

ANNUAL REPORT TO MEMBERS

for the

MARITIME KIWISAVER SCHEME

Year ended 31 March 2023

Chairman's Report

I am pleased to present the seventh annual report of the Maritime KiwiSaver Scheme

Fund Size and Membership

During the year the size of the Fund increased in size from \$16.7M to \$17.0M. The number of active members increased slightly from 285 to 290. Of the funds invested in member and employer accounts at 31 March 2023, 85% is invested in the balanced portfolio, 13% in the conservative portfolio and 2% in the new growth portfolio.

Performance

All the Fund's portfolios incurred small losses with the growth portfolio delivering a return of -2.83%, the balanced portfolio delivering a return of -2.83% and the conservative portfolio delivering a return of -2.23%, net of all fees and tax (at 28%).

During the last five years, the average returns of the balanced and conservative portfolios, again net of fees and tax (at 28%) have been 5.09% and 1.69% respectively. These returns compare with the Fund's projected returns going forward of 3.4% and 1.6% for the balanced and conservative portfolios respectively. The growth portfolio has only been in existence since 1 October 2021, so we do not yet have an average return over five years to compare to the projected return for the growth portfolio of 4.2%.

Fund Management and Administration

The Fund continued to be well managed by the Administrator, Melville, Jessup Weaver (MJW).

Administration and fund management fees continued to decline in line with industry trends. The expenses ratios were 0.74% for the growth portfolio, 0.69% for the balanced portfolio and 0.61% for the conservative portfolio. These expense ratios compare favourably with range of expense ratios of other KiwiSaver schemes which are typically in the range of 1.1% to 1.4%.

Appreciation

The Trustees thank members and participating employers for their continuing support, and the Fund's Administrator (MJW), and other service providers and fund managers for their continuing services to the Fund.

David Young
Chairman

Details of Scheme

The scheme name is the Maritime KiwiSaver Scheme (the “Scheme”). The Scheme is registered as a restricted KiwiSaver scheme.

The manager is the Board of Trustees named on page 6. The latest Product Disclosure Statement (PDS) for the Scheme is dated 07 November 2022 and the Scheme is open for applications. Fund updates for the Conservative, Balanced and Growth Portfolio were made publicly available on 25 June 2023 for the year ended 31 March 2023.

The financial statements for the year ended 31 March 2023, and the auditor’s report on those financial statements have been lodged with the Registrar and are available electronically by visiting <https://disclose-register.companiesoffice.govt.nz/>, selecting search schemes and entering the Scheme name.

Information on Contributions and Scheme Participants

Total Members

Members	31 March 2023	31 March 2022
Contributing members	238	230
Non-contributing members	52	55
Total members	290	285

New Members

New Members for Year Ended 31 March 2023	
New members	11
Transfers from other schemes	13
Total new members	24

Member Exits

Member Exits for Year Ended 31 March 2023	
Retirement	10
Death	2
Disablement	0
Transfers to other schemes	6
Other reasons	1
Total member exits	19

Members' Accumulations

Members' accumulations	31 March 2023	31 March 2022
Total account balances	\$16,895,312	\$16,670,632
Number of members with accounts	290	285

Total Contributions

Contribution Type	Total for Year Ended 31 March 2023	Number of Members to Whom Contributions Relate
Member contributions	\$838,837	230
Employer contributions	\$472,425*	222
Total contributions	\$1,311,262	

*After deducting employer superannuation contribution tax.

Changes Relating to the Scheme

During the year ended 31 March 2023 the Scheme continued as a restricted KiwiSaver scheme registered under the Financial Markets Conducts Act (FMCA)

There were no changes to the Maritime KiwiSaver Scheme Trust Deed during the year ended 31 March 2023.

The PDS for the offer of membership was updated on 21 May 2022 with some minor updates.

The Statement of Investment Policy and Objectives (SIPO) was updated on 12 May 2022 with small variations to the target asset allocations for each portfolio.

No transactions providing for related party benefits (as contemplated by section 172(1) of the FMCA) to be given from the Scheme were entered into during the year ended 31 March 2023 on anything other than arm's-length terms.

