

## Investment strategy

To provide a solution for investors seeking a diversified investment to grow their capital over the medium and long term (more than five years), while accepting medium volatility.

## Investment objectives

- > You want to protect your capital, but also see some growth in the medium term.
- > You are not comfortable with significant fluctuations in your portfolio, but you understand that medium risk is needed to achieve more growth over the long term.
- > You would accept a potential loss in one year out of every three.

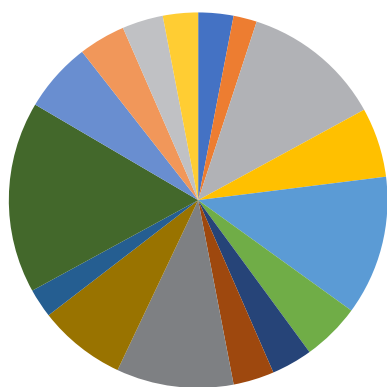
## Projected performance

The after-tax, after management fee expected annual return distribution over the long term (below) is based on index data collected since 1993. Actual performance may be different.

A 28% tax rate is assumed, and the effect of the tax rules on the various asset types is calculated. Management fees are assumed at the index fund level. The Select Service and the Adviser Service Fees are not included.

Index Enhanced Balanced	
Mean Annual Return	5.5%
Probability of loss in any one year	25.0%
Years with negative return expected*	1 in 3 years
Expected 10 year return	67%
Expected 20 year return	179%
*The balanced asset allocation expects to have a negative return every 3 years.	

## Selected Index Enhanced Balanced Portfolio Investment mix as at July 2025 to current



Name of individual asset	Proportion of portfolio %	Currency of individual asset	Asset type
Nikko AM NZ Cash Fund	3.0	NZ	Cash and cash equivalents
Cash Account	2.0	NZ	Cash and cash equivalents
Kernel NZ Bond Fund	12.0	NZ	NZ fixed interest
Simplicity NZ Bond Fund	6.0	NZ	NZ fixed interest
Simplicity Hedged Global Bond Fund	12.0	NZ	International fixed interest
Dimensional Global Bond Sustainability PIE Fund	5.0	NZ	International fixed interest
Kernel NZ Commercial Property Fund	3.5	NZ	Listed property
Kernel Global Infrastructure (NZD Hedged) Fund	3.5	NZ	Other
Betashares Australia 200 Fund	10.0	NZ	Australasian equities
Harbour NZ Index Shares Fund	7.5	NZ	Australasian equities
Kernel NZ Small & Mid Cap Opportunities Fund	2.5	NZ	Australasian equities
Dimensional Global Core Equity Trust NZD Hedged Class	16.5	NZ	International equities
Schroder Sustainable Global Core PIE Fund (unhedged)	6.0	NZ	International equities
Betashares Global Quality Leaders Fund	4.0	NZ	International equities
Kernel Emerging Markets Fund	3.5	NZ	International equities
Dimensional Global Small Company Trust - Active ETF	3.0	NZ	International equities

## What are the risks of investing?

Risk indicator for the Selected Index Enhanced Balanced Portfolio:  
Potential lower returns      Potential higher returns



The risk indicator is rated from 1 (low) to 7 (high). The rating reflects how much the value of the security's assets goes up and down. A higher risk generally means higher potential returns over time, but more ups and downs along the way.

Note that even the lowest category does not mean a risk-free investment, and there are other risks that are not captured by this rating.

See the Investor Information booklet for more information about the risks associated with investing in this portfolio.

To help you clarify your own attitude to risk, talk to your financial adviser.

Disclaimer: Market index returns have been used to determine the Risk Indicator for the portfolios, as these are not utilised investment vehicles and consequently do not have a unit price that can be used for volatility calculations. The portfolios are comprised of a variety of underlying assets whose actual performance can be expected to vary from the benchmark index used for each asset class. Consequently, the Risk Indicator may therefore provide a less reliable indicator of the potential future volatility of these portfolios.

## Minimum investment

- > Initial investment: \$10,000
- > Additional investment: \$2,000
- > Regular investment: \$500 p.m. or \$250 p.m. with a minimum \$10,000 investment.

## Portfolio mix

- > The investment options and the weightings are monitored by JMI Wealth ^ and can change at anytime. For the current Portfolio, refer to [selectwealth.co.nz/selected-and-gbp-portfolios](https://selectwealth.co.nz/selected-and-gbp-portfolios)
- > See a description of the individual securities at [selectwealth.co.nz/custom-built-portfolios](https://selectwealth.co.nz/custom-built-portfolios)
- > Performance published monthly on the Select website at [selectwealth.co.nz/services/investment-performance](https://selectwealth.co.nz/services/investment-performance)

## Fees (charged as a % of investment)

- > Select Fee:

Value	Fee % per annum
\$0 to \$249,999	0.50%
\$250,000 to \$499,999	0.40%
\$500,000 to \$999,999	0.25%
\$1,000,000 to \$2,999,999	0.20%
\$3,000,000 and over	0.20%

- > Adviser Service Fee: up to 1% p.a.
- > Estimated Fund Manager Fees\*: average 0.28% p.a.

For more information, please refer to the fees and costs detailed in the Investor Information booklet.

\*Exclusive of performance fees (if any).

## How to invest

Talk to your financial adviser to discuss the suitability of Select, and to obtain the Investor Information booklet and relevant investment statements. If you don't currently have a financial adviser, call us on 0800 653 000 and we'll put you in touch with someone who can help.

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