

The Aon Investment Update as at 31 March 2016

Aon Hewitt Investment Consulting

This survey is produced by Aon Hewitt New Zealand

Other investment consulting services include:

- Establishing investment objectives for both our clients and investment managers.
- Determining long-term investment strategies, in the form of benchmark portfolios and sector ranges, consistent with the investment objectives.
- Determining the efficient frontier and risk/return profiles.
- Asset/liability modelling.
- Reviewing contractual agreements and legal documentation.
- Assisting in the appointment of investment managers, by
 - Establishing the selection criteria,
 - Identifying suitable investment managers,
 - Analysing investment managers' capabilities against the criteria,
 - Carrying out qualitative reviews.
- Performance monitoring, against both investment objectives and competitors.
- Communication of investment objectives and strategies to investors.

Our Global Reach

We provide a complete range of global investment consulting services tailored to clients' specific goals and circumstances. Our New Zealand actuarial and investment consulting team has a wealth of local experience – but we are also backed by the substantial resources of Aon Hewitt globally. We know the local market and can provide relevant and appropriate advice for New Zealand clients – and we have access to global best practice solutions.

If you need any help reviewing your fund's strategic long term asset allocations, or require any assistance with manager selection, please call your Aon Hewitt consultant. Contact details are at the back of this report on page 13.

Investment Commentary March 2016

Market Summary

March saw positive returns from most asset classes as equities, commodities and property all moved higher and bond yields fell. However the strong rally in global share prices comes after two months of negative returns, meaning that the MSCI World index still posted a negative return over the first quarter of 2016.

Markets responded positively to comments from Federal Reserve Chair, Janet Yellen, that the bank would 'proceed cautiously' in raising interest rates. The Fed now expects to implement two interest rate increases in 2016 rather than the four previously indicated.

In New Zealand the Reserve Bank took the market by surprise when it cut the official cash rate by 25 basis points at its March meeting. The New Zealand dollar fell as a result, but the relief was temporary as it moved higher again following Janet Yellen's statement which saw the US dollar fall sharply.

Global shares rose 5.3% in March in local currency terms led by the US. The S&P 500 rose 6.6% over the month, while the FTSE 100 in the UK was up by just 1.3%. While the opinion polls suggest that the UK will not vote to leave the EU when the referendum takes place in June, the uncertainty is weighing on investors minds. A vote to stay in the EU would be likely to lead to a rally in UK shares and in sterling.

The New Zealand share market was among the best performing in March, with the NZX 50 rising more than 8%. Our local market remains attractive to overseas investors looking for defensive companies and for yield. Australian shares also rebounded over the month, with the S&P/ASX 200 index up by close to 5%.

The Barclays Global Aggregate index (hedged to NZ dollars) returned 1% in March as global yields moved lower following the dovish comments from the Federal Reserve. Janet Yellen appears to be more concerned about raising rates too quickly than she is about moving too slowly – so the 'lower for longer' theme continues to drive market pricing.

In New Zealand the Government bond index returned 0.8% over the month, while the Corporate A Grade index delivered 0.7%. The 25 basis point cut to the OCR in March did come as a surprise to most commentators, but another cut, perhaps as early as the April meeting, now seems likely as inflation remains subdued and the New Zealand dollar continues to strengthen.

Fund Performance

Balanced funds posted solid returns in March, with the median fund returning 3.3%.

Australasian equities was the stand out asset class, with manager returns in this sector ranging from 7.2% (Harbour Equity Focus) to 10.5% (Salt NZ Plus). The median manager return was 8.7% for the month - just behind the index return of 8.8%.

Global equities returned a more modest 1.8% (unhedged) during March and are mostly still in negative territory so far this year. Best performers over the quarter were Elevation Capital's Value Fund (5.9%) and Russell's Emerging Markets Fund (4.1%).

The median overseas fixed interest fund returned 1.4% in March and 3.6% over the first three months of the year. This compares with 0.8% for the month and 3.5% for the quarter for the median domestic fixed interest manager.

Amongst the other global funds, infrastructure took the first three places over the month. The funds from First State, Magellan and AMP returned 6.6%, 6.4% and 4.5% respectively.

New Zealand Fund Management Changes

Peter Verhaart has been appointed to the role of Head of Implemented Investment at Gareth Morgan Investments. Peter recently left AMP Capital where he was Head of the New Zealand Multi-Asset Group.

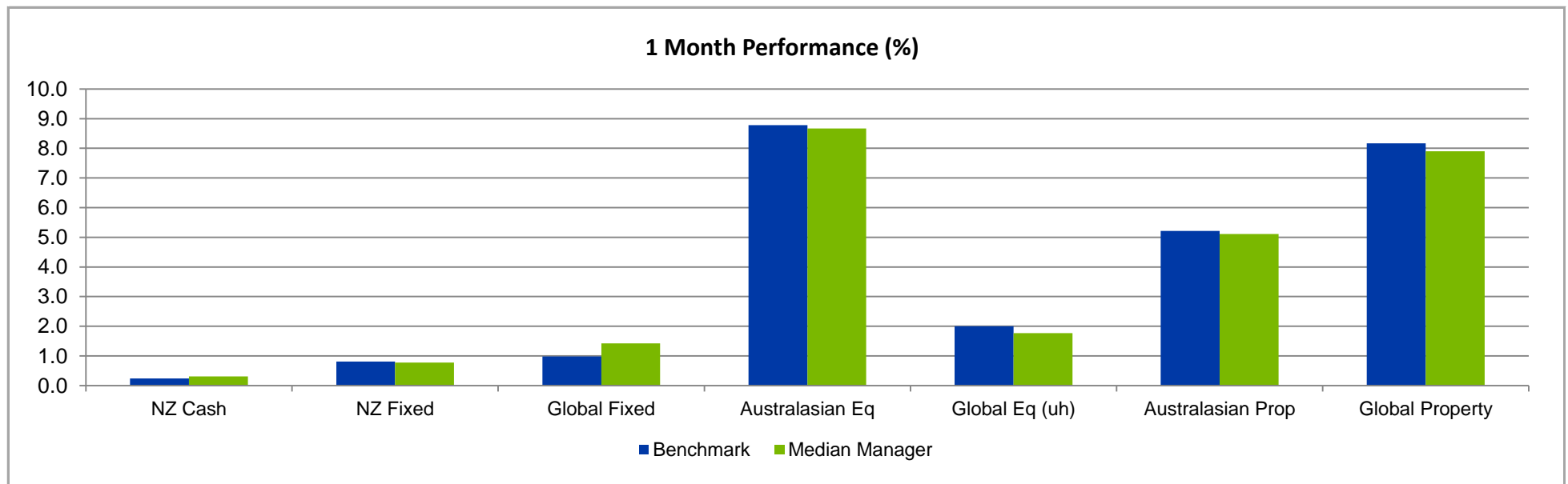
Keith Poore resigned from AMP Capital and will leave the business in June.

