

SALT

Quarterly Fund Update: Salt Enhanced Property Fund – 31 December 2023

This fund update was first made publicly available on 13 February 2024.

What is the purpose of this update?

This document tells you how the Salt Enhanced Property Fund has performed and what fees were charged. The document will help you to compare the fund with other funds. Salt Investment Funds Limited prepared this update in accordance with the Financial Markets Conduct Act 2013. This information is not audited and may be updated.

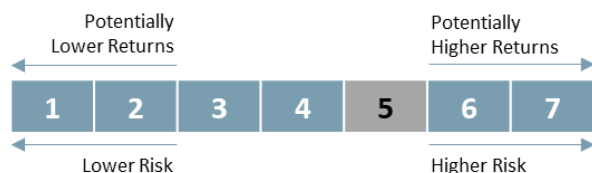
Description of this fund

The Salt Enhanced Property Fund targets a portfolio of shares of New Zealand and Australian property trusts, companies and other property related securities. The Fund may also, at our discretion short sell securities, hold cash, lever its assets and utilise active currency management to generate returns (although generally it will be fully hedged).

| | |
|---------------------------------|------------------|
| Total value of the fund | \$23,524,909 |
| The date the fund started | 11 November 2014 |
| Number of investors in the fund | 31 |

What are the risks of investing?

Risk indicator for the Salt Enhanced Property Fund



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

To help you clarify your own attitude to risk, you can seek financial advice or work out your risk profile at www.sorted.org.nz/tools/investor-kickstarter.

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

This risk indicator is not a guarantee of a fund's future performance. The risk indicator is based on the returns data for a five-year period to 31 December 2023. While risk indicators are usually relatively stable, they do shift from time to time. The risk indicator will continue to be updated in future fund updates.

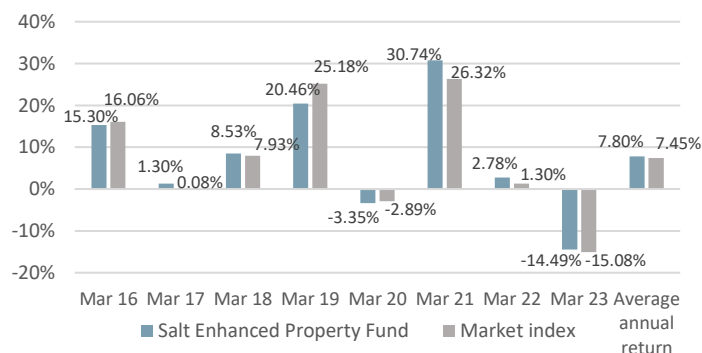
See the product disclosure statement (PDS) for more information about the risks associated with investing in this fund.

How has the fund performed?

| | Average over past five years | Past year |
|--|------------------------------|-----------|
| Annual return (after deductions for charges and tax) | 4.41% | 5.68% |
| Annual return (after deductions for charges but before tax) | 4.91% | 6.20% |
| Market index annual return (reflects no deduction for charges and tax) | 3.61% | 6.17% |

The market index is the S&P/NZX All Real Estate Gross (including Imputation Credits) Index. For more information about the market index see the offer register at disclose-register.companiesoffice.govt.nz.

Annual return graph



This shows the return after NZX charges and tax for each year ending 31 March since the fund started. The last bar shows the average annual return since the fund started, up to 31 December 2023. Returns in this update are after tax at the highest prescribed investor rate (PIR) of tax for an individual New Zealand resident. Your tax may be lower.

Important: This does not tell you how the fund will perform in the future.

What fees are investors charged

Investors in the Salt Enhanced Property Fund are charged fund charges. In the year to 31 March 2023, these were:

| | % of net asset value |
|--|----------------------|
| Total fund charges | 1.02% |
| Which are made up of: | |
| Total management and administration charges | 1.02% |
| Including: | |
| Manager's basic fee | 0.86% |
| Other management and administration charges | 0.16% |
| Total performance-based fees | 0.00% |

See the PDS for more information about the basis on which performance fees are charged. Investors may also be charged individual action fees for specific actions or decisions (for example, for withdrawing from or switching funds). See the PDS on the offer register at disclose-register.companiesoffice.govt.nz for more information about those fees.

