

Christian KiwiSaver Scheme



Annual Report 2024



Scheme Snapshot



Scheme Size
\$97,823,663

VALUE OF NET ASSETS



Assets Growth
↑10.7%

GROWTH IN ASSETS
FROM LAST YEAR



Investment Income
\$11,503,054

INVESTMENT INCOME BEFORE EXPENSES



Withdrawals
\$9,347,873

TOTAL BENEFIT PAYMENTS TO
MEMBERS



Contributions
\$10,079,161

MEMBER, EMPLOYER AND
GOVERNMENT CONTRIBUTIONS



Average Balance
\$45,682

AVERAGE BALANCE OF
MEMBER ACCOUNTS

Contents

Message from the Chair	4
Details of Scheme	5
Information on contributions & Scheme participants	6
Changes relating to the Scheme	7
Other information for particular types of managed funds	8
Changes to persons involved in the Scheme	9
How to find further information	9
Contact details and complaints	11



Message from the Chair

Dear Friends,

Anglican Financial Care / Te Maru Mihinare (AFC), as Manager and Trustee, is pleased to present this Annual Report of the Christian KiwiSaver Scheme for the year ended 31 March 2024.

It is pleasing to report that it was a good year for the Scheme's investments. All the Investment Funds had some of their best returns in years. The top investment sector was International Equities which returned 27.5% for the year. Something that will be difficult to repeat in the coming year. All the investment sectors produced positive returns over the year.

Returns before tax and expenses for the year, and the last five and ten years' averages, were:

Fund	1 year	5 years	10 years
Growth	14.3%	9.4%	8.9%
Balanced	11.5%	6.8%	7.1%
Income	5.1%	1.9%	2.9%

Many schemes claim to invest ethically. The unique way we express our ethical values is through our Ethical Investment Policy, which focuses on the financial interests of you, our members, while also seeking to participate in the good that God is doing in the world. So, we focus our investments on those entities that produce more good than harm. But realistically, none of them is perfect. Even so, our Ethical Investment Policy is critical to our Christian approach to investing, as it articulates how we feel we can best live out our faith and Biblical principles in the wider investment market, while maintaining our fiduciary responsibilities to you. The Ethical Investment Policy is located at christiankiwisaver.nz/documents.

In last year's message I reported on some uncertainties and discrepancies we had regarding the recording of our carbon credits (NZUs) relating to the forest AFC owns in the Hawkes Bay. This was satisfactorily resolved with the expected number of NZUs being restored to our carbon register in late 2023. Our carbon liability for having harvested the forest several years ago fell due in March 2024. In February 2024 we exercised the Government's Fixed Price Option (FPO) to purchase NZUs to cover part of the carbon liability and we surrendered NZUs back to the Government to cover the rest of the liability. The sale of the FPO-related NZUs will provide a return to the Forestry portfolio which the Balanced Fund and Growth Fund have holdings in. If you are interested to read more about these forest issues, you can do so in the Scheme's Financial Statements (particularly Note 5) located at christiankiwisaver.nz/documents.

Since the start of the Scheme year there have been changes to the AFC Board membership. Details are on page 9. We wish to express our appreciation for the service provided to the Board by Hugh Stevens, Tom Ricketts, and Kerry BurrIDGE over the years, and welcome Carole Hughes, Suzanne Wolton and Manoj Kumar to the Board.

We continue to thank you for your support of our KiwiSaver scheme for Christians.

Finally, I thank AFC's Chief Executive, Margaret Bearsley, and her staff for all the work they do for you. Our Member Services team is available to handle any of your requests or queries.

