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# Plato Investment Funds

Product Disclosure Statement for an offer of units in the Plato Investment Funds

Investment Management by Plato Investment Management Limited

This is the Product Disclosure Statement for the:

- Plato Global Alpha PIE Fund

Dated 8 May 2026

Issued by FundRock NZ Limited

This document gives you important information about this investment to help you decide whether you want to invest. There is other useful information about this offer on <https://disclose-register.companiesoffice.govt.nz/>. FundRock NZ Limited has prepared this document in accordance with the Financial Markets Conduct Act 2013. You can also seek advice from a financial advice provider to help you make an investment decision.

# 1. Key information summary

## What is this?

This is a managed investment scheme. Your money will be pooled with other investors' money and invested in various investments. FundRock NZ Limited ('FundRock', 'we', 'our' or 'us') will invest your money and charge you a fee for its services. The returns you receive are dependent on the investment decisions of FundRock and of its investment manager and the performance of the investments. The value of those investments may go up or down. The types of investments and the fees you will be charged are described in this document.

## What will your money be invested in?

There is one fund ('Fund') offered under this Product Disclosure Statement ('PDS') for the Plato Investment Funds ('Scheme'). This investment option is summarised below. More information about the investment target and strategy of the investment option is provided in section 3, "Description of your investment option."

Fund Description	Risk indicator <sup>1</sup>	Total Annual Fund Charges (% of the Fund's Net Asset Value, Estimated)	Indicative <sup>2</sup> buy/sell spread							
<p><b>Plato Global Alpha PIE Fund</b></p> <p>The Fund aims to provide investors with long and short exposure to an actively managed, diversified portfolio of listed international equities.</p> <p>The Fund aims to outperform its benchmark, the MSCI World Net Total Return Index in New Zealand dollars, net of fees and before taxes, over rolling 5 year periods.</p> <p>The Fund is not hedged back to the New Zealand dollar.</p>	<p>Lower risk/ potentially lower returns</p> <p>Higher risk/ potentially higher returns</p> <table border="1"> <tr> <td>1</td> <td>2</td> <td>3</td> <td>4</td> <td>5</td> <td>6</td> <td>7</td> </tr> </table>	1	2	3	4	5	6	7	<p>2.40% (incl. GST)</p> <p>Performance-based fees are applicable (see section 5: "What are the fees" for further details)</p>	<p>0.30%/0.30%</p>
1	2	3	4	5	6	7				

See section 4, "What are the risks of investing" for an explanation of the risk indicator and for information about other risks that are not included in the risk indicator. 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](http://www.sorted.org.nz/tools/investor-kickstarter).

## Who manages the Plato Investment Funds?

FundRock is the manager of the Scheme.

See section 7, "Who is involved?" for more information.

## How can you get your money out?

Investments in the Fund are redeemable on request. We may defer redemptions if we determine that this is in the general interests of all investors. We may also suspend redemptions in certain circumstances set out in the Trust Deed if we, in good faith, form the opinion that it is not practicable or would be materially prejudicial to the interests of the Fund's investors to realise assets or borrow to permit redemptions.

See section 2, "How does this investment work?" for more information.

<sup>1</sup> The Fund has been in existence for less than 5 years. Market index returns (rather than the Fund's actual returns) have been used to calculate the risk indicator for the period 1 April 2021 to 31 August 2021, and Underlying Fund returns have been used for the period 1 September 2021 to 31 March 2026. The risk indicator may therefore provide a less reliable indicator of the Fund's future volatility. As the Fund has not been operating for the required five years and the risk indicator calculated by using Underlying Fund returns is higher than that calculated when exclusively using market index returns, the manager has formed the view that a risk indicator based on market index returns alone would be likely to deceive or mislead investors as to the future potential volatility of the Fund and has instead used a combination of market index returns and Underlying Fund returns as the basis for calculating the risk indicators for the Fund. The risk indicator may therefore provide a less reliable indicator of the Fund's potential future volatility.

<sup>2</sup> Buy/sell spreads are as at the date of this PDS and are indicative only and will typically apply to each investment/redemption and are a cost to you. For the most up to date buy/sell spreads see [www.fundrock.com/fundrock-new-zealand/frnz-documents-and-reporting/](http://www.fundrock.com/fundrock-new-zealand/frnz-documents-and-reporting/). Buy/sell spreads belong to the Fund and are not a fee paid to us or to the investment manager.

