



ANNUAL REPORT TO MEMBERS

and

SUMMARY FINANCIAL STATEMENTS

for the

PORTS RETIREMENT PLAN

Year ended 31 March 2020

Introduction

On behalf of the Directors of Ports Retirement Trustee Limited, (the Trustee) I present the Annual Report and Summary Financial Statements for the Ports Retirement Plan, (the Plan) for the year ended 31 March 2020.

HIGHLIGHTS OF THE YEAR

The Plan's investment performance was weak for the March 2020 year. The before tax investment return (after investment expenses but before all other expenses and insurance costs) was -4.6% for the Balanced Fund. The newly introduced Conservative Fund has now existed for one year and the return on the same basis was +1.9%.

During their regular quarterly meetings, the Directors continued to keep a focus on the Plan's investment performance. While it is never pleasant to see a decrease in value, the Balanced Fund's return compares well in the wake of the extreme negative market environment. The longer term performance continues to be strong and the Directors remain confident the investment strategy remains robust and appropriate to meet the retirement needs of members. Members were kept regularly informed of the Plan's investment performance through the newsletters.

This is the fourth Annual Report prepared under the requirements of the Financial Markets Conduct Act 2013 (FMCA) and you are reminded of the change in headings and content required under this new legislation that differs from what you have seen previously. The sections headed *Details of Plan, Information on Contributions and Plan Participants, Changes Relating to the Plan, Other Information for Particular Types of Managed Funds, Changes to Persons Involved in the Plan, How to Find Further Information and Contact Details and Complaints* are all required by the FMCA to be included in the order shown (and their content reflects the new legislative requirements).

Returns to Members

Investment markets were positive for much of the year but plummeted through February 2020 and much of March in reaction to COVID-19 and the widespread economic shutdowns. The year ended 31 March 2020 saw global share markets fall 9.7%, although thanks to a falling New Zealand dollar they rose 3.1% from the perspective of unhedged New Zealand investors. While New Zealand shares achieved a small positive return of 0.4%, Australian markets were deeply negative with a return of -15.2%. Bond portfolios had a relatively good year thanks to the downward trend in interest rates; the market returns were 4.7% and 6.0% for domestic and global bonds respectively. (Bond prices rise as interest rates fall.)

As mentioned above, the Balanced Fund's investment return for the year gave members an equivalent gross return (after investment expenses but before all other expenses and insurance costs) of -4.6% before tax. The equivalent return for the Conservative Fund was +1.9%. The Balanced Fund return before all other expenses and insurance costs but after tax was -4.5% at a prescribed investor rate (PIR) of 28% and -4.5% at a PIR of 17.5%. The Conservative Fund return before all other expenses and insurance costs but after tax was 1.1% at a prescribed investor rate (PIR) of 28% and 1.4% at a PIR of 17.5%.

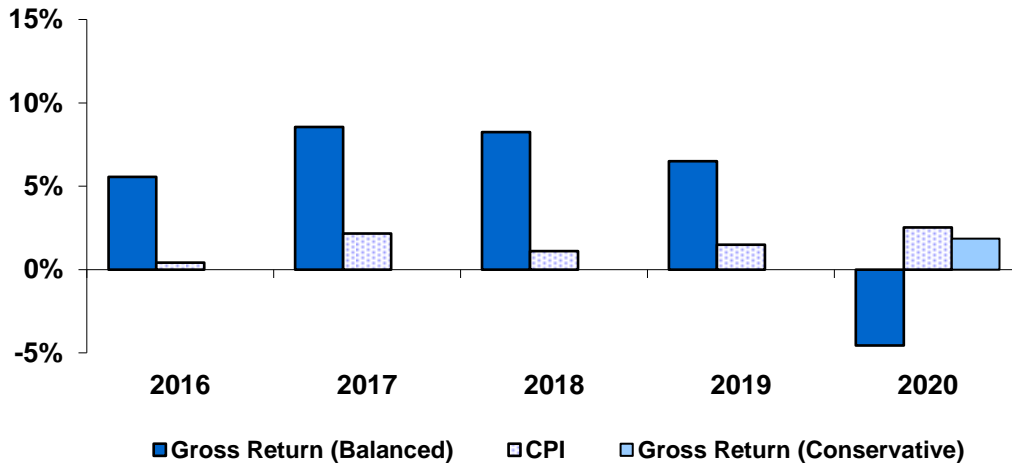
The details of other expenses, insurance costs (when applicable) and tax are set out in each member's year-end benefit statement. Due to the structure of those other expenses and insurance costs, and the complexity of the tax allocation process, it is not possible to advise in this Annual Report the crediting rate or rates applied to members' balances after expenses, costs and tax as this percentage rate differs for each individual member.

