		Geared Growth		Balanced Growth	
	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000
Cash at Bank	1,301	567	3,791	1,272	1,163	513	331	327	156	164	1,366	668
Cash Equivalents	13,690	9,892	50,513	27,476	27,446	19,761	17,373	12,187	-	-	17,263	12,101
Total Cash and cash equivalents	14,991	10,459	54,304	28,748	28,609	20,274	17,704	12,514	156	164	18,629	12,769

	SRI Growth		Trans-Tasman		International Share		Default Saver		Asset Class Growth		Asset Class Conservative	
	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000
Cash at Bank	413	192	167	158	258	231	934	396	478	320	271	218
Cash Equivalents	1,965	1,272	-	-	-	-	11,159	5,509	-	63	-	23
Total Cash and cash equivalents	2,378	1,464	167	158	258	231	12,093	5,905	478	383	271	241

	Options		SRI Balanced		Capital Guaranteed		Scheme/ Application		TOTAL SCHEME	
	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000
Cash at Bank	1,083	1,026	445	306	450	558	615	816	13,222	7,734
Cash Equivalents	-	-	3,641	1,553	40,980	38,933	-	-	184,032	128,769
Total Cash and cash equivalents	1,083	1,026	4,086	1,859	41,430	39,491	615	816	197,254	136,503

The Funds invest their cash at bank in "on call" deposits at floating interest rates with New Zealand banks registered with the Reserve Bank of New Zealand.

Cash Equivalents represent units held in the Enhanced Cash Portfolio which is an investment option within the Booster Investment Scheme and invests in short term interest bearing securities which have a credit rating of AAA to A- or in the case of the Asset Class Funds, represents cash held at bank that is supervised by an independent custodian - Aegis.

Notes to the financial statements
For the year ended 31 March 2017

4 Membership activity

The Membership activity of the Scheme is presented on the face of the Financial Statements in regard to the activity in each Fund that comprises the Scheme. This by its nature will include activity between Funds. The Membership activity of the Scheme in regard to individual Member activity is presented below.

	TOTAL SCHEME	
	2017	2016
	\$'000	\$'000
Contributions		
Member contributions at section 64 contribution rate	80,712	72,237
Employer contributions	50,004	44,091
Crown contributions (section 226) and fee subsidies	20,602	22,719
Transfers of Members' accumulations into scheme from other KiwiSaver schemes	25,770	21,577
Transfers of Members' accumulations into scheme from registered superannuation schemes	2,276	2,655
Transfers of Members' accumulations into scheme from Australian superannuation schemes	4,741	4,047
Lump sum contributions	19,508	19,115
Other voluntary contributions over section 64 contribution rate	-	-
Total contributions	203,613	186,441
Withdrawals		
First home purchase withdrawals	10,766	10,541
Mortgage diversion withdrawals	10	11
KiwiSaver end payment date withdrawals	19,222	16,583
Withdrawals on death	1,445	1,254
Serious illness withdrawals	969	706
Withdrawals or transfers on permanent emigration	278	106
Significant financial hardship withdrawals	3,205	3,121
Transfers of Members' accumulations out of scheme into other KiwiSaver schemes	55,874	46,683
Transfers of Members' accumulations out of scheme into Australian superannuation schemes	113	72
Amounts required to be paid under other enactments	13	221
Invalid enrolment withdrawals	281	369
Administration fees	3,315	3,356
Total withdrawals	95,491	83,023

Notes to the financial statements
For the year ended 31 March 2017

5 Financial assets and liabilities at fair value through profit or loss

The non-derivative financial assets at fair value through profit or loss have been presented below based on their exposure to the underlying asset classes as opposed to the legal nature of the assets owned. For example, the international fixed interest holdings are held via unlisted managed investment funds rather than directly through international fixed interest bonds. The legal nature of the assets owned is reflected in Note 7 - Financial risk management.

	High Growth		Balanced		Moderate		Enhanced Income		Geared Growth		Balanced Growth	
	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000
<i>Non-Derivative financial assets:</i>												
Alternative (Options)	-	-	-	-	-	-	-	-	-	-	-	-
Australian Shares	16,755	13,860	25,080	24,506	6,076	5,101	-	-	994	898	16,471	16,965
International Fixed Interest	8,707	7,445	70,283	71,460	32,909	32,415	-	-	-	-	18,580	17,426
International Shares	92,744	72,455	117,446	107,199	20,705	14,810	-	-	5,990	4,517	88,143	69,771
NZ Fixed Interest	4,544	7,041	42,581	40,426	29,922	31,909	1,008	6,028	-	-	16,121	15,319
NZ Shares	20,423	16,737	33,477	26,677	7,314	5,604	-	-	1,408	902	25,384	17,279
Property Related Shares	9,874	12,877	16,575	16,428	3,500	3,624	-	-	651	769	15,552	11,594
Total financial assets held at fair value through profit or loss	153,047	130,415	305,442	286,696	100,426	93,463	1,008	6,028	9,043	7,086	180,251	148,354
<i>Derivative financial liabilities:</i>												
Foreign Exchange contracts	-	-	-	-	-	-	-	-	-	-	-	-
Total financial liabilities held at fair value through profit or loss	-	-	-	-	-	-	-	-	-	-	-	-