SALT FUNDS MANAGEMENT

Level 3, The Imperial Buildings, 44 Queen Street | PO Box 106-587, Auckland 1143
P: +64 9 869 2933 | E: info@saltfunds.co.nz | www.saltfunds.co.nz

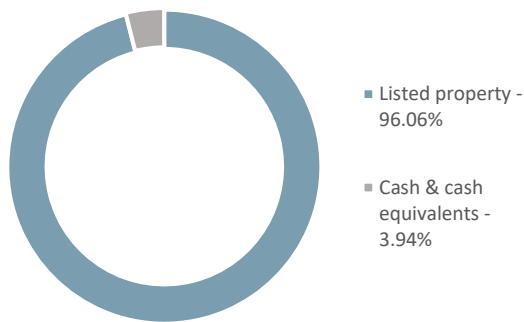
Example of how this applies to an investor

Small differences in fees and charges can have a big impact on your investment over the long term. Sam had \$10,000 in the fund at the start of the year and did not make any further contributions. At the end of the year, Sam received a return after fund charges were deducted of \$620 (that is 6.20% of his initial \$10,000). Sam did not pay any other charges. This gives Sam a total return after tax of \$568 for the year.

What does this fund invest in?

This shows the types of assets that the fund invests in.

Actual investment mix



Target investment mix

| | |
|-------------------------|-----|
| Listed property | 95% |
| Cash & cash equivalents | 5% |

Currency hedging

The Fund targets a position of fully hedging foreign currency exposure, although this may be partially hedged or completely unhedged at the Manager's discretion.

Top 10 investments

| Name | % of Fund Net Assets | Type | Country |
|--|----------------------|-------------------------|---------|
| Goodman Property Trust | 20.33% | Listed Property | NZ |
| Precinct Properties NZ | 13.18% | Listed Property | NZ |
| Kiwi Property Group | 12.21% | Listed Property | NZ |
| Argosy Property Trust | 10.36% | Listed Property | NZ |
| Vital Healthcare Property Trust | 9.76% | Listed Property | NZ |
| Stride Property and Stride Invest Mgmt | 7.51% | Listed Property | NZ |
| Property for Industry | 7.31% | Listed Property | NZ |
| GDI Property Group | 5.52% | Listed Property | AU |
| Asset Plus | 3.14% | Listed Property | NZ |
| Cash at Bank | 3.12%[| Cash & Cash Equivalents | NZ |

The top 10 investments make up 92.44% of the net asset value of the fund.

Key personnel

| | |
|------------------------|---|
| Matthew Goodson | |
| Current position | Managing Director |
| Time in position | 10 years & 7 months |
| Previous position | Portfolio Manager at BT Funds Management (NZ) Limited |
| Time in position | 4 years & 5 months |

| | |
|----------------------|---|
| Paul Harrison | |
| Current position | Managing Director |
| Time in position | 10 years & 7 months |
| Previous position | Portfolio Manager at BT Funds Management (NZ) Limited |
| Time in position | 5 years |

| | |
|----------------------|----------------------------|
| Paul Turnbull | |
| Current position | Chief Investment Officer |
| Time in position | 4 years & 7 months |
| Previous position | Research Analyst at Jarden |
| Time in position | 6 Years |

| | |
|---------------------|---|
| Greg Fleming | |
| Current position | Head of Global Diversified Funds |
| Time in position | 2 years & 9 months |
| Previous position | Head of Investment Strategy at AMP Capital (NZ) |
| Time in position | 4 Years & 8 months |

| | |
|---------------------|--|
| Bevan Graham | |
| Current position | Economist |
| Time in position | 2 years & 10 months |
| Previous position | NZ Managing Director, AMP Capital (NZ) |
| Time in position | 2 years & 2 months |

Further information

You can also obtain this information, the PDS for the Salt Enhanced Property Fund, and some additional information from the offer register at disclose-register.companiesoffice.govt.nz.