Over the five years ended 31 March 2020, the average annual pre-tax return for the Balanced Fund (as described above) was 4.9% against the annual average rate of inflation of 1.5%, so the average annual pre-tax real return over that period was 3.4%.

Each year we look at the total expenses charged to members as a proportion of total assets and compare this to the same ratio in the balanced funds provided by all KiwiSaver Schemes. It is pleasing to report that the Plan's expense ratio remains competitive with the average expense ratio for balanced funds in KiwiSaver.

The graph below compares the pre-tax returns achieved by the Plan with inflation over the last five years.

Investment performance achieved for years ended 31 March



Investment Issues

INVESTMENT REVIEW

Investment markets were positive for much of the year but plummeted through February 2020 and much of March in reaction to COVID-19 and the widespread economic shutdowns.

Until February, the March 2020 year was shaping up to be a strong year for equity markets. While news around trade tensions between China and the USA featured heavily, especially in the earlier parts of the year, by the end of January 2020 the return from Australasian markets was approaching 20% with other developed markets lagging only a little behind.

Central banks across the world have taken actions that have resulted in lower interest rates, providing healthy capital gains from fixed interest sectors. (Bond prices rise as interest rates fall.)

However, in February 2020 investors' good fortune very rapidly began to unravel.

As governments around the world ramped up their response to contain COVID-19 and mitigate the impact on their health systems, we saw widespread shutdowns of economies and a slowdown in economic activity not seen since the global financial crisis. The result was a severe decline in equity prices over the weeks that followed: the Trans-Tasman return for the year was -9.8% while the global return was -6.8%. The 50% foreign currency exposure within global equities helped significantly as the New Zealand dollar fell in value.

Real assets were not immune and global property and infrastructure (both 100% hedged) saw returns of -16.0% and -10.2% respectively.

A surge of decisive quantitative easing measures from central banks lead to an eventual decline in interest rates and ultimately fixed interest sectors delivered respectable results for the year. The return for domestic bonds was 4.7% and the Plan's two overseas managers returned 4.5% and 5.0%. Repeated cuts to the Official Cash Rate has left the cash return low at 1.9%.

INVESTMENT SECTOR ALLOCATIONS

As at 31 March 2020, the assets of the Plan were invested as shown in the table below, with the prior year proportions being shown for comparison.

Investment sector	\$m	31.03.2020	31.03.2019
		Proportion %	Proportion %
Shares NZ / Australian	8.5	11.4	11.6
Shares Overseas	22.0	29.5	31.3
Alternative assets	1.4	1.9	2.8
Property	3.7	5.0	5.5
Global Infrastructure	3.1	4.2	4.3
Growth Assets	38.7	52.0	55.5
Fixed Interest NZ	8.8	11.8	13.4
Fixed Interest Overseas	19.9	26.7	23.1
Alternative assets	4.5	6.0	5.3
Cash, net current assets	2.6	3.5	2.7
Income Assets	35.8	48.0	44.5
Total	74.5	100.0	100.0

STATEMENT OF INVESTMENT POLICY AND OBJECTIVES (SIPO)

The Trustee has duties under the trust deed and at law to ensure that the assets of the Plan are properly managed.

The Plan has a wide range of assets which should support a sustainable return to members over time.

