

Foundation Series Funds

Financial Statements

For the year ended 31 March 2025

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Directory

The Manager	FundRock NZ Limited Level 2, Woodward House 1 Woodward Street PO Box 25003 Wellington, New Zealand 6140	Investment Manager	InvestNow Saving and Investment Service Limited Level 2, Woodward House 1 Woodward Street PO Box 25003 Wellington, New Zealand 6140
Directors of the Manager	Jeremy Valentine Hugh Stevens Michael Courtney (from 1 August 2024) Rebecca Palmer (from 1 August 2024) Anthony Edmonds (ceased 1 August 2024) Gareth Fleming (ceased 1 August 2024)	The Supervisor	Public Trust Level 2, 22 Willeston Street Private Bag 5902 Wellington, New Zealand 6140
Administration Manager	Adminis NZ Limited Level 1 125 Featherston Street PO Box 25555 Wellington, New Zealand 6140	Auditor	KPMG 44 Bowen Street PO Box 996 Wellington, New Zealand 6011
Correspondence	All correspondence and enquiries about the Funds should be addressed to the Manager, Fund Rock NZ Limited, at the above address.		

Independent Auditor's Report

To the unitholders of:

- Foundation Series Total World Fund
- Foundation Series US 500 Fund
- Foundation Series US Dividend Equity Fund
- Foundation Series Global ESG Fund
- Foundation Series Hedged Total World Fund
- Foundation Series Hedged US 500 Fund
- Foundation Series High Growth Fund
- Foundation Series Balanced Fund
- Foundation Series Growth Fund

Collectively Foundation Series Funds (the 'Funds')

Report on the audit of the financial statements

Opinion

We have audited the accompanying financial statements which comprise:

- the statement of financial position as at 31 March 2025;
- the statements of comprehensive income, changes in funds attributable to unitholders and cash flows for the year then ended; and
- notes, including material accounting policy information and other explanatory information.

In our opinion, the accompanying financial statements of Foundation Series Funds (the **Funds**) on pages 6 to 24 present fairly in all material respects:

- the Funds' financial position as at 31 March 2025 and its financial performance and cash flows for the year ended on that date;
- In accordance with New Zealand Equivalents to International Financial Reporting Standards (**NZ IFRS**) issued by the New Zealand Accounting Standards Board and the International Financial Reporting Standards issued by the International Accounting Standards Board.

Basis for opinion

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

We are independent of Foundation Series Funds in accordance with Professional and Ethical Standard 1 International Code of Ethics for Assurance Practitioners (Including International Independence Standards) (New Zealand) issued by the New Zealand Auditing and Assurance Standards Board and the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) (**IESBA Code**), as applicable to audits of financial statements of public interest entities. We have also fulfilled our other ethical responsibilities in accordance with Professional and Ethical Standards 1 and the IESBA Code.

Our responsibilities under ISAs (NZ) are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report.

Other than in our capacity as auditor we have no relationship with, or interests in, the Funds. Subject to certain restrictions, partners and employees of our firm may also deal with the Funds on normal terms within the ordinary course of trading activities of the business of the Funds. These matters have not impaired our independence as auditor of the Funds. The firm has no other relationship with, or interest in, the Funds.

Materiality

The scope of our audit was influenced by our application of materiality. Materiality helped us to determine the nature, timing and extent of our audit procedures and to evaluate the effect of misstatements, both individually and on the financial statements as a whole. The materiality for the financial statements as a whole was set at 1% of total assets of the Funds. We chose the benchmark because, in our view, this is a key measure of the Funds' performance.

Key audit matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements in the current period. We summarise below those matters and our key audit procedures to address those matters in order that the unitholders as a body may better understand the process by which we arrived at our audit opinion.

Our procedures were undertaken in the context of and solely for the purpose of our audit opinion on the financial statements as a whole and we do not express discrete opinions on separate elements of the financial statements.

