

Antipodes Investment Funds
Financial Statements
For the year ended 31 March 2021

Statements of Comprehensive Income

\$ For the year ended 31 March	Note	Global Fund - Long (PIE)		Global Fund (PIE)	
		2021	2020	2021	2020
Income					
Interest income - financial assets at amortised cost		52	122	331	2,469
Other income		-	-	162	-
Net foreign currency (loss)/gain on financial assets at amortised costs		(249)	1,222	(14,105)	17,115
Net gain/(loss) on financial assets and liabilities at fair value through profit or loss		168,871	(11,229)	4,588,318	1,620,736
Total income/(loss)		168,674	(9,885)	4,574,706	1,640,320
Expenses					
Management fees	7	5,876	6,263	207,841	385,860
Management fee rebates	7	(4,589)	(4,752)	-	-
Other expenses		16	2	66	29
Total operating expenses		1,303	1,513	207,907	385,889
Net profit/(loss)		167,371	(11,398)	4,366,799	1,254,431
Profit/(loss) for the year attributable to Unitholders		167,371	(11,398)	4,366,799	1,254,431
Total comprehensive income/(loss) for the year attributable to Unitholders		167,371	(11,398)	4,366,799	1,254,431

These statements are to be read in conjunction with the accompanying notes.

Statements of Changes in Net Assets Attributable to Unitholders

\$ For year ended 31 March 2021	Global Fund - Long (PIE)		Global Fund (PIE)	
	2021	2020	2021	2020
Net assets attributable to Unitholders at the beginning of the year	494,240	312,854	21,279,011	55,074,148
Proceeds from units issued	22,847	593,780	4,488,780	6,077,237
Redemption of units	(78,050)	(398,929)	(5,873,753)	(41,114,723)
Unitholder tax liabilities	(1,795)	(2,067)	(7,325)	(12,082)
Net (decrease)/increase from transaction in units	(56,998)	192,784	(1,392,298)	(35,049,568)
Total comprehensive profit/(loss) for the year attributable to Unitholders	167,371	(11,398)	4,366,799	1,254,431
Net assets attributable to Unitholders at the end of the year	604,613	494,240	24,253,512	21,279,011
Units on issue	Global Fund - Long (PIE)		Global Fund (PIE)	
For the year ended 31 March	2021	2020	2021	2020
Units on issue at the beginning of the year	549,320	338,817	22,963,714	59,667,246
Units issued	22,135	617,463	4,214,595	6,272,348
Units redeemed	(74,484)	(406,960)	(5,944,864)	(42,975,880)
Units on issue at the end of the year	496,971	549,320	21,233,445	22,963,714

These statements are to be read in conjunction with the accompanying notes.

Statements of Financial Position

\$ As at 31 March	Note	Global Fund - Long (PIE)		Global Fund (PIE)	
		2021	2020	2021	2020
Current assets					
Cash and cash equivalents		20,211	17,888	99,440	125,694
Financial assets at fair value through profit or loss	5	585,629	477,957	24,189,861	21,215,784
Accrued interest		17	-	69	-
Management fee rebates receivable	7	1,135	1,238	-	-
Total assets		606,992	497,083	24,289,370	21,341,478
Current liabilities					
Management fees payable	7	584	776	21,642	32,081
Withdrawals payable		-	-	6,891	18,304
Tax payable on behalf of unitholders		1,795	2,067	7,325	12,082
Total liabilities		2,379	2,843	35,858	62,467
Net assets attributable to Unitholders		604,613	494,240	24,253,512	21,279,011

The Directors of Implemented Investment Solutions Limited authorised these Financial Statements for issue on 19 July 2021.

Director 

Director 

These statements are to be read in conjunction with the accompanying notes.

Statements of Cash Flows

\$ For the year ended 31 March	Note	Global Fund - Long (PIE)		Global Fund (PIE)	
		2021	2020	2021	2020
Cash flows from operating activities					
Proceeds from sale of financial instruments at fair value through profit or loss		86,200	193,639	5,282,566	38,181,741
Purchase of financial instruments at fair value through profit or loss		(25,001)	(380,000)	(3,664,605)	(2,579,999)
Sundry income received		-	-	162	-
Interest income received		35	123	262	2,485
Management fee rebates received		4,692	5,035	-	-
Management fees paid		(6,068)	(5,854)	(218,280)	(404,364)
Performance fees paid		-	-	-	(227,691)
Administration and other expenses paid		(16)	(2)	(66)	(29)
Net cash inflow/outflow from operating activities	8	59,842	(187,059)	1,400,039	34,972,143
Cash flows from financing activities					
Proceeds from units issued		22,847	405,846	4,363,555	5,529,480
Redemptions of units		(78,050)	(210,995)	(5,759,941)	(40,579,284)
Unitholders tax liabilities		(2,067)	(2,195)	(12,082)	(9,031)
Net cash outflow/inflow from financing activities		(57,270)	192,656	(1,408,468)	(35,058,835)
Net increase/(decrease) in cash and cash equivalents					
		2,572	5,597	(8,429)	(86,692)
Cash and cash equivalents at the beginning of the financial year		17,888	11,069	125,694	170,778
Foreign exchange (loss)/gain on cash and cash equivalents denominated in foreign currencies		(249)	1,222	(17,825)	41,608
Cash and cash equivalents at the end of the financial year		20,211	17,888	99,440	125,694

These statements are to be read in conjunction with the accompanying notes.