A key objective in the SIPO is to outperform the CPI by 2.0% on a rolling three year basis. *The Plan has successfully achieved its out performance targets in the last three years and indeed over the last five years.*

The SIPO benchmark and strategic asset allocation ranges as at 31 March 2019 are shown in the table below:

Sector	Balanced		Conservative	
	Target %	Range %	Target %	Range %
Australasian Equities	10.50	5.50 - 15.50	5.00	2.50 - 7.50
Australasian Equities	7.00	5.00 - 9.00	5.00	2.50 - 7.50
Australian Equities	3.50	2.00 - 5.00	0.00	
International Equities	32.00	27.00 - 37.00	15.00	10.00 - 20.00
Property / Infrastructure	10.00	5.00 - 15.00	0.00	
Global Listed Property	5.00	2.50 - 7.50	0.00	
Global Listed Infrastructure	5.00	2.50 - 7.50	0.00	
Alternative Growth	2.50	0.00 - 5.00	0.00	
Total Growth Assets	55.00	50.00 - 60.00	20.00	15.00 - 25.00
Alternative Income	5.00	2.50 - 7.50	0.00	
NZ Fixed Interest	11.50	9.00 - 14.00	21.50	16.50 - 26.50
International Fixed Interest	23.50	18.50 - 28.50	43.50	38.50 - 48.50
PIMCO	11.75		21.75	
GSAM	11.75		21.75	
NZ Cash	5.00	2.50 - 7.50	15.00	10.00 - 20.00
Total Income Assets	45.00	40.00 - 50.00	80.00	75.00 - 85.00
Total Fund	100.00		100.00	
Foreign currency exposure				
Australian Equities	0.00	0.00 - 100.00	0.00	0.00 - 100.00
International Equities	50.00	0.00 - 100.00	50.00	0.00 - 100.00

Note: The conservative investment option was established prior to 31 March 2019 and opened to deferred members on 1 April 2019.

APPOINTED INVESTMENT MANAGERS

The Plan has four investment managers. Based on actual asset allocations, as at the end of the year the allocation to each manager was as follows:

AMP Capital Investors New Zealand Limited managed 24% of Plan assets, comprising Cash, New Zealand Bonds, Global Property and Global Infrastructure.

ANZ New Zealand Investments Limited managed 47% of Plan assets, split between Global Equities, Australian Equities and Global Bonds.

Nikko Asset Management New Zealand Limited managed 21% of Plan assets, split between Growth and Income-based Alternative Assets and Global Bonds.

Harbour Asset Management Limited managed 8% of Plan, assets in Australasian Equities.

There were no new manager appointments this year.

The Trustee regularly meets with each investment manager and actively monitors performance in conjunction with the Investment Consultant.

THE YEAR AHEAD

Global economies are still reeling as many workers and businesses struggle to return to normal while whole industries are still at a standstill. The world is expected to experience a decline in economic activity not seen since the 1930s. The course of the virus, the extent to which Government intervention will continue and the behaviour of consumers and investors are still great unknowns. As a result, there is still considerable uncertainty about what the economic landscape will look like when countries emerge from their containment measures.

The New Zealand Treasury has forecast several scenarios depending on how events play out. Under the central scenario, it expects the local economy to contract through 2020 and 2021. Inflation is expected to be low for the 2020 year at 0.8% although they predict it will return to within the lower half of the Reserve Bank's 1%-3% targeted band in subsequent years.

The Plan continues to operate to a well-diversified investment mix in order to capture the best returns without taking on undue risk. The Plan's Investment Consultant considers that at present the Plan's chosen managers provide a suitable mix for the management of the Plan's assets. The managers are well aware of the issues that face investment markets and have sufficient abilities to manage the funds accordingly.

Compared to other similar schemes the Plan continues to operate to a more conservative strategy with slightly lower exposure to equity markets and more diversifiers in its line-up in the form of alternative asset classes.

Details of Plan

The scheme name is the Ports Retirement Plan (the Plan). The Plan is registered as a restricted workplace savings scheme.

The manager is the Ports Retirement Trustee Limited, whose Directors are named on page 12. The product disclosure statement for the Plan is dated 12 September 2019 and it remains open for applications. A fund update for the Plan was produced as at 31 March 2020.

