

## Booster KiwiSaver Scheme

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# Financial Statements 2018



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Statement of changes in net assets  
For the year ended 31 March 2018

Notes	High Growth		Balanced Growth		Balanced		Moderate		Enhanced Income		Geared Growth	
	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000
<b>Income</b>												
Interest income	304	372	398	435	1,308	1,019	703	629	468	527	5	4
Dividend and distribution income	-	-	-	-	-	-	-	-	-	-	-	-
Other income	78	72	96	88	161	162	55	60	6	7	5	4
Net gains (losses) on financial instruments at fair value through profit or loss	16,488	17,767	17,862	17,690	24,916	27,330	6,256	6,050	-	(18)	1,196	1,075
<b>Total income</b>	<b>16,870</b>	<b>18,211</b>	<b>18,356</b>	<b>18,213</b>	<b>26,385</b>	<b>28,511</b>	<b>7,014</b>	<b>6,739</b>	<b>474</b>	<b>516</b>	<b>1,206</b>	<b>1,083</b>
<b>Expenses</b>												
Management fees	2,371	1,943	2,717	2,185	4,581	3,918	1,454	1,304	145	152	137	91
Other expenses	-	-	-	-	-	-	-	-	-	-	186	75
<b>Total expenses</b>	<b>2,371</b>	<b>1,943</b>	<b>2,717</b>	<b>2,185</b>	<b>4,581</b>	<b>3,918</b>	<b>1,454</b>	<b>1,304</b>	<b>145</b>	<b>152</b>	<b>323</b>	<b>166</b>
<b>Total comprehensive income / (loss) for the year</b>	<b>14,499</b>	<b>16,268</b>	<b>15,639</b>	<b>16,028</b>	<b>21,804</b>	<b>24,594</b>	<b>5,560</b>	<b>5,435</b>	<b>329</b>	<b>364</b>	<b>883</b>	<b>917</b>
<b>Net assets available for benefits at the beginning of the year</b>	<b>167,618</b>	<b>140,208</b>	<b>198,459</b>	<b>160,263</b>	<b>358,745</b>	<b>313,564</b>	<b>128,674</b>	<b>112,754</b>	<b>18,674</b>	<b>18,461</b>	<b>7,500</b>	<b>5,737</b>
<b>Changes in net assets:</b>												
Total comprehensive income / (loss) for the year	14,499	16,268	15,639	16,028	21,804	24,594	5,560	5,435	329	364	883	917
Contributions from Members	33,410	25,247	46,870	37,875	71,579	55,754	26,396	26,940	2,397	2,883	7,341	1,643
Withdrawals by Members	(16,497)	(13,929)	(20,914)	(15,540)	(38,019)	(34,736)	(19,676)	(16,270)	(5,908)	(2,974)	(951)	(797)
Members net PIE tax withdrawals	(819)	(176)	(719)	(167)	(930)	(431)	(246)	(185)	(65)	(60)	(45)	-
<b>Net assets available for benefits at the end of the year</b>	<b>198,211</b>	<b>167,618</b>	<b>239,335</b>	<b>198,459</b>	<b>413,179</b>	<b>358,745</b>	<b>140,708</b>	<b>128,674</b>	<b>15,427</b>	<b>18,674</b>	<b>14,728</b>	<b>7,500</b>

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



Statement of changes in net assets  
For the year ended 31 March 2018

(continued)

Notes	SRI Growth		SRI Balanced		Trans-Tasman		International Share		Default Saver		Capital Guaranteed	
	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000
<b>Income</b>												
Interest income	54	54	105	70	4	3	6	4	398	215	1,092	1,086
Dividend and distribution income	92	-	419	-	-	-	-	-	790	50	-	-
Other income	14	12	25	18	2	3	4	4	59	32	17	22
Net gains (losses) on financial instruments at fair value through profit or loss	2,698	2,350	1,509	1,714	502	809	1,060	1,195	716	781	356	396
<b>Total income</b>	<b>2,858</b>	<b>2,415</b>	<b>2,058</b>	<b>1,802</b>	<b>508</b>	<b>815</b>	<b>1,070</b>	<b>1,203</b>	<b>1,963</b>	<b>1,078</b>	<b>1,465</b>	<b>1,504</b>
<b>Expenses</b>												
Management fees	367	252	358	268	77	63	137	105	168	98	415	401
Other expenses	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total expenses</b>	<b>367</b>	<b>252</b>	<b>358</b>	<b>268</b>	<b>77</b>	<b>63</b>	<b>137</b>	<b>105</b>	<b>168</b>	<b>98</b>	<b>415</b>	<b>401</b>
<b>Total comprehensive income / (loss) for the year</b>	<b>2,491</b>	<b>2,164</b>	<b>1,700</b>	<b>1,534</b>	<b>431</b>	<b>752</b>	<b>933</b>	<b>1,098</b>	<b>1,795</b>	<b>980</b>	<b>1,050</b>	<b>1,103</b>
<b>Net assets available for benefits at the beginning of the year</b>	<b>26,255</b>	<b>18,014</b>	<b>26,615</b>	<b>19,305</b>	<b>5,952</b>	<b>4,969</b>	<b>8,996</b>	<b>7,268</b>	<b>34,753</b>	<b>17,827</b>	<b>44,979</b>	<b>43,363</b>
<b>Changes in net assets:</b>												
Total comprehensive income / (loss) for the year	2,491	2,164	1,700	1,534	431	752	933	1,098	1,795	980	1,050	1,103
Contributions from Members	9,104	7,187	7,882	7,767	1,198	885	1,954	1,181	28,327	21,655	9,062	7,557
Withdrawals by Members	(2,251)	(989)	(2,682)	(1,905)	(552)	(648)	(637)	(540)	(13,140)	(5,613)	(7,536)	(6,932)
Members net PIE tax withdrawals	(176)	(121)	(81)	(86)	(7)	(6)	(70)	(11)	(220)	(96)	(152)	(112)
<b>Net assets available for benefits at the end of the year</b>	<b>35,423</b>	<b>26,255</b>	<b>33,434</b>	<b>26,615</b>	<b>7,022</b>	<b>5,952</b>	<b>11,176</b>	<b>8,996</b>	<b>51,515</b>	<b>34,753</b>	<b>47,403</b>	<b>44,979</b>

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



Statement of changes in net assets  
For the year ended 31 March 2018

(continued)