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Your investment in the Fund can be sold but there is no established market for trading these financial products. This means that you may not be able to find a buyer for your investment.

### **How will your investment be taxed?**

The Fund offered under this PDS is a portfolio investment entity ('PIE').

The amount of tax you pay in respect of a PIE is based on your prescribed investor rate ('PIR'). To determine your PIR, go to [www.ird.govt.nz/roles/portfolio-investment-entities/find-my-prescribed-investor-rate](http://www.ird.govt.nz/roles/portfolio-investment-entities/find-my-prescribed-investor-rate).

See section 6, "What taxes will you pay?" for more information.

### **Where can you find more key information?**

We are required to publish quarterly updates for the Fund. The updates show the returns, and the total fees actually charged to investors, during the previous year. The latest fund updates are available at [www.fundrock.com/fundrock-new-zealand/frnz-documents-and-reporting/](http://www.fundrock.com/fundrock-new-zealand/frnz-documents-and-reporting/). We will also give you copies of those documents on request.

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## 2. How does this investment work?

This document is an offer to purchase units ('Units') in the Fund. The Fund is part of the Scheme, which is established under a trust deed ('Trust Deed'). Capitalised terms in this PDS have the same meaning as in the Trust Deed (including the relevant Scheme and Fund Establishment Deeds for the Plato Investment Funds), unless they are otherwise defined in this document.

The money you invest buys Units in the Fund. Units do not constitute legal ownership of the Fund's assets but give you rights to the returns of the assets.

As manager of the Scheme, we have appointed Plato Investment Management Limited ('Plato' or '**Investment Manager**') as the investment manager for the Fund. As investment manager, Plato is responsible for making recommendations and decisions about how the Fund is invested, in accordance with the Statement of Investment Policy and Objectives ('SIPO') for the Scheme. The Fund will, in accordance with the SIPO, invest substantially all of its assets in the Plato Global Alpha Fund ('**Underlying Fund**'), which is a registered Australian managed investment scheme that is also managed by Plato.

The price of each Unit you receive depends on the value of the Fund at the time you invest and any buy spread that applies to that Fund. We calculate the unit price for a Fund by subtracting the total value of the Fund's liabilities (fees, expenses) from the market value of its assets and dividing that number by the number of Units the Fund has issued. The unit price is normally calculated each Business Day. A change in the value of the Fund's assets affects the price of your Units. The unit price for that Fund will change as the market value of the Fund's assets changes.

Public Trust is the supervisor ('**Supervisor**') of the Scheme and, in that role, monitors and supervises our management of the Fund. The assets of the Fund are held in independent custody by Public Trust.

The Fund will not make any distributions but may elect to do so in the future.

The Fund, through its investment in the Underlying Fund, offers investors a number of benefits including:

- **Active investment strategy** - The investment facilitates additional exposure to attractive companies compared to traditional long-only investments while also allowing the investment manager to generate returns through shorting unattractive companies. The Underlying Fund utilises leverage by using the cash generated from shorting to gain additional long exposure or by using derivatives.
- **Experienced team** - Plato has an investment team of 17 individuals with over 300 years of collective industry experience.
- **Investment approach** - The investment approach is highly sophisticated with access to over 850 data sets and processing more than 5 million data points per day.

The return on your investment comes from any increase or decrease in the unit price.

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## **Making investments**

You can make lump sum or regular investments into the Fund. The application process is described in section 10, "How to apply".

The minimum initial investment for the Fund is \$15,000. Thereafter, the minimum additional investment is \$5,000. These minimum amounts may be varied or waived at our discretion. If you are investing through a wrap platform, the minimums may be lower than those stated in this PDS.

When you make an application into a Fund, we will apply your investment at the unit price for the Fund, adjusted for the applicable buy spread for that Fund.

A 'Valuation Time' is a day on which a Fund's Net Asset Value is calculated for the purposes of unit pricing, which generally will be every Business Day in New Zealand excluding days where, when a Fund invests into an underlying fund, that underlying fund is closed.

If an application is received and accepted before the cut-off time of the Fund on a Valuation Time, Units will be issued at the issue price determined at that Valuation Time (unless we determine otherwise at our discretion). If an application is received and accepted at or after the cut-off time, Units will be issued at the issue price determined at the next Valuation Time (unless we determine otherwise at our discretion).

The cut-off time for the receipt of applications and cleared funds for the Fund is currently 11am New Zealand time.

We may, in our absolute discretion, refuse any application without giving any reason. If we refuse your application, your application payment will be returned to you in full, without interest.