The financial statements of the Plan as at 31 March 2020, and the auditor's report on those financial statements, have been lodged with the Registrar of Financial Service Providers and are available electronically by visiting companiesoffice.govt.nz/disclose, selecting search schemes and entering the Plan name.

Information on Contributions and Plan Participants

Total Members

Members	1 April 2019	31 March 2020
Contributing members	474	488
Non-contributing members	50	48
Total members	524	536

New Members

New Members In Year Ended 31 March 2020	
Transfers from other schemes	1
Other new members	41
Total new members	42

Member Exits

Member Exits In Year Ended 31 March 2020	
Leaving service	23
Death	Nil
Total and Permanent Disablement	1
Transfers to other schemes	Nil
Other reasons- withdrawal	6
Total member exits	30

Members' Accumulations

Members' accumulations	1 April 2019	31 March 2020
Total account balances	\$81,978,300	\$74,522,451
Number of members with accounts	524	536
Total members	524	536

Total Contributions

Contribution Type	Total In Year Ended 31 March 2020	Number of Members To Whom Contributions Related
Member contributions	\$2,989,412	518
Employer contributions*	\$1,722,195	518
Member voluntary contributions	Nil	Nil
Total contributions	\$4,711,607	518

*Net employer contributions credited to Plan after deducting employer superannuation contribution tax.

Changes Relating to the Plan

Due to the resignation of the Chairman, David Stevens, the Trust Deed was amended on 20 February 2020 to confirm the resignation and the election of a current Director, Paul Drummond as an interim Chairperson.

The Trust Deed was also amended on 12 September 2019 to allow First Home Withdrawal Benefits and a clarification of the Qualifying/Deferred member definition.

A replacement Product Disclosure Statement (PDS) was lodged on 12 September 2019. This reflects the first home withdrawal option that became available to members effective on and after 12 September 2019.

A replacement Other Material Information (OMI) was also lodged on 12 September 2019. The main changes were the introduction of the first home withdrawal.

No transactions providing for related party benefits (as contemplated by section 172(1) of the FMCA) to be given from the Plan were entered into during the year ended 31 March 2020 on anything other than arm's-length terms.

Other Information for Particular Types of Managed Funds

During the year 48 Plan participants made a withdrawal that was permitted under the FMCA and the trust deed, and the grounds on which those withdrawals were made were as follows:

Withdrawal type	Number of members
Full withdrawals	30
Leaving service	29
Death	0
Total and Permanent Disability	1
Partial withdrawals	18
Contributing members aged 65 plus	11
Non-contributing members	7
Relationship property sharing order	0

The Trustee confirms that for the year ended 31 March 2020 all contributions required to be made to the Plan in accordance with the terms of the trust deed were made.

The Trustee confirms that:

1. All the benefits required to be paid from the Plan in accordance with the terms of the trust deed have been paid.
2. The market value of the property of the Plan as at 31 March 2020 equalled the total value of benefits that would have been payable had all members of the Plan ceased to be members at that date and had provision been made for the continued payment of all benefits being paid to members as at that date.

As noted earlier in this Annual Report:

- the before-tax investment return (after investment expenses but before all other expenses and insurance costs) for the Balanced Fund for the year ended 31 March 2020 was -4.6%;
- this gross return will have been -4.5% at a PIR of 28% and -4.5% at a PIR of 17.5%;
- the before-tax investment return (after investment expenses but before all other expenses and insurance costs) for the Conservative Fund for the year ended 31 March 2020 was +1.9%; and
- this gross return will have been +1.1% at a PIR of 28% and +1.4% at a PIR of 17.5%;

but due to the complexity of those other expenses and insurance costs, and the tax allocation process, it is not possible to advise in this Annual Report the crediting rate or rates applied to members' balances after expenses, costs and tax (as that percentage rate differs for each individual member).

Changes to Persons Involved in the Plan

Ports Retirement Trustee Limited is the Trustee of the Plan. The Directors of the Trustee, act as manager of the Plan and custodian of the Plan's property.