	SRI Growth		Trans-Tasman		International Share		Default Saver		Asset Class Growth		Asset Class Conservative	
	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000
<i>Non-Derivative financial assets:</i>												
Alternative (Options)	-	-	-	-	-	-	-	-	-	-	-	-
Australian Shares	2,402	1,841	3,026	2,347	-	-	789	564	1,725	6,692	204	821
International Fixed Interest	1,321	926	-	-	-	-	8,447	5,120	5,712	4,579	8,342	7,193
International Shares	14,617	9,336	-	-	8,759	7,084	4,734	2,243	27,086	13,169	3,497	1,587
NZ Fixed Interest	725	961	-	-	-	-	7,555	3,359	-	-	-	-
NZ Shares	3,389	1,994	2,771	2,490	-	-	1,146	597	4,872	3,931	542	476
Property Related Shares	1,593	1,653	-	-	-	-	352	181	2,217	1,339	834	511
Total financial assets held at fair value through profit or loss	24,047	16,711	5,797	4,837	8,759	7,084	23,023	12,064	41,612	29,710	13,419	10,588
<i>Derivative financial liabilities:</i>												
Foreign Exchange contracts	(28)	-	-	-	-	-	(181)	-	-	-	-	-
Total financial liabilities held at fair value through profit or loss	(28)	-	-	-	-	-	(181)	-	-	-	-	-



Notes to the financial statements
For the year ended 31 March 2017

5 Financial assets and liabilities at fair value through profit or loss (continued)

	Options		SRI Balanced		Capital Guaranteed		TOTAL SCHEME	
	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000
<i>Non-Derivative financial assets:</i>								
Alternative (Options)	88,929	88,728	-	-	-	-	88,929	88,728
Australian Shares	-	-	1,856	1,499	346	486	75,725	75,581
International Fixed Interest	-	-	5,243	4,538	444	439	159,988	151,542
International Shares	-	-	8,736	6,521	1,819	2,119	394,275	310,811
NZ Fixed Interest	-	-	3,206	2,452	437	430	106,100	107,925
NZ Shares	-	-	2,442	1,582	580	537	103,747	78,804
Property Related Shares	-	-	1,266	997	-	-	52,414	49,972
Total financial assets held at fair value through profit or loss	88,929	88,728	22,749	17,589	3,626	4,011	981,177	863,363
<i>Derivative financial liabilities:</i>								
Foreign Exchange contracts	-	-	(116)	-	-	-	(325)	-
Total financial liabilities held at fair value through profit or loss	-	-	(116)	-	-	-	(325)	-

Investments greater than 5% of net assets available for benefits

	High Growth		Balanced		Moderate		Enhanced Income		Geared Growth		Balanced Growth	
	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016
ANZ Floating Rate Note 18/11/2016	-	-	-	-	-	-	-	5.4%	-	-	-	-
ASB Floating Rate Note 05/12/2016	-	-	-	-	-	-	-	8.2%	-	-	-	-
Booster Investment Enhanced Cash Fund	8.2%	7.1%	14.1%	8.8%	21.3%	17.5%	93.0%	66.0%	-	-	8.7%	7.6%
Booster WS Australian Shares Fund	10.0%	9.9%	7.0%	7.8%	-	-	-	-	13.3%	15.7%	8.3%	10.6%
Booster WS Global Direct Shares Fund	5.1%	7.7%	-	-	-	-	-	-	7.9%	11.3%	-	6.3%
Booster WS Global Fixed Interest Fund	5.2%	5.3%	19.6%	22.8%	25.6%	28.7%	-	-	-	-	9.4%	10.9%
Booster WS Global Index Plus Shares Fund	46.8%	43.9%	27.7%	29.2%	13.7%	11.2%	-	-	67.1%	67.4%	37.7%	37.3%
Booster WS New Zealand Fixed Interest Fund	-	5.0%	11.9%	12.9%	23.3%	28.3%	-	-	-	-	8.1%	9.6%
Booster WS New Zealand Shares Fund	12.2%	11.9%	9.3%	8.5%	5.7%	-	-	-	18.8%	15.7%	12.8%	10.8%
Booster WS Property Fund	5.9%	9.2%	-	5.2%	-	-	-	-	8.7%	13.4%	7.8%	7.2%
HSBC Floating Rate Note 10/12/2018	-	-	-	-	-	-	5.4%	5.4%	-	-	-	-
Rabobank Nederland NZ FRN 02/05/2016	-	-	-	-	-	-	-	9.3%	-	-	-	-

Notes to the financial statements
For the year ended 31 March 2017

5 Financial assets and liabilities at fair value through profit or loss (continued)

Investments greater than 5% of net assets available for benefits

	SRI Growth		Trans-Tasman		International Share		Default Saver		Asset Class Growth		Asset Class Conservative	
	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016
Enhanced Cash Portfolio	7.5%	7.1%	-	-	-	-	32.1%	30.9%	-	-	-	-
Booster WS Australian Shares Fund	-	-	50.9%	47.2%	-	-	-	-	-	-	-	-
Booster WS Australian Socially Responsible Share Fund	9.2%	10.2%	-	-	-	-	-	-	-	-	-	-
Booster WS Global Direct Shares Fund	-	-	-	-	9.0%	14.2%	-	-	-	-	-	-
Booster WS Global Fixed Interest Fund	-	5.1%	-	-	-	-	-	28.7%	-	-	-	-
Booster WS Global Index Plus Shares Fund	-	-	-	-	82.4%	83.2%	-	-	-	-	-	-
Booster WS Global Socially Responsible Shares Fund	55.7%	51.8%	-	-	-	-	-	-	-	-	-	-
Booster WS Global Specialist Managers Fund	-	-	-	-	5.9%	-	-	-	-	-	-	-
Booster WS New Zealand Fixed Interest Fund	-	5.3%	-	-	-	-	21.7%	18.8%	-	-	-	-
Booster WS New Zealand Shares Fund	-	-	46.5%	50.1%	-	-	-	-	-	-	-	-
Booster WS New Zealand Socially Responsible Fund	12.9%	11.1%	-	-	-	-	-	-	-	-	-	-
Booster WS Property Fund	6.1%	9.2%	-	-	-	-	-	-	-	-	-	-
DFA Australian Core Equity Trust	-	-	-	-	-	-	-	-	-	22.3%	-	7.6%
DFA Emerging Markets Trust	-	-	-	-	-	-	-	-	13.5%	9.0%	-	-
DFA Five Year Diversified Fixed Interest Trust – NZD Hedged	-	-	-	-	-	-	-	-	-	9.5%	24.4%	41.7%
DFA Global Bond Trust – NZD Hedged	-	-	-	-	-	-	-	-	8.8%	5.8%	18.6%	25.2%
DFA Global Core Equity Trust – NZD Hedged	-	-	-	-	-	-	-	-	37.2%	22.1%	14.8%	7.4%
DFA Global Core Equity Trust – Unhedged	-	-	-	-	-	-	-	-	13.9%	12.9%	6.0%	-
DFA Global Bond Trust – NZD Hedged	-	-	-	-	-	-	-	-	8.8%	-	18.6%	-
NZ Core Equity Trust	-	-	-	-	-	-	-	-	11.6%	13.1%	-	-
Vanguard Int'l Fixed Interest Index Fund (AUD Hgd)	5.0%	-	-	-	-	-	24.3%	-	-	-	-	-
Vanguard Int'l Shares Index Fund (NZD Hgd)	-	-	-	-	-	-	-	7.6%	-	-	-	-
Vanguard Int'l Shares Select Exclusions Fund - NZD Hgd	-	-	-	-	-	-	8.1%	-	-	-	-	-
Vanguard Int'l Shares Select Exclusions Index Fund	-	-	-	-	-	-	5.5%	-	-	-	-	-