Notes	Options		Asset Class Growth		Asset Class Balanced		Asset Class Conservative		Switches		TOTAL SCHEME	
	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000
<b>Income</b>												
Interest income	29	26	12	9	-	-	6	5	-	-	4,890	4,458
Dividend and distribution income	-	-	1,896	1,355	22	-	492	1,147	-	-	3,711	2,551
Other income	-	-	218	156	5	-	54	43	-	-	799	681
Net gains (losses) on financial instruments at fair value through profit or loss	7,284	1,331	2,446	3,351	(48)	-	162	(371)	-	-	83,403	81,455
<b>Total income</b>	<b>7,313</b>	<b>1,357</b>	<b>4,572</b>	<b>4,871</b>	<b>(21)</b>	<b>-</b>	<b>714</b>	<b>824</b>	<b>-</b>	<b>-</b>	<b>92,803</b>	<b>89,145</b>
<b>Expenses</b>												
Management fees	1,057	1,040	651	461	15	-	183	145	-	-	14,833	12,428
Other expenses	-	-	-	-	-	-	-	-	-	-	186	75
<b>Total expenses</b>	<b>1,057</b>	<b>1,040</b>	<b>651</b>	<b>461</b>	<b>15</b>	<b>-</b>	<b>183</b>	<b>145</b>	<b>-</b>	<b>-</b>	<b>15,019</b>	<b>12,503</b>
<b>Total comprehensive income / (loss) for the year</b>	<b>6,256</b>	<b>315</b>	<b>3,921</b>	<b>4,410</b>	<b>(36)</b>	<b>-</b>	<b>531</b>	<b>679</b>	<b>-</b>	<b>-</b>	<b>77,784</b>	<b>76,642</b>
<b>Net assets available for benefits at the beginning of the year</b>	<b>89,828</b>	<b>87,177</b>	<b>41,935</b>	<b>29,954</b>	<b>-</b>	<b>-</b>	<b>13,636</b>	<b>10,745</b>	<b>-</b>	<b>-</b>	<b>1,172,620</b>	<b>989,607</b>
<b>Changes in net assets:</b>												
Total comprehensive income / (loss) for the year	6,256	315	3,921	4,410	(36)	-	531	679	-	-	77,784	76,642
Contributions from Members	11,159	12,511	14,390	9,456	4,793	-	5,748	3,873	(31,102)	(18,799)	250,508	203,613
Withdrawals by Members	(15,226)	(10,139)	(4,185)	(1,675)	(115)	-	(2,889)	(1,607)	31,102	18,799	(120,076)	(95,491)
Members net PIE tax withdrawals	(1,194)	(36)	(347)	(210)	(5)	-	(85)	(54)	-	-	(5,161)	(1,752)
<b>Net assets available for benefits at the end of the year</b>	<b>90,823</b>	<b>89,828</b>	<b>55,714</b>	<b>41,935</b>	<b>4,637</b>	<b>-</b>	<b>16,941</b>	<b>13,636</b>	<b>-</b>	<b>-</b>	<b>1,375,675</b>	<b>1,172,620</b>

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



Statement of net assets  
As at 31 March 2018

Notes	High Growth		Balanced Growth		Balanced		Moderate		Enhanced Income		Geared Growth		
	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	
<b>Assets</b>													
Cash and cash equivalents	3	11,955	14,991	17,606	18,629	57,121	54,304	27,932	28,609	14,459	17,704	385	156
Receivables		35	33	52	42	157	116	75	61	36	35	1	-
Financial assets at fair value through profit or loss	5	187,276	153,047	222,739	180,251	357,445	305,442	113,136	100,426	1,004	1,008	19,540	9,043
<b>Total assets</b>		<b>199,266</b>	<b>168,071</b>	<b>240,397</b>	<b>198,922</b>	<b>414,723</b>	<b>359,862</b>	<b>141,143</b>	<b>129,096</b>	<b>15,499</b>	<b>18,747</b>	<b>19,926</b>	<b>9,199</b>
<b>Liabilities</b>													
Loan	6	-	-	-	-	-	-	-	-	-	-	5,100	1,690
Payables		249	277	354	296	629	686	197	237	10	13	53	9
Member attributed tax payable		806	176	708	167	915	431	238	185	62	60	45	-
Financial liabilities at fair value through profit or loss	5	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total liabilities (excluding net assets attributable to Members)</b>		<b>1,055</b>	<b>453</b>	<b>1,062</b>	<b>463</b>	<b>1,544</b>	<b>1,117</b>	<b>435</b>	<b>422</b>	<b>72</b>	<b>73</b>	<b>5,198</b>	<b>1,699</b>
<b>Net assets attributable to Members</b>		<b>198,211</b>	<b>167,618</b>	<b>239,335</b>	<b>198,459</b>	<b>413,179</b>	<b>358,745</b>	<b>140,708</b>	<b>128,674</b>	<b>15,427</b>	<b>18,674</b>	<b>14,728</b>	<b>7,500</b>

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



Statement of net assets  
As at 31 March 2018

(continued)

Notes	SRI Growth		SRI Balanced		Trans-Tasman		International Share		Default Saver		Capital Guaranteed		
	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	
<b>Assets</b>													
Cash and cash equivalents	3	2,386	2,378	4,763	4,086	234	167	334	258	19,918	12,093	42,435	41,430
Receivables		6	5	13	9	-	-	-	-	52	26	107	86
Financial assets at fair value through profit or loss	5	33,240	24,047	28,775	22,749	6,818	5,797	10,944	8,759	31,863	23,023	5,050	3,626
<b>Total assets</b>		<b>35,632</b>	<b>26,430</b>	<b>33,551</b>	<b>26,844</b>	<b>7,052</b>	<b>5,964</b>	<b>11,278</b>	<b>9,017</b>	<b>51,833</b>	<b>35,142</b>	<b>47,592</b>	<b>45,142</b>
<b>Liabilities</b>													
Loan	6	-	-	-	-	-	-	-	-	-	-	-	-
Payables		35	26	37	27	23	6	33	10	51	112	42	51
Member attributed tax payable		174	121	80	86	7	6	69	11	212	96	147	112
Financial liabilities at fair value through profit or loss	5	-	28	-	116	-	-	-	-	55	181	-	-
<b>Total liabilities (excluding net assets attributable to Members)</b>		<b>209</b>	<b>175</b>	<b>117</b>	<b>229</b>	<b>30</b>	<b>12</b>	<b>102</b>	<b>21</b>	<b>318</b>	<b>389</b>	<b>189</b>	<b>163</b>
<b>Net assets attributable to Members</b>		<b>35,423</b>	<b>26,255</b>	<b>33,434</b>	<b>26,615</b>	<b>7,022</b>	<b>5,952</b>	<b>11,176</b>	<b>8,996</b>	<b>51,515</b>	<b>34,753</b>	<b>47,403</b>	<b>44,979</b>

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





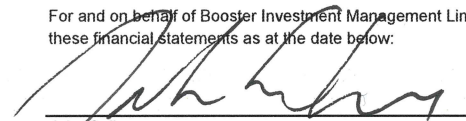
Statement of net assets  
As at 31 March 2018


(continued)

Notes	Options		Asset Class Growth		Asset Class Balanced		Asset Class Conservative		Scheme Application		TOTAL SCHEME		
	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	
<b>Assets</b>													
Cash and cash equivalents	3	29,157	1,083	697	478	124	-	353	271	1,706	615	231,564	197,254
Receivables		-	-	155	102	8	-	18	14	-	-	715	529
Financial assets at fair value through profit or loss	5	62,914	88,929	55,272	41,612	4,514	-	16,670	13,419	-	-	1,157,200	981,177
<b>Total assets</b>		<b>92,071</b>	<b>90,012</b>	<b>56,124</b>	<b>42,192</b>	<b>4,646</b>	<b>-</b>	<b>17,041</b>	<b>13,704</b>	<b>1,706</b>	<b>615</b>	<b>1,389,479</b>	<b>1,178,960</b>
<b>Liabilities</b>													
Loan	6	-	-	-	-	-	-	-	-	-	-	5,100	1,690
Payables		111	148	66	47	4	-	17	14	1,706	615	3,617	2,574
Member attributed tax payable		1,137	36	344	210	5	-	83	54	-	-	5,032	1,752
Financial liabilities at fair value through profit or loss	5	-	-	-	-	-	-	-	-	-	-	55	325
<b>Total liabilities (excluding net assets attributable to Members)</b>		<b>1,248</b>	<b>184</b>	<b>410</b>	<b>257</b>	<b>9</b>	<b>-</b>	<b>100</b>	<b>68</b>	<b>1,706</b>	<b>615</b>	<b>13,804</b>	<b>6,340</b>
<b>Net assets attributable to Members</b>		<b>90,823</b>	<b>89,828</b>	<b>55,714</b>	<b>41,935</b>	<b>4,637</b>	<b>-</b>	<b>16,941</b>	<b>13,636</b>	<b>-</b>	<b>-</b>	<b>1,375,675</b>	<b>1,172,620</b>