There was one change during the year to the directors, David Stevens resigned as Chairman of the Directors effective 29 January 2020.

There were no other changes to the administration manager, any investment manager, the securities registrar or the auditor of the Plan. Sovereign Insurance changed its name to AIA Insurance.

There were no changes in the control of the Trustee during the year ended 31 March 2020.

How to Find Further Information

The following information is available electronically (and free of charge) on the Disclose Register at companiesoffice.govt.nz/disclose:

- copies of the trust deed, the Plan's latest audited financial statements, the statement of investment policy and objectives and the annual report (select *search schemes* and enter the Plan name); and
- copies of the product disclosure statement, the annual fund update and other material information relating to the Plan (select *search offers* and enter the Plan name).

Copies of the statement of investment policy and objectives, the product disclosure statement, the latest annual report and the latest fund update (as well as other information about the Plan) are also available on the Plan's website portsretirement.org.nz.

You can obtain a copy of any of those documents (or an estimate of your benefits) from the Trustee free of charge by writing to the administration manager at the following address:

Ports Retirement Plan
Melville Jessup Weaver
Kiwi Wealth House, Level 7, 20 Ballance Street,
PO Box 1096, Wellington 6140

Contact Details and Complaints

Contact details for the Administration Manager are:

Ports Retirement Plan
Melville Jessup Weaver
Kiwi Wealth House
Level 7, 20 Ballance Street,
PO Box 1096, Wellington 6140

Phone: 0800 728 370

Any queries or complaints about the Plan can be made by contacting the Trustee at the above address.

The administration manager also acts as the securities registrar for the Plan and can be contacted (in that capacity) at the above address.

The Trustee has established a process to deal with any complaints that members might have. The process is confidential, providing members with the ability to be satisfied that all their dealings with the Plan have been handled properly. The first step is to contact either the secretary or the administrator in confidence to set out your complaint.

Members also have the right to send their complaints directly to the Plan's external disputes resolution service, Financial Services Complaints Limited ("FSCL"). FSCL's contact details are:

Website: www.fscl.org.nz
Email: info@fscl.org.nz
Telephone: 0800 347257 (call free for consumers)
(04) 472 FSCL (472 3725)
Fax: (04) 472 3727
Postal address: PO Box 5967 Lambton Quay
Wellington 6145

Neither we nor FSCL will charge a fee to any complainant to investigate or resolve a complaint.

Summary of the Plan's Operational Results

Activities in the last five years are summarised in the following table.

Year ended 31 March	2020	2019	2018	2017	2016
Audited Accounts	\$m	\$m	\$m	\$m	\$m
Fund start of year	82.0	81.6	81.0	81.0	84.2
Contributions	4.7	4.6	4.6	4.4	4.4
Benefits	(8.5)	(8.3)	(9.3)	(9.8)	(11.0)
Expenses	(0.5)	(0.6)	(0.5)	(0.5)	(0.5)
Taxation	0.1	(0.5)	(0.7)	(0.8)	(0.4)
Investment income	(3.4)	5.1	6.5	6.6	4.0
Other income	0.1	0.1	0.0	0.1	0.3
Fund end of year	74.5	82.0	81.6	81.0	81.0

Over the year ended 31 March 2020, total members' balances reduced to \$74.522 million, from \$81.978 million in the prior year.

The main reasons that the value of the Plan's assets reduced, as well as there being benefit payments of \$8.5 million and contributions of only \$4.7 million, was that the Plan had gross investment income loss (after investment expenses but before all other expenses, insurance costs and tax) of \$3.4 million.

Plan Administration

MEMBER SERVICES

Contacts

For personal member balances and enquiries contact the Administrator, **Claire Shiels**, Melville Jessup Weaver phone (04) 499 0277, email claire.shiels@mjlw.co.nz



The Plan Secretary, **Debby Green**, Rail & Maritime Transport Union phone (04) 499 2066, email dgreen@rmtunion.org.nz



Wills and Your Nominated Beneficiary

Issues relating to wills and nominated beneficiaries remain of vital importance to members.