Notes to the financial statements
For the year ended 31 March 2017

5 Financial assets and liabilities at fair value through profit or loss (continued)

Investments greater than 5% of net assets available for benefits

	Options		SRI Balanced		Capital Guaranteed	
	2017	2016	2017	2016	2017	2016
Enhanced Cash Portfolio	-	-	13.7%	8.0%	91.1%	89.8%
Booster WS Australian Socially Responsible Share Fund	-	-	7.0%	7.8%	-	-
Booster WS Global Socially Responsible Shares Fund	-	-	32.8%	33.8%	-	-
Booster WS New Zealand Fixed Interest Fund	-	-	12.0%	12.7%	-	-
Booster WS New Zealand Socially Responsible Fund	-	-	9.2%	8.2%	-	-
Booster WS Property Fund	-	-	-	5.2%	-	-
Booster WS Global Fixed Interest Fund	-	-	-	23.5%	-	-
Nikko AM Wholesale Option Fund	99.0%	101.8%	-	-	-	-
Vanguard Int'l Fixed Interest Index Fund (AUD Hgd)	-	-	19.7%	-	-	-

Notes to the financial statements
For the year ended 31 March 2017

6 Related Parties

(a) Responsible Entities

Booster Investment Management Limited is the Manager of Booster KiwiSaver Scheme (previously Grosvenor KiwiSaver Scheme). The Manager is a wholly owned subsidiary of Booster Financial Services Limited. Supervisor services are provided by Public Trust. None of these related parties holds or held units in the Scheme. Under the terms of the Trust Deed the Manager is entitled to receive management fees and the Supervisor is entitled to receive a fee for its services. All fees are deducted from Members' accounts or from the assets of each of the Funds.

(b) Details of Key Management Personnel

Directors

The Directors of the Manager are considered to be Key Management Personnel.

The Directors of the Manager in office during the year or up to the date of signing of these financial statements were:

	<u>Appointed</u>	<u>Resigned</u>
Allan Seng Tong Yeo	29 April 1999	
Brendon Hugh Doyle	27 February 2017	
Bruce Adrian Edgar	3 October 2016	
Claire Francis McGowan	21 May 2014	16 May 2016
David Ian Beattie (alternate to Allan Yeo)	7 September 2009	30 June 2016
John Ross Selby	16 May 2016	
Milton John Jennings	7 November 2013	16 May 2016
Murray Alexander McCaw	30 April 2013	8 July 2016
Paul Gerard Foley	30 April 2013	

The total value of the Directors interests in the Scheme at the reporting date is \$87,430 (2016: \$1,032,831)

In addition to the Directors, the Manager is considered to be Key Management Personnel with the authority for the strategic direction and management of the Scheme.

Key management personnel transactions

No amounts have been paid by the Scheme to the Directors in their capacity as Directors of the Manager.

Directors of the Manager may hold units in the Scheme in their capacity as Members of the Scheme. All transactions between these parties are pursuant to, and governed by, the terms of the Trust Deed of the Scheme.

(c) Manager and Supervisor Fees and Other Transactions

Under the terms of the Trust Deed, the Manager is entitled to receive management fees which are expressed as a percentage of the net assets of each Fund.

The fees rates for the Funds are as follows:

	<u>2017</u>	<u>2016</u>		<u>2017</u>	<u>2016</u>
High Growth Fund	1.27%p.a.	1.27%p.a.	International Share Fund	1.32%p.a.	1.32%p.a.
Balanced Fund	1.17%p.a.	1.17%p.a.	Capital Guaranteed Fund	0.90%p.a.	0.90%p.a.
Moderate Fund	1.07%p.a.	1.07%p.a.	Default Saver Fund	0.38%p.a.	0.38%p.a.
Enhanced Income Fund	0.82%p.a.	0.82%p.a.	Asset Class Conservative Fund	1.16%p.a.	1.19%p.a.
Geared Growth Fund	1.27%p.a.	1.27%p.a.	Asset Class Growth Fund	1.30%p.a.	1.30%p.a.
Balanced Growth Fund	1.22%p.a.	1.22%p.a.	Socially Responsible Investment Balanced Fund	1.17%p.a.	1.17%p.a.
Socially Responsible Investment Growth Fund	1.17%p.a.	1.17%p.a.	Options Fund	1.15%p.a.	1.15%p.a.
Trans-Tasman Share Fund	1.17%p.a.	1.17%p.a.			