Notes to the Financial Statements

1. General information

Reporting Entities

These financial statements are for the year ended 31 March 2021 and have been prepared for the Funds which have been registered as the Antipodes Investment Funds Managed Investment Scheme. The Antipodes Investment Funds (the Funds) were registered as a Managed Investment Scheme in accordance with the Financial Markets Conduct Act 2013 on 16 July 2018. These Funds are the Antipodes Global Fund - Long (PIE) and the Antipodes Global Fund (PIE).

The Funds, which are separate legal entities are open-ended investment funds domiciled in New Zealand and established in Wellington under a Master Trust Deed issued 1 December 2016 and Unit Trust Establishment Deeds supplemental to the Trust Deed, dated 28 June 2018. Each Fund was established on the date of its Unit Trust Establishment Deed and will terminate in accordance with the provisions of the Trust Deed.

The principal activity of the Funds is investment, either via investments in other managed funds or holding investments directly.

The objectives of the Funds are to achieve absolute returns in excess of the MSCI All Country World Net Index in NZ dollars over the investment cycle (typically 3- 5 years).

The Funds are managed by Implemented Investment Solutions Limited (the Manager) as they are the licensed manager appointed under the governing documents. The registered office for Implemented Investment Solutions Limited (IIS) is Level 2, Woodward House, 1 Woodward Street, Wellington 6011. Antipodes Partners is the Investment Manager of the Funds.

These financial statements were authorised for issue by the Board of Directors of the Manager on 19 July 2021.

Statutory Base

The Funds are a Managed Investment Scheme as defined by the Financial Markets Conduct Act 2013 and are subject to the provisions of that Act.

The Financial Statements have been prepared in accordance with the requirements of the Financial Markets Conduct Act 2013 and the Trust Deed.

2. Summary of significant accounting policies

The principal accounting policies applied in the preparation of these Financial Statements are set out below. These policies have been consistently applied throughout the period presented, unless otherwise stated.

2.1 Basis of preparation

The Financial Statements have been prepared in accordance with Generally Accepted Accounting Practice in New Zealand (NZ GAAP). For the purposes of complying with NZ GAAP, the Funds are for-profit entities. These Financial Statements comply with New Zealand equivalents to International Financial Reporting Standards (NZ IFRS) and International Financial Reporting Standards (IFRS). These Financial Statements have been prepared under the historical cost method, except for financial assets and liabilities held at fair value through profit or loss.

The preparation of Financial Statements in conformity with NZ IFRS requires the use of certain critical accounting estimates. It also requires the Directors of the Manager to exercise their judgement in the process of applying the Fund's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the Financial Statements are disclosed in Note 3.

The Manager enters into a fund hosting arrangement with the Investment Manager. The arrangements involve the issuing and managing of funds, under the Manager's Managed Investment Scheme license, on behalf of an Investment Manager who wants to provide investors with access to their investment solutions. The Manager contracts with other service providers to provide the services required to be provided directly to the Funds. This includes investment management, trustee/supervisor, custodian, fund administration and audit services. In respect of these services the Manager is acting as an agent of the Fund.

The Financial Statements have been prepared for the year ended 31 March 2021 and comparative periods have been prepared for the year ended 31 March 2020.

There are no new standards or amendments to existing standards that are effective for the year commencing on 1 April 2020 that have a material effect on the Financial Statements of the Scheme Funds.

2.2 Financial instruments

(a) Classification

Financial assets

Financial assets are recognised initially at fair value. After initial recognition, financial assets are measured at fair value or amortised cost, determined on the basis of both (a) the Fund's business model for managing the financial assets; and (b) the contractual cash flow characteristics of the financial asset.

(i) Financial assets at fair value through the profit or loss

Financial assets at fair value through the profit or loss can be either designated as such upon initial recognition or mandatorily measured at fair value in accordance with NZ IFRS 9. The portfolio of financial assets is managed and performance is evaluated on a fair value basis. The Funds are primarily focused on fair value information and the Investment Manager uses that information to assess the assets' performance and to make decisions. All financial assets at fair value through profit or loss are mandatorily measured at fair value through profit or loss. Financial assets at fair value through the profit or loss comprise of unlisted trusts.

(ii) Financial assets at amortised cost

(a) **Cash and cash equivalents** include cash in hand and deposits held at call with banks in New Zealand dollars and foreign currencies. Payments and receipts relating to the purchase and sale of investment securities are classified as cash flows from operating activities, as movements in the fair value of these securities represents the Funds' main income generating activity.

(b) **Receivables** include interest, dividends, contributions receivables and receivable on the sale of unsettled securities.

Financial liabilities

(i) Financial liabilities at amortised cost

Payables are amounts representing liabilities and accrued expenses owing by the Funds at year end and may include related party fees.

The Funds' policy requires the Manager and the Board of Directors to evaluate the information about financial assets and liabilities on a fair value basis together with other related financial information.

Notes to the Financial Statements

2.2 Financial instruments (continued)

(b) Recognition, derecognition and measurement

(i) Financial assets at fair value through the profit or loss

The Funds recognise financial assets and liabilities at fair value through profit or loss on the date they become parties to the contractual agreement. Financial assets and liabilities at fair value through profit or loss are initially recognised at fair value. Transaction costs are expenses as incurred in the Statement of Comprehensive Income. Financial assets are derecognised when the rights to receive cash flows from the investments have expired or the Funds have transferred substantially all of the risks and rewards of ownership. Financial liabilities are derecognised when the obligation under the liability is discharged, cancelled or expires. Subsequent to initial recognition, all financial assets and liabilities at fair value through the profit or loss are measured at fair value.