Yours in Christ,



The Reverend Lawrence Kimberley
Chairperson

Annual Report

For the period 1 April 2023 to 31 March 2024

Details of Scheme

The Scheme is made up of three Funds: the Income Fund, the Balanced Fund and the Growth Fund. The Scheme details are:

- The name of the Scheme is the Christian KiwiSaver Scheme.
- The Christian KiwiSaver Scheme is a restricted KiwiSaver scheme.
- The Manager of the Scheme is The New Zealand Anglican Church Pension Board, trading as Anglican Financial Care.
- As it is a restricted scheme, the supervisor of the Scheme is the Financial Markets Authority.
- The Product Disclosure Statement is dated 24 October 2023 and the Scheme is open for applications.
- The fund updates for the Income, Balanced and Growth Funds were all issued on 27 June 2024.
- The financial statements of the Scheme for the year ended 31 March 2024 and the auditor's report on those financial statements have been lodged with the Registrar. They are available electronically by visiting disclose-register.companiesoffice.govt.nz selecting Search for a scheme and entering Christian KiwiSaver Scheme.

Information on contributions and Scheme participants

Membership overview

	1 April 2023	31 March 2024
Total contributing scheme participants	1,304	1,320
Total non-contributing scheme participants	830	821
Total number of members	2,134	2,141

Membership movements

Members at 1 April 2023	2,134
New members	59
Transfers in from other schemes	82
Transfers out to other schemes	-64
Retirements	-59
Deaths	-5
Other reasons	-6
Members at 31 March 2024	2,141

Member accumulations

	Number of members	\$
1 April 2023	2,103	88,344,230
31 March 2024	2,115	97,804,118

The number of members in this table are those members with a non-zero account balance.

Contributions

Contribution type	Number of members	\$
Member contributions	1,380	3,360,164
Employer contributions	1,286	1,688,971
Member voluntary additional contributions	297	1,323,286
Government contributions	1,534	573,387

Changes relating to the Scheme

On 9 August 2023 the Product Disclosure Statement (PDS) was updated to reflect changes to the risk indicators of the Balanced Fund and Income Fund, update dates and add a note on working with Debtfix for significant financial hardship applications. This PDS was replaced by a new PDS on 24 October 2023 to correct a formatting issue in the August version.

On 3 November 2023 the Other Material Information document was updated to reflect changes to the Board and Investment Committee membership and adding a commentary on the forest owned by Anglican Financial Care and issues with the carbon credits.

There were no amendments to the Trust Deed or Statement of Investment Policy and Objectives during the year.

There were no changes to the nature or scale of the related party transactions in respect of the Scheme. All related party transactions entered into during the year were on arm's length commercial terms.

Other information for particular types of managed funds

The following withdrawals occurred which were permitted under the Financial Markets Conduct Act and the Trust Deed. During the year 269 members made a withdrawal. These withdrawals include partial and full payments paid to a member.

Withdrawal type	Number of members
Transfers out	63
Qualifying date withdrawal	182
First home purchase	7
Permanent emigration	1
Significant financial hardship	14
Death	5
Serious illness	4
Invalid enrolment	1

Returns

Declared rates

The allocation of earnings to members' accounts is made quarterly. The declared earnings rates are posted on the Scheme's website at the time they are declared.

The declared earning rates are after tax and expenses have been deducted. However, members under age 18 do not have fees deducted from the quarterly investment earnings allocated to their account if they are under age 18 on the first day of that quarter.

The earning rates for each quarter, at each Prescribed Investor Rate (PIR), were:

Quarter ending	Investment Fund	10.5% PIR	17.5% PIR	28% PIR	Under 18
30 June 2023	Income Fund	0.52%	0.52%	0.52%	0.72%
	Balanced Fund	2.54%	2.54%	2.54%	2.88%
	Growth Fund	3.46%	3.46%	3.46%	3.84%
30 September 2023	Income Fund	-0.49%	-0.49%	-0.49%	-0.29%
	Balanced Fund	-0.94%	-0.94%	-0.94%	-0.60%
	Growth Fund	-1.10%	-1.10%	-1.10%	-0.72%
31 December 2023	Income Fund	3.59%	3.59%	3.59%	3.79%
	Balanced Fund	4.59%	4.59%	4.59%	4.93%
	Growth Fund	5.11%	5.11%	5.11%	5.49%
31 March 2024	Income Fund	0.86%	0.94%	1.06%	1.04%
	Balanced Fund	2.96%	2.64%	2.16%	3.26%
	Growth Fund	4.18%	3.85%	3.35%	4.52%

Please note: These are quarterly rates and not annualised rates. A simple way to approximate your annual earnings (after tax and expenses) is to add the four quarters' rates together.

