

**FIRST SENTIER INVESTMENTS GLOBAL LISTED INFRASTRUCTURE FUND**

**FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2021**

# FIRST SENTIER INVESTMENTS GLOBAL LISTED INFRASTRUCTURE FUND

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# FIRST SENTIER INVESTMENTS GLOBAL LISTED INFRASTRUCTURE FUND

## DIRECTORY

### THE MANAGER

Implemented Investment Solutions Limited  
Level 2, 1 Woodward Street  
Wellington

This is also the address of the registered office.

### THE TRUSTEE

Public Trust  
Level 8, 22 Willeston Street, Wellington Central  
Private Bag 5902  
Wellington, New Zealand 6140

### DIRECTORS OF THE MANAGER

Anthony R J Edmonds  
Ian H Russon  
Jeremy B Valentine  
Elizabeth C Maguire (appointed 10 June 2020)

### INVESTMENT MANAGER

First Sentier Investors (Australia) IM Limited  
(Formerly Colonial First State Asset Management (Australia)  
Limited)  
Ground Floor, Darling Park Tower 1  
201 Sussex Street, Sydney, NSW 2000  
Australia

### AUDITOR

PricewaterhouseCoopers  
10 Waterloo Quay  
PO Box 243  
Wellington 6140 New Zealand

### BANKER

ANZ Bank New Zealand Limited (effective 22 February 2021)  
Westpac New Zealand Limited (terminated 21 February 2021)  
BNP Paribas Securities Services

### FUND ADMINISTRATOR AND CUSTODIAN

BNP Paribas Fund Services Australasia Pty Ltd

## CORRESPONDENCE

All correspondence and enquiries about the First Sentier Global Listed Infrastructure Fund should be addressed to the Manager, Implemented Investment Solutions Limited, at the above address.

## FIRST SENTIER INVESTMENTS GLOBAL LISTED INFRASTRUCTURE FUND

First State Investments Global Listed Infrastructure Fund ("Fund") (formerly First State Investments Global Listed Infrastructure Fund) was constituted under a trust deed ("Trust Deed") dated 20 June 2013 between First Sentier Investors (Australia) IM Limited (formerly Colonial First State Asset Management (Australia) Limited) and Public Trust ("Trustee") and a supplemental deed to the Trust Deed dated 22 September 2020 between Implemented Investment Solutions Limited and the Trustee. Implemented Investment Solutions Limited was appointed as Manager ("Manager") on 13 August 2018.

### STATEMENT BY THE MANAGER

In our opinion, the accompanying Financial Statements and Notes are drawn up in accordance with generally accepted accounting practice in New Zealand and present fairly the financial position of the Fund as at 31 March 2021, and of the results of its financial performance and cash flows for the period ended on that date in accordance with the requirement of the Trust Deed dated 20 June 2013.

It is believed that there are no circumstances that may materially and adversely affect any interest of the Unitholders.

For and on behalf of the Manager:  
**Implemented Investment Solutions Limited**



Director



Director

This Statement was approved for signing at a meeting of the Directors on 19 July 2021.

# FIRST SENTIER INVESTMENTS GLOBAL LISTED INFRASTRUCTURE FUND

## STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 MARCH 2021

	Note	2021 \$'000	2020 \$'000
<b>INCOME</b>			
Dividends		4,978	6,974
Distributions		1,686	1,529
Interest income		1	150
Net changes in fair value of financial assets and financial liabilities at fair value through profit or loss	3	48,671	(38,045)
Other foreign exchange (losses)/gains		(354)	401
Other income		-	24
<b>TOTAL INCOME/(LOSS)</b>		<b><u>54,982</u></b>	<b><u>(28,967)</u></b>
<b>EXPENSES</b>			
Manager fees		1,894	1,340
Custodian fees		99	128
Trustee fees		58	66
Brokerage fees and other expenses	4	29	246
<b>TOTAL EXPENSES</b>		<b><u>2,080</u></b>	<b><u>1,780</u></b>
<b>NET PROFIT/(LOSS)</b>		<b>52,902</b>	<b>(30,747)</b>
Other comprehensive income		-	-
<b>TOTAL COMPREHENSIVE INCOME/(LOSS)</b>		<b><u>52,902</u></b>	<b><u>(30,747)</u></b>

*The accompanying notes form part of and should be read in conjunction with these Financial Statements.*