(ii) Financial assets and liabilities at amortised cost

The Funds recognise financial assets and financial liabilities at amortised cost on the date they become parties to the contractual agreement. Financial assets and financial liabilities at amortised cost are initially recognised at fair value. Financial assets are derecognised when the rights to receive cash flows from the investments have expired or the Funds have transferred substantially all of the risks and rewards of ownership. Financial liabilities are derecognised when the obligation under the liability is discharged, cancelled or expires. Subsequent to initial recognition, all financial assets and financial liabilities at amortised cost are measured at amortised cost. At each reporting date, the Funds shall measure the loss allowance of the financial assets at amortised cost at an amount equal to the lifetime expected credit losses if the credit risk has increased significantly since initial recognition. If, at the reporting date, the credit risk has not increased significantly since initial recognition, the Funds shall measure the loss allowance at an amount equal to 12 month expected credit losses. Significant financial difficulties of the counterparty, probability that the counterparty will enter bankruptcy or financial reorganisation, and default in payments are all considered indicators that a loss allowance may be required. If the credit risk increases to the point that it is considered to be credit impaired, interest income will be calculated based on the gross carrying amount adjusted for the loss allowance. A significant increase in credit risk is defined by management as any contractual payment which is more than 30 days past due or a counterparty credit rating which has fallen below BBB/Baa. Any contractual payment which is more than 90 days past due is considered credit impaired.

(c) Fair value estimation

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

Fair value in an active market

The fair value of financial assets in active markets such as trading securities are based on quoted market prices at the close of trading on the reporting date. The quoted market price used the Funds are the last traded market price for financial assets where the last traded prices falls within the bid-ask spread. In circumstances where the last traded price is not within the bid-ask spread, management will determine the point within the bid-ask spread that is most representative of fair value.

Fair value in an inactive or unquoted market

The fair value of financial assets and liabilities that are not traded in an active market is determined using valuation techniques. The Funds use a variety of methods and make assumptions that are based on market conditions existing at each balance date. Valuation techniques used include the use of recent comparable market transactions, reference to other instruments that are substantially the same, discounted cash flow analysis, option pricing models and other valuation techniques commonly used by market participants making the maximum use of market inputs and relying as little as possible on entity-specific inputs.

The Funds' investments in other funds are subject to the terms and conditions of the respective funds' offering documentation. The investments in other funds are primarily valued based on the latest available redemption price of such units for each other fund investment, as determined by the other funds' administrators. The Funds review the details of the reported information obtained from the other funds and consider: the liquidity of the other fund or its underlying investments; the value date of the net asset value provided; and restrictions on redemptions; and the basis of accounting and, in instances where the basis of accounting is other than fair value, fair valuation information is obtained from the other funds' advisors.

The rights of the Funds to request redemption of their investments in other funds may vary in frequency from daily to weekly redemptions. As a result, the carrying values of the other funds may not be indicative of the values ultimately realised on redemption. In addition, the Funds may be materially affected by the actions of other investors who have invested in other funds in which the Funds have invested.

If necessary, the Funds make adjustments to the net asset value of various other fund investments to obtain the best estimate of fair value. Other net changes in fair value on financial assets and financial liabilities at fair value through profit or loss in the Statements of Comprehensive Income include the change in fair value of each other fund.

2.3 Offsetting financial instruments

Financial assets and liabilities are offset and the net amount reported in the Statements of Financial Position when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis, or realise the asset and settle the liability simultaneously.

2.4 Net assets attributable to unitholders

The Funds issue units that are redeemable at the Unitholders' option and have identical features and are therefore classified as equity. Redemption may take place at the redemption price on any business day after appropriate notice. The fair value of redeemable units is measured at the redemption amount that is payable (based on the redemption unit price) at the balance date if Unitholders exercised their right to put the units back to the Funds.

Applications received for units in the Funds are recorded net of any entry fees payable prior to the issue of units in the Funds and any initial service fee (if any). Redemptions from the Funds are recorded gross of any exit fees payable after the cancellation of the units redeemed. Units are issued and redeemed at the holder's option at prices based on the Funds' net asset value per unit at the time of issue or redemption adjusted for a margin spread of 75bps for each of the respective Funds. The margin spreads on applications and redemptions are to cover costs associated with the transactions. The Funds' net asset value per unit is calculated by dividing the net assets attributable to the holders of the Fund with the total number of outstanding units of the Fund. In accordance with the provisions of the offering documents, investment positions are valued based at the appropriate market value for the purpose of determining the net asset value per unit for subscriptions and redemptions.

2.5 Investment income

Interest income on financial assets at amortised cost

Interest earned on cash and cash equivalents are included as Interest income in the Statements of Comprehensive Income on an accruals basis.

Dividend and distribution income

Dividend income is recognised on the ex-dividend date with any related foreign withholding tax recorded in the Statements of Net Assets Attributable to Unitholders as a unitholder tax liability. Trust distributions are recognised on a present entitlement basis.

Net gains and losses on financial assets at fair value through profit or loss

Realised and unrealised gains and losses are reflected in the Statements of Comprehensive Income as net gain/(loss) on financial instruments held at fair value through profit or loss.

Unrealised gains or losses include the change in net market value of investments held as at balance date and the reversal of prior periods unrealised gains or losses on investments that have been realised in the current year. Realised gains or losses are calculated based on the gross sale proceeds and the weighted average cost of the investments sold.

Notes to the Financial Statements

2.6 Expenses

All expenses, including the Funds' management fees, are recognised in the Statements of Comprehensive Income on an accruals basis.