<h3>The key audit matter</h3>	<h3>How the matter was addressed in our audit</h3>
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Valuation and existence of investments for Foundation Series Funds

Refer to Note 2 Summary of significant accounting policies and Note 6 Financial assets and liabilities at fair value through profit and loss (for existence and valuation) of the financial statements.

The Funds' portfolio of investments is the most significant asset. These comprise liquid investments including unlisted unit trusts and listed exchange traded funds (ETFs) as well as foreign forward exchange contracts.

The investment portfolio in total, due to its materiality in the context of the financial statements as a whole, is our most significant area of audit focus.

Our audit procedures included:

- documenting and understanding the processes in place to record investment transactions and to value the portfolio. This included evaluating the control environment in place at the administration manager by obtaining and reading a report issued by an independent auditor on the design and operation of those controls;
- agreeing the valuation of listed trusts to externally quoted prices.
- agreeing the valuation of unlisted unit trusts and foreign forward exchange contracts to confirmations received from the investment manager;
- agreeing investment holdings to confirmations received from the custodian; and
- checking the accuracy of fair value hierarchy disclosure as disclosed in the financial statements.

Other information

The Manager, on behalf of the Funds, are responsible for the other information. The other information comprises information included in the Directory, but does not include the financial statements and our auditor's report thereon.

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

In connection with our audit of the financial statements our responsibility is to read the other information and in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears materially misstated.

If, based on the work we have performed, we conclude there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.



Use of this independent auditor's report

This independent auditor's report is made solely to the unitholders. Our audit work has been undertaken so that we might state to the unitholders those matters we are required to state to them in the independent auditor's report and for no other purpose. To the fullest extent permitted by law, none of KPMG, any entities directly or indirectly controlled by KPMG, or any of their respective members or employees, accept or assume any responsibility and deny all liability to anyone other than the unitholders for our audit work, this independent auditor's report, or any of the opinions we have formed.



Responsibilities of Manager for the financial statements

The Manager, on behalf of the Funds, are responsible for:

- the preparation and fair presentation of the financial statements in accordance with NZ IFRS issued by the New Zealand Accounting Standards Board and the International Financial Reporting Standards issued by the International Accounting Standards Board;
 - implementing the necessary internal control to enable the preparation of a set of financial statements that is free from material misstatement, whether due to fraud or error; and
 - assessing the ability of the Funds to continue as a going concern. This includes disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless they either intend to liquidate or to cease operations or have no realistic alternative but to do so.
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Auditor's responsibilities for the audit of the financial statements

Our objective is:

- 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 independent auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance but it is not a guarantee that an audit conducted in accordance with ISAs NZ will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error. They 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 the financial statements.

A further description of our responsibilities for the audit of the financial statements is located at the External Reporting Board (XRB) website at:

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

This description forms part of our independent auditor's report.

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

For and on behalf of:

KPMG

KPMG

Wellington

28th July 2025

Statements of comprehensive income

for the year ended 31 March 2025
in New Zealand Dollars

	Note	Foundation Series Total World Fund		Foundation Series US 500 Fund		Foundation Series US Dividend Equity Fund	Foundation Series Global ESG Fund
		12 months 2025 \$	12 months 2024 \$	12 months 2025 \$	12 months 2024 \$	1 month 2025 \$	1 month 2025 \$
Income							
Interest income - amortised cost		1,677	769	1,843	602	-	-
Distribution income		1,993,792	795,442	1,285,629	436,710	14,757	669
Net gains/(losses) on financial assets at fair value through profit or loss	5	9,997,420	10,139,512	8,946,127	9,828,460	33,627	(1,350)
Other foreign currency gains/(losses), net		7,192	(11,881)	5,343	(12,096)	116	(12)
Total income		12,000,081	10,923,842	10,238,942	10,253,676	48,500	(693)
Expenses							
Other expenses		58	120	97	45	-	-
Total expenses		58	120	97	45	-	-
Net profit attributable to unit holders		12,000,023	10,923,722	10,238,845	10,253,631	48,500	(693)
Other comprehensive income		-	-	-	-	-	-
Total comprehensive income for the year attributable to unit holders		12,000,023	10,923,722	10,238,845	10,253,631	48,500	(693)

This statement is to be read in conjunction with the notes to the financial statements.