Milford Asset management announced that Anthony Quirk will be stepping down as Managing Director. He will remain a Non-Executive Director and a significant shareholder of Milford. Milford also announced that they have appointed Mariette van Ryn as a Non-Executive Director to the board.

Harbour Asset Management announced that Declan McKeefry will join the company as an operations analyst. He joins Harbour from Implemented Investment Solutions (IIS) where he had been a client services manager since 2013.

Median Manager Performance v Benchmark

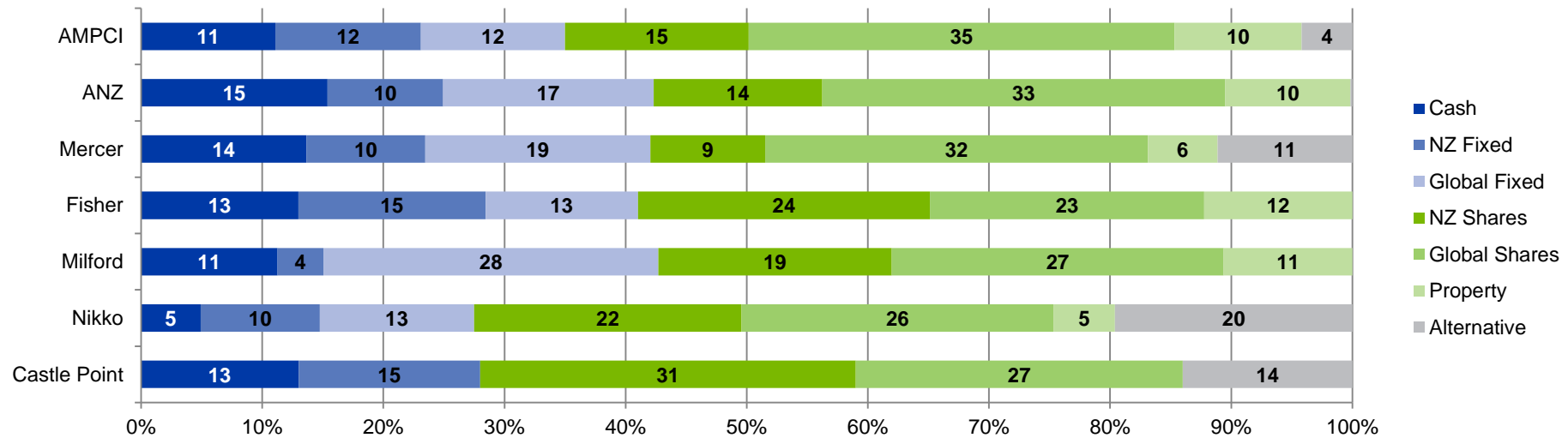
		Returns (%) gross of tax and fees										
Sector		For the period to 31 Mar 2016					For the year ended 31 March					Volatility 5 Yrs
		1 Month	1 Qtr	1 Yr	3 Yrs	5 Yrs	2016	2015	2014	2013	2012	
NZ Cash	ANZ 90D Bank Bills	0.2	0.7	3.2	3.2	3.0	3.2	3.6	2.7	2.7	2.8	0.1
	Median Manager	0.3	0.9	3.9	4.0	3.7	3.9	4.3	3.7	4.2	3.6	0.1
NZ Fixed Interest	ANZ NZ Govt Stock	0.8	3.9	6.6	4.7	6.1	6.6	9.4	-1.7	6.4	10.1	3.1
	Median Manager	0.8	3.5	7.0	5.5	6.8	7.0	9.7	0.7	7.7	9.7	2.4
Global Fixed Interest	Barclays Agg	1.0	3.9	5.4	6.8	7.5	5.4	11.4	3.7	7.8	9.5	2.6
	Median Manager	1.4	3.6	4.3	6.7	8.3	4.3	12.2	4.2	10.0	11.0	2.6
Australasian Equities	NZX 50 Gross	8.8	7.2	17.3	16.6	16.0	17.3	15.2	17.5	27.7	3.6	9.1
	Median Manager	8.7	5.6	17.3	18.1	16.3	17.3	15.7	20.3	27.4	2.9	9.2
Global Equities (unhedged)	MSCI ACWI	2.0	-1.2	3.3	12.4	7.2	3.3	22.0	12.6	8.1	-7.6	9.9
	Median Manager	1.8	-0.9	4.4	14.0	8.3	4.4	22.8	13.8	8.7	-7.7	10.7
Australasian Property	NZX Property	5.2	5.4	15.7	13.9	15.5	15.7	28.6	-0.7	18.3	17.5	7.4
	Median Manager	5.1	5.1	16.1	15.8	17.5	16.1	28.1	3.6	23.4	16.9	7.1
Global Property	UBS Property	8.2	4.8	4.6	12.9	13.9	4.6	30.2	5.7	23.5	7.9	13.4
	Median Manager	7.9	2.9	3.0	13.0	13.7	3.0	28.8	8.9	22.4	7.7	15.1