The Under 18 earning rates have a PIR of 10.5%.

The Scheme pays tax annually at the end of the Scheme year. Tax, at the member's PIR, was deducted from the fourth quarter's earnings and applied to member accounts on 31 March 2024. Any member who left the Scheme during the year had tax deducted, at the member's PIR, as part of the interim rate applied to the final payment.

Interim rates

Where earnings needed to be allocated between quarters (e.g. a full payment of the retirement benefit) then an interim rate was applied. The interim rate for each Investment fund is calculated on a monthly basis, being the gross return for the period from the start of the quarter less prescribed fees and an estimate for tax, unless otherwise determined by the Trustee.



**“Please convey to the staff
our gratitude for your sterling
service over the years.”**

Manager's statement

All benefits required to be paid from the Scheme in accordance with the Trust Deed and the KiwiSaver Scheme rules have been paid.

The market value of the assets of the Scheme at the close of the financial year exceeded the total value of benefits that would have been payable had all members of the Scheme ceased to be members at that date and had provision been made for the continued payment of all benefits being paid to members and other beneficiaries as at the close of the financial year.

Changes to persons involved in the Scheme

The Venerable Carole Hughes was appointed to the Board in July 2023, replacing the Reverend Vicki Sykes who had resigned on 31 March 2023.

Hugh Stevens resigned from the Board on 28 February 2024.

Kevyn Rendell resigned from the Board's Investment Committee in August 2023. It was decided not to replace Kevyn and therefore the Committee's membership was decreased from seven members to six.

Since year end, in May 2024 Suzanne Wolton was appointed to the Board to fill the vacancy and Manoj Kumar was appointed to the Board, replacing Tom Ricketts as the Tikanga Pasefika representative. Also, in May 2024, Kerry Burridge resigned from the Board.

How to find further information

The following documents are filed on a public register at the Companies Office of the Ministry of Business, Innovation & Employment (companiesoffice.govt.nz/disclose):

- The Product Disclosure Statement;
- The Statement of Investment Policy and Objectives;
- The Financial Statements;
- The Trust Deed (and any amendments); and
- Other Material Information.

These documents are free of charge and available for public inspection.

You have a right to receive on request to the Manager a copy of any of these documents as well as an updated estimate of your benefits.

These may be obtained free of charge by calling us on 0508 738 473.

Contact details and complaints

If you have an enquiry, you can contact the Manager as follows:

Write to: Funds Administrator
Anglican Financial Care
PO Box 12 287
Wellington 6144

Phone: 0508 738 473 or 04 473 9369

Email: info@christiankiwisaver.nz

Please contact us if you are not satisfied with the service you have received from us. We have an internal complaints process and will investigate your concerns promptly and fairly. You can contact us to make a complaint by phone, email or in writing to:

Phone: 0508 738 473
Email: complaints@christiankiwisaver.nz
Write to: Chief Executive
Anglican Financial Care
PO Box 12 287
Thorndon
WELLINGTON 6144

We are a member of an independent dispute resolution scheme operated by Financial Services Complaints Limited (FSCL) – A Financial Ombudsman Service. If you make a complaint to us and we have not been able to resolve it in a way that you think is satisfactory within 40 working days, you can refer the matter to FSCL by emailing info@fscl.org.nz or calling FSCL on 0800 347 257 or writing to them at:

Financial Services Complaints Limited
PO Box 5967
101 Lambton Quay
WELLINGTON 6145

Full details of how to access the FSCL scheme can be obtained on their website www.fscl.org.nz. FSCL will not charge you a fee to investigate or resolve a complaint.

You can also contact the Supervisor with an enquiry or complaint:

Write to: Financial Markets Authority
PO Box 106 672
Auckland 1143
Phone: 0800 434 566

0508 738 473
christiankiwisaver.nz

The New Zealand Anglican Church Pension Board trading as Anglican Financial Care is the issuer.
A Product Disclosure Statement is available from our website.