Statements of comprehensive income - continued

for the year ended 31 March 2025
in New Zealand Dollars

	Note	Foundation Series Hedged Total World Fund		Foundation Series Hedged US 500 Fund		Foundation Series High Growth Fund	Foundation Series Balanced Fund		Foundation Series Growth Fund	
		12 months 2025 \$	2 months 2024	12 months 2025 \$	2 months 2024	1 month 2025 \$	12 months 2025 \$	12 months 2024 \$	12 months 2025 \$	12 months 2024 \$
Income										
Interest income - amortised cost		282	2	345	26	23	5,936	5,724	8,228	7,638
Distribution income		340,765	6,890	174,656	6,670	2,416	545,967	347,579	713,257	568,768
Fee rebates		-	-	-	-	8	44,334	28,880	77,312	58,399
Net gains/(losses) on financial assets at fair value through profit or loss	5	10,962	75,857	(147,737)	83,076	(9,866)	779,978	1,676,743	1,787,297	4,867,314
Other foreign currency gains/(losses), net		(1,813)	(65)	845	(54)	(14)	-	-	-	(12)
Total income		350,196	82,684	28,109	89,718	(7,433)	1,376,215	2,058,926	2,586,094	5,502,107
Expenses										
Management fees	9	-	-	-	-	58	25,774	20,530	62,199	52,244
Other expenses		103	-	133	-	82	-	-	-	-
Supervisor fees	9	-	-	-	-	13	3,162	(467)	5,957	(619)
Total expenses		103	-	133	-	153	28,936	20,063	68,156	51,625
Net profit attributable to unit holders		350,093	82,684	27,976	89,718	(7,586)	1,347,279	2,038,863	2,517,938	5,450,482
Other comprehensive income		-	-	-	-	-	-	-	-	-
Total comprehensive income for the year attributable to unit holders		350,093	82,684	27,976	89,718	(7,586)	1,347,279	2,038,863	2,517,938	5,450,482

This statement is to be read in conjunction with the notes to the financial statements.

Statements of financial position

as at 31 March 2025

in New Zealand Dollars

	Note	Foundation Series Total World Fund		Foundation Series US 500 Fund		Foundation Series US Dividend Equity Fund	Foundation Series Global ESG Fund
		2025 \$	2024 \$	2025 \$	2024 \$	2025 \$	2025 \$
Assets							
Cash and cash equivalents	3	1,071,281	495,183	384,261	408,841	158,004	22,921
Financial assets at fair value through profit or loss	6	168,422,099	70,251,522	143,462,449	57,795,267	2,100,651	240,408
Other receivables	7	291,400	-	775,632	-	83,303	23,030
Total assets		169,784,780	70,746,705	144,622,342	58,204,108	2,341,958	286,359
Liabilities							
Bank overdrafts	4	295,967	-	273,296	-	68,346	23,028
Other payables	8	1,073,675	497,600	381,460	407,576	158,005	22,921
PIE tax payable		-	1,214	-	1,308	-	-
Total liabilities		1,369,642	498,814	654,756	408,884	226,351	45,949
Net assets		168,415,138	70,247,891	143,967,586	57,795,224	2,115,607	240,410
Represented by:							
Net assets attributable to unit holders		168,415,138	70,247,891	143,967,586	57,795,224	2,115,607	240,410

These financial statements were authorised for issue by the Manager, FundRock NZ Limited:

Hugh Stevens

Director **Hugh Stevens**

28 July 2025

Date


Director **Jeremy Valentine**

28 July 2025

Date

This statement is to be read in conjunction with the notes to the financial statements.