Balanced Funds

Manager	FUM (\$m)	Returns (%) gross of tax and fees															
		For the period to 31 Mar 2016										For the year ended 31 March				5 Years	
		1 M Rk	1 Qtr Rk	1 Yr Rk	3 Yrs Rk	5 Yrs Rk	2016	2015	2014	2013	2012	Vol	SR Rk				
AMP Capital Investors RIL	43	3.5 (3)	1.1 (5)	1.6 (7)	8.5 (6)	9.0 (5)	1.6	13.3	10.9	15.0	4.9	4.7	1.3 (7)				
ANZ Investments	541	3.0 (5)	1.8 (4)	5.5 (4)	11.2 (3)	11.2 (2)	5.5	17.2	11.3	16.6	5.8	5.4	1.5 (3)				
Castle Point Funds	8	1.6 (7)	0.2 (7)	5.4 (5)	6.8 (7)	6.9 (7)	5.4	6.5	8.7	10.4	3.4	3.0	1.3 (6)				
Fisher Institutional	824	3.3 (4)	2.8 (1)	6.7 (2)	9.5 (5)	8.8 (6)	6.7	12.2	9.5	13.2	2.9	4.3	1.4 (5)				
Mercer	1,173	2.8 (6)	2.4 (2)	5.1 (6)	10.6 (4)	9.3 (4)	5.1	14.3	12.6	10.8	4.0	4.4	1.4 (4)				
Milford Funds	322	3.6 (2)	0.8 (6)	6.6 (3)	12.3 (1)	12.7 (1)	6.6	17.9	12.8	20.9	6.1	4.7	2.1 (1)				
Nikko Asset Management	219	3.6 (1)	2.4 (3)	10.0 (1)	12.1 (2)	10.5 (3)	10.0	15.6	10.7	13.9	2.6	4.4	1.7 (2)				
Minimum		1.6	0.2	1.6	6.8	6.9	1.6	6.5	8.7	10.4	2.6	3.0	1.3				
Median		3.3	1.8	5.5	10.6	9.3	5.5	14.3	10.9	13.9	4.0	4.4	1.4				
Maximum		3.6	2.8	10.0	12.3	12.7	10.0	17.9	12.8	20.9	6.1	5.4	2.1				

Asset Allocation



New Zealand and Australian Equities (Page 1 of 2)

					Returns (%) gross of tax and fees																				
Manager	Fund	Bench mark	FUM (\$m)	% in Aus	For the period to 31 Mar 2016					For the year ended 31 March					For last 5 years										
					1 M Rk	1 Qtr Rk	1 Yr Rk	3 Yrs Rk	5 Yrs Rk	2016	2015	2014	2013	2012	Vol	VA	TE	IR*	Rk						
Core																									
AMPCI	NZ Shares	1	457	0	9.0 (10)	6.3 (9)	18.2 (8)	17.5 (13)	16.4 (7)	18.2	19.4	15.0	26.1	4.3	9.3	0.3	2.7	0.1 (10)							
AMPCI	NZ Shares RIL	1	11	0	9.2 (7)	6.6 (6)	18.4 (7)	18.3 (6)		18.4	19.4	17.0													
AMPCI	Strategic NZ Share	2	123	0	8.3 (15)	4.9 (14)	17.6 (10)	18.1 (10)	16.3 (9)	17.6	21.8	15.0	28.3	0.7	8.8	-0.2	3.2	-0.1 (15)							
ANZ	NZ Equities	1	135	0	9.4 (5)	7.2 (3)	15.5 (15)	17.0 (14)	16.9 (3)	15.5	13.3	22.2	28.1	6.6	9.2	0.8	2.0	0.4 (6)							
ANZ	Australasian Equity	1	779	7	9.4 (4)	7.1 (4)	15.1 (17)	16.9 (15)	16.2 (11)	15.1	14.4	21.4	27.3	3.9	9.2	0.1	2.0	0.1 (14)							
CPFM	Trans Tasman Strategy	1	0	17	7.5 (18)	5.5 (12)	18.1 (9)			18.1	17.0														
Devon	NZ Core	1	227	17	9.8 (3)	8.0 (1)	12.6 (19)	19.4 (3)	16.3 (8)	12.6	25.5	20.6	23.1	1.6	9.2	0.3	3.4	0.1 (12)							
Devon	Trans Tasman	3	168	44	7.3 (19)	2.0 (21)	5.1 (21)	18.4 (4)	13.4 (15)	5.1	24.5	26.8	21.6	-6.9	9.4	4.2	4.6	0.9 (3)							
Fisher	Trans Tasman Equities	1	548	30	7.3 (20)	5.9 (10)	15.1 (16)	14.7 (16)	15.9 (12)	15.1	14.2	14.8	30.5	6.0	9.6	0.9	3.4	0.3 (8)							
Harbour	Australasian Equity	5	699	26	8.7 (11)	5.4 (13)	21.7 (2)	17.7 (12)	15.8 (13)	21.7	8.6	23.4	28.8	-0.8	9.9	-1.8	4.4	-0.4 (16)							
Harbour	Australasian Equity Focus	3	56	49	7.2 (21)	2.7 (19)	24.2 (1)			24.2	4.8														
Harbour	Advanced Beta	2	31	0	8.5 (12)	5.6 (11)	16.1 (14)			16.1															
Mercer	Trans Tasman Equity	1	400	22	9.1 (9)	6.3 (8)	17.3 (11)	18.2 (8)	16.4 (6)	17.3	13.9	23.7	26.1	2.8	8.9	0.4	2.0	0.2 (9)							
Milford	NZ Equities	1	253	0	8.3 (13)	4.4 (16)	21.2 (3)	19.8 (2)	19.4 (1)	21.2	6.9	32.8	31.6	7.1	9.1	2.9	3.2	0.9 (4)							
Milford	Trans Tasman	3	235	42	7.9 (16)	2.6 (20)	9.4 (20)	12.3 (17)	15.3 (14)	9.4	11.5	15.9	32.0	9.0	8.9	5.9	3.1	1.9 (2)							
Mint	Trans Tasman Equity	1	92	11	7.7 (17)	4.4 (17)	17.1 (12)	20.0 (1)	18.9 (2)	17.1	18.3	24.8	27.5	7.9	8.3	2.4	5.0	0.5 (5)							
Nikko	Core Domestic Equity	1	267	9	9.2 (8)	7.4 (2)	20.1 (5)	18.2 (7)	16.6 (5)	20.1	17.0	17.5	26.8	3.0	9.1	0.5	1.9	0.3 (7)							
Nikko	Australasian Smallcap	4	5	73	8.3 (13)	2.9 (18)	20.0 (6)	12.1 (18)	11.2 (16)	20.0	12.3	4.6	24.7	-3.2	12.8	11.4	5.9	1.9 (1)							
Russell	NZ Shares	5	133	0	9.3 (6)	6.8 (5)	21.1 (4)	18.1 (9)		21.1	13.0	20.4													
Salt	NZ Plus Share	1	451	3	10.5 (1)	6.6 (7)	16.2 (13)	17.9 (11)	16.2 (10)	16.2	21.5	16.0	27.1	1.9	9.9	0.2	3.0	0.1 (13)							
Salt	Javelin	2	80	12	9.8 (2)	4.5 (15)	14.2 (18)	18.4 (5)	16.9 (4)	14.2	20.8	20.2	30.3	1.0	10.3	0.4	4.6	0.1 (11)							
	Minimum				7.2	2.0	5.1	12.1	11.2	5.1	4.8	4.6	21.6	-6.9	8.3	-1.8	1.9	-0.4							
	Median				8.7	5.6	17.3	18.1	16.3	17.3	15.7	20.3	27.4	2.9	9.2	0.5	3.2	0.2							
	Maximum				10.5	8.0	24.2	20.0	19.4	24.2	25.5	32.8	32.0	9.0	12.8	11.4	5.9	1.9							
Absolute Return																									
ANZ	Equity Selection	6	26	0	8.3 (2)	5.2 (2)	8.5 (4)	13.6 (4)	13.7 (4)	8.5	11.5	21.1	25.5	3.4	8.0	5.1		1.3 (4)							
CPFM	Ranger	7	12	43	2.5 (6)	1.0 (5)	7.6 (5)			7.6	6.2														
Devon	Alpha	8	143	24	5.7 (3)	1.3 (4)	4.3 (6)	18.7 (2)	14.0 (3)	4.3	19.8	33.7	22.4	-6.0	8.1	1.1		1.4 (3)							
Milford	Active Growth	9	715	18	3.7 (5)	-0.2 (6)	9.9 (3)	15.9 (3)	17.7 (1)	9.9	14.3	24.0	31.2	10.8	5.9	6.6		2.5 (1)							
Nikko	Concentrated	6	90	9	9.5 (1)	7.0 (1)	21.9 (1)	19.2 (1)	15.5 (2)	21.9	23.5	12.5	27.8	-4.8	8.9	4.4		1.4 (2)							
Salt	Long/Short	7	71	65	4.6 (4)	2.8 (3)	21.6 (2)			21.6															
	Minimum				2.5	-0.2	4.3	13.6	13.7	4.3	6.2	12.5	22.4	-6.0	5.9	1.1		1.3							
	Median				5.7	1.3	8.5	17.3	14.8	8.5	14.3	22.5	26.6	-0.7	8.0	4.8		1.4							
	Maximum				9.5	7.0	21.9	19.2	17.7	21.9	23.5	33.7	31.2	10.8	8.9	6.6		2.5							