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  
 Director and Chairman of the Board  
 19 June 2018

  
 Bruce Edgar  
 Director and Chairman of the Audit, Risk and Compliance Committee  
 19 June 2018





Statement of cash flows  
For the year ended 31 March 2018

Notes	High Growth		Balanced Growth		Balanced		Moderate		Enhanced Income		Geared Growth		
	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	
<b>Cash flows from operating activities</b>													
Interest received	305	366	399	425	1,307	986	703	622	467	525	6	4	
Dividends and distributions received	-	-	-	-	-	-	-	-	-	-	-	-	
Other Income received	76	73	91	88	157	164	53	61	6	7	5	4	
Sale of financial instruments at fair value through profit or loss	34,361	15,133	27,131	20,704	45,657	35,846	13,708	11,195	2	5,003	1,692	572	
Purchase of financial instruments at fair value through profit or loss	(52,103)	(19,998)	(51,762)	(34,909)	(72,780)	(27,261)	(20,175)	(12,107)	-	-	(10,993)	(1,454)	
Management, administration and other expenses paid	(2,334)	(1,914)	(2,671)	(2,146)	(4,522)	(3,875)	(1,443)	(1,290)	(147)	(152)	(295)	(170)	
<b>Net cash (outflow)/inflow from operating activities</b>	<b>8</b>	<b>(19,695)</b>	<b>(6,340)</b>	<b>(26,812)</b>	<b>(15,838)</b>	<b>(30,181)</b>	<b>5,860</b>	<b>(7,154)</b>	<b>(1,519)</b>	<b>328</b>	<b>5,383</b>	<b>(9,585)</b>	<b>(1,045)</b>
<b>Cash flows from financing activities</b>													
Proceeds from contributions	33,410	25,247	46,870	37,875	71,579	55,754	26,396	26,940	2,397	2,883	7,341	1,643	
Payments for withdrawals	(16,561)	(13,831)	(20,903)	(15,447)	(38,134)	(34,422)	(19,727)	(16,374)	(5,907)	(2,974)	(937)	(797)	
Increase in borrowings from the Income Securities Portfolio	6	-	-	-	-	-	-	-	-	-	3,410	200	
Net (decrease)/increase in pending contributions	-	-	-	-	-	-	-	-	-	-	-	-	
PIE tax received/(paid) on behalf of members	(190)	(544)	(178)	(730)	(447)	(1,636)	(192)	(712)	(63)	(102)	-	(9)	
<b>Net cash inflow/(outflow) from financing activities</b>	<b>16,659</b>	<b>10,872</b>	<b>25,789</b>	<b>21,698</b>	<b>32,998</b>	<b>19,696</b>	<b>6,477</b>	<b>9,854</b>	<b>(3,573)</b>	<b>(193)</b>	<b>9,814</b>	<b>1,037</b>	
Net increase/(decrease) in cash and cash equivalents	(3,036)	4,532	(1,023)	5,860	2,817	25,556	(677)	8,335	(3,245)	5,190	229	(8)	
Cash and cash equivalents at the beginning of the year	14,991	10,459	18,629	12,769	54,304	28,748	28,609	20,274	17,704	12,514	156	164	
<b>Cash and cash equivalents at the end of the year</b>	<b>3</b>	<b>11,955</b>	<b>14,991</b>	<b>17,606</b>	<b>18,629</b>	<b>57,121</b>	<b>54,304</b>	<b>27,932</b>	<b>28,609</b>	<b>14,459</b>	<b>17,704</b>	<b>385</b>	<b>156</b>

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



Statement of cash flows  
For the year ended 31 March 2018

(continued)

Notes	SRI Growth		SRI Balanced		Trans-Tasman		International Share		Default Saver		Capital Guaranteed		
	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	
<b>Cash flows from operating activities</b>													
Interest received	54	53	105	67	3	3	5	4	399	207	1,092	1,103	
Dividends and distributions received	-	-	-	-	-	-	-	-	56	50	-	-	
Other Income received	14	11	24	16	2	3	4	4	57	30	17	22	
Sale of financial instruments at fair value through profit or loss	3,326	2,861	1,744	9,246	524	141	922	497	12,195	18,556	639	1,254	
Purchase of financial instruments at fair value through profit or loss	(9,758)	(7,818)	(5,960)	(12,576)	(1,043)	(291)	(2,047)	(977)	(19,735)	(28,554)	(1,729)	(473)	
Management, administration and other expenses paid	(358)	(244)	(351)	(261)	(75)	(63)	(134)	(103)	(163)	(93)	(413)	(400)	
<b>Net cash (outflow)/inflow from operating activities</b>	<b>8</b>	<b>(6,722)</b>	<b>(5,138)</b>	<b>(4,438)</b>	<b>(3,508)</b>	<b>(589)</b>	<b>(207)</b>	<b>(1,250)</b>	<b>(575)</b>	<b>(7,191)</b>	<b>(9,803)</b>	<b>(394)</b>	<b>1,507</b>
<b>Cash flows from financing activities</b>													
Proceeds from contributions	9,104	7,187	7,882	7,767	1,198	885	1,954	1,180	28,327	21,655	9,062	7,556	
Payments for withdrawals	(2,250)	(989)	(2,680)	(1,903)	(536)	(647)	(616)	(539)	(13,206)	(5,513)	(7,547)	(6,915)	
Increase in borrowings from the Income Securities Portfolio	6	-	-	-	-	-	-	-	-	-	-	-	
Net (decrease)/increase in pending contributions	-	-	-	-	-	-	-	-	-	-	-	-	
PIE tax received/(paid) on behalf of members	(124)	(146)	(87)	(129)	(6)	(21)	(12)	(39)	(105)	(151)	(116)	(209)	
<b>Net cash inflow/(outflow) from financing activities</b>	<b>6,730</b>	<b>6,052</b>	<b>5,115</b>	<b>5,735</b>	<b>656</b>	<b>216</b>	<b>1,326</b>	<b>602</b>	<b>15,016</b>	<b>15,991</b>	<b>1,399</b>	<b>432</b>	
Net increase/(decrease) in cash and cash equivalents	8	914	677	2,227	67	9	76	26	7,825	6,188	1,005	1,939	
Cash and cash equivalents at the beginning of the year	2,378	1,464	4,086	1,859	167	158	258	231	12,093	5,905	41,430	39,491	
<b>Cash and cash equivalents at the end of the year</b>	<b>3</b>	<b>2,386</b>	<b>2,378</b>	<b>4,763</b>	<b>4,086</b>	<b>234</b>	<b>167</b>	<b>334</b>	<b>258</b>	<b>19,918</b>	<b>12,093</b>	<b>42,435</b>	<b>41,430</b>

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



Statement of cash flows  
For the year ended 31 March 2018

(continued)