# FIRST SENTIER INVESTMENTS GLOBAL LISTED INFRASTRUCTURE FUND

## STATEMENT OF CHANGES IN UNITHOLDERS' FUNDS FOR THE YEAR ENDED 31 MARCH 2021

	Note	2021 \$'000	2020 \$'000
<b>UNITHOLDERS' FUNDS AT THE BEGINNING OF THE YEAR</b>		<b>233,905</b>	<b>247,864</b>
Net profit/(loss) and other comprehensive income for the year		<u>52,902</u>	<u>(30,747)</u>
<b>Total comprehensive income/(loss)</b>		<b>52,902</b>	<b>(30,747)</b>
Subscriptions from Unitholders		26,617	62,507
Redemptions by Unitholders		<u>(14,625)</u>	<u>(45,719)</u>
		<b>11,992</b>	<b>16,788</b>
<b>UNITHOLDERS' FUNDS AT THE END OF THE YEAR</b>	9b	<b><u>298,799</u></b>	<b><u>233,905</u></b>

*The accompanying notes form part of and should be read in conjunction with these Financial Statements.*

# FIRST SENTIER INVESTMENTS GLOBAL LISTED INFRASTRUCTURE FUND

## STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2021

	Note	As at 31 March 2021 \$'000	As at 31 March 2020 \$'000
<b>ASSETS</b>			
Cash and cash equivalents		3,840	4,565
Receivables	7	5,956	8,332
Financial assets at fair value through profit or loss	5	301,312	234,486
Derivatives	6	<u>1,083</u>	<u>9,244</u>
<b>TOTAL ASSETS</b>		<b><u>312,191</u></b>	<b><u>256,627</u></b>
<b>LIABILITIES</b>			
Payables	8	1,291	1,756
Derivatives	6	<u>12,101</u>	<u>20,966</u>
<b>TOTAL LIABILITIES</b>		<b>13,392</b>	<b>22,722</b>
<b>UNITHOLDERS' FUNDS</b>		<b><u>298,799</u></b>	<b><u>233,905</u></b>
<b>TOTAL LIABILITIES AND UNITHOLDERS' FUNDS</b>		<b><u>312,191</u></b>	<b><u>256,627</u></b>

For and on behalf of the Manager, Implemented Investment Solutions Limited, who authorised the issue of the Financial Statements on 19 July 2021.



Director



Director

*The accompanying notes form part of and should be read in conjunction with these Financial Statements.*

# FIRST SENTIER INVESTMENTS GLOBAL LISTED INFRASTRUCTURE FUND

## STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 MARCH 2021

	2021	2020
	\$'000	\$'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<i>Cash was provided from:</i>		
Dividends	4,978	7,078
Distributions	1,686	1,529
Interest income	3	151
Realisation of investment securities	160,250	179,936
Other income	-	15
<i>Cash was applied to:</i>		
Operating expenses	(2,013)	(1,766)
Purchase of investment securities	(208,162)	(181,634)
Net settlement of derivatives	<u>30,542</u>	<u>(21,607)</u>
<b>Net cash (outflow) from operating activities</b>	<b>(12,716)</b>	<b>(16,298)</b>
 <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
<i>Cash was provided from:</i>		
Subscriptions from Unitholders	26,617	62,507
<i>Cash was applied to:</i>		
Redemptions by Unitholders	<u>(14,625)</u>	<u>(45,719)</u>
<b>Net cash inflow from financing activities</b>	<b>11,992</b>	<b>16,788</b>
 <b>Net (decrease)/increase in cash and cash equivalents held</b>		
	<b>(724)</b>	<b>490</b>
Cash and cash equivalents at beginning of the year	4,565	4,069
Effect of exchange rate fluctuations on cash and cash equivalents	<u>(1)</u>	<u>6</u>
<b>Cash and cash equivalents at end of the year</b>	<b><u>3,840</u></b>	<b><u>4,565</u></b>
 <b>Cash and cash equivalents comprise of:</b>		
Cash at bank	<u>3,840</u>	<u>4,565</u>
<b>Cash and cash equivalents at end of the year</b>	<b><u>3,840</u></b>	<b><u>4,565</u></b>

*The accompanying notes form part of and should be read in conjunction with these Financial Statements.*