*For Absolute Return Funds we show the Sharp Ratio, not Information Ratio

New Zealand and Australian Equities (Page 2 of 2)

					Returns (%) gross of tax and fees																					
Manager	Fund	Bench mark	FUM (\$m)	% in Aus	For the period to 31 Mar 2016								For the year ended 31 March					For last 5 years								
					1 M	Rk	1 Qtr	Rk	1 Yr	Rk	3 Yrs	Rk	5 Yrs	Rk	2016	2015	2014	2013	2012	Vol	VA	TE	IR	Rk		
Equity Income																										
Devon	Dividend Yield	3	47	36	7.3	(2)	4.4	(2)	15.1	(2)	19.6	(2)	15.1	29.6	14.7	26.0										
Harbour	Australasian Eq Income	n/a	91	0	6.2	(3)	3.0	(3)	7.7	(3)	15.6	(3)	7.7	27.3	12.7	29.8										
Salt	Dividend Appreciation	1	87	0	10.3	(1)	7.9	(1)	19.8	(1)	20.7	(1)	18.1	(1)	19.8	26.9	15.5	26.3	3.5	9.4	1.8	3.2	0.6	(1)		
Minimum					6.2		3.0		7.7		15.6		18.1		7.7	26.9	12.7	26.0	3.5	9.4	1.8	3.2	0.6			
Median					-7.3		-4.4		-15.1		-19.6		-18.1		-15.1	-27.3	-14.7	-26.3	-3.5	-9.4	-1.8	-3.2	-0.6			
Maximum					-10.3		-7.9		-19.8		-20.7		-18.1		-19.8	-29.6	-15.5	-29.8	-3.5	-9.4	-1.8	-3.2	-0.6			
Australian Only																										
AMPCI	Australian Share	10	78	100	5.1	(3)	-1.2	(3)	-2.8	(4)	2.5	(3)	2.4	(3)	-2.8	12.7	-1.8	18.4	-11.7	13.0	0.8	2.1	0.4	(3)		
ANZ	Australian Share	10	543	100	6.3	(2)	0.6	(1)	-0.9	(3)	3.7	(2)	3.8	(2)	-0.9	7.8	4.5	19.1	-9.5	12.6	2.0	3.8	0.5	(2)		
Devon	Australian	10	45	100	6.8	(1)	0.1	(2)	5.8	(1)	10.8	(1)	7.1	(1)	5.8	18.4	8.4	21.1	-14.1	12.5	5.4	3.3	1.6	(1)		
Milford	Dynamic	11	161	100	3.2	(4)	-3.4	(4)	3.9	(2)					3.9	18.4										
Minimum					3.2		-3.4		-2.8		2.5		2.4		-2.8	7.8	-1.8	18.4	-14.1	12.5	0.8	2.1	0.4			
Median					5.7		-0.5		1.5		3.7		3.8		1.5	15.5	4.5	19.1	-11.7	12.6	2.0	3.3	0.5			
Maximum					6.8		0.6		5.8		10.8		7.1		5.8	18.4	8.4	21.1	-9.5	13.0	5.4	3.8	1.6			
Benchmarks																										
S&P/NZX 50 Gross incl I/C		1			8.8		7.2		17.3		16.6		16.0		17.3	15.2	17.5	27.7	3.6	9.1						
S&P/NZX 50 Portfolio incl I/C		2			8.5		6.5		16.5		17.5		16.4		16.5	18.7	17.4	30.3	1.1	8.8						
NZX50/ASX200 (50/50)		3			7.9		4.3		7.5		8.9		8.7		7.5	12.2	7.1	23.0	-4.4	9.7						
NZX/ASX Small Cap		4			7.9		5.1		13.5		1.6		-0.3		13.5	0.8	-8.3	2.2	-8.1	12.5						
Russell NZ Tradeable Gross		5			9.0		8.0		19.5		18.7		17.8		19.5	17.6	19.0	27.2	6.8	9.1						
90 Day BB Index + 5%		6			0.7		2.0		8.5		8.4		8.2		8.5	8.9	8.0	7.9	8.0	0.1						
OCR + 5%		7			0.6		1.8		7.9		7.9		7.8		7.9	8.4	7.5	7.5	7.5	0.1						
12% p.a.		8			1.0		3.0		12.0		12.0		12.0		12.0	12.0	12.0	12.0	12.0	n/a						
10% p.a.		9			0.8		2.5		10.0		10.0		10.0		10.0	10.0	10.0	10.0	10.0	n/a						
ASX 200		10			7.1		1.4		-1.7		1.4		1.5		-1.7	8.9	-2.6	18.1	-12.4	13.5						
ASX SmallCap Industrials		11			6.1		-1.1		5.8		8.0		7.5		5.8	8.8	9.2	13.9	-0.1	13.2						
ASX 200 (in A\$)					4.7		-2.7		-9.6		5.4		5.7		-9.6	14.1	13.5	20.0	-6.1	12.6						