Notes	Options		Asset Class Growth		Asset Class Balanced		Asset Class Conservative		Switches / Scheme Application		TOTAL SCHEME	
	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000
<b>Cash flows from operating activities</b>												
	28	26	13	9	-	-	5	6	-	-	4,888	4,408
	-	-	1,762	1,354	15	-	479	1,147	-	-	2,312	2,550
	-	-	213	151	4	-	53	42	-	-	776	675
	34,681	2,778	8,802	29,591	-	-	3,610	13,019	-	-	188,994	166,396
	(1,382)	(1,650)	(19,930)	(38,141)	(4,562)	-	(6,687)	(16,220)	-	-	(280,646)	(202,430)
	(1,056)	(1,039)	(636)	(448)	(11)	-	(180)	(142)	-	-	(14,789)	(12,339)
8	<b>32,271</b>	<b>115</b>	<b>(9,776)</b>	<b>(7,484)</b>	<b>(4,554)</b>	<b>-</b>	<b>(2,720)</b>	<b>(2,149)</b>	<b>-</b>	<b>-</b>	<b>(98,465)</b>	<b>(40,740)</b>
<b>Cash flows from financing activities</b>												
	11,159	12,511	14,390	9,456	4,793	-	5,748	3,873	(31,102)	(18,799)	250,508	203,613
	(15,263)	(10,097)	(4,182)	(1,673)	(115)	-	(2,890)	(1,607)	31,102	18,799	(120,352)	(94,930)
6	-	-	-	-	-	-	-	-	-	-	3,410	200
	-	-	-	-	-	-	-	-	1,091	(201)	1,091	(201)
	(93)	(2,473)	(213)	(204)	-	-	(56)	(87)	-	-	(1,882)	(7,191)
	<b>(4,197)</b>	<b>(58)</b>	<b>9,995</b>	<b>7,579</b>	<b>4,678</b>	<b>-</b>	<b>2,802</b>	<b>2,179</b>	<b>1,091</b>	<b>(201)</b>	<b>132,775</b>	<b>101,491</b>
	28,074	57	219	95	124	-	82	30	1,091	(201)	34,310	60,751
	1,083	1,026	478	383	-	-	271	241	615	816	197,254	136,503
3	<b>29,157</b>	<b>1,083</b>	<b>697</b>	<b>478</b>	<b>124</b>	<b>-</b>	<b>353</b>	<b>271</b>	<b>1,706</b>	<b>615</b>	<b>231,564</b>	<b>197,254</b>

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



**Notes to the financial statements  
For the year ended 31 March 2018**

**1 General information**

These financial statements are for the Booster KiwiSaver Scheme (previously Grosvenor KiwiSaver Scheme) (the Scheme) for the year ended 31 March 2018 (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 19 June 2018.

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 2018 and 31 March 2017 were as follows:

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

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

\*\*The Asset Class Balanced Fund was established on 29 September 2017. The financial statements are prepared for 6 months and 2 days.

\*\*\*On 14 March 2018 the Manager resolved to close and wind up the Options Fund and commenced selling financial assets held in this fund. Refer to note 11 for more information.

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, section 7 of the Financial Markets Conduct 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) and they have been prepared on the assumption that the Scheme operates on a going concern basis.

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 2018

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, and includes income earned on cash equivalents.

**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.

Some of the 2017 figures reflect immaterial reclassifications between interest income and dividend and distribution income to ensure consistency with the 2018 financial year.

**(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 2018**

**2 Summary of significant accounting policies (continued)**

**(i) Taxation**

*Portfolio Investment Entity (PIE) Tax*

The Scheme 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% (2017: 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).

**(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 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 2018

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 that have any effect on 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 changes the classification of financial assets effective for accounting periods commencing on or after 1 January 2018. The standard will not have a significant impact on the measurement basis of the financial assets since all of the Scheme's financial assets are measured at fair value through profit or loss, however there will be changes to disclosures. The Scheme will adopt the standard on 1 April 2018 and comparatives will not be restated.

NZ IFRS 15 Revenues from Contracts with Customers

NZ IFRS 15 introduces a change in the recognition of income from contracts with customers effective for accounting periods commencing on or after 1 January 2018. The standard will not have any impact on the recognition of income of the Scheme as income is derived from investment in securities, not from contracts with customers. The Scheme will adopt the standard on 1 April 2018 and comparatives will not be restated.



Notes to the financial statements  
For the year ended 31 March 2018

3 Cash and cash equivalents

	High Growth		Balanced Growth		Balanced		Moderate		Enhanced Income		Geared Growth	
	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000
Cash at Bank	1,102	1,301	1,149	1,366	2,477	3,791	692	1,163	217	331	385	156
Cash Equivalents	10,853	13,690	16,457	17,263	54,644	50,513	27,240	27,446	14,242	17,373	-	-
<b>Total Cash and cash equivalents</b>	<b>11,955</b>	<b>14,991</b>	<b>17,606</b>	<b>18,629</b>	<b>57,121</b>	<b>54,304</b>	<b>27,932</b>	<b>28,609</b>	<b>14,459</b>	<b>17,704</b>	<b>385</b>	<b>156</b>

	SRI Growth		SRI Balanced		Trans-Tasman		International Share		Default Saver		Capital Guaranteed	
	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000
Cash at Bank	443	413	376	445	234	167	334	258	1,541	934	807	450
Cash Equivalents	1,943	1,965	4,387	3,641	-	-	-	-	18,377	11,159	41,628	40,980
<b>Total Cash and cash equivalents</b>	<b>2,386</b>	<b>2,378</b>	<b>4,763</b>	<b>4,086</b>	<b>234</b>	<b>167</b>	<b>334</b>	<b>258</b>	<b>19,918</b>	<b>12,093</b>	<b>42,435</b>	<b>41,430</b>

	Options		Asset Class Growth		Asset Class Balanced		Asset Class Conservative		Scheme Application		TOTAL SCHEME	
	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000
Cash at Bank	29,157	1,083	697	478	124	-	353	271	1,706	615	41,794	13,222
Cash Equivalents	-	-	-	-	-	-	-	-	-	-	189,770	184,032
<b>Total Cash and cash equivalents</b>	<b>29,157</b>	<b>1,083</b>	<b>697</b>	<b>478</b>	<b>124</b>	<b>-</b>	<b>353</b>	<b>271</b>	<b>1,706</b>	<b>615</b>	<b>231,564</b>	<b>197,254</b>

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-.



Notes to the financial statements  
For the year ended 31 March 2018

4 Membership activity

The Membership activity of the Scheme is presented in the Financial Statements for each Fund that comprises the Scheme. This by its nature will include activity between Funds. The Membership activity of the overall Scheme is presented below.

	TOTAL SCHEME	
	2018 \$'000	2017 \$'000
<b>Contributions</b>		
Member contributions at section 64 contribution rate	92,588	80,712
Employer contributions	56,181	50,004
Crown contributions (section 226) and fee subsidies	21,711	20,602
Transfers of Members' accumulations into scheme from other KiwiSaver schemes	50,083	25,770
Transfers of Members' accumulations into scheme from registered superannuation schemes	1,506	2,276
Transfers of Members' accumulations into scheme from Australian superannuation schemes	6,178	4,741
Lump sum contributions	22,262	19,508
Other voluntary contributions over section 64 contribution rate	-	-
<b>Total contributions</b>	<b>250,508</b>	<b>203,613</b>
<b>Withdrawals</b>		
First home purchase withdrawals	11,812	10,766
Mortgage diversion withdrawals	9	10
KiwiSaver end payment date withdrawals	22,091	19,222
Withdrawals on death	1,798	1,445
Serious illness withdrawals	900	969
Withdrawals or transfers on permanent emigration	346	278
Significant financial hardship withdrawals	3,614	3,205
Transfers of Members' accumulations out of scheme into other KiwiSaver schemes	75,780	55,874
Transfers of Members' accumulations out of scheme into Australian superannuation schemes	88	113
Amounts required to be paid under other enactments	72	13
Invalid enrolment withdrawals	283	281
Administration fees	3,282	3,315
<b>Total withdrawals</b>	<b>120,076</b>	<b>95,491</b>