## **Withdrawing your investments**

You may request redemption of some or all of your investment at any time.

When you redeem all or part of your investment from the Fund, we will redeem your investment at the unit price for the Fund, adjusted for the applicable sell spread for the Fund.

If a redemption is received and accepted before the cut-off time of the Fund on a Valuation Time, Units will be redeemed at the redemption price determined at that Valuation Time (unless we determine otherwise at our discretion). If a redemption is received and accepted at or after the cut-off time on a Valuation Time, Units will be redeemed at the redemption price determined at the next Valuation Time (unless we determine otherwise at our discretion).

The cut-off time for the receipt of redemption requests for the Fund is currently 11am New Zealand time.

If an investor's redemption request is in a format approved by the Manager, payment will normally be made within seven Business Days of our receiving a redemption request from you.

We reserve the right to refuse a redemption request for less than \$5,000 or a redemption request that would result in you holding less than \$15,000 in the Fund (except where all of your Units are to be redeemed).

We may also either defer or suspend Fund withdrawals.

Fund redemptions may be deferred if:

- we receive one or more redemption requests, within 60 Business Days, totalling more than 10% of a Fund's Units on issue, and
- we consider deferral to be in the general interests of all Fund investors.

Fund redemptions may be suspended in accordance with the Trust Deed in a number of circumstances if we believe allowing investors to take their money out would not be practicable or would materially prejudice investors generally. For instance, suspension could apply if we decide to wind up the Fund, or we are unable to realise Underlying Fund holdings. If withdrawals are suspended and you submit a withdrawal request, we will not process it until the suspension is lifted.

In the case of either a deferral or suspension, investors will receive the redemption price applicable at the end of the deferral or suspension period (or redemption prices in the case of deferred redemptions which are paid out over a period of time). In the case of either a deferral or suspension, it also means that there may be a delay in you getting your money out of the investment.

More information about deferrals and suspensions can be found in the Other Material Information ('OMI') document for the Fund and in the Trust Deed.

### 3. Description of your investment option(s)

Fund Summary of investment objectives and strategy	Target investment mix	Risk indicator <sup>3</sup>	Minimum suggested investment timeframe							
<p><b>Plato Global Alpha PIE Fund</b></p> <p>The Fund through its investment in the Underlying Fund gets long and short exposure to an actively managed, diversified portfolio of listed global equities. The Underlying Fund is a global equity long short fund. Plato identifies investments using a bottom up, fundamental investment strategy focusing on intrinsic value, holistic quality, sentiment and a proprietary Red Flag system.<sup>4</sup></p> <p>Plato employs risk exposure constraints to control incidental sources of risk in the portfolio which is monitored daily.</p> <p>The Fund aims to outperform its benchmark, the MSCI World Net Total Return Index in New Zealand dollars, after fees and before taxes, over rolling 5 year periods.</p> <p>The Fund is not hedged back to the New Zealand dollar.</p> <p>The Underlying Fund can take long and short positions, meaning the Underlying Fund may be geared (or leveraged). Leverage can amplify gains and also amplify losses. <b>These features mean that the Fund will not be appropriate for all investors.</b></p>	<p>International equities 95%</p> <p>Cash and cash equivalents 5%</p>	<p>Lower risk/ potentially lower returns</p> <p>Higher risk/ potentially higher returns</p> <table border="1"> <tr> <td>1</td> <td>2</td> <td>3</td> <td>4</td> <td>5</td> <td>6</td> <td>7</td> </tr> </table>	1	2	3	4	5	6	7	5 years
1	2	3	4	5	6	7				

We can make changes to the Scheme's SIPO in accordance with the Trust Deed and the Financial Markets Conduct Act 2013 ('**FMC Act**'). Before making changes to the SIPO, we will consider if the changes are in your best interests. We will give notice of changes to investors of the Fund prior to effecting any material change and any material changes to the SIPO will be advised in the Scheme's annual report. The most current SIPO for the Scheme can be found on the scheme register at [www.disclose-register.companiesoffice.govt.nz](http://www.disclose-register.companiesoffice.govt.nz).

Further information about the assets in the Fund can be found in the fund updates at [www.fundrock.com/fundrock-new-zealand/frnz-documents-and-reporting/](http://www.fundrock.com/fundrock-new-zealand/frnz-documents-and-reporting/).

### 4. What are the risks of investing?

#### Understanding the risk indicator

Managed funds in New Zealand must have a standard risk indicator. The risk indicator is designed to help investors understand the uncertainties both for loss and growth that may affect their investment. You can compare funds using the risk indicator.