Global Equities (Unhedged)

		Returns (%) gross of tax and fees																					
Manager	Fund	Bench mark	FUM (\$m)	For the period to 31 Mar 2016										For the year ended 31 March					For last 5 years				
				1 M	Rk	1 Qtr	Rk	1 Yr	Rk	3 Yrs	Rk	5 Yrs	Rk	2016	2015	2014	2013	2012	Vol	VA	TE	IR	Rk
AMPCI	Global Shares	2	694	1.3	(12)	0.4	(3)	8.1	(5)	16.4	(2)	10.0	(4)	8.1	23.2	18.4	10.5	-7.7	10.1	2.6	2.0	1.3	(3)
AMPCI	RIL Global Shares	1	52	1.8	(9)	-2.1	(12)	0.7	(13)	12.6	(9)	7.5	(10)	0.7	21.9	16.2	9.2	-7.9	10.2	0.3	1.4	0.2	(8)
ANZ	International Share	1	3,183	1.1	(13)	-0.6	(7)	7.4	(7)	15.5	(3)	11.0	(2)	7.4	24.2	15.4	12.4	-2.4	10.7	3.6	2.5	1.5	(1)
EC	Value Fund	1	23	2.6	(2)	5.9	(1)	10.7	(4)	12.0	(11)	8.3	(7)	10.7	10.0	15.4	8.7	-2.3	9.0	0.8	5.2	0.2	(9)
Fisher	Overseas Equities	1	744	1.5	(11)	-1.4	(9)	3.1	(12)	11.6	(12)	5.8	(13)	3.1	19.7	12.5	6.2	-9.9	9.8	-1.3	1.8	-0.7	(12)
FRK	Global Growth	1	64	2.2	(5)	-1.7	(10)	11.6	(2)	15.4	(4)	10.0	(3)	11.6	22.7	12.3	8.0	-2.9	11.1	2.7	4.3	0.6	(5)
FRK	Global Trust	1	374	2.1	(6)	-3.7	(15)	-2.2	(14)	10.9	(13)	7.3	(11)	-2.2	12.8	23.5	13.5	-7.9	11.8	0.2	4.1	0.1	(10)
Harbour	Global Equity Growth	1	10	2.5	(3)	-2.0	(11)	4.0	(9)					4.0									
Magellan	Global	1	8,528	0.5	(14)	-0.4	(5)	11.2	(3)	16.5	(1)	16.5	(1)	11.2	25.0	13.8	20.2	13.0	11.1	8.6	6.6	1.3	(2)
Mercer	Global Equities	2	823	1.9	(7)	-0.4	(6)	4.4	(8)	14.7	(6)	8.0	(8)	4.4	26.0	14.6	6.4	-8.3	11.0	0.8	4.3	-0.1	(11)
MGH	MGH Investments	1	24	1.8	(8)	-0.1	(4)	12.4	(1)	12.5	(10)	7.1	(12)	12.4	16.9	8.4	8.0	-8.4	9.6	-0.0	5.2	-2.8	(13)
Nikko	Global Equity	1	498	1.6	(10)	-0.9	(8)	7.9	(6)	14.7	(5)	9.9	(5)	7.9	22.8	13.8	9.8	-3.4	9.5	2.4	2.1	1.1	(4)
Nikko	Global SRI	1	19	-0.3	(15)	-3.4	(14)	3.5	(11)	13.8	(8)	8.8	(6)	3.5	26.8	12.3	8.6	-5.0	11.8	1.5	4.9	0.3	(6)
Russell	Emerging Markets	4	0	7.5	(1)	4.1	(2)	-4.5	(15)					-4.5									
Russell	Global Opportunities	3	255	2.3	(4)	-2.2	(13)	3.9	(10)	14.0	(7)	8.0	(9)	3.9	25.4	13.7	7.4	-7.7	11.1	0.6	2.2	0.3	(7)
	Minimum			-0.3		-3.7		-4.5		10.9		5.8		-4.5	10.0	8.4	6.2	-9.9	9.0	-1.3	1.4	-2.8	
	Median			1.8		-0.9		4.4		14.0		8.3		4.4	22.8	13.8	8.7	-7.7	10.7	0.8	4.1	0.3	
	Maximum			7.5		5.9		12.4		16.5		16.5		12.4	26.8	23.5	20.2	13.0	11.8	8.6	6.6	1.5	
	MSCI All Country World Index	1		2.0		-1.2		3.3		12.4		7.2		3.3	22.0	12.6	8.1	-7.6	9.9				
	MSCI World Index	2		1.4		-1.7		4.3		13.7		8.5		4.3	22.7	15.0	9.4	-6.4	10.2				
	Russell Global Large Cap	3		2.1		-1.0		3.5		12.7		7.4		3.5	22.1	13.4	8.4	-7.8	10.0				
	Russell Emerging Markets Index	4		7.0		3.3		-8.1						-8.1									
	MSCI World Index (100% hedged)			5.4		-1.8		-3.0		11.3		10.6		-3.0	17.4	21.0	16.2	3.2	11.8				

Diversified Income

		Returns (%) gross of tax and fees																					
Manager	Fund	FUM (\$m)	For the period to 31 Mar 2016										For the year ended 31 March					Performance Objective					
			1 M	Rk	1 Qtr	Rk	1 Yr	Rk	3 Yrs	Rk	5 Yrs	Rk	2016	2015	2014	2013	2012						
Milford	Diversified Income	1,246	3.9	(1)	3.8	(1)	10.9	(1)	14.1	(1)	15.4	(1)	10.9	19.8	11.9	23.0	11.9					OCR + 2.5%	
Mint	Diversified Income	94	1.5	(3)	2.9	(2)	7.8	(3)					7.8										OCR + 2.5%
Nikko	Income	9	1.3	(4)	2.8	(4)	10.4	(2)	7.7	(2)	7.6	(2)	10.4	8.6	4.3	9.9	5.0					10% p.a.	
Harbour	Income	72	2.2	(2)	2.8	(3)	7.0	(4)					7.0										OCR + 2.0%