# FIRST SENTIER INVESTMENTS GLOBAL LISTED INFRASTRUCTURE FUND

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

### 1. GENERAL INFORMATION

The First Sentier Global Listed Infrastructure Fund ("Fund") is a for-profit managed investment fund domiciled in New Zealand. The financial statements for the Fund have been prepared in accordance with the Trust Deed. Implemented Investment Solutions Limited was appointed as Manager ("Manager") on 13 August 2018 replacing First State Investments (NZ) Limited who retired as the Manager of the Fund. The Investment Manager (the "Investment Manager") of the Fund is First Sentier Investors (Australia) IM Limited (formerly Colonial First State Asset Management (Australia) Limited). The Trustee of the Fund is Public Trust. BNP Paribas Fund Services Australasia Pty Ltd ("BNP Paribas") is the custodian and administrator of the Fund.

The Fund was established under a Trust Deed dated 20 June 2013 and commenced operations on 13 December 2013.

Effective on 22 September 2020, the Fund's name was changed from First State Investments Global Listed Infrastructure Fund.

The objective of the Fund is to provide medium to long-term capital growth and income through investment in a diversified portfolio of infrastructure securities from around the globe. The Fund aims to outperform the FTSE Global Core Infrastructure 50-50 Index over a rolling three year period.

Currency exposure is fully hedged to the extent possible, back into New Zealand dollars using forward currency contract derivatives.

### 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 to all the years presented, unless otherwise stated.

#### (a) Basis of Preparation

The financial statements of the Fund have been prepared in accordance with Generally Accepted Accounting Practice in New Zealand ("NZ GAAP"). The accounting policies adopted by the Fund comply with the requirements of the New Zealand equivalents to International Financial Reporting Standards Reduced Disclosure Regime ("NZ IFRS RDR") and other New Zealand accounting standards and authoritative notices that are applicable to entities that apply NZ IFRS RDR.

The Fund is a for-profit entity. The Fund is eligible to apply Tier 2 for-profit Accounting Standards NZ IFRS RDR on the basis that the Fund does not have public accountability and is not a large for-profit public sector entity.

In applying NZ IFRS RDR, the Fund has applied a number of disclosure concessions.

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets and financial liabilities (including derivative financial instruments), at fair value through profit or loss.

The preparation of financial statements in conformity with NZ IFRS RDR requires the use of certain critical accounting estimates. It also requires the Manager to exercise its judgment in the process of applying the Fund's accounting policies. The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in the 'Critical Accounting Estimates and Assumptions' section of this note on page 11.

The financial statements are prepared in New Zealand dollars and all values are rounded to the nearest thousand dollars (\$'000) unless otherwise stated.

Implemented Investment Solutions Limited is the Manager of the Fund. The Manager enters into fund hosting arrangements with various investment managers. The arrangements involve the issuing and managing of funds on behalf of the 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 Fund. 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.

#### (b) New Standards and Amendments to Existing Standards Effective 1 April 2020

There are no standards, interpretations or amendments to existing standards that are effective for the first time for the financial year beginning 1 April 2020 that would be expected to have a material impact on the Fund.

# FIRST SENTIER INVESTMENTS GLOBAL LISTED INFRASTRUCTURE FUND

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

#### (c) Investment Entity

The Fund has multiple investors and directly holds multiple investments.

Ownership interests in the Fund are in the form of redeemable units which are classified as equity in accordance with *NZ IAS 32: Financial Instruments: Presentation* and which are exposed to variable returns from changes in the fair value of the Fund's net assets. The Fund has been deemed to meet the definition of an investment entity per *NZ IFRS 10: Consolidated Financial Statements* as the following criteria are met:

- (i) The Fund has obtained funds for the purpose of providing investors with investment management services.
- (ii) The Fund's business purpose, which was communicated directly to investors, is investing solely for returns from capital appreciation and investment income, through the investments.
- (iii) The performance of its investments is measured and evaluated on a fair value basis.

Accordingly, investments in subsidiaries are recognised at fair value and subsequently measured at fair value through profit or loss. The Fund had no subsidiaries at 31 March 2021 (31 March 2020: none).

The Fund is considered to meet all characteristics of being an Investment Entity, hence, qualifies as an Investment Entity.

#### (d) Foreign Currency Translation

##### *Functional and presentation currency*

The Manager considers the New Zealand dollar the currency that most accurately represents the economic effect of the underlying transactions, events and conditions. The New Zealand dollar is the currency in which the Fund measures its performance and reports its results, as well as the currency in which it receives subscriptions from Unitholders.