Statements of financial position - continued

as at 31 March 2025

in New Zealand Dollars

	Note	Foundation Series Hedged Total World Fund		Foundation Series Hedged US 500 Fund		Foundation Series High Growth Fund		Foundation Series Balanced Fund		Foundation Series Growth Fund	
		2025 \$	2024 \$	2025 \$	2024 \$	2025 \$		2025 \$	2024 \$	2025 \$	2024 \$
Assets											
Cash and cash equivalents	3	236,923	322,882	455,907	107,288	14,524		95,666	261,964	114,798	503,724
Financial assets at fair value through profit or loss	6	33,420,386	3,558,827	21,905,327	2,636,854	502,246		27,701,984	17,410,615	52,032,735	37,998,588
Other receivables	7	18,709	-	78,659	-	1,172		4,453	9,272	7,661	14,951
Total assets		33,676,018	3,881,709	22,439,893	2,744,142	517,942		27,802,103	17,681,851	52,155,194	38,517,263
Liabilities											
Bank overdrafts	4	13,809	3	2,679	-	1,193		-	-	-	-
Financial liabilities at fair value through profit or loss	6	141,727	50,300	24,961	45,885	2,404		-	-	-	-
Other payables	8	236,984	322,348	455,655	88,982	3,750		-		2,923	1,609,169
Related party payables	9	-	-	-	-	71		2,800	2,021	6,244	3,329
PIE tax payable		-	-	-	-	-		818	807	232	374
Total liabilities		392,520	372,651	483,295	134,867	7,418		3,618	2,828	9,399	1,612,872
Net assets		33,283,498	3,509,058	21,956,598	2,609,275	510,524		27,798,485	17,679,023	52,145,795	36,904,391
Represented by:											
Net assets attributable to unit holders		33,283,498	3,509,058	21,956,598	2,609,275	510,524		27,798,485	17,679,023	52,145,795	36,904,391

These financial statements were authorised for issue by the Manager, FundRock NZ Limited:

Hugh Stevens

Director Hugh Stevens

28 July 2025

Date



Director Jeremy Valentine

28 July 2025

Date

This statement is to be read in conjunction with the notes to the financial statements.

Statements of changes in funds attributable to unit holders

for the year ended 31 March 2025
in New Zealand Dollars

	Foundation Series Total World Fund		Foundation Series US 500 Fund		Foundation Series US Dividend Equity Fund		Foundation Series Global ESG Fund
	12 months 2025 \$	12 months 2024 \$	12 months 2025 \$	12 months 2024 \$	1 month 2025 \$		1 month 2025 \$
Net assets attributable to unit holders at the start of the year	70,247,891	13,101,915	57,795,224	8,610,420	-		-
Applications	96,869,926	49,542,129	87,875,657	41,857,679	2,068,571		241,103
Redemptions	(10,702,482)	(3,318,559)	(11,941,916)	(2,925,088)	(1,464)		-
Unit holders tax	(220)	(1,316)	(224)	(1,418)	-		-
Net increase from unit holder transactions	86,167,224	46,222,254	75,933,517	38,931,173	2,067,107		241,103
Total comprehensive income for the year	12,000,023	10,923,722	10,238,845	10,253,631	48,500		(693)
Net assets attributable to unit holders at the end of the year	168,415,138	70,247,891	143,967,586	57,795,224	2,115,607		240,410
	2025 Units	2024 Units	2025 Units	2024 Units	2025 Units		2025 Units
Units on issue at the start of the year	52,384,627	12,493,460	41,317,664	8,324,794	-		-
Units issued	66,382,470	42,731,081	56,336,364	35,415,457	2,110,734		249,343
Units redeemed	(7,360,220)	(2,839,914)	(7,636,140)	(2,422,587)	(1,488)		-
Units on issue at the end of the year	111,406,877	52,384,627	90,017,888	41,317,664	2,109,246		249,343

This statement is to be read in conjunction with the notes to the financial statements.