Global Bonds

		Returns (%) gross of tax and fees																					
Manager	Fund	Bench mark	FUM (\$m)	For the period to 31 Mar 2016										For the year ended 31 March					For last 5 years				
				1 M	Rk	1 Qtr	Rk	1 Yr	Rk	3 Yrs	Rk	5 Yrs	Rk	2016	2015	2014	2013	2012	Vol	VA	TE	IR	Rk
Global Aggregate:																							
AMPCI	Global Fixed Interest	1	130	1.4	(5)	3.6	(5)	3.9	(5)	6.2	(5)	6.6	(5)	3.9	10.7	4.2	7.0	7.5	2.6	-0.9	1.6	-0.5	(5)
ANZ	International Aggregate	1	724	1.6	(2)	3.8	(1)	4.6	(2)					4.6	12.3								
Fisher	Global Fixed Interest	1	953	1.4	(6)	3.7	(3)	4.1	(4)	6.6	(4)	8.9	(1)	4.1	12.8	3.0	11.3	13.7	3.3	1.3	1.7	0.8	(2)
Mercer	Global Bonds	1	693	1.8	(1)	3.0	(6)	3.7	(6)	6.8	(1)	8.3	(3)	3.7	12.0	4.9	10.0	11.0	2.6	0.7	1.4	0.5	(3)
Nikko	Global Fixed Interest	1	273	1.4	(3)	3.6	(4)	5.9	(1)	6.8	(2)	7.4	(4)	5.9	9.4	5.1	7.5	9.1	2.4	-0.2	0.9	-0.2	(4)
Russell	Global Bond	1	1,648	1.4	(4)	3.8	(2)	4.4	(3)	6.7	(3)	8.6	(2)	4.4	12.5	3.5	11.8	11.4	3.0	1.0	1.4	0.8	(1)
Minimum				1.4		3.0		3.7		6.2		6.6		3.7	9.4	3.0	7.0	7.5	2.4	-0.9	0.9	-0.5	
Median				1.4		3.6		4.3		6.7		8.3		4.3	12.2	4.2	10.0	11.0	2.6	0.7	1.4	0.5	
Maximum				1.8		3.8		5.9		6.8		8.9		5.9	12.8	5.1	11.8	13.7	3.3	1.3	1.7	0.8	
Other:																							
LMI	Brandywine*	2	182	4.0	(1)	5.7	(1)	-0.1	(3)	7.5	(1)	10.8	(1)	-0.1	20.8	3.0	18.7	12.9	5.8	2.8	5.0	0.6	(1)
ANZ	International Sovereign	2	2,443	0.5	(3)	4.1	(2)	5.1	(1)	6.2	(2)	7.2	(2)	5.1	11.9	2.0	7.7	9.4	2.9	-0.6	0.5	-1.1	(2)
ANZ	International Credit	x	1,200	2.6	(2)	4.0	(3)	3.7	(2)					3.7	10.9								
	Barclays Capital Global Agg Index	1		1.0		3.9		5.4		6.8		7.5		5.4	11.4	3.7	7.8	9.5	2.6				
	Citigroup World Govt Bond Index	2		0.7		4.5		6.0		7.3		7.8		6.0	12.2	3.8	7.5	9.6	2.8				

Other Global Funds

		Returns (%) gross of tax and fees																					
Manager	Fund	FUM (\$m)	For the period to 31 Mar 2016										For the year ended 31 March					Benchmark					
			1 M	Rk	1 Qtr	Rk	1 Yr	Rk	3 Yrs	Rk	5 Yrs	Rk	2016	2015	2014	2013	2012						
AMPCI	Commodities	273	3.8	(5)	1.7	(5)	-15.4	(8)	-12.6	(7)					-15.4	-22.6	1.8						Bloomberg Commodity Index
AMPCI	Infrastructure	211	4.5	(3)	2.4	(3)	-8.0	(7)	11.4	(4)					-8.0	25.4	19.8						DJ Brookfield Global Infrastructure Index
FSI	Infrastructure	152	6.6	(1)	9.0	(2)	6.8	(3)							6.8	23.3							FTSE Global Core Infrastructure Net (NZD Hedged)
Magellan	Infrastructure	1,062	6.4	(2)	11.9	(1)	23.0	(1)	13.8	(1)	12.2	(1)	23.0	17.1	2.3	19.3	1.2						S&P Global Infrastructure Index (NZD Hedged)
Milford	Global	283	1.8	(7)	-4.1	(7)	-1.0	(6)	8.7	(5)					-1.0	18.9	9.1						OCR + 5%
PATH	Commodity Plus Fund	64	-0.3	(8)	0.2	(6)	-1.0	(5)	-0.4	(6)	-4.1	(3)	-1.0	0.7	-0.8	-5.9	-12.8						Bloomberg Commodity Index
PATH	World Equity Fund	33	2.8	(6)	-4.4	(8)	-0.9	(4)	11.7	(3)					-0.9	26.8	11.0	8.4					MSCI AC World
PATH	Global Water Fund	9	4.0	(4)	2.1	(4)	7.7	(2)	13.2	(2)	8.7	(2)			7.7	9.2	23.4	12.8					n/a