Notes to the financial statements  
For the year ended 31 March 2018

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 (net of hedges) 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 Growth		Balanced		Moderate		Enhanced Income		Geared Growth	
	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000
<i>Non-Derivative financial assets:</i>												
Alternative (Options)	-	-	-	-	-	-	-	-	-	-	-	-
Australian Shares	9,534	16,755	13,104	16,471	22,164	25,080	3,128	6,076	-	-	1,430	994
International Fixed Interest	3,062	8,707	19,938	18,580	67,129	70,283	29,788	32,909	-	-	-	-
International Shares	126,774	92,744	109,836	88,143	141,403	117,446	25,520	20,705	-	-	13,476	5,990
New Zealand Fixed Interest	4,150	4,544	19,165	16,121	55,767	42,581	34,401	29,922	1,004	1,008	-	-
New Zealand Shares	30,842	20,423	41,056	25,384	48,135	33,477	12,602	7,314	-	-	3,279	1,408
Property Related Shares	12,915	9,874	19,640	15,552	22,847	16,575	7,699	3,500	-	-	1,355	651
<b>Total financial assets held at fair value through profit or loss</b>	<b>187,276</b>	<b>153,047</b>	<b>222,739</b>	<b>180,251</b>	<b>357,445</b>	<b>305,442</b>	<b>113,136</b>	<b>100,426</b>	<b>1,004</b>	<b>1,008</b>	<b>19,540</b>	<b>9,043</b>
	SRI Growth		SRI Balanced		Trans-Tasman		International Share		Default Saver		Capital Guaranteed	
	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000
<i>Non-Derivative financial assets:</i>												
Alternative (Options)	-	-	-	-	-	-	-	-	-	-	-	-
Australian Shares	1,700	2,402	1,926	1,856	2,663	3,026	-	-	852	789	332	346
International Fixed Interest	523	1,321	5,235	5,243	-	-	-	-	11,184	8,447	557	444
International Shares	22,909	14,617	11,573	8,736	-	-	10,944	8,759	7,105	4,734	2,613	1,819
New Zealand Fixed Interest	724	725	4,577	3,206	-	-	-	-	10,130	7,555	585	437
New Zealand Shares	5,426	3,389	3,900	2,442	4,155	2,771	-	-	2,028	1,146	963	580
Property Related Shares	1,957	1,593	1,533	1,266	-	-	-	-	507	352	-	-
<i>Derivative financial assets:</i>												
Foreign Exchange Contracts	1	-	31	-	-	-	-	-	57	-	-	-
<b>Total financial assets held at fair value through profit or loss</b>	<b>33,240</b>	<b>24,047</b>	<b>28,775</b>	<b>22,749</b>	<b>6,818</b>	<b>5,797</b>	<b>10,944</b>	<b>8,759</b>	<b>31,863</b>	<b>23,023</b>	<b>5,050</b>	<b>3,626</b>
<i>Derivative financial liabilities:</i>												
Foreign Exchange Contracts	-	28	-	116	-	-	-	-	55	181	-	-
<b>Total financial liabilities held at fair value through profit or loss</b>	<b>-</b>	<b>28</b>	<b>-</b>	<b>116</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>55</b>	<b>181</b>	<b>-</b>	<b>-</b>



Notes to the financial statements  
For the year ended 31 March 2018

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

	Options		Asset Class Growth		Asset Class Balanced		Asset Class Conservative		TOTAL SCHEME	
	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000
<i>Non-Derivative financial assets:</i>										
Alternative (Options)	62,914	88,929	-	-	-	-	-	-	62,914	88,929
Australian Shares	-	-	2,281	1,725	122	-	235	204	59,470	75,725
International Fixed Interest	-	-	5,166	5,712	1,743	-	11,130	8,342	155,453	159,987
International Shares	-	-	37,904	27,086	2,051	-	3,758	3,497	515,866	394,275
New Zealand Fixed Interest	-	-	-	-	-	-	-	-	130,502	106,100
New Zealand Shares	-	-	7,138	4,872	364	-	692	542	160,581	103,747
Property Related Shares	-	-	2,783	2,217	234	-	855	834	72,324	52,414
<i>Derivative financial assets:</i>										
Foreign Exchange contracts	-	-	-	-	-	-	-	-	89	-
<b>Total financial assets held at fair value through profit or loss</b>	<b>62,914</b>	<b>88,929</b>	<b>55,272</b>	<b>41,612</b>	<b>4,514</b>	<b>-</b>	<b>16,670</b>	<b>13,419</b>	<b>1,157,200</b>	<b>981,177</b>
<i>Derivative financial liabilities:</i>										
Foreign Exchange contracts	-	-	-	-	-	-	-	-	55	325
<b>Total financial liabilities held at fair value through profit or loss</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>55</b>	<b>325</b>

Investments greater than 5% of net assets available for benefits

	High Growth		Balanced Growth		Balanced		Moderate		Enhanced Income		Geared Growth	
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
Booster Investment Enhanced Cash Portfolio	5%	8%	7%	9%	13%	14%	19%	21%	92%	93%	-	-
Booster Wholesale Australian Shares Fund	-	10%	-	8%	-	7%	-	-	-	-	8%	13%
Booster Wholesale Global Direct Shares Fund	9%	5%	6%	-	-	-	-	-	-	-	14%	8%
Booster Wholesale Global Fixed Interest Fund	-	5%	8%	9%	16%	20%	21%	26%	-	-	-	-
Booster Wholesale Global Index Plus Shares Fund	49%	47%	35%	38%	26%	28%	14%	14%	-	-	69%	67%
Booster Wholesale Global Specialist Managers Fund	6%	-	-	-	-	-	-	-	-	-	9%	-
Booster Wholesale New Zealand Fixed Interest Fund	-	-	8%	8%	13%	12%	24%	23%	-	-	-	-
Booster Wholesale New Zealand Shares Fund	15%	12%	16%	13%	11%	9%	9%	6%	-	-	21%	19%
Booster Wholesale Property Fund	-	6%	6%	8%	-	-	-	-	-	-	7%	9%
HSBC Floating Rate Note 10/12/2018	-	-	-	-	-	-	-	-	7%	5%	-	-