Lower risk/ potentially lower returns				Higher risk/ potentially higher returns		
1	2	3	4	5	6	7

See page 1 for the risk indicator for the Fund offered under this PDS.

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 (volatility). 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](http://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 (described under the heading "Other specific risks") that are not captured by this rating.

<sup>3</sup> See footnote No 1.

<sup>4</sup> Refer to SIPO for more information on Red Flag system.

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This risk indicator is not a guarantee of a fund's future performance. The risk indicator is based on the returns data for the five years to 31 March 2026. While risk indicators are usually relatively stable, they do shift from time to time. You can see the most recent risk indicator in the latest fund updates for the Fund.

## General investment risks

Some of the things that may cause the Fund's values to move up and down, which affect the risk indicator, are:

**Currency risk:** The Underlying Fund is denominated in the Australian dollar and is unhedged to the Australian dollar. It has the ability to hold currency exposures that are otherwise aligned with its investment strategy or philosophy, and the Underlying Fund may be exposed to assets denominated in other currencies.

Currency risk stems from the value of foreign currencies moving differently to the New Zealand dollar. For example, an increase in the value of the Australian dollar relative to other currencies (that the Underlying Fund holds assets in) may negatively impact the value of the investment. Conversely, a decline in the Australian dollar relative to other currencies may positively impact the value of the investment. Additionally, the Fund does not hedge its Australian dollar exposure back to the New Zealand dollar. As such, the Fund will be subject to risks associated with movements in exchange rates between New Zealand dollars, Australian dollars, and the currencies in which the assets in which the Underlying Fund invests are denominated.

**Emerging markets risk:** The Underlying Fund may invest in securities located in emerging markets, including investing in companies in developing countries or investing in companies in developed countries with activities exposed to emerging markets. Investments in emerging markets include risks additional to those normally associated with an investment in securities in more developed markets. These risks may include restrictions on investment and repatriation of investment capital, the ability to exchange currencies for New Zealand dollars, currency and security price volatility, and markets that may be less liquid and less regulated. Political and social unrest together with government involvement in the economy can also increase risk.

**Equity Security risk:** The Fund, through the Underlying Fund, primarily invests in equity securities issued by listed entities. A security's price can rise and fall as a consequence of many factors including, but not limited to, economic conditions, changes in interest rates or currency rates and adverse investor sentiment. This may result in a loss of value in the portfolio of the Fund and a change in value of your investment. Equity securities may make payments (regular or irregular) as dividends, and these may fluctuate significantly in their market value with the ups and downs in the economic cycle and the fortunes of the issuing firm.

**Market risk:** The Fund (and the Underlying Fund) may be materially affected by market, economic, social and/or political conditions globally and in the jurisdictions and sectors in which it invests or operates. This includes conditions affecting interest rates, the availability of credit, currency exchange and trade barriers. These conditions are outside the control of the Fund and the Underlying Fund and could adversely affect the liquidity and value of the Fund's investments and may reduce the ability of the Fund to liquidate its positions or make new investments.

**Small company risk:** Investing in securities of smaller companies may be riskier than investing in larger, more established companies as they are more likely to have limited markets, narrower product lines and they may depend heavily on key personnel. Smaller companies may have limited financial resources, a less established market for their shares, or fewer shares issued. This can cause the share prices of smaller companies to fluctuate more than those of larger companies. The market for the shares of small companies may be less liquid as they are likely to trade less frequently and in smaller volumes.

## Other Specific Risks

There are other risks that may affect returns for investors, which are not reflected in the risk indicator. These risks include:

**Collateral risk:** The risk of loss arising from collateral that is pledged as security to a counterparty. Risks include the security being forfeited in the event of a default event of an agreement, or the credit risk of the counterparty. In the event the counterparty or clearer becomes insolvent at a time it holds collateral posted by the Underlying Fund, the Underlying Fund will be an unsecured creditor and will rank behind preferred creditors.

**Counterparty risk:** The Fund's trading counterparties may become insolvent or otherwise not meet their obligations to the Fund which may affect the value of your investment. Plato aims to keep this risk to a

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minimum by only selecting counterparties that it considers appropriate for the Fund and by regularly monitoring the counterparties.