The question most often asked about a will is 'Do I need one?'. The answer, because you are going to die at some time, is 'Yes' - otherwise you will create difficulties for those you care about.

The Plan provides a death benefit which has to be paid out. But it is the Trustee who is charged with correctly paying out that benefit. The Trustee has a broad discretion as to how to distribute the benefit and may pay it to one or more of a range of potential recipients including (among others) anyone whose name and details you have notified to us in writing, your spouse, your children, your dependants or your estate – the point is that the Trustee has to decide.

So you need to make sure that the Trustee has good information to help it make an appropriate decision about who should receive the benefit. There are two things that you should do:

- firstly, keep your Plan nominated beneficiary details up to date, and
- secondly, make a will, as the will directs how assets in (or paid to) your estate must be distributed.
- Ideally your will would state that the funds from your Ports Retirement Plan should be paid directly to your Estate/ or your Wife/Husband/children as per your named beneficiary(ies).

If you do not have a will, the Court may appoint an administrator to manage your estate, which takes time and may not be someone you would have chosen.

Then the assets in your estate (which may include some or all of your death benefit from the Plan, if the Trustee makes a payment to your estate) are distributed according to the Administration Act, which may not be what you would have wanted.

Another way of looking at this is to know that if you have advised the Trustee of your nominated beneficiaries and if you have made a will, you help make the financial consequences of your death much easier for your loved ones.

Conclusion

Whilst it is disappointing to declare a negative return for the year ended 31 March 2020, the Coronavirus pandemic has resulted in the most serious economic conditions since the Great Depression. By maintaining our long-term investment strategy, we have been rewarded with strong investment performance in the first two months of the new financial year, but significant risks remain and high levels of volatility can be expected throughout the next twelve months.

David Stevens resigned as Chairman of the Plan on 29 January 2020 due to ill health. David was appointed Chairman of Trustees in 1994. The Directors wish to record their appreciation and thanks to David for his astute chairmanship over more than 25 years. David was the driver of many changes to the Plan over the years, including processes to comply with the Financial Markets Conduct Act 2013. We wish David well for the future.

I also record my thanks for the valuable support and contribution to the Plan made by my fellow Directors. The contribution made by the Rail & Maritime Transport Union and the staff of Melville Jessup Weaver is also acknowledged.

PAUL DRUMMOND

CHAIRPERSON

18 June 2020

Profiles of Trustee's Directors



Paul Drummond (Licensed Independent Trustee and new Chairperson) was appointed a Trustee in 2016 and elected as Chairperson in February 2020. He acts as the Licensed Independent Trustee Director of the Plan for the purposes of the FMCA. He spent over 40 years in banking and investment-related roles with several New Zealand banks before retiring in 2013. He is currently acting as Executive Trustee of the NZ Red Cross Foundation and has Licensed Independent Trustee roles for several other restricted workplace savings schemes.

Wayne Butson was appointed a Trustee in March 2010. Wayne is the General Secretary of the Rail & Maritime Transport Union and a Trustee of the Locomotive Engineers' SAD Fund and the NZ Railways Staff Welfare Trust.



Jonathan Gardiner was appointed a Director of the Trustee in May 2018. Jonathan has been the Chief Financial Officer of the Lyttelton Port Company since July 2014. Jonathan has a Bachelor of Management Studies (Hons) from Waikato University.

Chris Ball was appointed a Director of the Trustee in February 2017. He is a Chartered Accountant and is also a Trustee of the Locomotive Engineers' SAD Fund.



Andrew Kelly was appointed a Trustee in November 2014. He has worked as a fitter/turner at LPC since 2006. He is branch president of the Rail & Maritime Transport Union and also South Island Ports Representative on the NMC. Andrew served his apprenticeship in the UK and moved to NZ 30 years ago.

Simon Kebbell was appointed a Director of the Trustee in February 2017. Simon is an experienced finance professional who holds a Bachelor of Management Studies (Hons) and is also a Chartered Accountant. Simon is currently the IT/Finance Manager for the Port of Tauranga Limited.