2.7 Foreign currency translation

(a) Functional and presentation currency

Items included in the Funds' financial statements are measured using the currency of the primary economic environment in which they operate (the "functional currency"). The functional currency for the Funds is the New Zealand dollar, which reflects the currency in which the Funds compete for funds and are regulated. The Funds' investors are from New Zealand, with the subscriptions and redemptions of the units denominated in New Zealand dollars. The performance of the Funds is measured in New Zealand dollars. The Manager considers the New Zealand dollar as the currency that most faithfully represents the economic effects of the underlying transactions, events and conditions. The financial statements are presented in New Zealand dollars, which is also the Funds' presentation currency.

(b) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign currency assets and liabilities are translated into the functional currency using the exchange rate prevailing at balance date.

Foreign exchange gains and losses resulting from translation are included in the Statements of Comprehensive Income.

Foreign exchange gains and losses relating to cash and cash equivalents are presented in the Statements of Comprehensive Income within 'net foreign currency gains or losses on cash and cash equivalents'.

Foreign exchange gains and losses relating to the financial assets and liabilities carried at fair value through profit or loss are presented in the Statements of Comprehensive Income within 'other net changes in fair value on financial assets at fair value through profit or loss'.

2.8 Income tax

The Funds qualify as and have each elected to be a Portfolio Investment Entity (PIE) for tax purposes. Under the PIE regime income is effectively taxed in the hands of the Unitholders and therefore the Funds have no income tax expense. Accordingly, no income tax expense is recognised in the Statements of Comprehensive Income. Income is disclosed gross of any resident and foreign withholding taxes deducted at source and the taxes are included in Unitholder tax liabilities in the Statements of Changes in Net Assets Attributable to Unitholders.

Under the PIE regime, the Manager attributes the taxable income of the Funds to Unitholders in accordance with the proportion of their interest in the Funds. The income attributed to each Unitholder is taxed at the Unitholder's "prescribed investor rate" which is capped at 28% on redemptions and annually at 31 March each year.

Unitholder tax liabilities disclosed in the Statements of Changes in Net Assets Attributable to Unitholders consists of withdrawals to meet Unitholder tax liabilities under the PIE regime and any resident and foreign withholding taxes deducted at source.

2.9 Distribution to unitholders

Distributions may be made from the Funds in accordance with the terms of the Trust Deed, the relevant Establishment Deed and the distribution policy for the Fund. Amounts that are not distributed, remain invested as part of the assets of the relevant Fund. Proposed distributions to unitholders are recognised in the Statements of Changes in Net Assets Attributable to Unitholders when they are appropriately authorised and no longer at the discretion of the Funds' Manager.

Unitholders have the choice to automatically reinvest their distributions. The reinvestment is made on the first available ex distribution net asset value price for the relevant Fund.

2.10 Goods and services tax (GST)

The Funds are not registered for GST. The Statements of Comprehensive Income and Statements of Cash Flows have been prepared so that all components are stated inclusive of GST. All items in the Statements of Financial Position are stated inclusive of GST.

3. Critical accounting estimates and judgements

The Manager of the Funds makes estimates and assumptions that affect the reported amounts of assets and liabilities. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities are outlined below. Estimates are continually evaluated and are based on historical experience among other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Fair value of securities not quoted in an active market

The fair value of investments in other funds have been fair valued in accordance with the policies set out above in note 2.2 (c).

For certain other financial instruments, including amounts due from/to unsettled trades, accounts payable and accrued expenses, the carrying amounts approximate fair value due to the short term nature of these financial instruments.

Net assets attributable to Unitholders

The Funds classify units as equity instruments in accordance with revised NZ IAS 32, 'Financial Instruments: Presentation'. The Funds continue to assess the classification of the redeemable units to ensure they have all the features or meet all the conditions set out in paragraphs 16A and 16B of NZ IAS 32.

COVID-19

The Manager continues to closely monitor the impacts of the COVID-19 Pandemic on the Funds. The Manager has evaluated the impact of COVID-19 on the valuation of financial instruments as at 31 March 2021 and has concluded that an adjustment was not required on the basis that the markets were functioning and the redemption price for the financial assets at fair value through profit or loss represented fair value.

Notes to the Financial Statements

4. Financial risk management

4.1 Financial risk factors

The Trust Deed for the Funds requires the Investment Manager to invest the assets of each Fund in accordance with the Statement of Investment Policy and Objectives ("SIPO"), in order to manage risk. The Funds' activities expose them to a variety of financial risks: market risk (including currency risk, cash flow interest rate risk and price risk), credit risk and liquidity risk. The Funds' overall risk management programme seeks to maximise the returns derived for the level of risk to which the Funds are exposed and seeks to minimise potential adverse effects on the Funds' financial performance.

All securities investments present a risk of loss of capital. The Funds hold financial instruments in unlisted unit trusts and cash and cash equivalents where the maximum loss of capital is limited to the carrying value of those positions.

The Global Fund - Long (PIE) and the Global Fund (PIE) are also indirectly exposed to risk factors such as credit risk and interest rate risk via its investments in the Antipodes Unit Trusts (refer to the Related parties note 7). However the risk management note outlined below are not prepared on a look through basis.

In addition to internal risk management carried out by the Manager and the Investment Manager, financial risk is also managed by the setting of an investment policy, agreed with and monitored by the Supervisor and set out in the Funds' Product Disclosure Statement ("PDS").

The Investment Manager uses different methods to measure and manage the various types of risk to which it is exposed; these methods are explained below.

4.1.1 Market risk

(a) Price risk

The Funds are exposed to price risk due to their investments in unlisted unit trusts for which prices in the future are uncertain. The Funds manage their price risk by ensuring that all activities are transacted in accordance with mandates, overall investment strategy and within approved limits.