Statements of changes in funds attributable to unit holders - continued

for the year ended 31 March 2025

in New Zealand Dollars

	Foundation Series Hedged Total World Fund		Foundation Series Hedged US 500 Fund		Foundation Series High Growth Fund		Foundation Series Balanced Fund		Foundation Series Growth Fund	
	12 months 2025 \$	2 months 2024	12 months 2025 \$	2 months 2024	1 month 2025 \$		12 months 2025 \$	12 months 2024 \$	12 months 2025 \$	12 months 2024 \$
Net assets attributable to unit holders at the start of the year	3,509,058	-	2,609,275	-	-		17,679,023	13,439,287	36,904,391	27,539,007
Applications	30,909,712	3,426,890	21,180,056	2,537,722	518,110		11,794,894	4,135,054	18,274,330	11,300,408
Redemptions	(1,485,365)	(516)	(1,860,709)	(18,165)	-		(3,021,893)	(1,933,211)	(5,550,579)	(7,385,132)
Unit holders tax	-	-	-	-	-		(818)	(970)	(285)	(374)
Net increase from unit holder transactions	29,424,347	3,426,374	19,319,347	2,519,557	518,110		8,772,183	2,200,873	12,723,466	3,914,902
Total comprehensive income for the year	350,093	82,684	27,976	89,718	(7,586)		1,347,279	2,038,863	2,517,938	5,450,482
Net assets attributable to unit holders at the end of the year	33,283,498	3,509,058	21,956,598	2,609,275	510,524		27,798,485	17,679,023	52,145,795	36,904,391
	2025 Units	2024 Units	2025 Units	2024 Units	2025 Units		2025 Units	2024 Units	2025 Units	2024 Units
Units on issue at the start of the year	3,293,497		2,456,730		-		15,030,524	12,999,181	28,848,008	25,182,792
Units issued	27,234,253	3,293,997	18,364,933	2,473,856	527,134		9,914,253	3,940,126	13,624,807	10,634,352
Units redeemed	(1,290,147)	(500)	(1,569,493)	(17,126)	-		(2,683,210)	(1,908,783)	(4,164,217)	(6,969,136)
Units on issue at the end of the year	29,237,603	3,293,497	19,252,170	2,456,730	527,134		22,261,567	15,030,524	38,308,598	28,848,008

This statement is to be read in conjunction with the notes to the financial statements.

Statements of cash flows

for the year ended 31 March 2025

in New Zealand Dollars

	Note	Foundation Series Total World Fund		Foundation Series US 500 Fund		Foundation Series US Dividend Equity Fund	Foundation Series Global ESG Fund
		12 months 2025 \$	12 months 2024 \$	12 months 2025 \$	12 months 2024 \$	1 month 2025 \$	1 month 2025 \$
Cash was provided from							
Sale of investments		1,367,539	627,638	985,572	466,735	-	-
Interest income		1,677	769	1,829	602	-	-
Distribution income		1,995,340	791,930	788,182	465,894	-	667
Cash was provided to							
Purchase of investments		(89,262,877)	(47,347,859)	(78,005,739)	(39,867,918)	(1,976,599)	(241,607)
Operating expenses		(58)	(120)	(97)	(45)	-	-
Net cash outflow from operating activities	10	(85,898,379)	(45,927,642)	(76,230,253)	(38,934,732)	(1,976,599)	(240,940)
Cash flows from financing activities							
Proceeds from units issued		96,869,926	49,542,129	87,875,657	41,857,679	2,068,571	241,103
Redemptions		(10,694,089)	(3,318,559)	(11,939,534)	(2,914,795)	(1,464)	-
PIE tax paid		(1,434)	(599)	(1,532)	(836)	-	-
Net cash inflow from financing activities		86,174,403	46,222,971	75,934,591	38,942,048	2,067,107	241,103
Net cash inflow/(outflow)		276,024	295,329	(295,662)	7,316	90,508	163
Net cash and cash equivalents and bank overdrafts at the beginning of		495,183	208,270	408,841	412,885	-	-
Foreign exchange gains/(losses) on cash and cash equivalents		4,107	(8,416)	(2,214)	(11,360)	(850)	(270)
Net cash and cash equivalents and bank overdrafts at the end of the year		775,314	495,183	110,965	408,841	89,658	(107)

This statement is to be read in conjunction with the notes to the financial statements.