**Derivatives risk:** The Underlying Fund may invest in derivatives as part of its investment strategy. A derivative is an instrument whose value is linked to the value of an underlying asset and can be a highly volatile investment instrument. The derivative itself is a contract between two or more parties based upon the asset or assets. In addition to managing exposure of the Underlying Fund, the use of derivatives offers the opportunity for higher gains and can also magnify losses of the Underlying Fund, and therefore the Fund.

Risks associated with using derivatives might include the risks associated with the derivative's counterparty, the value of the derivative failing to move in line with expectations or with the value of the underlying asset, potential illiquidity of the derivative, or the derivative's expiration. Additionally, the use of derivatives may expose the Underlying Fund to risks including counterparty default, legal and documentation risk, and the risk of increased sensitivity of the Underlying Fund's unit price to underlying market variables through leverage.

**Gearing and leverage risk:** Leverage arises when the Underlying Fund takes on long and short positions that are greater in size than the net asset value of the Underlying Fund's assets. It involves the use of borrowed funds in the purchase of an asset, to increase the potential return of the investment in the asset, with the expectation that the income from the asset and the asset price appreciation will exceed the borrowing cost. The Underlying Fund will take leveraged positions through the use of derivatives with the aim of increasing returns, however this can also lead to magnifying any losses. While this process forms a key part of the investment strategy, it may mean that gains and losses may be significantly greater than those in a fund that is not leveraged.

**Investment strategy risk:** The Fund employs an active investment strategy which may mean that the Fund performs differently from the market as a whole. The Fund may at times underperform equity funds that use other investment strategies.

**Key person risk:** This is the risk that key individuals are no longer able to fulfil their obligations in respect of the investment or administration of the Fund. FundRock aims to ensure that all staff are highly qualified and capable of mitigating individual key personnel risk. FundRock will ensure that it has sufficient resources to enable the Fund to continue unaffected should any member of the team be unable to fulfil their obligations.

**Liquidity risk:** This is the risk that your withdrawal requests cannot be met when you expect. Because cash is paid to your account when you withdraw, investments of the Fund (principally being units in the Underlying Fund) may need to be sold to pay you. Consequently, the Underlying Fund may also need to sell its investments to meet a withdrawal request made by the Fund. Where this is the case, the ability of the Underlying Fund (and consequently the Fund) to meet withdrawal requests will also depend on factors such as the state of the markets, and selling investments is not always possible, practicable or consistent with the best interests of investors (including investors in the Underlying Fund where the Underlying Fund needs to sell investments to meet withdrawal requests).

**Performance fee risk:** The investment manager may take higher risk as a result of having some of their remuneration tied to portfolio performance. This risk is mitigated by the investment manager's structured investment process and compliance monitoring which prevents the likelihood of increased portfolio gearing or long-term higher risk tilts away from the "standard" investment position.

**Prime Broker risk:** The Underlying Fund is, to a certain extent, reliant on external service providers (such as a prime broker) in connection with its operation and investment activities. Such services include prime brokerage and custody. There is a risk that the service providers may default in the performance of their obligations or seek to terminate the services with the result that the Underlying Fund may be required to seek an alternate supplier and, in the interim, investment activities of the Underlying Fund may be affected. Further, under the prime brokerage arrangements which the Fund has entered into, the prime broker is permitted to on-lend the assets of the Fund to other clients of the prime broker. If the prime broker becomes insolvent, it is possible that the Fund may not recover any assets of the Fund on-lent by the prime broker to its other clients.

**Securities borrowing risk:** Securities borrowing requires the borrower (the Underlying Fund) to put up collateral (for example cash, security or a letter of credit). When a security is loaned, the title and the ownership are also transferred to the borrower. In addition to standard equity securities risks, securities borrowing involves the potential for collateral margin calls and increased costs from market volatility. Securities borrowing is important to short selling and allows the Fund to benefit from holding a security without purchasing it.

**Short selling risk:** The Underlying Fund will take short positions in securities that Plato expects to fall in value, through derivatives or through borrowing securities and selling them. The key difference between a long position and a short position is that a short position involves the unlimited risk of an increase in the market price of the securities underlying the short position. Such an increase could lead to a substantial loss. Plato aims to manage the risks associated with short selling by limiting the size of individual short positions to less than 2% of Underlying Fund NAV.

Further information on additional risks is contained in the OMI document which can be found on the offer register at [www.disclose-register.companiesoffice.govt.nz](http://www.disclose-register.companiesoffice.govt.nz).