The table below summarises the sensitivity of the Funds' net assets attributable to Unitholders to movements in prices including the effect of movements in foreign currency exchange rates, as at 31 March. If prices for the Funds' investments had increased or decreased by 5% with all other variables held constant, this would have had the following impact on the Statement of Comprehensive Income and Net Assets Attributable to Unitholders:

\$ As at 31 March	Global Fund - Long (PIE)		Global Fund (PIE)	
	2021	2020	2021	2020
5% increase in prices	29,281	23,898	1,209,493	1,060,789
5% decrease in prices	(29,281)	(23,898)	(1,209,493)	(1,060,789)

(b) Foreign exchange risk

Foreign currency risk, as defined in NZ IFRS 7, 'Financial Instruments: Disclosures', arises as the value of future transactions, recognised monetary assets and monetary liabilities denominated in other currencies fluctuate due to changes in foreign exchange rates. NZ IFRS 7 considers the foreign exchange exposure relating to non-monetary assets and liabilities to be a component of market price risk not foreign currency risk.

At the balance date the Funds had the following foreign currency exposures due to holdings of monetary assets and liabilities (expressed in NZD equivalents):

\$ As at 31 March	Global Fund - Long (PIE)		Global Fund (PIE)	
	2021	2020	2021	2020
Monetary assets				
United States dollar (USD)	585,629	477,958	24,189,861	21,215,784

The table below summarises the impact on the Statements of Comprehensive Income and Net Assets Attributable to Unitholders on monetary assets at balance date, had the exchange rates between the New Zealand dollar and the foreign currencies increased or decreased by 5% with all other variables held constant. The analysis is based on the Manager's best estimate of a reasonable possible shift in exchange rates with regard to historical volatility.

\$ As at 31 March	Global Fund - Long (PIE)		Global Fund (PIE)	
	2021	2020	2021	2020
Monetary assets				
Exchange rates increased by 5%	(27,887)	(22,760)	(1,151,898)	(1,010,275)
Exchange rates decreased by 5%	30,823	25,156	1,273,151	1,116,620

Notes to the Financial Statements

(c) Interest rate risk

Interest rate risk arises from the effects of fluctuations in the prevailing levels of market interest rates on the fair value or cash flows of financial assets. The Funds hold cash and cash equivalents that expose the Funds to cash flow interest rate risk.

Cashflow interest rate risk

The Funds hold cash and cash equivalents in New Zealand dollars that expose the Funds to cash flow interest rate risk.

The table below summarises the impact on the Statements of Comprehensive Income and Net Assets Attributable to Unitholders had the relevant interest rates increased or decreased by 1% at balance date with all other variables held constant. The analysis is based on the Manager's best estimate of a reasonable possible shift in interest rates with regard to historical volatility.

\$	Global Fund - Long (PIE)		Global Fund (PIE)	
	2021	2020	2021	2020
As at 31 March				
Increase of 1%	202	179	994	1,257
Decrease of 1%	(202)	(179)	(994)	(1,257)

4.1.2 Credit risk

Credit risk is the potential risk of financial loss resulting from the failure of counterparties to honour fully the terms and conditions of a contract with the Funds. The Funds are exposed to credit risk, which is the risk that a counterparty or issuer of a security will be unable to pay amounts in full when they fall due. The main concentration to which the Funds are exposed arises from the Funds' investments in cash and cash equivalents, other unlisted unit trusts, contributions receivable and other receivable balances.

The Funds' policy to manage this risk is to impose minimum credit rating requirements for each counterparty.

The following table sets out the equivalent Standard and Poor's credit rating for cash and cash equivalents held by the Funds.

\$	Global Fund - Long (PIE)		Global Fund (PIE)	
	2021	2020	2021	2020
As at 31 March				
Cash and cash equivalents				
High Grade	AA-			
	20,211	17,888	99,440	125,694
	20,211	17,888	99,440	125,694

Counterparties of financial assets at fair value through profit or loss do not have credit ratings.

The maximum credit risk of financial instruments is considered to be the carrying value recognised in the Statements of Financial Position. Management consider the probability of default to be close to zero as the counterparties have a strong capacity to meet their contractual obligations in the near term. As a result, no loss allowance has been recognised based on 12-month expected credit losses as any such impairment would be wholly insignificant to the Funds.

4.1.3 Liquidity risk

Liquidity risk is the risk that the Funds may not be able to generate sufficient cash resources to settle their obligations in full as they fall due or can only do so on terms that are materially disadvantageous.

The Funds are exposed to daily redemptions of units. The liquidity policy applied by the Investment Manager is dependent on the type of investments held by the Funds. For the Global Fund - Long (PIE) and the Global Fund (PIE) the policy is to be fully invested in unlisted unit trusts that provide adequate liquidity. Withdrawals from the Funds are generally paid within 4 days of the redemption request. The Investment Manager considers this as part of monitoring the liquidity of the Funds.

The following table analyses each of the Funds' financial liabilities and derivative financial instruments in a loss position based on a contractual maturity basis rather than on an expected maturity basis, as the expected maturities for such contracts are not considered to be essential to an understanding of the timing of cash flows. The amounts in the table are the contractual undiscounted cash flows.

\$	Global Fund - Long (PIE)		Global Fund (PIE)	
	2021	2020	2021	2020
As at 31 March				
Management fees payable				
7 days to 1 month	584	776	21,642	32,081
Withdrawals payable				
1 -7 days	-	-	6,891	18,304

4.2 Capital risk management

The Funds' capital is represented by the net assets attributable to Unitholders. The Funds' objective when managing capital is to provide returns for Unitholders through investing and to employ an established Investment Manager who manages a diversified portfolios of funds.