Notes to the financial statements
For the year ended 31 March 2017

6 Related Parties (continued)

The management fees paid to the Manager for each Fund is disclosed in the statement of changes in net assets. The amount of management fees payable by the Scheme at reporting date is \$1,136,651 (2016: \$967,559)

This fee comprises fees payable to us for providing investment management and administration services (including any fees payable to an underlying fund) and the fee payable to the Supervisor for providing supervisory services, and reimburses our and the Supervisor's regular costs, expenses and liabilities incurred in running the Scheme.

The Manager paid the Supervisor \$315,290 (2016: \$278,815) in Supervisor fees.

The Manager paid Grant Thornton \$31,625 (2016: \$31,625) in audit fees and \$2,961 in 2016 for the review of the prospectus from its annual management fee.

Except for the Default Saver Fund, the Manager and/or the Supervisor are entitled to be reimbursed out of the Scheme for all non-regular and extraordinary costs, expenses and liabilities incurred by them in acting as the Manager or Supervisor of the Scheme not otherwise met out of the annual management fee. The Scheme did not reimburse the Manager or the Supervisor for such costs in the current or prior year.

Default Saver Fund – Expenses:

The Manager and/or the Supervisor are not entitled to be reimbursed out of the Default Saver Fund for non-regular and extraordinary costs, expenses and liabilities incurred by them in acting as the Manager or Supervisor of the Scheme not otherwise met out of the annual management fee. The Supervisor is entitled to be reimbursed by the Manager for non-regular and extraordinary costs, expenses and liabilities relating to the Default Saver Fund incurred by it in acting as the Supervisor of the Scheme not otherwise met out of the annual management fee.

Gearing Fee:

1.1% p.a. of the geared component of the Geared Growth Fund ("GGF") is payable to the Manager (2016: 1.1% p.a.).

There is a Loan Facility agreement in place between the Supervisor of the GGF and the Supervisor of the Income Securities Portfolio of the Booster Investment Scheme ("ISP") to provide a facility of up to \$3.5m (2016: \$2m) to the GGF from the ISP upon the terms and subject to the conditions set out in the agreement. As at reporting date, \$1,690,000 was outstanding under this facility (2016: \$1,490,000). The interest paid for 2017 was \$68,625 (2016: \$79,039). Subsequent to year end an additional \$1,000,000 was paid to the GGF under the agreement.

Foreign Exchange Facilitation Fee:

Up to 0.50% p.a. (2016: 0.50% p.a.) of any net foreign exchange transactions undertaken by a Fund payable to the Manager. This fee does not apply to the Default Saver Fund.

Withdrawal / Account Closure Fee:

An account closure fee of \$30 (2016: \$30) is charged when a Member closes their Scheme account, and is deducted from the Members' accounts. This fee is not charged to members where all their money is fully invested in the Default Saver Fund since they joined the Scheme.

Member Fee:

The Standard Member Fee is \$36 per annum (\$3.00 per month) for members with an account greater than \$500. Members who have all their money fully invested in the Default Saver Fund since they joined the Scheme will pay no member fee unless the balance of their member account is greater than \$10,001, where a fee of \$2.50 per month will apply.

During the year, member and withdrawal/account closure fees of \$3,315,034 were deducted from member accounts and paid to the Manager by cancelling units in members' accounts (2016: \$3,355,859). At reporting date, member and withdrawal/account closure fees payable were \$267,291.52 (2016: \$277,784).



Notes to the financial statements
For the year ended 31 March 2017

6 Related Parties (continued)

(d) Investment in Funds Managed by Related Parties

The Scheme invested in the following funds in the Booster Investment Scheme which are also managed by Booster Investment Management Limited.

	High Growth		Balanced		Moderate		Enhanced Income		Geared Growth		Balanced Growth	
	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000
WS Australian Shares Fund	16,755	13,860	25,079	24,506	6,077	5,101	-	-	994	898	16,471	16,965
WS Global Direct Shares Fund	8,620	10,836	10,793	15,583	1,879	2,196	-	-	591	651	8,049	10,033
WS Global Fixed Interest Fund	8,707	7,445	70,283	71,461	32,908	32,415	-	-	-	-	18,580	17,426
WS Global Index Plus Shares Fund	78,379	61,619	99,455	91,616	17,624	12,614	-	-	5,033	3,866	74,723	59,738
WS New Zealand Fixed Interest Fund	4,544	7,041	42,581	40,426	29,922	31,909	-	-	-	-	16,121	15,319
WS New Zealand Shares Fund	20,423	16,737	33,477	26,677	7,314	5,604	-	-	1,408	902	25,384	17,279
WS Property Fund	9,874	12,877	16,576	16,427	3,500	3,624	-	-	651	768	15,552	11,594
Enhanced Cash Portfolio	13,717	9,892	50,616	27,476	27,502	19,762	17,408	12,187	-	-	17,299	12,101
WS New Zealand Socially Responsible Fund	-	-	-	-	-	-	-	-	-	-	-	-
WS Global Socially Responsible Shares Fund	-	-	-	-	-	-	-	-	-	-	-	-
WS Australian Socially Responsible Share Fund	-	-	-	-	-	-	-	-	-	-	-	-
WS Global Specialist Managers Fund	5,745	-	7,198	-	1,202	-	-	-	366	-	5,371	-
Total	166,764	140,307	356,058	314,172	127,928	113,225	17,408	12,187	9,043	7,085	197,549	160,455
	SRI Growth		Trans-Tasman		International Share		Default Saver		Asset Class Growth		Asset Class Conservative	
	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000
WS Australian Shares Fund	-	-	3,027	2,347	-	-	789	564	-	-	-	-
WS Global Direct Shares Fund	-	-	-	-	814	1,035	-	-	-	-	-	-
WS Global Fixed Interest Fund	-	926	-	-	-	-	-	5,120	-	-	-	-
WS Global Index Plus Shares Fund	-	-	-	-	7,411	6,049	-	-	-	-	-	-
WS New Zealand Fixed Interest Fund	725	961	-	-	-	-	7,555	3,359	-	-	-	-
WS New Zealand Shares Fund	-	-	2,771	2,490	-	-	1,146	597	-	-	-	-
WS Property Fund	1,592	1,653	-	-	-	-	352	181	-	-	-	-
Enhanced Cash Portfolio	1,969	1,272	-	-	-	-	11,182	5,509	-	-	-	-
WS New Zealand Socially Responsible Fund	3,389	1,994	-	-	-	-	-	-	-	-	-	-
WS Global Socially Responsible Shares Fund	14,617	9,336	-	-	-	-	-	-	-	-	-	-
WS Australian Socially Responsible Share Fund	2,403	1,841	-	-	-	-	-	-	-	-	-	-
WS Global Specialist Managers Fund	-	-	-	-	533	-	-	-	-	-	-	-
Total	24,695	17,983	5,798	4,837	8,758	7,084	21,024	15,330	-	-	-	-