Statements of cash flows - continued

for the year ended 31 March 2025

in New Zealand Dollars

	Note	Foundation Series Hedged Total World Fund		Foundation Series Hedged US 500 Fund		Foundation Series High Growth Fund		Foundation Series Balanced Fund		Foundation Series Growth Fund	
		12 months 2025 \$	2 months 2024	12 months 2025 \$	2 months 2024	1 month 2025 \$		12 months 2025 \$	12 months 2024 \$	12 months 2025 \$	12 months 2024 \$
Cash was provided from											
Sale of investments		2,864,185	-	2,145,789	-	-		1,705,828	1,029,461	3,155,185	2,774,088
Interest income		282	2	343	26	20		5,907	5,724	8,194	7,638
Fee rebate income		-	-	-	-	-		861	4,823	917	10,008
Distribution income		341,190	6,950	100,971	6,670	2,414		545,967	347,579	713,257	568,768
Cash was provided to											
Purchase of investments		(30,883,899)	(3,104,589)	(19,772,276)	(2,410,967)	(507,105)		(11,168,898)	(3,497,073)	(15,318,316)	(8,670,889)
Settlement of forward contracts		(1,844,066)	(5,652)	(1,450,233)	(8,164)	-		-	-	-	-
Operating expenses		(103)	-	(133)	-	(82)		(28,157)	(19,731)	(65,241)	(51,460)
Net cash outflow from operating activities	10	(29,522,411)	(3,103,289)	(18,975,539)	(2,412,435)	(504,753)		(8,938,492)	(2,129,217)	(11,506,004)	(5,361,847)
Cash flows from financing activities											
Proceeds from units issued		30,909,712	3,426,890	21,180,056	2,537,722	518,110		11,794,894	4,135,054	18,274,330	11,300,396
Redemptions		(1,485,365)	(516)	(1,861,035)	(17,828)	-		(3,021,893)	(1,936,501)	(7,156,825)	(5,777,071)
PIE tax paid		-	-	-	-	-		(807)	435	(427)	213
Net cash inflow from financing activities		29,424,347	3,426,374	19,319,021	2,519,894	518,110		8,772,194	2,198,988	11,117,078	5,523,538
Net cash inflow/(outflow)		(98,064)	323,085	343,482	107,459	13,357		(166,298)	69,771	(388,926)	161,691
Net cash and cash equivalents and bank overdrafts at the beginning of		322,879	-	107,288	-	-		261,964	192,193	503,724	342,033
Foreign exchange gains/(losses) on cash and cash equivalents		(1,701)	(206)	2,458	(171)	(26)		-	-	-	-
Net cash and cash equivalents and bank overdrafts at the end of the year		223,114	322,879	453,228	107,288	13,331		95,666	261,964	114,798	503,724

This statement is to be read in conjunction with the notes to the financial statements.