##### *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 the reporting date.

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

Other foreign exchange gains and losses, other than those in relation to financial assets carried at fair value through profit or loss, are included in profit or loss the Statement of Comprehensive Income.

#### (e) Income Recognition

##### *(i) Dividends and Distributions*

Dividends and distributions are recognised when the right to receive payment is established.

##### *(ii) Interest*

Interest income is recognised as the interest accrues (using the effective interest method, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial instrument) to the net carrying amount of the financial asset.

##### *(iii) Changes in fair value of financial instruments*

Net gains or losses on investments at fair value through profit or loss are calculated as the difference between the fair value at sale, or at period end, and the fair value at the previous valuation point or cost. This includes both realised and unrealised gains and losses, but does not include interest, dividends and distributions income.

# FIRST SENTIER INVESTMENTS GLOBAL LISTED INFRASTRUCTURE FUND

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

#### (f) Financial Instruments

##### (i) Classification

###### (a) Assets

The Fund classifies its financial instruments based on both the Fund's business model for managing those financial assets and contractual cash flow characteristics of the financial assets. The portfolio of financial assets is managed and performance is evaluated on a fair value basis. The Fund is primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions. The Fund does not hold any debt securities. Consequently, all investments are measured at fair value through profit or loss.

###### (b) Liabilities

The Fund holds derivative financial instruments. Derivative contracts that have a negative fair value are presented as liabilities at fair value through profit or loss.

##### (ii) Recognition, Derecognition and Measurement

Purchases and sales of investments are recognised on the trade date – the date on which the Fund commits to purchase or sell the investment. Financial assets and financial liabilities at fair value through profit or loss are initially recognised at fair value. Transaction costs are expensed in the Statement of Comprehensive Income.

Subsequent to initial recognition, all financial assets and financial liabilities at fair value through profit or loss are measured at fair value. Gains and losses arising from changes in the fair value of the financial assets or financial liabilities at fair value through profit or loss category are presented in the Statement of Comprehensive Income within net changes in fair value of financial assets and liabilities at fair value through profit or loss in the period in which they arise.

Financial assets are derecognised when the rights to receive cash flows from the investments have expired or the Fund has transferred substantially all risks and rewards of ownership.

##### (iii) Fair value estimation

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an ordinary transaction between market participants at the measurement date. The fair value of financial instruments traded in active markets (such as trading securities) is based on quoted market prices at the close of trading on the reporting date.

For investments with no active markets, fair values are determined using valuation techniques. Such techniques include: using recent arm's length transactions; reference to the current market value of another instrument that is substantially the same; discounted cash flow analysis and option pricing models making as much use of available and supportable market data as possible and keeping judgmental inputs to a minimum.

##### (iv) Offsetting financial instruments

Financial assets and liabilities are offset and the net amount reported in the Statement 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. Agreements with derivative counterparties for the Fund are based on International Swaps and Derivatives Association ("ISDA") Master Agreements.

#### (g) Financial Assets and Financial Liabilities at Amortised Cost

Financial assets at amortised cost comprise cash and cash equivalents and receivables. These include cash balances and call deposits, accrued interest and dividends, and proceeds expected from sale transactions where the trade date and settlement date spanned the reporting date. The carrying value closely approximates their fair value.

Subsequent to initial recognition, receivables are measured at amortised cost using the effective interest method less any impairment losses. The effective interest method calculates the amortised cost of a financial asset or financial liability and allocates the interest income or interest expense, including any fees and directly related transaction costs that are an integral part of the effective interest rate, over the expected life of the financial asset or liability so as to achieve a constant yield on the financial asset or liability.

# FIRST SENTIER INVESTMENTS GLOBAL LISTED INFRASTRUCTURE FUND

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

#### (i) Cash and cash equivalents

Cash and cash equivalents in the Statement of Financial Position comprise cash at bank, demand deposits and short-term deposits in banks that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, with an original maturity of three months or less and bank draft. Bank drafts are shown in current liabilities in the Statement of Financial Position.

For the purposes of the Statement of Cash Flows, cash and cash equivalents consist of the above as defined above, net of outstanding bank overdrafts when applicable.

#### (ii) Receivables

Receivables include amounts where settlement has not yet occurred, and include outstanding settlements on the sale of investments. Amounts are generally received within 30 days of being recorded as receivables. Given the short-term nature of most receivables, the carrying amount approximates their fair value.