Notes to the financial statements
For the year ended 31 March 2017

6 Related Parties (continued)

	Options		SRI Balanced		Capital Guaranteed		TOTAL SCHEME	
	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000
WS Australian Shares Fund	-	-	-	-	346	486	69,538	64,728
WS Global Direct Shares Fund	-	-	-	-	160	289	30,906	40,624
WS Global Fixed Interest Fund	-	-	-	4,538	444	439	130,923	139,770
WS Global Index Plus Shares Fund	-	-	-	-	1,545	1,831	284,169	237,331
WS New Zealand Fixed Interest Fund	-	-	3,206	2,452	437	430	105,091	101,896
WS New Zealand Shares Fund	-	-	-	-	580	537	92,502	70,822
WS Property Fund	-	-	1,266	997	-	-	49,364	48,122
Enhanced Cash Portfolio	-	-	3,649	1,553	41,064	38,932	184,405	128,684
WS New Zealand Socially Responsible Fund	-	-	2,442	1,582	-	-	5,831	3,576
WS Global Socially Responsible Shares Fund	-	-	8,736	6,521	-	-	23,353	15,857
WS Australian Socially Responsible Share Fund	-	-	1,856	1,499	-	-	4,259	3,340
WS Global Specialist Managers Fund	-	-	-	-	114	-	20,529	-
Total	-	-	21,154	19,142	44,690	42,944	1,000,870	854,750

All fees and expense reimbursements charged through the unit price of the Booster Investment Scheme are fully rebated to the Booster KiwiSaver Scheme (previously Grosvenor KiwiSaver Scheme). More information about the Booster Investment Scheme, including the financial statements and Product Disclosure Statements, are available on the scheme register and offer register at www.companiesoffice.govt.nz/disclose or by calling the Manager on 04 8944 300.

Notes to the financial statements
For the year ended 31 March 2017

7 Financial risk management

As at reporting date, the Funds primarily invested in unlisted managed investment schemes and cash and cash equivalents. Risks arising from holding financial instruments are managed through a process of on-going identification, measurement and monitoring. The Scheme may be exposed to credit risk, market price risk and liquidity and cash flow risk arising from the financial instruments it holds.

The risks are measured using a method that reflects the expected impact on the results and net assets attributable to Members of the Scheme from reasonably possible changes in the relevant risk variables. Information about these risk exposures at the reporting date, measured on this basis, is disclosed below. Information about the total fair value of financial instruments exposed to risk, as well as compliance with established investment mandate limits, is also monitored by the Manager. These mandate limits reflect the investment strategy and market environment of the Scheme, as well as the level of risk that the Scheme is willing to accept, with additional emphasis on selected industries. This information is prepared and reported to relevant parties within the Manager on a regular basis (ranging from daily to monthly depending on the nature of the information) as deemed appropriate.

In order to avoid excessive concentrations of risk, the Scheme monitors its exposure to ensure concentrations of risk remain within acceptable levels. The risk management policies employed by the Scheme to manage these risks are discussed below.

(a) Credit risk

Credit risk represents the risk that the counterparty will fail to discharge an obligation and cause the Scheme to incur a financial loss.

With respect to credit risk arising from the financial assets of the Scheme, the Scheme's exposure to credit risk arises from default of the counterparty, with the current exposure equal to the fair value of these instruments as disclosed in the statement of net assets. This does not represent the maximum risk exposure that could arise in the future as a result of changes in values, but best represents the current maximum exposure at the reporting date.

Concentrations of credit risk are minimised in the Funds primarily by:

- Ensuring counterparties, together with the respective credit limits, are approved and consistent with the investment objectives for each Fund;
- Ensuring that transactions are undertaken with a large number of counterparties; and
- Ensuring that the majority of transactions are undertaken on recognised exchanges.

The carrying amount of financial assets best represents the maximum credit risk exposure at each reporting date. This relates also to financial assets carried at amortised cost, as they have a short term to maturity.

The credit risk exposure has been prepared on the basis of the Fund's direct investments only and not on a look through basis for investments held indirectly through managed investment funds. Where the Funds invest into managed investment funds ("underlying funds") managed by the Manager, the investment strategies of these underlying funds aim to achieve an appropriate diversification of investments to manage their credit risk. As at reporting date, the Scheme held \$451,126,658 (2016: \$393,463,125) in managed investment funds that were indirectly exposed to credit risk.