## 5. What are the fees?

You will be charged fees for investing in the Fund. Fees are deducted from your investment and will reduce your returns. The fees you pay will be charged in two ways:

- regular charges - for example, annual fund charges. Small differences in these fees can have a big impact on your investment over the long term.
- one-off fees - for example, trading costs.

### Annual Fund Charges (% of Net Asset Value)

Fund	Estimated Annual Fund Charges (incl. GST)	Performance-based fee (Estimated, p.a.) <sup>5</sup>	Total Annual Fund Charges (Estimated, including GST)
Plato Global Alpha PIE Fund	0.85%	1.55%	2.40%

The charges outlined above are estimates and include our best estimates of all normal day-to-day fund costs and expenses including the following:

- the management fee paid to us and the investment management fee paid to Plato;
- any investment management fees deducted within an underlying fund or paid to an underlying investment manager (if applicable);
- the Supervisor's fee and the custody fee;
- costs incurred by us, the Supervisor and the Investment Manager in carrying out each of our respective duties (including costs reasonably and properly incurred relating to professional advice or assistance such as fees charged by auditors, solicitors, valuers and other advisers including advice or assistance sought for matters relating to functions under Relevant Law);
- bank account charges applicable to the Fund; and
- costs for administration services, including unit registry, asset registry, unit pricing and investment accounting costs and costs associated with the provision of financial information related to the Fund.

The Fund may incur trading costs, which are the actual costs associated with buying and selling their investments. These costs may include brokerage fees, custody transaction costs and other associated costs. The total annual fund charges shown above do not include these trading costs. Instead, these costs are reflected in the Fund's unit price and, consequently, affect its performance.

The annual fund charges are calculated daily and paid monthly in arrears. The annual fund charges do not include extraordinary expenses charged to the Fund such as costs of any litigation, investor meetings or one-off engagements of advisers to help comply with new regulation.

### GST

The GST treatment of each component of the annual fund charges varies. For example, GST is currently charged at 15% on the audit fee, while custody fees are an exempt supply for the purposes of GST. These percentages vary, and may change in the future, which is why GST and total annual fund charges have been estimated.

<sup>5</sup> To estimate the performance-based fee p.a. component of the total annual fund charges, we have used an annualised average of the performance fee earned by the Underlying Fund since inception to 31 March 2026. Historical performance fees paid by the Underlying Fund can be obtained by contacting the Investment Manager. The estimates are not intended to indicate any expected returns or fees. Actual performance fees will vary from the estimates. Actual performance fees are available in the Quarterly fund update which you can get from our website [www.fundrock.com/fundrock-new-zealand/frnz-documents-and-reporting/](http://www.fundrock.com/fundrock-new-zealand/frnz-documents-and-reporting/).

## Performance-based fees

Depending on how well the Fund performs, the Investment Manager may be entitled to a performance fee. The performance fee arrangements are summarised below:

Hurdle rate of return	Return of the benchmark, being the MSCI World Net Total Return Index in New Zealand dollars.
Amount of performance fee	15% of outperformance of the benchmark.
Maximum limit	No limit.
Frequency of calculation and payment	Calculated each Business Day and paid semi-annually (as at 30 June and 31 December each year).

The Fund does not apply a high-water mark, which may be applied by other funds. A 'high-water mark' is the value a fund must reach before the manager can charge a performance fee. Managers who apply a high water mark must ensure a fund's value is at least equal to the high-water mark the last time they charged performance fees. If a fund loses value, the manager must ensure the value of the fund increases above the high-water mark before being able to charge further performance fees. The impact of this Fund not applying a high-water mark is that if this Fund drops in value and then recovers, you may be paying a performance fee twice for the same return, once for the recovered growth, as well as the original growth.

The performance fee is calculated each business day and may be positive or negative. If the performance fee is positive, the amount is incorporated in the Fund's unit price. If the performance fee is negative, the negative amount will be carried forward. The performance fee amount payable by the Fund is equal to the total daily performance fee accrual for each half-yearly period, ending 30 June and 31 December, and is only payable where that accrued amount is positive.

More information on performance-based fees for the Fund can be found in the OMI document at [www.discloseregister.companiesoffice.govt.nz](http://www.discloseregister.companiesoffice.govt.nz).

## Individual action fees and trading costs (% of amount contributed or withdrawn)

### Individual action fees

There are no individual action fees currently being charged to investors in the Fund offered under this PDS.