Other Information

During the year, 27 Scheme 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	17
Leaving service	10
Transfer	5
Disablement	0
Death	2
Partial withdrawals	10
Contributing members	3
Non-contributing members	1
Financial Hardship	5
1 st Home withdrawal	1

The following table shows the monthly crediting rates (after tax at the highest PIR and an allowance for general expenses) applied to members' accounts during the year:

Month	Crediting rate applied		
	Balanced Portfolio	Conservative Portfolio	Growth Portfolio
April 2022	-2.31987%	-1.66440%	-2.49683%
May 2022	-3.65979%	-2.10461%	-4.47273%
June 2022	-7.48735%	-4.28356%	-9.01208%
July 2022	-2.74304%	-1.30491%	-4.11610%
August 2022	-4.83526%	-2.88314%	-6.05935%
September 2022	-8.80158%	-5.43985%	-9.91114%
October 2022	-6.12478%	-4.55741%	-6.47672%
November 2022	-4.60455%	-3.37652%	-4.76204%
December 2022	-7.18099%	-4.54397%	-7.89141%
January 2023	-3.29955%	-2.28844%	-3.24335%
February 2023	-3.67778%	-3.07649%	-3.47808%
March 2023	-2.54149%	-1.94156%	-2.54714%

The Trustees confirm that for the year ended 31 March 2023 all contributions required to be made to the Scheme in accordance with the terms of the trust deed were made.

The Trustees confirm that:

1. All the benefits required to be paid from the Scheme in accordance with the terms of the trust deed and the KiwiSaver scheme rules have been paid.
2. The market value of the property of the Scheme as at 31 March 2023 equalled the total value of benefits that would have been payable had all members of the Scheme 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.

Changes to Persons Involved in the Scheme

The following persons served as Trustees during the year:

- David Young (Chairman)
- Simon Brodie (Licensed Independent Trustee)
- Craig Harrison (Vice Chairman)
- Ray Welson
- Ray Fife
- Carl Findlay
- Russell Mayn
- Brodie Stevens
- Walter Rushbrook
- Andrew Clark

Deepthi Swarnapuri resigned on 31 August 2022 as a Trustee and was replaced by Andrew Clark on 8 November 2022.

There were no changes during the year to the custodian, the Administration Manager, the securities registrar or the auditor of the Scheme.

How to Find Further Information

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

- copies of the trust deed, the Scheme's latest audited financial statements, the SIPO and the annual report (select *search schemes* and enter the Scheme name); and
- copies of the PDS, the annual fund updates and other material information relating to the Scheme (select *search offers* and enter the Scheme name).

Copies of the SIPO, the PDS, the latest annual report and the latest fund updates (as well as other information about the Scheme) are also available on the Scheme's website maritimeretirementscheme.nz.

You can obtain a copy of any of the above documents (or an estimate of your benefits) from the Trustees free of charge by emailing or writing to the Administration Manager at the following address:

Maritime KiwiSaver Scheme
Melville Jessup Weaver
Level 7, 20 Ballance Street
PO Box 1096
Wellington 6140

Email: maritime@mjlw.co.nz

Contact Details and Complaints

You can contact the Trustees via the Administration Manager at:

Maritime KiwiSaver Scheme
Melville Jessup Weaver
Level 7, 20 Ballance Street
PO Box 1096, Wellington 6140

Email: maritime@mjw.co.nz

Phone: 0800 947 357

The Administration Manager also acts as the securities registrar for the Scheme and can be contacted (in that capacity) at the above address.

Any queries or complaints about the Scheme can be made by contacting the Trustees at the above address.

The Trustees have 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 Scheme have been handled properly. The first step is to contact either the secretary or the administrator in confidence to set out your complaint.

You may refer to your complaint to Financial Services Complaints Ltd (FSCL) – A Financial Ombudsman Service. FSCL is our independent external ombudsman and dispute resolution service that has been approved by the Minister of Consumer Affairs under the Financial Service Providers (Registration and Dispute Resolution) Act 2008.

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.

Financial Information

The following tables contain information extracted from the full financial statements which were audited and signed on 26 July 2023.

Investment performance

	31 March 2023 \$	31 March 2022 \$
Total investment revenue	(\$417,117)	\$287,581

Expenses

	31 March 2023 \$	31 March 2022 \$
Investment expenses	56,397	59,631
General expenses	45,724	45,037

Membership activities

	31 March 2023 \$	31 March 2022 \$
Member contributions	838,869	800,949
Employer contributions	472,443	447,659
Government Contributions	99,221	103,901
Transfers In	424,590	385,284
Withdrawals	(1,193,088)	(1,211,445)
Members' PIE Tax	172,262	58,062

Assets

	31 March 2023 \$	31 March 2022 \$
Total investments	16,723,050	16,622,148
Tax receivable	59,692	12,317
Deferred Tax Asset	182,949	58,062
Benefits Payable	0	(21,895)

Member accounts

	31 March 2023 \$	31 March 2022 \$
Member accounts	11,649,337	11,450,072
Employer accounts	5,316,354	5,220,560

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

Melville Jessup Weaver:

Freephone 0800 947 357

Email maritime@mjlw.co.nz