#### (iii) Payables

Payables are recognised for amounts to be paid in the future for goods and services received, whether or not billed to the Fund, and include outstanding settlements on the purchase of investments. Payables are measured initially at fair value and subsequently at amortised cost. Amounts are generally paid within 30 days of being recorded as payables. Given the short-term nature of most payables, the carrying amount approximates their fair value.

#### (h) Impairment of Financial Assets at Amortised Cost

*NZ IFRS 9: Financial Instruments* requires the Fund to record expected credit losses (ECL) on all of its receivables, either on a 12-month or lifetime basis.

The Fund only holds receivables with no financing component and which have maturities of less than 12 months at amortised cost and, as such, has chosen to apply an approach similar to the simplified approach for expected credit losses (ECL) under *NZ IFRS 9: Financial Instruments* to all its receivables. Therefore the Fund does not track changes in credit risk, but instead recognises a loss allowance based on lifetime ECL at the reporting date.

With short time period and the simplistic nature of the financial assets, accrued interest and dividends and receivables from sale of investments measured at amortised cost, the Fund does not anticipate any expected credit losses for these assets.

#### (i) Expenses

All expenses are recognised on an accrual basis.

#### (j) Taxation

##### *Income taxation*

The Fund has elected to become a Portfolio Investment Entity ("PIE") for the purposes of the Income Tax Act 2007.

Tax treatment applicable to a PIE:

Under current taxation law the Fund pays no income tax on the taxable income of the Fund and all taxable income and associated tax credits applicable are allocated to investors, in proportion to the units they hold on the days when taxable income and credits arise.

Under the PIE regime, the Manager attributes the taxable income of the Fund to Unitholders in accordance with the proportion of their overall interest in the Fund. The income attributed to each Unitholder is taxed at the Unitholder's 'Prescribed Investor Rate' which is capped at 28%. The Fund is responsible for deducting tax from each investor's allocation using each investor's Prescribed Investor Rate and pays the tax to the taxation authorities on behalf of the investor.

##### *Goods and services tax (GST)*

The Fund is not registered for GST and consequently all components of the financial statements are stated inclusive of GST where appropriate.

# FIRST SENTIER INVESTMENTS GLOBAL LISTED INFRASTRUCTURE FUND

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

#### (k) Redeemable Units and Unitholders' Fund

Units issued by the Fund provide the Unitholder the right to request redemption for cash at the value proportionate to the Unitholder's share in the Fund's net asset value. The Unitholders' Funds meet the definition of a "puttable instrument" in accordance with *NZ IAS 32: Financial Instruments: Presentation* and is classified as equity.

The redeemable units can be put back to the Fund at any time for cash equal to a proportionate share of the Fund's net assets value if the Unitholders exercise their right to put the units back to the Fund. The redemption unit price is based on different valuation principles to that applied in financial reporting. This is explained in more detail in note 9.

The redeemable units are redeemed at the Unitholders' option at a price based on the Fund's net assets valued as per the Unit Pricing Methodology less any spread at the time of redemption.

#### (l) Presentation of Cash Flows

For the purposes of the Statement of Cash Flows, proceeds from the sale and purchase of investments at fair value through profit or loss and proceeds from realisation of derivatives are considered operating activities. The sales and purchases in investment securities maintain the operating capability of the Fund even though the investments may not be acquired specifically for resale or trading.

#### (m) Critical Accounting Estimates and Assumptions

##### *Fair value of financial assets held at fair value*

The listed investments of the Fund have been valued at closing bid value on 31 March 2021, so there are no accounting estimates or assumptions required in the valuation of the carrying amounts of these assets. Where an investment is unlisted, the value is based on the relevant investment manager's assessment of net realisable value.

##### *Fair value of derivative financial instruments*

The Fund may, from time to time, hold financial instruments that are not quoted in an active market, such as over-the-counter derivatives. All of the Fund's derivative financial instruments are held for the purpose of being traded. Fair values of such instruments are determined by using valuation techniques. Forward foreign exchange contracts are mark to market at the forward currency exchange rate at the valuation date.

##### *COVID-19*

The Manager continues to closely monitor the impacts of the COVID-19 Pandemic on the Fund. 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.

#### (n) Restatement of Note 11: Related Party Transactions as at 31 March 2020

##### *Trustee fees*

Trustee fees outstanding has been restated from \$6,555 from at year ended 31 March 2020.