### Trading costs

Buy/sell spreads - When you buy or sell Units in the Fund, any buy or sell spreads are typically applicable at that time and will be a cost to you. The buy spread is added to the unit price on entry to the Fund, and the sell spread is deducted from the unit price on exit from the Fund. The buy/sell spreads belong to the Fund and are not fees paid to us or Plato. The purpose of buy/sell spreads is to make sure that any transaction costs incurred as a result of an investor buying or selling Units in a Fund are borne by that investor, and not by other investors in that Fund. There is no GST charged on buy/sell spreads.

We aim to set buy/sell spreads at levels which reflect expected trading costs. Buy/sell spreads in the table below are as at the date of this PDS and are indicative.

Fund	Buy spread	Sell spread
Plato Global Alpha PIE Fund	0.30%	0.30%

We may change the buy/sell spreads from time to time to reflect the latest trading costs and market conditions. In stressed market conditions buy/sell spreads may materially increase. For the most up to date buy/sell spreads see <https://www.fundrock.com/fundrock-new-zealand/frnz-documents-and-reporting/>.

There are no other one-off fees currently being charged to investors in the Fund offered under this PDS.

### Example of how fees apply to an investor

Anthony invests \$15,000.00 in the Plato Global Alpha PIE Fund. He is charged a buy spread of 0.30%. This brings the starting value of his investment to \$14,955.00.

He is also charged management and administration fees, which work out to about \$127.12 (0.85% of \$14,955.00). These fees might be more or less if his account balance has increased or decreased over the year.

Anthony may also be charged a performance-based fee if the Fund earned more than its target.

## Estimated total fees for the first year

Trading cost <sup>6</sup> (buy spread):	\$45.00
Fund charges <sup>7</sup> :	\$358.92

See the latest fund update for an example of the actual returns and fees investors were charged over the past year.

## The fees can be changed

We can change fees from time to time. We can also add new fees. We may waive or decrease a management fee without notice. We may increase the management fee, or start charging additional fees, by giving you at least three months' notice. The rules about fee changes are in the Trust Deed, which can be found on the scheme register at [www.disclose-register.companiesoffice.govt.nz](http://www.disclose-register.companiesoffice.govt.nz). The estimated underlying investment management fees include fees charged by underlying investment managers or underlying funds. These are estimates and may change at any time and without prior notice to you.

We must publish a fund update for the Fund showing the fees actually charged during the most recent year. Fund updates, including past updates, are available on the offer register at [www.disclose-register.companiesoffice.govt.nz](http://www.disclose-register.companiesoffice.govt.nz).

## 6. What taxes will you pay?

The Fund is a PIE. The amount of tax you pay is based on your PIR. To determine your PIR, go to [www.ird.govt.nz/roles/portfolio-investment-entities/find-my-prescribed-investor-rate](http://www.ird.govt.nz/roles/portfolio-investment-entities/find-my-prescribed-investor-rate). If you are unsure of your PIR, we recommend you seek professional advice or contact Inland Revenue. It is your responsibility to tell us your PIR when you invest or if your PIR changes. If you do not tell us, a default rate may be applied. If the rate applied to your PIE income is lower than your correct PIR, you will be required to pay any tax shortfall, as part of the income tax year-end process. If the rate applied to your PIE income is higher than your PIR any tax over-withheld will be used to reduce any income tax liability you may have for the tax year and any remaining amount will be refunded to you.

## 7. Who is involved?

### About FundRock NZ Limited

FundRock is the manager of the Scheme. Our contact details are below:

Level 2, Woodward House  
1 Woodward Street  
PO Box 25003  
Wellington 6146

Telephone: (04) 499 9654  
Email: [contact@fundrock.com](mailto:contact@fundrock.com)

### Who else is involved?

Title	Name	Role
Supervisor and custodian	Public Trust	Supervisor of the Scheme under the FMC Act, responsible for supervising us as the manager of the Scheme and for holding the assets of the Fund on behalf of investors.
Investment Manager	Plato Investment Management Limited	Appointed by us to define and review the Fund's investment mandate and for making decisions about how the Fund invests.
Administrator	Apex Investment Administration (NZ) Limited	Appointed by us to manage core administration functions including unit pricing, fund accounting and fund registry.

<sup>6</sup> Based on the indicative buy spread in this PDS. For the most up to date buy/sell spreads see [www.fundrock.com/fundrock-new-zealand/frnz-documents-and-reporting/](http://www.fundrock.com/fundrock-new-zealand/frnz-documents-and-reporting/).

<sup>7</sup> Includes estimated performance-based fees of \$231.80.