The Manager does not consider there to be significant credit risk in relation to accounts receivable or cash equivalents. Accounts receivable are made up of unsettled sales of financial assets or income receivable, all of which have settled subsequent to the reporting date. Cash Equivalents represent units held in the Booster Investment Series Enhanced Cash Portfolio which invests in short term interest bearing securities which have a credit rating of AAA to A- or in the case of the Asset Class Funds it represents cash held at bank with this being supervised by an independent custodian - Aegis.

Notes to the financial statements
For the year ended 31 March 2017

7 Financial risk management (continued)

Maximum credit risk exposures are:

	High Growth		Balanced		Moderate		Enhanced Income		Geared Growth		Balanced Growth	
	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000
Cash at bank	1,301	567	3,791	1,272	1,163	513	331	327	156	164	1,366	668
Financial assets at fair value through profit or loss	-	-	-	-	-	-	1,008	5,227	-	-	-	-
Total credit risk exposures	1,301	567	3,791	1,272	1,163	513	1,339	5,554	156	164	1,366	668

	SRI Growth		Trans-Tasman		International Share		Default Saver		Asset Class Growth		Asset Class Conservative	
	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000
Cash at bank	413	192	167	158	258	231	934	396	478	320	271	218
Financial assets at fair value through profit or loss	-	-	-	-	-	-	-	-	-	-	-	-
Total credit risk exposures	413	192	167	158	258	231	934	396	478	320	271	218

	Options		SRI Balanced		Capital Guaranteed		Scheme/ Application		TOTAL SCHEME	
	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000
Cash at bank	1,083	1,026	445	306	450	558	615	816	13,222	7,734
Financial assets at fair value through profit or loss	-	-	-	-	-	-	-	-	1,008	5,227
Total credit risk exposures	1,083	1,026	445	306	450	558	615	816	14,230	12,961

Notes to the financial statements
For the year ended 31 March 2017

7 Financial risk management (continued)

The table below shows the credit quality by class of asset for debt instruments and cash at bank using Standard and Poor's rating categories.

	High Growth		Balanced		Moderate		Enhanced Income		Geared Growth		Balanced Growth	
	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000
AAA to A-	1,301	568	3,791	1,272	1,163	513	1,335	5,548	156	164	1,366	668
Not Rated	-	-	-	-	-	-	4	6	-	-	-	-
Total	1,301	568	3,791	1,272	1,163	513	1,339	5,554	156	164	1,366	668

	SRI Growth		Trans-Tasman		International Share		Default Saver		Asset Class Growth		Asset Class Conservative	
	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000
AAA to A-	413	192	167	158	258	231	934	396	478	320	271	218
Not Rated	-	-	-	-	-	-	-	-	-	-	-	-
Total	413	192	167	158	258	231	934	396	478	320	271	218

	Options		SRI Balanced		Capital Guaranteed		Scheme/ Application		TOTAL SCHEME	
	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000
AAA to A-	1,083	1,026	445	306	450	558	615	816	14,226	12,955
Not Rated	-	-	-	-	-	-	-	-	4	6
Total	1,083	1,026	445	306	450	558	615	816	14,230	12,961

(b) Market price risk

Market price risk is the risk that the value of the Scheme's Funds will fluctuate as a result of changes in market prices. This risk is managed by ensuring that all activities are transacted in accordance with mandates, overall investment strategy and within approved limits.

Market risk comprises three types of risk; foreign currency risk, interest rate risk and other market price risk.

Notes to the financial statements
For the year ended 31 March 2017

7 Financial risk management (continued)

(b(i)) Foreign currency risk

Foreign currency risk is the risk that the value of a financial instrument will fluctuate because of changes in foreign exchange rates.

The foreign currency risk disclosures have been prepared on the basis of the Fund's direct investments (including investments in non-New Zealand domiciled managed investment funds) and not on a look through basis for investments held indirectly through New Zealand domiciled managed investment funds.

To the extent that a Fund holds international investments, the level of currency hedging is set with regards to the investment objective within each investment sector. International property and fixed interest investments are fully hedged, while the level of hedging within international and Australian shares is actively managed by the Manager.

At the reporting date, the proportion of the currency exposure hedged in each of the investment sectors, where applicable, is as follows:

	Default Saver		Asset Class Growth		Asset Class Conservative	
	2017	2016	2017	2016	2017	2016
Hedging presented as percentage of fund:						
International Shares	60%	60%	60%	60%	60%	60%
Australian Shares	n/a	n/a	0%	0%	0%	0%

Foreign currency risk sensitivity analysis

	Default Saver		Asset Class Growth		Asset Class Conservative		TOTAL SCHEME	
	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000
<i>Financial assets at fair value through profit or loss</i>								
Carrying amount exposed to currency risk (net of hedges)	1,905	887	13,232	14,573	1,681	2,123	16,818	17,583
Foreign Currency Rate + 10%	(191)	(89)	(1,323)	(1,457)	(168)	(212)	(1,682)	(1,758)
Foreign Currency Rate - 10%	191	89	1,323	1,457	168	212	1,682	1,758

Notes to the financial statements
For the year ended 31 March 2017

7 Financial risk management (continued)

(b(ii)) Interest rate risk

Interest rate risk represents the risk that the value of a financial instrument will fluctuate because of changes in market interest rates. The Fund's exposure to market value risk for changes in interest rates relate primarily to investments in fixed interest bonds and debentures. The duration of the instrument (expressed at fund level) has a significant influence on the interest rate sensitivity.

The interest rate risk exposure has been prepared on the basis of the Fund's direct investments only and not on a look through basis for investments held indirectly through other managed investment funds.

The analysis below shows the effect of fair value changes on profit or loss and net assets that would result from reasonable changes in the interest rate.

	Enhanced Income		TOTAL SCHEME	
	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000
<i>Financial assets at fair value through profit or loss</i>				
Amount exposed to interest rate risk	1,008	5,221	1,008	5,221
Interest rate - 1.00%	1	4	1	4
Interest rate + 2.00%	(3)	(7)	(3)	(7)

Excluded funds do not have direct exposure to interest rate risk.