The minimum initial investment for each Fund is \$25,000. Thereafter, the minimum additional investment is \$5,000 per Fund. These minimum amounts may be varied or waived at the Manager's discretion.

Payment for redemption requests will normally be made within 15 days of receiving a redemption request from the member of a Fund.

The Manager may suspend redemptions where the Manager decides to close the Fund, or in other circumstances where the Manager believes that allowing members to take money out would not be workable, or would prejudice members generally. A suspension can last up to six months. If withdrawals are suspended and a member submitted a withdrawal request, the redemption request will not be processed until the suspension is lifted.

The Manager reserve the right to refuse a redemption request for less than 5,000 units or a redemption request that would result the member's holding be less than 25,000 units (except where the member withdraws it total unitholding).

The Funds do not have any externally imposed capital requirements. Units may be redeemed at any month end subject to the receipt of the redemption request.

Neither the Supervisor, the Manager, or any other party guarantee the units offered by the Funds, the performance or returns of the Funds or the repayment of capital.

Notes to the Financial Statements

4.3 Fair value estimation

All financial assets and financial liabilities included in the Statements of Financial Position, are carried at amounts that represent or approximate fair value. The fair value of financial assets traded in active markets are based on quoted market prices at the close of trading on the year end date. The quoted market price used for financial assets held by the Funds is the last traded price. The price used for unlisted unit trusts is the published withdrawal price.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

NZ IFRS 13 requires the Funds to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

* Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1).

* Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).

* Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

The level in the fair value hierarchy within which the fair value measurement is categorised in its entirety is determined on the basis of the lowest input that is significant to the fair value measurement in its entirety. For this purpose, the significance of an input is assessed against the fair value measurement in its entirety. If a fair value measurement uses observable inputs that require significant adjustment based on unobservable inputs, that measurement is a level 3 measurement.

The determination of what constitutes 'observable' requires significant judgement by the Manager. The Manager considers observable data to be that market data that is readily available, regularly distributed or updated, reliable and verifiable and provided by independent sources that are actively involved in the relevant market.

The following table analyses within the fair value hierarchy the Funds' financial assets and financial liabilities (by class) measured at fair value at the year end:

\$	Global Fund - Long (PIE)		Global Fund (PIE)	
	2021	2020	2021	2020
As at 31 March				
Level 2 Assets				
Financial assets at fair value through profit or loss				
Unlisted funds	585,629	477,957	24,189,861	21,215,784
Total Level 2 Assets	585,629	477,957	24,189,861	21,215,784
Total financial assets at fair value through profit or loss	585,629	477,957	24,189,861	21,215,784

All unlisted funds (being Antipodes Global Long UCITS-S USD and Antipodes Global UCITS-S USD) are not quoted in an active market (see note 7.2 for more details). The investee funds classified in Level 2 were fair valued using the net asset value of the underlying fund, as reported by the investee fund's administrator. For the investee funds, management believes the Funds could have redeemed their investments at the net asset value per unit at balance date.

5. Financial assets at fair value through profit or loss

\$	Global Fund - Long (PIE)		Global Fund (PIE)	
	2021	2020	2021	2020
As at 31 March				
Financial assets measured at fair value through profit or loss				
Unlisted funds	585,629	477,957	24,189,861	21,215,784
Total financial assets at fair value through profit or loss	585,629	477,957	24,189,861	21,215,784

6. Financial instruments by category

\$	Global Fund - Long (PIE)		Global Fund (PIE)	
	2021	2020	2021	2020
As at 31 March				
Financial assets at fair value through profit or loss				
Financial assets measured at fair value through profit or loss	585,629	477,957	24,189,861	21,215,784
Total assets at fair value through the profit or loss	585,629	477,957	24,189,861	21,215,784
Financial assets at amortised cost				
Cash and cash equivalents	20,211	17,888	99,440	125,694
Accrued Interest	17	-	69	-
Management fee rebates receivable	1,135	1,238	-	-
Total financial assets at amortised cost	21,363	19,126	99,509	125,694
Total financial assets	606,992	497,083	24,289,370	21,341,478
Financial liabilities at amortised cost				
Management fees payable	584	776	21,642	32,081
Withdrawals payable	-	-	6,891	18,304
Total financial liabilities at amortised cost	584	776	28,533	50,385
Total financial liabilities	584	776	28,533	50,385

Notes to the Financial Statements

7. Related parties

7.1 Key management and key management personnel

As outlined in the Funds' Product Disclosure Statement, the Funds incur management fees fixed at 1.25% of net asset value including GST. GST is currently charged at various rates driven by the nature of the service provided including exempt services such as custody and up to 15% for other services. The management fees include fees paid to the Investment Manager, the Manager for hosting the Fund, the Supervisor, the Custodian and Administration Manager, bank charges and other various costs and expenses incurred.

Management fee rebates are received from the Manager. At 31 March 2021, \$1,135 is recognised as a receivable in Global Fund- (Long Pie).

The Supervisor of the Fund is Public Trust. For the year ended 31 March 2021 the Supervisor fee payable with respect to the Funds amounted to \$28,745 and was paid by the Manager.