## 8. How to complain

Any complaints or problems with the investment should be directed to us for resolution through our internal dispute resolution process:

FundRock NZ Limited  
Level 2, Woodward House  
1 Woodward Street  
PO Box 25003  
Wellington 6140

Telephone: (04) 499 9654  
Email: [contact@fundrock.com](mailto:contact@fundrock.com)

If you are not satisfied with the outcome of your complaint to us, you may refer the matter to the Supervisor for resolution through its internal dispute resolution process:

Public Trust  
Corporate Trustee Services  
Private Bag 5902  
Wellington 6140

Telephone: 0800 371 471  
Email: [cts.enquiry@PublicTrust.co.nz](mailto:cts.enquiry@PublicTrust.co.nz)

If your complaint is not able to be resolved through our internal dispute resolution process or that of the Supervisor, you may refer your complaint to the dispute resolution scheme operated by the Insurance and Financial Services Ombudsman, an approved dispute resolution scheme under the Financial Service Providers (Registration and Dispute Resolution) Act 2008. We are a registered financial service provider and member of this scheme. The Insurance and Financial Services Ombudsman's service is provided at no cost to you. The contact details for the Scheme are:

Insurance and Financial Services Ombudsman  
Level 2, Solnet House  
70 The Terrace  
Wellington 6143  
PO Box 10-845

Telephone: 0800 888 202  
Email: [info@ifso.nz](mailto:info@ifso.nz)

The Supervisor is a member of an approved dispute resolution scheme operated by Financial Services Complaints Limited ('FSCL') - A Financial Ombudsman Service. If your complaint to the Supervisor has not been resolved, you can refer it to FSCL by phoning 0800 347 257 or writing to:

Financial Services Complaints Limited – A Financial Ombudsman Service  
PO Box 5967  
Wellington 6140

Telephone: 0800 347 257  
Email: [complaints@fscl.org.nz](mailto:complaints@fscl.org.nz)

The FSCL scheme is an independent external ombudsman and dispute resolution service that has been approved by the Minister of Consumer Affairs under the Financial Service Providers (Registration and Dispute Resolution) Act 2008. FSCL will not charge a fee to any complainant to investigate or resolve a complaint.

## 9. Where you can find more information

Further information relating to the Scheme is available on the offer register and the scheme register at [www.disclose-register.companiesoffice.govt.nz](http://www.disclose-register.companiesoffice.govt.nz) and a copy of information on the offer register or scheme register is available on request to the Registrar of Financial Service Providers.

### Other information we will provide

You can also obtain the following information free of charge:

Information	How to obtain
Fund information relevant to you	You can inspect documents we hold that are relevant to you, and other documents that are legally required to be provided to you, at our offices during normal business hours, or you can request an extract of those documents, by written request to us at the addresses on the previous page.
Quarterly fund updates	The quarterly fund updates for the Fund are publicly available from our website and can be requested from us.

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If you invest directly into the Fund, we will send you confirmation information relating to your transactions when Units are issued to you, as well as when you withdraw or transfer your Units. We will also make available to you an annual report in respect of the Scheme.

You will also be sent an annual tax statement, which will include the amount of PIE income allocated to you and the amount of tax paid at your chosen PIR. You will also be asked to confirm your IRD number and PIR.

You can find general information about the Fund and us on our website [www.fundrock.com/fundrock-new-zealand/frnz-documents-and-reporting/](http://www.fundrock.com/fundrock-new-zealand/frnz-documents-and-reporting/).

## 10. How to apply

If you are making an investment directly with us, then you will be required to complete the application form, which can be obtained from the manager by calling on (04) 499 9654 or emailing [contact@fundrock.com](mailto:contact@fundrock.com), and send it to:

FundRock NZ Limited  
PO Box 25003  
Wellington 6140

Email: [contact@fundrock.com](mailto:contact@fundrock.com)

You can also apply to invest in the Fund through approved investment administration and custodial service platforms (also known as 'wrap platforms' or 'PIE investor proxies'). Many adviser groups and distributors prefer using wrap platforms in providing services to their clients. When reading this PDS you should remember that if your investments are purchased through a wrap platform they will be held by a custodian on your behalf. In that case you should refer to the wrap platform's service terms and relevant material for how you may invest in the Fund. The terms of these wrap platform services are separate and independent to the offer of the Fund under this PDS. Please take time to read this PDS and other information contained on the scheme register (<https://disclose-register.companiesoffice.govt.nz/>) before making your investment decision.