Notes to the financial statements  
For the year ended 31 March 2018

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		SRI Balanced		Trans-Tasman		International Share		Default Saver		Capital Guaranteed	
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
Booster Investment Enhanced Cash Portfolio	5%	7%	13%	14%	-	-	-	-	36%	32%	88%	91%
Booster Wholesale Australian Shares Fund	-	-	-	-	38%	51%	-	-	-	-	-	-
Booster Wholesale Australian Socially Responsible Share Fund	-	9%	6%	7%	-	-	-	-	-	-	-	-
Booster Wholesale Global Direct Shares Fund	-	-	-	-	-	-	15%	9%	-	-	-	-
Booster Wholesale Global Fixed Interest Fund	-	-	-	-	-	-	-	-	-	-	-	-
Booster Wholesale Global Index Plus Shares Fund	-	-	-	-	-	-	73%	82%	-	-	-	-
Booster Wholesale Global Socially Responsible Shares Fund	65%	56%	35%	33%	-	-	-	-	-	-	-	-
Booster Wholesale Global Specialist Managers Fund	-	-	-	-	-	-	10%	6%	-	-	-	-
Booster Wholesale New Zealand Fixed Interest Fund	-	-	14%	12%	-	-	-	-	20%	22%	-	-
Booster Wholesale New Zealand Shares Fund	-	-	-	-	59%	47%	-	-	-	-	-	-
Booster Wholesale New Zealand Socially Responsible Fund	15%	13%	12%	9%	-	-	-	-	-	-	-	-
Booster Wholesale Property Fund	6%	6%	-	-	-	-	-	-	-	-	-	-
UBS MSCI World Socially Responsible UCITS ETF	-	-	-	-	-	-	-	-	14%	-	-	-
Vanguard Int'l Fixed Interest Index Fund (AUD Hgd)	-	5%	16%	20%	-	-	-	-	22%	24%	-	-
Vanguard Int'l Shares Select Exclusions Fund - NZD Hgd	-	-	-	-	-	-	-	-	-	8%	-	-
Vanguard Int'l Shares Select Exclusions Index Fund	-	-	-	-	-	-	-	-	-	5%	-	-

	Options		Asset Class Growth		Asset Class Balanced		Asset Class Conservative	
	2018	2017	2018	2017	2018	2017	2018	2017
DFA Emerging Markets Trust	-	-	14%	14%	9%	-	-	-
DFA Five Year Diversified Fixed Interest Trust – NZD Hedged	-	-	-	-	13%	-	26%	24%
DFA Global Bond Trust – NZD Hedged	-	-	6%	9%	21%	-	20%	19%
DFA Global Core Equity Trust – NZD Hedged	-	-	41%	37%	27%	-	13%	15%
DFA Global Core Equity Trust – Unhedged	-	-	14%	14%	9%	-	-	6%
DFA Global Real Estate Trust - NZD Hedged	-	-	-	-	5%	-	5%	-
DFA Two Year Diversified Fixed Interest Trust - NZD Hedged	-	-	-	-	-	-	20%	-
Nikko AM Wholesale Option Fund	69%	99%	-	-	-	-	-	-
NZ Core Equity Trust	-	-	13%	12%	8%	-	-	-





**Notes to the financial statements  
For the year ended 31 March 2018**

**6 Related Parties**

**(a) Responsible Entities**

Booster Investment Management Limited is the Manager of the Scheme (previously Grosvenor KiwiSaver Scheme). The Manager is a wholly owned subsidiary of Booster Financial Services Limited. Public Trust is the Supervisor for the Scheme. 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>
Allan Seng Tong Yeo	29 April 1999
Brendon Hugh Doyle	27 February 2017
Bruce Adrian Edgar	3 October 2016
John Ross Selby	16 May 2016
Paul Gerard Foley	30 April 2013

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.

The total value of the Directors interests in the Scheme at the reporting date is \$94,000 (2017: \$87,430)

**(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 (excluding GST).

The fees rates for the Funds are as follows:

	2018	2017		2018	2017
High Growth Fund	1.27%p.a.	1.27%p.a.	International Share Fund	1.32%p.a.	1.32%p.a.
Balanced Growth Fund	1.22%p.a.	1.22%p.a.	Trans-Tasman Share Fund	1.17%p.a.	1.17%p.a.
Balanced Fund	1.17%p.a.	1.17%p.a.	Default Saver Fund	0.38%p.a.	0.38%p.a.
Moderate Fund	1.07%p.a.	1.07%p.a.	Capital Guaranteed Fund	0.90%p.a.	0.90%p.a.
Enhanced Income Fund	0.82%p.a.	0.82%p.a.	Options Fund	1.15%p.a.	1.15%p.a.
Geared Growth Fund	1.27%p.a.	1.27%p.a.	Asset Class Growth Fund	1.29%p.a.	1.30%p.a.
Socially Responsible Investment Growth Fund	1.17%p.a.	1.17%p.a.	Asset Class Balanced Fund	1.22%p.a.	N/A
Socially Responsible Investment Balanced Fund	1.17%p.a.	1.17%p.a.	Asset Class Conservative Fund	1.15%p.a.	1.16%p.a.



**Notes to the financial statements  
For the year ended 31 March 2018**

**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 \$1,349,000 (2017: \$1,136,651)

This fee comprises fees payable to the Manager 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 the Manager's and the Supervisor's regular costs, expenses and liabilities incurred in running the Scheme.

The Manager paid the Supervisor \$356,000 (2017: \$315,290) in Supervisor fees.

The Manager paid Grant Thornton \$21,000 (2017: \$31,625) in audit fees and \$3,000 (2017: \$nil) in registry audit fees.

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 (2017: 1.1% p.a.). The total expense for the current period is \$38,000 (2017: \$15,000).

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 \$8m (2017: \$3.5m) to the GGF from the ISP upon the terms and subject to the conditions set out in the agreement. As at reporting date, \$5,100,000 was outstanding under this facility (2017: \$1,690,000). The interest paid for the current period was \$148,000 (2017: \$68,625) and the only movement was the increase as disclosed in the statement of cash flows.

**Foreign Exchange Facilitation Fee:**

Up to 0.50% p.a. (2017: 0.50% p.a.) of any net foreign exchange transactions undertaken by a Fund is payable to Booster Custodial Administration Services Limited, a wholly owned subsidiary of Booster Financial Services Limited. This fee does not apply to the Default Saver Fund. For the year ended 31 March 2018 the funds incurred direct fees of \$14,000 (2017: \$7,000) and indirect fees of \$545,000 (2017: \$420,000).

**Withdrawal / Account Closure Fee:**

An account closure fee of \$30 (2017: \$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 has been 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 balance greater than \$500. Members who have had 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 \$3,322,000 were deducted from member accounts and paid to the Manager by cancelling units in members' accounts (2017: \$3,315,034). At reporting date, member and withdrawal/account closure fees payable were \$272,000 (2016: \$267,292).



Notes to the financial statements  
For the year ended 31 March 2018

6 Related Parties (continued)

Rebates:

All fees and expense reimbursements charged through the unit price of the underlying investments (except for performance fees and foreign exchange facilitation (as above)) are fully rebated to the Scheme. The exceptions do not apply to the Default Saver Fund. During the current year the total amounts directly rebated to the Scheme was \$770,000 (2017: \$684,000) and indirectly \$1,488,000 (2017: \$1,315,000).

(d) Related Entities

Booster Tahī LP is a limited partnership registered under the Limited Partnerships Act 2008. It is not a registered managed investment scheme under the Financial Markets Conduct Act 2013. Booster Funds Management Limited (BFML) is the manager of Booster Tahī LP. Booster Tahī GP Limited (BTGP) is the general partner of Booster Tahī LP. BFML and BTGP are both wholly owned subsidiaries of Booster Financial Services Limited.

BFML is entitled to a performance fee from Booster Tahī LP based on returns generated by Booster Tahī LP. As BFML is a related party of the Manager, the Manager provides a rebate of 0.50% of its management fee where it relates to investments the Scheme has in Booster Tahī LP.

Rebates received are included in the statement of changes in net assets as "Other income". Total rebates with respect to the investment in Booster Tahī LP amount to \$27,000 (2017: \$nil) and outstanding at reporting date were \$3,000 (2017: \$nil). No performance fees from related parties were incurred in the current year (2017: \$nil).