* Brandywine returns use a simulated hedge prior to January 2012

NZ Bonds

		Returns (%) gross of tax and fees																					
Manager	Fund	Bench mark	FUM (\$m)	For the period to 31 Mar 2016										For the year ended 31 March					For last 5 years				
				1 M	Rk	1 Qtr	Rk	1 Yr	Rk	3 Yrs	Rk	5 Yrs	Rk	2016	2015	2014	2013	2012	Vol	VA	TE	IR	Rk
AMPCI	NZ Fixed Interest	1	1,650	0.8	(4)	3.8	(3)	6.5	(8)	5.5	(6)	7.0	(3)	6.5	10.4	-0.2	7.7	11.1	3.0	0.9	0.5	1.8	(1)
ANZ	NZ Fixed Interest	1	1,655	0.8	(5)	3.9	(2)	7.1	(5)	5.3	(7)	6.8	(4)	7.1	9.7	-0.6	8.1	9.9	3.0	0.7	0.6	1.2	(2)
Fisher	NZ Fixed Interest	1	1,081	0.9	(3)	4.0	(1)	7.3	(2)	5.5	(5)	6.6	(5)	7.3	9.5	0.1	6.6	9.7	2.5	0.4	1.2	0.4	(5)
Harbour	NZ Core Fixed Interest	3	178	1.2	(1)	3.7	(4)	7.4	(1)	5.7	(4)			7.4	8.1	1.7	7.8						
Harbour	NZ Corporate Bond	2	250	0.7	(11)	2.6	(9)	6.4	(9)	5.8	(3)	6.2	(6)	6.4	7.7	3.3	7.1	6.4	1.4	0.1	0.7	0.1	(6)
Milford	Trans-Tasman Bond	5	306	0.7	(10)	2.0	(11)	4.9	(11)					4.9	10.2								
Nikko	NZ Corporate Bond	1	180	0.8	(6)	3.0	(8)	7.1	(4)	6.6	(1)	7.5	(1)	7.1	9.8	3.1	8.9	8.5	2.0	1.3	1.8	0.7	(4)
Nikko	NZ Fixed Interest	1	259	0.8	(8)	3.5	(6)	7.0	(6)	6.1	(2)	7.4	(2)	7.0	9.8	1.6	8.7	10.0	2.4	1.2	1.1	1.1	(3)
Russell	NZ Fixed Interest	1	108	1.0	(2)	3.6	(5)	7.2	(3)	5.2	(8)			7.2	8.8	-0.1							
Western	NZ Core	4	205	0.8	(7)	3.4	(7)	6.6	(7)					6.6	9.7								
Western	NZ Core Constrained	1	85	0.7	(9)	2.4	(10)	5.8	(10)	4.4	(9)	4.4	(7)	5.8	6.7	0.7	4.0	4.8	1.3	-1.7	1.9	-0.9	(7)
	Minimum			0.7		2.0		4.9		4.4		4.4		4.9	6.7	-0.6	4.0	4.8	1.3	-1.7	0.5	-0.9	
	Median			0.8		3.5		7.0		5.5		6.8		7.0	9.7	0.7	7.7	9.7	2.4	0.7	1.1	0.7	
	Maximum			1.2		4.0		7.4		6.6		7.5		7.4	10.4	3.3	8.9	11.1	3.0	1.3	1.9	1.8	
	S&P/NZX NZ Govt Stock Index	1		0.8		3.9		6.6		4.7		6.1		6.6	9.4	-1.7	6.4	10.1	3.1				
	S&P/NZX NZ Corp A Grade Index	2		0.7		2.7		6.4		5.7		6.1		6.4	8.1	2.6	6.7	6.8	1.7				
	S&P/NZX NZ Govt/Corp A Index (50/50)	3		0.8		3.3		6.5		5.2		6.1		6.5	8.7	0.5	6.5	8.5	2.3				
	S&P/NZX NZ Comp Inv Grade Index	4		0.8		3.6		6.6						6.6	8.9								
	S&P/NZX NZ Corp/ASX Corp (50/50)	5																					

NZ Cash & Short Duration

		Returns (%) gross of tax and fees																					
Manager	Fund	Bench mark	FUM (\$m)	For the period to 31 Mar 2016										For the year ended 31 March					For last 5 years				
				1 M	Rk	1 Qtr	Rk	1 Yr	Rk	3 Yrs	Rk	5 Yrs	Rk	2016	2015	2014	2013	2012	Vol	VA	TE	IR	Rk
AMPCI	NZ Cash	1	3,938	0.3	(7)	0.8	(7)	3.6	(6)	3.7	(6)	3.6	(3)	3.6	4.0	3.4	3.5	3.6	0.1	0.6	0.1	8.0	(2)
AMPCI	NZ Short Duration	2	232	0.7	(2)	2.0	(1)	5.9	(1)	5.4	(1)			5.9	6.6	3.7	5.5						
AMPCI	Global Short Duration	1	179	0.9	(1)	1.5	(2)	3.9	(3)	4.7	(2)			3.9	5.9	4.4							
ANZ	NZ Cash	1	3,085	0.3	(5)	0.8	(6)	3.5	(7)	3.6	(7)	3.5	(4)	3.5	4.0	3.3	3.5	3.5	0.1	0.5	0.1	6.3	(3)
Fisher	NZ Cash	1	786	0.3	(4)	0.9	(4)	3.8	(5)	3.9	(5)	3.8	(2)	3.8	4.2	3.7	4.3	3.1	0.4	0.8	0.4	2.3	(4)
Harbour	Short Duration	1	44	0.4	(3)	1.2	(3)	4.2	(2)	4.1	(3)			4.2	4.3	3.9			0.2				
Nikko	NZ Cash	1	667	0.3	(6)	0.8	(5)	3.9	(4)	4.0	(4)	4.1	(1)	3.9	4.4	3.9	4.2	4.0	0.1	1.0	0.1	8.1	(1)
	Median			0.3		0.9		3.9		4.0		3.7		3.9	4.3	3.7	4.2	3.6	0.1	0.7	0.1	7.2	
	S&P/NZX 90 Day Bank Bill Index	1		0.2		0.7		3.2		3.2		3.0		3.2	3.6	2.7	2.7	2.8	0.1				
	S&P/NZX Short End Swap Index	2		0.6		1.9		5.5		4.1				5.5	5.2	1.8	3.4		0.9				

NZ Property

		Returns (%) gross of tax and fees																					
Manager	Fund	Bench mark	FUM (\$m)	For the period to 31 Mar 2016										For the year ended 31 March					For last 5 years				
				1 M	Rk	1 Qtr	Rk	1 Yr	Rk	3 Yrs	Rk	5 Yrs	Rk	2016	2015	2014	2013	2012	Vol	VA	TE	IR	Rk
Direct:																							
Fisher Trust	Property Fund		340	3.2	(1)	4.1	(1)	14.2	(1)	14.0	(1)	11.7	(1)	14.2	12.6	15.3	12.3	4.2	4.3				
	Property Fund		102	0.2	(2)	1.3	(2)	10.0	(2)	9.0	(2)	8.9	(2)	10.0	7.7	9.3	9.8	7.9	1.6				
Listed:																							
AMPCI	Listed Property	1	21	5.3	(2)	4.9	(6)	16.6	(1)	15.6	(4)	17.3	(4)	16.6	27.6	3.7	24.0	16.1	7.1	1.6	2.2	0.7	(3)
AMPCI	Property Fund	2	124	4.1	(7)	5.9	(1)	15.1	(6)					15.1									
ANZ	Property Securities	1	160	5.1	(4)	4.6	(7)	15.7	(5)	16.6	(2)	18.2	(1)	15.7	27.0	7.7	23.6	17.6	7.6	2.3	2.8	0.8	(2)
ANZ	Trans Tasman	2	408	4.4	(6)	4.9	(5)	14.7	(7)	17.4	(1)	17.9	(2)	14.7	28.7	9.5	26.9	11.2	8.1	1.4	3.0	0.5	(5)
Mint	Real Estate Inv Trust	1	55	5.1	(5)	5.2	(3)	16.1	(3)	15.1	(5)	16.7	(5)	16.1	26.8	3.6	23.2	15.3	6.6	1.0	2.6	0.4	(6)
Nikko	Property Securities	1	74	5.6	(1)	5.1	(4)	16.1	(4)	15.0	(6)	16.4	(6)	16.1	28.5	1.9	19.4	17.7	7.2	0.8	1.1	0.7	(4)
Salt	Listed Property	1	341	5.3	(3)	5.9	(2)	16.3	(2)	16.0	(3)	17.6	(3)	16.3	30.2	3.2	22.0	18.0	6.9	1.8	1.6	1.1	(1)
Minimum				4.1		4.6		14.7		15.0		16.4		14.7	26.8	1.9	19.4	11.2	6.6	0.8	1.1	0.4	
Median				5.1		5.1		16.1		15.8		17.5		16.1	28.1	3.6	23.4	16.9	7.1	1.5	2.4	0.7	
Maximum				5.6		5.9		16.6		17.4		18.2		16.6	30.2	9.5	26.9	18.0	8.1	2.3	3.0	1.1	
S&P/NZX Property Index		1		5.2		5.4		15.7		13.9		15.5		15.7	28.6	-0.7	18.3	17.5	7.4				
NZX/ASX Property Index		2		4.4		5.8		15.3		15.6		16.3		15.3	31.9	1.6	22.5	12.5	7.5				