Depending on how well the Funds performs, the Investment Manager may be entitled to a performance based fee ("Performance fee"). The performance fee, to be paid to the Investment Manager, is calculated on a daily basis when the Funds are valued. The fee is chargeable at 15% of the excess return when the individual fund's performance exceeds the MSCI All Country World Net Index in NZ dollars (the "Benchmark Index"), subject to a high water mark which is calculated on a cumulative basis relative to the Benchmark Index such that any performance under the Benchmark Index in a particular period must first be recovered in following period before performance fees are paid. Once due, the Funds must pay the performance fee semi-annually on 30 June and 31 December each year.

As at 31 March 2021 and 31 March 2020 no directors of the Manager, Investment Manager or the Supervisor or close family members or entities that are controlled, jointly controlled or significantly influenced by the directors or close family members of the Manager, Investment Manager or Supervisor held any investment interest in the Funds.

As at 31 March 2021 and 31 March 2020, the Manager held no units in the Antipodes Investment Funds.

7.2 Related party investments

The Global Fund - Long (PIE) and the Global Fund PIE invest into units of the Antipodes Global Long UCITS-S USD and the Antipodes Global UCITS-S USD respectively, both of which are managed by Antipodes Partners Limited, and hence related party investments.

Investments held by the Antipodes Investment Funds and income earned on funds managed by Antipodes Partners Limited as at balance date are outlined below:

\$	Global Fund - Long (PIE)		Global Fund (PIE)	
	2021	2020	2021	2020
As at 31 March				
Antipodes Global Long UCITS-S USD	585,629	477,958	-	-
Antipodes Global UCITS-S USD	-	-	24,189,861	21,215,784
	585,629	477,958	24,189,861	21,215,784

The total income and gains earned and losses incurred on the investments with related parties were:

\$	Global Fund - Long (PIE)		Global Fund (PIE)	
	2021	2020	2021	2020
For the year ended 31 March				
Antipodes Global Long UCITS-S USD	168,871	(11,229)	-	-
Antipodes Global UCITS-S USD	-	-	4,588,318	1,620,736
	168,871	(11,229)	4,588,318	1,620,736

Audit fees paid by the Manager on behalf of the Funds for the year ended 31 March 2021 for all the Funds are \$25,500, excluding GST (2020: \$24,000).

8. Reconciliation of operating (loss)/profit to net cash outflow from operating activities

\$	Global Fund - Long (PIE)		Global Fund (PIE)	
	2021	2020	2021	2020
For the year ended 31 March				
Net profit/(loss)	167,371	(11,398)	4,366,799	1,254,431
Adjustments for non-cash items				
Net unrealised changes in the fair value of financial assets and liabilities	(157,647)	14,844	(4,483,880)	(3,227,775)
Net foreign currency gains or losses on financial assets at amortised cost	249	(1,222)	14,105	(17,115)
	(157,398)	13,622	(4,469,775)	(3,244,890)
Movements in working capital items				
Decrease in trade and other receivables	86	(1,237)	(69)	16
Decrease in trade and other payables	(192)	1,930	(10,439)	(246,195)
(Increase) in net cost of investments	49,975	(189,976)	1,513,523	37,208,781
	49,869	(189,283)	1,503,015	36,962,602
	(107,529)	(175,661)	(2,966,760)	33,717,712
Net cash inflow/(outflow) from operating activities	59,842	(187,059)	1,400,039	34,972,143

9. Assets and liabilities not carried at fair value but for which fair value is disclosed

All financial assets and liabilities not measured at fair value through profit or loss are carried at amortised cost and their carrying values are a reasonable approximation of fair value.

Cash and cash equivalents referred to in Note 6 include cash on hand and deposits held with banks.

Outstanding settlements represent the contractual amount due by the Funds for settlement of trades.

10. Commitments and contingent liabilities

There are no material commitments or contingencies as at 31 March 2021 (31 March 2020: nil).

11. Events occurring after balance date

No significant events that have occurred since the reporting date which would have impacted the financial position of the Funds disclosed in the Statements of Financial Position as at 31 March 2021 or on the results and cash flows of the Funds for the reporting period ended on that date.



Independent auditor's report

To the unitholders of Antipodes Investment Funds which comprise:

Antipodes Global Fund (PIE)
Antipodes Global Fund – Long (PIE)
(Collectively referred to as the Funds)

Our opinion

In our opinion, the accompanying financial statements of the Funds present fairly, in all material respects, the financial position of the Funds as at 31 March 2021, their financial performance and their cash flows for the year then ended in accordance with New Zealand Equivalents to International Financial Reporting Standards (NZ IFRS) and International Financial Reporting Standards (IFRS).

What we have audited

The financial statements comprise:

- the statements of financial position as at 31 March 2021;
- the statements of comprehensive income for the year then ended;
- the statements of changes in net assets attributable to unitholders for the year then ended;
- the statements of cash flows for the year then ended; and
- the notes to the financial statements, which include significant accounting policies and other explanatory information.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (New Zealand) (ISAs (NZ)) and International Standards on Auditing (ISAs). 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 believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We are independent of the Funds in accordance with Professional and Ethical Standard 1 International Code of Ethics for Assurance Practitioners (including International Independence Standards) (New Zealand) (PES 1) issued by the New Zealand Auditing and Assurance Standards Board and the International Code of Ethics for Professional Accountants (including International Independence Standards) issued by the International Ethics Standards Board for Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with these requirements.

We have provided the following services to Implemented Investment Solutions Limited (the Manager): agreed upon procedures on the net tangible assets calculation, controls assurance reporting, registry compliance assurance reporting and the audit of the financial statements of the Manager and other funds managed by the Manager. Subject to certain restrictions, employees of the firm may invest in the Funds on normal market terms. These services and relationships have not impaired our independence as auditor of the Funds. Other than in our capacity as auditor, we have no other relationships with, or interests in, the Funds.