##### *Manager fees*

The gross management fee and net management fee for year ended 31 March 2020 have been restated to \$1,387,625 and \$956,136 from \$1,771,482 and \$1,339,992 respectively.

# FIRST SENTIER INVESTMENTS GLOBAL LISTED INFRASTRUCTURE FUND

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

### 3. NET CHANGES IN FAIR VALUE OF FINANCIAL ASSETS AND LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

	2021 \$'000	2020 \$'000
<i>Financial assets at fair value through profit or loss:</i>		
Gains/(losses)	17,425	(4,262)
<i>Derivatives:</i>		
Gains/(losses)	31,246	(33,783)
	<u>48,671</u>	<u>(38,045)</u>

### 4. BROKERAGE FEES AND OTHER EXPENSES

	2021 \$'000	2020 \$'000
Fees incurred to PricewaterhouseCoopers for the audit of the financial statements	19	17
Brokerage fees	1	223
Legal and tax consulting fees	1	-
Administration fees	8	6
	<u>29</u>	<u>246</u>

### 5. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	2021 \$'000	2020 \$'000
International listed infrastructure securities	240,285	191,005
International listed equity unit trusts	61,027	43,481
	<u>301,312</u>	<u>234,486</u>

### 6. DERIVATIVES

The Fund holds forward foreign exchange contracts.

Forward foreign exchange contracts are contractual obligations to buy or sell foreign currencies on a future date at a specified price. Forward foreign exchange contracts are settled on a net basis.

	2021 \$'000	2020 \$'000
<b>Assets</b>		
<i>Derivatives:</i>		
Forward foreign exchange contracts	1,083	9,244
	<u>1,083</u>	<u>9,244</u>
<b>Liabilities</b>		
<i>Derivatives:</i>		
Forward foreign exchange contracts	12,101	20,966
	<u>12,101</u>	<u>20,966</u>

# FIRST SENTIER INVESTMENTS GLOBAL LISTED INFRASTRUCTURE FUND

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

### 7. RECEIVABLES

	2021	2020
	\$'000	\$'000
Interest receivable	-	2
Dividends receivable	222	222
Outstanding settlements from sale of investment securities	5,186	7,785
PIE tax receivable from Unitholders	529	318
Other receivables	19	5
	<u>5,956</u>	<u>8,332</u>

### 8. PAYABLES

	2021	2020
	\$'000	\$'000
Manager fees payable	179	28
Outstanding settlements for purchase of investment securities	557	1,314
PIE tax payable to Inland Revenue	529	318
Other expenses payable	26	96
	<u>1,291</u>	<u>1,756</u>

### 9. UNITHOLDERS' FUNDS

#### 9a. Units on issue

	2021	2020
	'000	'000
Units on issue at the beginning of the year	134,683	126,483
Subscriptions from Unitholders	13,066	31,049
Redemptions by Unitholders	(7,480)	(22,849)
<b>Units on issue at the end of the year</b>	<u><b>140,269</b></u>	<u><b>134,683</b></u>

#### 9b. Units Holders' funds

	2021	2020
	\$'000	\$'000
<b>Unitholders' funds at the end of the year</b>	<u><b>298,799</b></u>	<u><b>233,905</b></u>
<b>Unit price NAV at the end of the year</b>	<u><b>298,746</b></u>	<u><b>237,648</b></u>

The unit price net asset value ("NAV") at the end of the year is calculated using the last trade price of the underlying securities on 31 March 2021. The financial statements NAV is based on closing bid price as at 31 March 2021. Therefore the difference between the financial statements and unit prices is due to price valuation methodology and timing, if any.

# FIRST SENTIER INVESTMENTS GLOBAL LISTED INFRASTRUCTURE FUND

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

### 9. UNITHOLDERS' FUNDS (Continued)

#### Redeemable Units and Capital Risk Management

The Fund issues redeemable units. The NAV of the units is shown in the Statement of Financial Position as Unitholders' Funds. Each Unitholder is entitled to payment based on the value of the Unitholder's share in the investment portfolio's NAV on the redemption date. The Fund has no restrictions or specific capital requirements on the subscription and redemption of units.

The relevant movements are shown on the Statement of Changes in Unitholders' Funds. The Fund endeavours to invest the subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemptions, such liquidity being augmented by short-term borrowings or disposal of securities where necessary.