(e) Investment in Funds Managed by Related Parties

The Scheme had the following amounts invested in the Booster Investment Scheme (which is also managed by the Manager) and Booster Tahī LP:

	High Growth		Balanced Growth		Balanced		Moderate		Enhanced Income		Geared Growth	
	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000
Booster Investment Scheme	196,479	166,764	237,172	197,549	409,451	356,058	139,847	127,928	14,242	17,408	19,422	9,043
Booster Tahī LP	1,651	-	2,024	-	2,638	-	530	-	-	-	118	-
<b>Total</b>	<b>198,130</b>	<b>166,764</b>	<b>239,196</b>	<b>197,549</b>	<b>412,089</b>	<b>356,058</b>	<b>140,377</b>	<b>127,928</b>	<b>14,242</b>	<b>17,408</b>	<b>19,540</b>	<b>9,043</b>

	SRI Growth		SRI Balanced		Trans-Tasman		International Share		Default Saver		Capital Guaranteed	
	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000
Booster Investment Scheme	34,658	24,695	27,896	21,154	6,818	5,798	10,943	8,758	31,893	21,024	46,677	44,690
Booster Tahī LP	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>34,658</b>	<b>24,695</b>	<b>27,896</b>	<b>21,154</b>	<b>6,818</b>	<b>5,798</b>	<b>10,943</b>	<b>8,758</b>	<b>31,893</b>	<b>21,024</b>	<b>46,677</b>	<b>44,690</b>

	Options		Asset Class Growth		Asset Class Balanced		Asset Class Conservative		TOTAL SCHEME	
	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000
Booster Investment Scheme	-	-	-	-	-	-	-	-	1,175,498	1,000,870
Booster Tahī LP	-	-	-	-	-	-	-	-	6,961	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,182,459</b>	<b>1,000,870</b>

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](http://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 2018

7 Financial risk management

As at reporting date, the Scheme's 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 Manager monitors the Scheme's exposure to ensure concentrations of risk remain within acceptable levels. The risk management policies employed by the Manager 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 each fund 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 each 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 \$474,721,000 (2017: \$451,126,658) 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 is made up of unsettled sales of financial assets or income receivables, 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-.



Notes to the financial statements  
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7 Financial risk management (continued)

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

	High Growth		Balanced Growth		Balanced		Moderate		Enhanced Income		Geared Growth	
	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000
Cash at bank: AAA to A-	1,102	1,301	1,149	1,366	2,477	3,791	692	1,163	217	331	385	156
Financial assets at fair value through profit or loss: AAA to A-	-	-	-	-	-	-	-	-	1,004	1,004	-	-
Financial assets at fair value through profit or loss: Not rated	-	-	-	-	-	-	-	-	1	4	-	-
<b>Total credit risk exposures</b>	<b>1,102</b>	<b>1,301</b>	<b>1,149</b>	<b>1,366</b>	<b>2,477</b>	<b>3,791</b>	<b>692</b>	<b>1,163</b>	<b>1,222</b>	<b>1,339</b>	<b>385</b>	<b>156</b>

	SRI Growth		SRI Balanced		Trans-Tasman		International Share		Default Saver		Capital Guaranteed	
	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000
Cash at bank: AAA to A-	443	413	376	445	234	167	334	258	1,541	934	807	450
Financial assets at fair value through profit or loss: AAA to A-	-	-	-	-	-	-	-	-	-	-	-	-
Financial assets at fair value through profit or loss: Not rated	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total credit risk exposures</b>	<b>443</b>	<b>413</b>	<b>376</b>	<b>445</b>	<b>234</b>	<b>167</b>	<b>334</b>	<b>258</b>	<b>1,541</b>	<b>934</b>	<b>807</b>	<b>450</b>

	Options		Asset Class Growth		Asset Class Balanced		Asset Class Conservative		Scheme Application		TOTAL SCHEME	
	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000
Cash at bank: AAA to A-	29,157	1,083	697	478	124	-	353	271	1,706	615	41,794	13,222
Financial assets at fair value through profit or loss: AAA to A-	-	-	-	-	-	-	-	-	-	-	1,004	1,004
Financial assets at fair value through profit or loss: Not rated	-	-	-	-	-	-	-	-	-	-	1	4
<b>Total credit risk exposures</b>	<b>29,157</b>	<b>1,083</b>	<b>697</b>	<b>478</b>	<b>124</b>	<b>-</b>	<b>353</b>	<b>271</b>	<b>1,706</b>	<b>615</b>	<b>42,799</b>	<b>14,230</b>

(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  
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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 Scheme funds 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 within the Scheme 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 Balanced		Asset Class Conservative	
	2018	2017	2018	2017	2018	2017	2018	2017
Hedging presented as percentage of fund:								
International Shares	60%	60%	60%	60%	60%	n/a	60%	60%
Australian Shares	n/a	n/a	0%	0%	0%	n/a	0%	0%

Foreign currency risk sensitivity analysis

	Default Saver		Asset Class Growth		Asset Class Balanced		Asset Class Conservative		TOTAL SCHEME	
	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000
<i>Financial assets and liabilities at fair value through profit or loss</i>										
Carrying amount exposed to currency risk (net of hedges)	2,772	1,905	17,403	13,232	944	-	1,755	1,681	22,873	16,818
Foreign Currency Rate (NZD to Foreign) + 10%	(277)	(191)	(1,740)	(1,323)	(94)	-	(175)	(168)	(2,287)	(1,682)
Foreign Currency Rate (NZD to Foreign) - 10%	277	191	1,740	1,323	94	-	175	168	2,287	1,682





Notes to the financial statements  
For the year ended 31 March 2018

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. A 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 each 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	
	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000
<i>Financial instruments at fair value through profit or loss</i>				
Amount exposed to interest rate risk	1,005	1,008	1,005	1,008
Interest rate - 1.00%	2	1	2	1
Interest rate + 2.00%	(4)	(3)	(4)	(3)

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 Growth		Balanced		Moderate		Enhanced Income		Geared Growth	
	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000
<i>Financial instruments at fair value through profit or loss</i>												
Amount exposed to market risk	187,277	153,047	222,739	180,251	357,445	305,442	113,136	100,426	1	-	19,540	9,043
Market -10%	(18,728)	(15,305)	(22,274)	(18,025)	(35,745)	(30,544)	(11,314)	(10,043)	-	-	(1,954)	(904)
Market +10%	18,728	15,305	22,274	18,025	35,745	30,544	11,314	10,043	-	-	1,954	904



Notes to the financial statements  
For the year ended 31 March 2018

7 Financial risk management (continued)

Other market price risk sensitivity analysis (continued)

	SRI Growth		SRI Balanced		Trans-Tasman		International Share		Default Saver		Capital Guaranteed	
	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000
<i>Financial instruments at fair value through profit or loss</i>												
Amount exposed to market risk	33,238	24,047	28,744	22,749	6,818	5,798	10,943	8,758	31,806	23,023	5,050	3,626
Market -10%	(3,324)	(2,405)	(2,874)	(2,275)	(682)	(580)	(1,094)	(876)	(3,181)	(2,302)	(505)	(363)
Market +10%	3,324	2,405	2,874	2,275	682	580	1,094	876	3,181	2,302	505	363

	Options		Asset Class Growth		Asset Class Balanced		Asset Class Conservative		TOTAL SCHEME	
	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000
<i>Financial instruments at fair value through profit or loss</i>										
Amount exposed to market risk	62,914	88,929	55,272	41,612	4,514	-	16,669	13,419	1,156,107	980,170
Market -10%	(6,291)	(8,893)	(5,527)	(4,161)	(451)	-	(1,667)	(1,342)	(115,611)	(98,017)
Market +10%	6,291	8,893	5,527	4,161	451	-	1,667	1,342	115,611	98,017

(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, except as listed below, are realisable within six months of the reporting date and all financial liabilities are payable within six months of the reporting date.