Key audit matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current year. We have one key audit matter: Valuation and existence of financial assets at fair value through profit or loss. This matter was addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on this matter.

Description of the key audit matter	How our audit addressed the key audit matter
<p>Valuation and existence of financial assets at fair value through profit or loss</p> <p>Refer to notes 4.3 and 5 to the financial statements for disclosures of financial assets at fair value through profit or loss.</p> <p>This was an area of focus for our audit as it represents the majority of the net assets of the Funds.</p> <p>The Funds invest solely into unlisted funds.</p> <p>The Funds' investments in unlisted funds are classified as level 2 investments.</p> <p>The fair value of the unlisted funds is based on the redemption price established by the investment fund manager. In assessing the fair value, the Manager uses information provided by the investment fund manager.</p> <p>The Funds have no investments where there are no observable inputs.</p> <p>Holdings of all financial assets at fair value through profit or loss are held with the Custodian on behalf of the Funds.</p> <p>When the market prices are quoted in United States dollars, these are translated to New Zealand dollars using the exchange rate at 31 March 2021.</p>	<p>We assessed the processes employed by the Manager, for recording and valuing the financial assets at fair value through profit or loss including the relevant controls operated by the third party service organisations. The third party service organisations include the Administrator and Custodian.</p> <p>Our assessment of the business processes included obtaining the internal control reports over custody and investment accounting provided by the third party service organisations. We evaluated the evidence provided by the internal controls reports over the design and operating effectiveness of the key controls operated by the third party service organisations for the year.</p> <p>Valuation</p> <p>For investments in unlisted funds, we agreed the redemption price at 31 March 2021 to the confirmation provided by the investment fund manager and the exchange rate of United States dollars used to translate to New Zealand dollars to independent third party pricing sources. We evaluated the redemption price represents fair value by, where applicable:</p> <ul style="list-style-type: none"> comparing the redemption price at 31 March 2021 to recent transactions to support the fair value of the investments at fair value through profit or loss; comparing the Net Asset Value per unit calculated based on the latest audited financial statements of the underlying unlisted fund to the published unit price on that date to provide evidence on reliability of unit pricing; and assessing whether the fair value of underlying assets and liabilities of the unlisted funds are primarily determined through observable market data. <p>Existence</p> <p>We obtained confirmation from the Custodian of the holdings of all the financial assets at fair value through profit or loss held by the Funds as at 31 March 2021.</p>



Our audit approach

Overview

Materiality	<p>Our materiality for each Fund is calculated based on approximately 1% of the net assets attributable to unitholders for each Fund.</p> <p>We chose net assets as the benchmark because, in our view, the objective of the Funds is to provide unitholders with a total return on the Funds' net assets, taking into account both capital and income returns.</p>
Key audit matters	<p>As reported above, because of the significance of the financial assets at fair value through profit or loss to the financial statements, we have determined that there is one key audit matter: valuation and existence of financial assets at fair value through profit or loss.</p>

As part of designing our audit, we determined materiality and assessed the risks of material misstatement in the financial statements. In particular, we considered where management made subjective judgements; for example, in respect of significant accounting estimates that involved making assumptions and considering future events that are inherently uncertain. As in all of our audits, we also addressed the risk of management override of internal controls, including among other matters, consideration of whether there was evidence of bias that represented a risk of material misstatement due to fraud.

Materiality

The scope of our audit was influenced by our application of materiality. An audit is designed to obtain reasonable assurance about whether the financial statements are free from material misstatement. Misstatements may arise due to fraud or error. They 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 the financial statements.

Based on our professional judgement, we determined certain quantitative thresholds for materiality, including the overall materiality for the financial statements of each Fund as a whole as set out above. These, together with qualitative considerations, helped us to determine the scope of our audit, the nature, timing and extent of our audit procedures and to evaluate the effect of misstatements, both individually and in aggregate, on the financial statements of each Fund as a whole.

How we tailored our audit scope

We tailored the scope of our audit in order to perform sufficient work to enable us to provide an opinion on the financial statements of each Fund as a whole, taking into account the structure of each Fund, the Funds' investments and the accounting and registry processes and controls.

The Manager is responsible for the governance and control activities of the Funds. The Funds' investments are held by a Custodian. The Manager has outsourced investment accounting (Administrator) and registry services (Registrar) to a third party service organisation.

In completing our audit, we performed relevant audit procedures over the control environment of the Manager, the Custodian, the Administrator and the Registrar to support our audit conclusions.



Other information

The Manager is responsible for the other information. The other information comprises the information included in the annual report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of audit opinion or assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Manager for the financial statements

The Manager is responsible for the preparation and fair presentation of the financial statements in accordance with NZ IFRS and IFRS, 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 for assessing each Fund'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 a Fund or to cease operations, or has 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) and ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the 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 our responsibilities for the audit of the financial statements is located at the External Reporting Board's website at:

<https://www.xrb.govt.nz/assurance-standards/auditors-responsibilities/audit-report-2/>

This description forms part of our auditor's report.



Who we report to

This report is made solely to each Fund's unitholders, as a body. Our audit work has been undertaken so that we might state 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 each Fund's unitholders, as a body, for our audit work, for this report or for the opinions we have formed.

The engagement partner on the audit resulting in this independent auditor's report is Christopher Barber.

For and on behalf of:

A handwritten signature in black ink that reads 'PricewaterhouseCoopers' in a cursive script.

Chartered Accountants
21 July 2021

Wellington