Each unit in the Fund ranks equally with other units in that Fund and shall confer an equal undivided interest in the relevant Fund. Unitholders have various rights under the Trust Deed of the Fund, including the rights to:

- Have their units redeemed;
- Receive the Unitholders' funds of the Fund upon termination of the Fund; and
- Attend and vote at meetings of Unitholders.

### 10. CLASSIFICATION OF FINANCIAL INSTRUMENTS

	2021		2020		Total
	Financial liabilities at fair value through profit or loss \$'000	Financial assets at fair value through profit or loss \$'000	Financial assets at amortised cost \$'000	Financial liabilities at amortised cost \$'000	
<b>Total Assets</b>	-	302,395	9,267	-	311,662
<b>Total Liabilities</b>	12,101	-	-	762	12,863
	Financial liabilities at fair value through profit or loss \$'000	Financial assets at fair value through profit or loss \$'000	Financial assets at amortised cost \$'000	Financial liabilities at amortised cost \$'000	Total \$'000
<b>Total Assets</b>	-	243,730	12,579	-	256,309
<b>Total Liabilities</b>	20,966	-	-	1,438	22,404



# FIRST SENTIER INVESTMENTS GLOBAL LISTED INFRASTRUCTURE FUND

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

### 11. RELATED PARTY TRANSACTIONS

#### *Trustee fees*

As outlined in the Fund's Information Memorandum, the Trustee is entitled to a fee calculated and accrued daily on the gross asset value of the Fund and is deducted from the Fund quarterly in arrears. The Trustee fee is currently set at the higher of 0.024% per annum of the gross asset value of the Fund or \$25,000 per annum. Total trustee fees charged by Public Trust for the year amounted to \$72,293 (31 March 2020: \$65,678), with \$5,642 (31 March 2020: \$6,555) outstanding at year-end.

#### *Manager fees and Manager fee rebates*

The Manager is entitled to a management fee, as outlined in the Fund's Information Memorandum, for managing the Fund. The management fee is 0.70% (excluding GST) per annum of the gross asset value of the Fund. The Fund is also currently subject to a management fee rebate which amounted to \$866,171 (31 March 2020: \$431,490). The management fee and the management fee rebate are calculated and accrued daily and paid from the Fund monthly in arrears. For the year ended 31 March 2021, the gross management fees charged by the Manager amounted to \$1,831,009 (31 March 2020: \$1,387,625), with the net amount of \$964,837 (31 March 2020: \$956,136) charged to the Fund for the financial year. A gross amount of \$179,347 (31 March 2020: \$87,873) was outstanding at the reporting date.

#### *Investments in and by related parties*

During the period, no other funds managed by the Manager invested in the Fund (31 March 2020: none). The Fund did not hold any investments in other funds managed by the Manager (31 March 2020: none).

### 12. CONTINGENT LIABILITIES AND COMMITMENTS

Other than derivatives, the Fund did not have any material contingent liabilities or commitments at the end of the current and previous reporting period (31 March 2020: nil).

### 13. EVENTS SUBSEQUENT TO BALANCE DATE

No significant events occurred after balance date.

On the 16th April 2021 the First Sentier Global Listed Infrastructure Fund ("Fund") transitioned to a retail offering and, as a result from this date, the financial statements of the Fund will be prepared in accordance with the requirements of the Financial Markets Conduct Act 2013 (Tier 1 reporting requirements). The Fund's recognition and measurement accounting policies are not expected to change as a result of the Tier 1 reporting requirements.



## Independent auditor's report

To the unitholders of First Sentier Investments Global Listed Infrastructure Fund (the Fund)

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### Our opinion

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

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### What we have audited

The Fund's financial statements comprise:

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

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### 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.

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### Independence

We are independent of the Fund 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, and the audit of the financial statements of the Manager and other funds managed by the Manager. These services have not impaired our independence as auditor of the Fund. Other than in our capacity as auditor, we have no other relationships with, or interests in, the Fund.



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### **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 RDR, 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 the 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 the Fund or to cease operations, or has no realistic alternative but to do so.

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### **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-8/>

This description forms part of our auditor's report.

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### **Who we report to**

This report is made solely to the 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 the Fund's unitholders, as a body, for our audit work, for this report or for the opinions we have formed.

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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'.

Chartered Accountants  
21 July 2021

Wellington