Dion Young was appointed a Trustee in October 2009 and works as a cargo handler/crane driver for C3 Limited in Tauranga. Dion, a South Islander who now lives in Mount Maunganui, is a delegate of the Rail & Maritime Transport Union Bay of Plenty Port Branch.

David Stevens retired as Chairman in January 2020. He was appointed the Chairman of Trustees in 1991 and then Chairman of Directors of Ports Retirement Trustees Limited. He is a retired senior banker and a retired Executive Director of Workplace Savings NZ.



Summary Financial Statements

The following summary financial statements have been extracted from the full financial statements for the year ended 31 March 2020, which were authorised for issue by the Trustee on 18 June 2020. An unmodified audit report was issued on the full financial statements on 18 June 2020.

There is no requirement to obtain an audit opinion on the summary financial statements. Consequently, the summary financials are unaudited.

As the summary financial statements do not include all the disclosures included in the full financial statements, they cannot be expected to provide as complete an understanding as is provided by the full financial statements of the financial position, financial performance and cash flows of the Plan.

A copy of the full financial statements can be obtained from the Administrator:

Melville Jessup Weaver (Claire Shiels):

Telephone (04) 499 0277

Freephone 0800 728 370

Email claire.shiels@mjlw.co.nz.

The full financial statements comply with the Financial Reporting Act 2013 and were lodged on the Disclose Register (companiesoffice.govt.nz/disclose) on 30 June 2020.

The full financial statements and the summary financial statements are presented in New Zealand dollars because that is the currency of the primary economic environment in which the Plan operates.

The full financial statements have been prepared in accordance with generally accepted accounting practice in New Zealand and the requirements of the Financial Reporting Act 2013.

The full financial statements comply with *New Zealand Equivalents to International Financial Reporting Standards* (NZ IFRS) and other applicable Financial Reporting Standards, as appropriate for profit-oriented entities. The full financial statements also comply with International Financial Reporting Standards (IFRS) as issued by The International Accounting Standards Board.

PORTS RETIREMENT PLAN

Statement of Net Assets As at 31 March 2020

	2020	2019
	\$	\$
CURRENT ASSETS		
Cash at Bank	490,173	42,708
Deferred Tax Asset	166,469	-
Contributions Receivable - Member	227,767	162,860
Contributions Receivable - Employer	129,403	135,391
Taxation Receivable	393,748	-
Total Current Assets	1,407,560	340,959
FINANCIAL ASSETS - At Fair Value Through Profit or Loss		
Short Term Deposits	1,916,870	2,078,711
Fixed Interest - Onshore	8,840,448	10,996,612
Fixed Interest - Offshore	19,878,014	18,937,349
Equities - Trans Tasman	8,502,075	9,522,947
Equities - Offshore	22,060,911	25,924,837
Property International	3,720,980	4,489,676
Global Infrastructure	3,095,428	3,493,716
Alternative Assets - Growth	1,427,032	2,317,625
Alternative Assets - Income	4,530,171	4,359,309
Forward Foreign Exchange	(155,581)	(271,078)
Total Investments	73,816,348	81,849,704
Total Assets	75,223,908	82,190,663
Less LIABILITIES		
Sundry Accounts Payable	138,739	157,440
Benefits payable	562,678	-
Taxation payable	-	54,923
Total Liabilities	701,417	212,363
NET ASSETS AVAILABLE FOR BENEFITS	74,522,491	81,978,300
LIABILITY FOR PROMISED BENEFITS		
<i>Represented By:</i>		
Member Accounts	48,349,653	53,147,565
Employer Accounts	26,172,838	28,830,735
	74,522,491	81,978,300