(b(iii)) Other market price risk

Other market price risk represents the risk that the value of a financial instrument will fluctuate because of changes in market prices other than interest rates and foreign currency rates.

Other market price risk sensitivity analysis

The analysis below shows the effect on profit or loss and net assets that would result in reasonable changes in market fluctuations where a Fund has invested in managed investment funds or directly in equity securities.

	High Growth		Balanced		Moderate		Enhanced Income		Geared Growth		Balanced Growth	
	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000
<i>Financial assets at fair value through profit or loss</i>												
Amount exposed to market risk	153,047	130,415	305,442	286,696	100,426	93,463	-	-	9,043	7,085	180,251	148,354
Market -10%	(15,305)	(13,042)	(30,544)	(28,670)	(10,043)	(9,346)	-	-	(904)	(709)	(18,025)	(14,835)
Market +10%	15,305	13,042	30,544	28,670	10,043	9,346	-	-	904	709	18,025	14,835

Notes to the financial statements
For the year ended 31 March 2017

7 Financial risk management (continued)

Other market price risk sensitivity analysis (continued)

	SRI Growth		Trans-Tasman		International Share		Default Saver		Asset Class Growth		Asset Class Conservative	
	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000
<i>Financial assets at fair value through profit or loss</i>												
Amount exposed to market risk	24,047	16,711	5,798	4,837	8,758	7,084	23,023	12,064	41,612	29,710	13,419	10,588
Market -10%	(2,405)	(1,671)	(580)	(484)	(876)	(708)	(2,302)	(1,206)	(4,161)	(2,971)	(1,342)	(1,059)
Market +10%	2,405	1,671	580	484	876	708	2,302	1,206	4,161	2,971	1,342	1,059

	Options		SRI Balanced		Capital Guaranteed		TOTAL SCHEME	
	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000	2017 \$'000	2016 \$'000
<i>Financial assets at fair value through profit or loss</i>								
Amount exposed to market risk	88,929	88,728	22,749	17,589	3,626	4,011	980,170	857,335
Market -10%	(8,893)	(8,873)	(2,275)	(1,759)	(363)	(401)	(98,017)	(85,733)
Market +10%	8,893	8,873	2,275	1,759	363	401	98,017	85,733

Some of the 2016 figures reflect immaterial reclassifications to ensure consistency with the 2017 financial year.

(c) Liquidity and cash flow risk

Liquidity risk is the risk that the Scheme will experience difficulty in either realising assets or raising sufficient funds to satisfy commitments associated with financial instruments. Cash flow risk is the risk that future cash flows derived from holding financial instruments will fluctuate. The risk management guidelines adopted by the Funds are designed to minimise liquidity and cash flow risk through ensuring that there is no significant exposure to illiquid or thinly traded financial instruments, applying limits to ensure there is no concentration of liquidity risk to a particular counterparty or market. Based on the maturity profiles and, where applicable, the existence of secondary markets, all financial assets are realisable within 6 months of balance date and all financial liabilities are payable within 6 months of reporting date.

(d) Estimation of fair values

NZ IFRS 13 *Fair Value Measurement* requires the Scheme to measure and disclose fair values using the following fair value hierarchy:

Level 1 - quoted prices (unadjusted) in active markets for identical assets and liabilities;

Level 2 - inputs other than quoted prices included in level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices); and

Level 3 - inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The fair value of the Scheme's financial assets and liabilities at fair value through profit or loss are classified as follows:



Notes to the financial statements
For the year ended 31 March 2017

7 Financial risk management (continued)

(d) Estimation of fair values (continued)

	High Growth		Balanced		Moderate		Enhanced Income		Geared Growth		Balanced Growth	
	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<i>Financial assets at fair value through profit or loss</i>												
Level 2	153,047	130,415	305,442	286,696	100,426	93,463	1,008	6,028	9,043	7,085	180,251	148,354
<i>Financial liabilities at fair value through profit or loss</i>												
Level 2	-	-	-	-	-	-	-	-	-	-	-	-
Total	153,047	130,415	305,442	286,696	100,426	93,463	1,008	6,028	9,043	7,085	180,251	148,354

	SRI Growth		Trans-Tasman		International Share		Default Saver		Asset Class Growth		Asset Class Conservative	
	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<i>Financial assets at fair value through profit or loss</i>												
Level 2	24,047	16,711	5,798	4,837	8,758	7,084	23,022	12,064	41,612	29,710	13,419	10,588
<i>Financial liabilities at fair value through profit or loss</i>												
Level 2	(28)	-	-	-	-	-	(181)	-	-	-	-	-
Total	24,019	16,711	5,798	4,837	8,758	7,084	22,841	12,064	41,612	29,710	13,419	10,588

	Options		SRI Balanced		Capital Guaranteed		TOTAL SCHEME	
	2017	2016	2017	2016	2017	2016	2017	2016
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<i>Financial assets at fair value through profit or loss</i>								
Level 2	88,929	88,728	22,749	17,589	3,626	4,011	981,178	863,363
<i>Financial liabilities at fair value through profit or loss</i>								
Level 2	-	-	(116)	-	-	-	(325)	-
Total	88,929	88,728	22,633	17,589	3,626	4,011	980,853	863,363

Some of the 2016 figures reflect immaterial reclassifications to ensure consistency with the 2017 financial year.

Measurement of fair value of financial instruments classified as Level 2

Financial instruments classified as being Level 2 include forward foreign currency contracts and holdings in managed investment funds.

Managed Investment Funds

The Scheme's holdings in managed investment funds are valued at the price independently quoted by the Manager of those funds.

There were no transfers between Level 1 and Level 2 in 2017 or 2016, and there were no financial instruments classified as Level 3.