	High Growth		Balanced Growth		Balanced		Moderate		Geared Growth		TOTAL SCHEME	
	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000
Financial assets realisable in greater than 6 months	5,327	-	7,533	-	8,992	-	2,580	-	464	-	24,896	-

(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).

All financial assets and financial liabilities at fair value through profit or loss as disclosed in note 5 are classified as level 2 fair value instruments, except for financial assets classified as global shares in the Default Saver Fund totalling \$7,105,000, which are classified as level 1. In 2017 all financial assets and financial liabilities at fair value through profit or loss were classified as level 2 fair value instruments.

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



Notes to the financial statements  
For the year ended 31 March 2018

8 Reconciliation of total comprehensive income / (loss) attributable to Members to net cash flows from operating activities

	High Growth		Balanced Growth		Balanced		Moderate		Enhanced Income		Geared Growth	
	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000
<b>Total comprehensive income / (loss)</b>	<b>14,499</b>	<b>16,268</b>	<b>15,639</b>	<b>16,028</b>	<b>21,804</b>	<b>24,594</b>	<b>5,560</b>	<b>5,435</b>	<b>329</b>	<b>364</b>	<b>883</b>	<b>917</b>
Reinvested dividends	-	-	-	-	-	-	-	-	-	-	-	-
Net unrealised (gains) / losses on financial instruments held at fair value through profit or loss	(10,789)	(16,424)	(13,493)	(16,638)	(17,739)	(25,337)	(4,444)	(5,149)	(2)	9	(909)	(1,028)
Net realised (gains) / losses on financial instruments held at fair value through profit or loss	(5,699)	(1,343)	(4,363)	(1,053)	(7,140)	(1,994)	(1,798)	(901)	3	9	(287)	(4)
Net (purchases) / sales of financial instruments at fair value through profit or loss	(17,742)	(4,865)	(24,631)	(14,205)	(27,123)	8,585	(6,467)	(913)	2	5,003	(9,301)	(926)
Change in income receivables	(2)	(5)	(10)	(8)	(41)	(32)	(14)	(5)	(1)	(2)	(1)	-
Change in expense payables	38	29	46	39	58	44	9	13	(3)	-	30	(4)
<b>Net cash flows from operating activities</b>	<b>(19,695)</b>	<b>(6,340)</b>	<b>(26,812)</b>	<b>(15,838)</b>	<b>(30,181)</b>	<b>5,860</b>	<b>(7,154)</b>	<b>(1,519)</b>	<b>328</b>	<b>5,383</b>	<b>(9,585)</b>	<b>(1,045)</b>

	SRI Growth		SRI Balanced		Trans-Tasman		International Share		Default Saver		Capital Guaranteed	
	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000
<b>Total comprehensive income / (loss)</b>	<b>2,491</b>	<b>2,164</b>	<b>1,700</b>	<b>1,534</b>	<b>431</b>	<b>752</b>	<b>933</b>	<b>1,098</b>	<b>1,795</b>	<b>980</b>	<b>1,050</b>	<b>1,103</b>
Reinvested dividends	(92)	-	(419)	-	-	-	-	-	(734)	(51)	-	-
Net unrealised (gains) / losses on financial instruments held at fair value through profit or loss	(2,385)	(2,147)	(1,458)	(1,377)	(442)	(787)	(931)	(1,200)	255	(247)	(234)	(371)
Net realised (gains) / losses on financial instruments held at fair value through profit or loss	(312)	(203)	(47)	(338)	(60)	(23)	(129)	5	(947)	(533)	(100)	(25)
Net (purchases) / sales of financial instruments at fair value through profit or loss	(6,432)	(4,957)	(4,216)	(3,330)	(519)	(151)	(1,125)	(480)	(7,540)	(9,946)	(1,090)	781
Change in income receivables	(1)	(2)	(4)	(5)	-	-	-	-	(26)	(11)	(21)	18
Change in expense payables	9	7	6	8	1	1	2	2	6	5	1	1
<b>Net cash flows from operating activities</b>	<b>(6,722)</b>	<b>(5,138)</b>	<b>(4,438)</b>	<b>(3,508)</b>	<b>(589)</b>	<b>(207)</b>	<b>(1,250)</b>	<b>(575)</b>	<b>(7,191)</b>	<b>(9,803)</b>	<b>(394)</b>	<b>1,507</b>



Notes to the financial statements  
For the year ended 31 March 2018

8 Reconciliation of total comprehensive income / (loss) attributable to Members to net cash flows from operating activities continued

	Options		Asset Class Growth		Asset Class Balanced		Asset Class Conservative		TOTAL SCHEME	
	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000
<b>Total comprehensive income / (loss)</b>	<b>6,256</b>	<b>315</b>	<b>3,921</b>	<b>4,410</b>	<b>(36)</b>	<b>-</b>	<b>531</b>	<b>679</b>	<b>77,784</b>	<b>76,642</b>
Reinvested dividends	-	-	-	-	-	-	-	-	(1,245)	(51)
Net unrealised (gains) / losses on financial instruments held at fair value through profit or loss	1,359	(848)	(2,484)	(3,592)	48	-	(57)	114	(53,705)	(75,022)
Net realised (gains) / losses on financial instruments held at fair value through profit or loss	(8,643)	(482)	38	240	-	-	(105)	257	(29,589)	(6,388)
Net (purchases) / sales of financial instruments at fair value through profit or loss	33,299	1,129	(11,128)	(8,551)	(4,562)	-	(3,077)	(3,202)	(91,652)	(36,028)
Change in income receivables	-	-	(139)	(5)	(8)	-	(14)	-	(282)	(55)
Change in expense payables	-	1	16	13	4	-	2	3	224	162
<b>Net cash flows from operating activities</b>	<b>32,271</b>	<b>115</b>	<b>(9,776)</b>	<b>(7,484)</b>	<b>(4,554)</b>	<b>-</b>	<b>(2,720)</b>	<b>(2,149)</b>	<b>(98,465)</b>	<b>(40,740)</b>

9 Contingent assets and liabilities and commitments

There are no outstanding contingent assets or liabilities or commitments at the reporting date (2017 : 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 (2017: None).

11 Events occurring after reporting date

On 14 March 2018 the Manager resolved to close and wind up the Options Fund. On 7 May 2018, each member's investment in the Options Fund was either switched to their chosen fund/s or to the High Growth Fund. The total redemption value was \$91,533,000.

On 31 May 2018 the Manager established a new fund in the Scheme, the Shielded Growth Fund.

No other 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 (2017: 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 (the "Scheme") on pages 1 to 28 which comprise the statement of net assets as at 31 March 2018, 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 the Scheme as at 31 March 2018 and its financial performance and cash flows for the year then ended in accordance with New Zealand Equivalents to International Financial Reporting Standards (NZ IFRS) 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 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.

Our firm carries out other assignments for the Scheme in the area of other assurance services. The firm has no other interest in the Scheme.

### *Manager's responsibilities for the Financial Statements*

The Manager is responsible on behalf of the 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 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 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 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 Scheme, as a body. Our audit work has been undertaken so that we might state to the Members, as a 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 Scheme and its Members, as a body, for our audit work, for this report or for the opinion we have formed.

**Grant Thornton New Zealand Audit Partnership**



**B Smith**  
Partner  
**Wellington**

**19 June 2018**