PORTS RETIREMENT PLAN

Statement of Changes in Net Assets For the year ended 31 March 2020

INVESTMENT ACTIVITIES	2020	2019
	\$	\$
Investment revenue		
(Losses)/Gains on Financial Assets at Fair Value Through Profit or Loss	(2,943,810)	5,610,805
	<u>(2,943,810)</u>	<u>5,610,805</u>
Investment Expenses		
Gross Investment Management Fees	(571,056)	(574,077)
Investment Management Fee Rebates	108,791	105,437
Net Investment Revenue	<u>(3,406,075)</u>	<u>5,142,165</u>
 OTHER REVENUES		
Group Life Claims	67,288	75,670
Use of Money Interest	-	3,072
Total Other Revenue	<u>67,288</u>	<u>78,742</u>
 OTHER EXPENSES		
Use of Money Interest	(471)	-
Administration and Investment Advisor Fees	(229,860)	(284,312)
Auditors' Remuneration - Audit of Financial Statements	(19,378)	(18,975)
Group Life Premiums	(222,052)	(214,915)
Trustees Remuneration	(51,096)	(52,965)
Auditors' Remuneration - Taxation Services Fees	(15,100)	(17,848)
Total Other Expenses	<u>(537,957)</u>	<u>(589,015)</u>
 Change in Net Assets Before Taxation and Membership Activities	<u>(3,876,744)</u>	<u>4,631,892</u>
 MEMBERSHIP ACTIVITIES		
Contributions		
Member Contributions	2,989,412	2,939,019
Employer Contributions	1,722,195	1,637,780
Total Contributions	<u>4,711,607</u>	<u>4,576,799</u>
 Benefits Paid		
Retirement	(1,646,360)	(2,251,956)
Withdrawals	(4,377,330)	(2,968,892)
Redundancy	(13,252)	(142,452)
Death and Permanent Incapacity	(631,992)	(315,188)
Resignation	(1,788,207)	(2,603,849)
Total Benefits Paid	<u>(8,457,141)</u>	<u>(8,282,337)</u>
 Income Tax Expense	166,469	(562,466)
 Net Membership Activities	<u>(3,579,065)</u>	<u>(4,268,004)</u>
 Net (Decrease)/Increase in Net Assets During Year	<u>(7,455,809)</u>	<u>363,888</u>
 Net Assets Available for Benefits at Beginning of Year	81,978,300	81,614,412
 Net Assets Available for Benefits at End of Year	<u>74,522,491</u>	<u>81,978,300</u>

PORTS RETIREMENT PLAN

Statement of Cash Flows

For the year ended 31 March 2020

	2020	2019
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
<i>Cash provided from</i>		
Member Contributions	2,924,506	2,916,669
Employer Contributions	1,728,184	1,585,914
Group Life Claims	67,288	75,670
	<u>4,719,978</u>	<u>4,578,253</u>
<i>Cash applied to</i>		
Benefits Paid	(7,894,465)	(8,995,958)
Other Administration Expenses	(283,039)	(308,582)
Taxation Paid	(448,649)	(915,570)
Use of Money Interest	(494)	-
Insurance	(222,053)	(214,914)
Trustee Fees	(51,096)	(52,966)
	<u>(8,899,796)</u>	<u>(10,487,990)</u>
Net Cash Flows from Operating Activities	(4,179,818)	(5,909,737)
CASH FLOWS FROM INVESTING ACTIVITIES		
<i>Cash provided from</i>		
Sale of Investments	6,045,500	8,994,500
<i>Cash was applied to</i>		
Purchase of Investments	(1,418,217)	(3,109,924)
	<u>4,627,283</u>	<u>5,884,576</u>
Net Cash Flows from Investing Activities	4,627,283	5,884,576
Net Increase/(Decrease) in Cash Held	447,465	(25,161)
Cash at Beginning of Year	42,708	67,869
Cash at End of Year	<u><u>490,173</u></u>	<u><u>42,708</u></u>

ADMINISTRATION MANAGER

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Plan Secretary
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Wellington 6140

SOLICITOR

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COMPLAINTS RESOLUTION SERVICE

Financial Services Complaints Limited
P O Box 5967
Wellington 6145

INVESTMENT MANAGERS

AMP Capital Investors (New Zealand) Limited
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ANZ New Zealand Investments Limited
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PLAN SECRETARY

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