Global Property

		Returns (%) gross of tax and fees																					
Manager	Fund	Bench mark	FUM (\$m)	For the period to 31 Mar 2016										For the year ended 31 March					For last 5 years				
				1 M	Rk	1 Qtr	Rk	1 Yr	Rk	3 Yrs	Rk	5 Yrs	Rk	2016	2015	2014	2013	2012	Vol	VA	TE	IR	Rk
AMPCI	Global Property Securities	1	149	7.8	(3)	2.1	(4)	3.2	(1)	13.6	(1)	14.3	(1)	3.2	27.3	11.5	23.2	8.3	16.1	0.7	5.1	0.1	(1)
ANZ	International Property	1	549	8.2	(1)	3.3	(2)	3.0	(2)	12.5	(2)	13.1	(2)	3.0	30.3	6.2	21.5	7.1	14.2	-0.6	2.7	-0.2	(2)
PATH	Global Property	1	11	6.4	(4)	3.3	(1)																
Russell	Global Listed Real Estate	1	44	8.0	(2)	2.5	(3)	1.0	(3)					1.0									
FTSE EPRA/NAREIT Index*				8.2		4.8		4.6		12.9		13.9		4.6	30.2	5.7	23.5	7.9	13.4				
*UBS Global RE Index prior to June 2015																							

Notes	Contact information																																														
<p>List of Managers</p> <table border="0"> <tr><td>AMPCI</td><td>AMP Capital Investors NZ Limited</td></tr> <tr><td>ANZ</td><td>ANZ Investments</td></tr> <tr><td>FSI</td><td>First State Investments</td></tr> <tr><td>CPFM</td><td>Castle Point Funds Management</td></tr> <tr><td>Devon</td><td>Devon Funds Management</td></tr> <tr><td>EC</td><td>Elevation Capital</td></tr> <tr><td>Fisher</td><td>Fisher Institutional</td></tr> <tr><td>FRK</td><td>Franklin Templeton Investments</td></tr> <tr><td>Harbour</td><td>Harbour Asset Management</td></tr> <tr><td>LMI</td><td>Legg Mason Global Asset Management</td></tr> <tr><td>Magellan</td><td>Magellan Asset Management Limited</td></tr> <tr><td>Mercer</td><td>Mercer Investments</td></tr> <tr><td>MGH</td><td>MGH Investments</td></tr> <tr><td>Milford</td><td>Milford Funds</td></tr> <tr><td>Mint</td><td>Mint Asset Management</td></tr> <tr><td>Nikko</td><td>Nikko Asset Management</td></tr> <tr><td>NZAM</td><td>NZ Assets Management</td></tr> <tr><td>PATH</td><td>Pathfinder Asset Management</td></tr> <tr><td>Russell</td><td>Russell Investment Group</td></tr> <tr><td>Salt</td><td>Salt Funds Management</td></tr> <tr><td>Std Life</td><td>Standard Life Investments</td></tr> <tr><td>Trust</td><td>Trust Investments</td></tr> <tr><td>Western</td><td>Western Asset</td></tr> </table> <p>Explanatory notes</p> <ol style="list-style-type: none"> Returns are before management fees and tax. All returns greater than 1 year have been annualised. Overseas Sectors - returns are in NZ\$ and exclude the effects of currency hedging on equities, but include the effects of currency hedging on global property, global bonds and absolute return funds. Property - the returns in this table are influenced by the allocation to direct investment and holdings in listed vehicles. In the case of direct investment, the valuation approach and timing adopted by the manager will influence the returns. Risk Statistics (all are annualised using monthly data): Vol = Volatility = standard deviation of monthly fund returns VA = Value Added = Return (fund) minus Return (index) TE = Tracking Error = standard deviation of monthly Value Added IR = Information Ratio = Value Added divided by Tracking Error SR = Sharpe Ratio = [Return (fund) - Risk Free Rate] / Volatility (Fund) Wherever possible the risk statistics are calculated using each fund's actual benchmark. 	AMPCI	AMP Capital Investors NZ Limited	ANZ	ANZ Investments	FSI	First State Investments	CPFM	Castle Point Funds Management	Devon	Devon Funds Management	EC	Elevation Capital	Fisher	Fisher Institutional	FRK	Franklin Templeton Investments	Harbour	Harbour Asset Management	LMI	Legg Mason Global Asset Management	Magellan	Magellan Asset Management Limited	Mercer	Mercer Investments	MGH	MGH Investments	Milford	Milford Funds	Mint	Mint Asset Management	Nikko	Nikko Asset Management	NZAM	NZ Assets Management	PATH	Pathfinder Asset Management	Russell	Russell Investment Group	Salt	Salt Funds Management	Std Life	Standard Life Investments	Trust	Trust Investments	Western	Western Asset	<p>Guy Fisher Consultant +64 4 819 4054 guy.fisher1@aonhewitt.com</p> <p>Charles Macdonald Consultant +64 4 819 4050 charles.macdonald@aonhewitt.com</p>
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