Notes to the financial statements
For the year ended 31 March 2017

8 Reconciliation of net profit attributable to Members to net cash flows from operating activities

	High Growth		Balanced		Moderate		Enhanced Income		Geared Growth		Balanced Growth	
	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Net profit attributable to Members	16,268	3,144	24,594	8,916	5,435	4,152	364	499	917	51	16,028	4,398
<i>Movements in assets & liabilities</i>												
Change in financial assets and financial liabilities held at fair value through profit or loss	(22,632)	(12,675)	(18,746)	(34,914)	(6,963)	(9,328)	5,021	1,242	(1,958)	(1,204)	(31,897)	(21,651)
Change in income receivable	(5)	120	(32)	163	(5)	-	(2)	(33)	-	8	(8)	108
Change in expense payables	29	15	44	50	14	236	-	-	(4)	2	39	27
Change in investment payables	-	(37)	-	(64)	-	(14)	-	-	-	(3)	-	(41)
Net cash flows from operating activities	(6,340)	(9,433)	5,860	(25,849)	(1,519)	(4,954)	5,383	1,708	(1,045)	(1,146)	(15,838)	(17,159)
	SRI Growth		Trans-Tasman		International Share		Default Saver		Asset Class Growth		Asset Class Conservative	
	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Net profit attributable to Members	2,164	809	752	273	1,098	15	980	574	4,410	480	679	367
<i>Movements in assets & liabilities</i>												
Change in financial assets and financial liabilities held at fair value through profit or loss	(7,308)	(4,379)	(960)	(349)	(1,675)	(722)	(10,777)	(7,066)	(11,902)	(8,604)	(2,831)	(4,012)
Change in income receivable	(2)	50	-	15	-	3	(11)	(13)	(5)	(27)	-	(6)
Change in expense payables	8	5	1	1	2	1	5	4	13	10	3	6
Change in investment payables	-	(80)	-	-	-	-	-	(2)	-	(63)	-	(6)
Net cash flows from operating activities	(5,138)	(3,595)	(207)	(60)	(575)	(703)	(9,803)	(6,503)	(7,484)	(8,204)	(2,149)	(3,651)
	Options		SRI Balanced		Capital Guaranteed		TOTAL SCHEME					
	2017	2016	2017	2016	2017	2016	2017	2016				
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000				
Net profit attributable to Members	315	12,673	1,534	991	1,103	1,052	76,642	38,395				
<i>Movements in assets & liabilities</i>												
Change in financial assets and financial liabilities held at fair value through profit or loss	(201)	(14,027)	(5,044)	(4,097)	385	(3,934)	(117,490)	(125,719)				
Change in income receivable	-	-	(5)	20	18	(101)	(55)	308				
Change in expense payables	1	32	7	5	1	2	163	392				
Change in investment payables	-	-	-	(8)	-	-	-	(317)				
Net cash flows from operating activities	115	(1,322)	(3,508)	(3,089)	1,507	(2,981)	(40,740)	(86,941)				



Notes to the financial statements
For the year ended 31 March 2017

9 Contingent assets and liabilities and commitments

There are no outstanding contingent assets or liabilities or commitments at the reporting date (2016 : Nil).

10 Capital Management

The Scheme's capital is represented by redeemable units and is reflected in the statement of net assets as net assets attributable for benefits. In accordance with the risk management policies outlined in Note 7, the Scheme invests contributions received in appropriate investments whilst maintaining sufficient liquidity to meet any withdrawal requests. Compliance with investment management mandate limits is monitored by the Manager with oversight from the Supervisor. There are no externally imposed mandate limits (2016: None).

11 Events occurring after reporting date

No significant events have occurred since the reporting date which would impact on the financial position of the Scheme or on the financial performance and cash flows of the Scheme for the year ended on that date (2016: None).

Independent Auditor's Report

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To the Members of Booster KiwiSaver Scheme

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Booster KiwiSaver Scheme on pages 1 to 32 which comprise the statement of net assets as at 31 March 2017, and the statement of changes in net assets and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Booster KiwiSaver Scheme as at 31 March 2017 and its financial performance and cash flows for the year then ended in accordance with New Zealand Equivalents to International Financial Reporting Standards issued by the New Zealand Accounting Standards Board.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (New Zealand) (ISAs (NZ)) issued by the New Zealand Audit and Assurance Standards Board. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Booster KiwiSaver Scheme in accordance with Professional and Ethical Standard 1 (Revised) *Code of Ethics for Assurance Practitioners* issued by the New Zealand Auditing and Assurance Standards Board, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other than in our capacity as auditor we have no relationship with, or interests in, the Scheme.

Manager's responsibilities for the Financial Statements

The Manager is responsible on behalf of the Booster KiwiSaver Scheme for the preparation and fair presentation of the financial statements in accordance with New Zealand

equivalents to International Financial Reporting Standards issued by the New Zealand Accounting Standards Board, and for such internal control as the Manager determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Manager is responsible on behalf of the Booster KiwiSaver Scheme for assessing the Scheme's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Manager either intends to liquidate the Booster KiwiSaver Scheme or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the Audit of the Financial Statements

Our objectives are 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 auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but 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 and 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 these financial statements.

A further description of the auditor's responsibilities for the audit of the financial statements is located on the External Reporting Board's website at:

<https://www.xrb.govt.nz/standards-for-assurance-practitioners/auditors-responsibilities/audit-report-6/>

Restriction on use of our report

This report is made solely to the Members of the Booster KiwiSaver Scheme, as a collective body. Our audit work has been undertaken so that we might state to the Members, as a collective body those matters which we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Booster KiwiSaver Scheme and its Members, as a collective body, for our audit work, for this report or for the opinion we have formed.

Grant Thornton New Zealand Audit Partnership



K Price

Partner

Wellington

28 June 2017