Notes to the financial statements

1. GENERAL INFORMATION

Reporting entity	The following are the Foundation Series Funds (the "Funds"), unit trusts registered in New Zealand, that are included in these financial statements:		
	- Foundation Series Balanced Fund	Established on 1 May 2020 and commenced operations on 2 September 2020) together the "Diversified Funds"
	- Foundation Series Growth Fund	Established on 1 May 2020 and commenced operations on 2 September 2020	
	- Foundation Series High Growth Fund	Established on 14 November 2023 and commenced operations on 4 March 2025	
	- Foundation Series Total World Fund	Established on 20 September 2022 and commenced operations on 7 November 2022) together the "Core Equity Funds"
	- Foundation Series US 500 Fund	Established on 20 September 2022 and commenced operations on 7 November 2022	
	- Foundation Series Hedged Total World Fund	Established on 14 November 2023 and commenced operations on 5 February 2024	
	- Foundation Series Hedged US 500 Fund	Established on 14 November 2023 and commenced operations on 5 February 2024	
	- Foundation Series US Dividend Equity Fund	Established on 28 November 2024 and commenced operations on 4 March 2025	
	- Foundation Series Global ESG Fund	Established on 14 January 2025 and commenced operations on 4 March 2025	
The Funds are governed by a Master Trust Deed dated 1 December 2016 between FundRock NZ Limited (the "Manager") and Public Trust (the "Supervisor") and a Scheme Establishment Deed dated 1 December 2016 (together, the "Trust Deed"). The Funds are for-profit entities.			
The Investment Manager is InvestNow Saving and Investment Service Limited (the "Investment Manager"). The Investment Manager defines the Funds' investment mandate and selects an appropriate investment manager(s) for that mandate, reviews the mandates and provides promotion and distribution support to the Funds.			
The financial statements for the Foundation Series Balanced Fund, the Foundation Series Growth Fund, the Foundation Series Total World Fund and the Foundation Series US 500 Fund are for the year ended 31 March 2025, with comparatives for the year ended 31 March 2024. The financial statements for the Foundation Series Hedged Total World Fund and the Foundation Series Hedged US 500 Fund are for the year ended 31 March 2025 with comparatives for the 2 month period ended 31 March 2024. The financial statements for the Foundation Series High Growth Fund, the Foundation Series US Dividend Equity Fund and the Foundation Series Global ESG Fund are for the 1 month period ended 31 March 2025 with no comparatives.			

Separate funds	<p>The Trust Deed provides that each Fund is a separate and distinct Fund with separate assets and liabilities governed by the terms and conditions of the Trust Deed. The Funds each have their own objectives as set out in the relevant Product Disclosure Statement ("PDS"). The Manager, with input from the Investment Manager, sets the investment policy and investment guidelines for each Fund and obtains the Supervisor's approval to any material change to the guidelines.</p> <p>The aim of the Foundation Series Balanced Fund is to provide investors with the potential for mid-range long-run returns by investing in a diversified portfolio with a balance of income and growth assets. The investment objective of the Foundation Series Balanced Fund is to perform broadly in line with the return of its investment benchmark before fees and tax over the long-term.</p> <p>The aim of the Foundation Series Growth Fund is to provide investors with the potential for high long-run returns by investing in a diversified portfolio weighted towards growth assets but with some income asset exposure. The investment objective of the Foundation Series Growth Fund is to perform broadly in line with the return of its investment benchmark before fees and tax over the long-term.</p> <p>The aim of the Foundation Series High Growth Fund is to provide investors with the potential for high long-run returns by investing in a diversified portfolio of predominantly growth assets but with a small amount of income asset exposure. The Fund incorporates certain responsible investment considerations and is exposed to investment strategies that seek to exclude companies involved in particular business practices. The investment objective of the Foundation Series Growth Fund is to perform broadly in line with the return of its investment benchmark before fees and tax over the long-term.</p> <p>The aim of the Foundation Series Total World Fund is to provide investors with high long-run returns by investing in an underlying Exchange Traded Fund ("ETF") that invests in shares of large, mid-sized and small companies listed on international stockmarkets. The investment objective of the Foundation Series Total World Fund is to perform broadly in line with the return of its investment benchmark before fees and tax over the long-term.</p> <p>The aim of the Foundation Series US 500 Fund is to provide investors with high long-run returns by investing in an underlying ETF that invests in shares of the largest companies listed on exchanges in the United States. The investment objective of the Foundation Series US 500 Fund is to perform broadly in line with the return of its investment benchmark before fees and tax over the long-term.</p> <p>The aim of the Foundation Series Hedged Total World Fund is to provide investors with high long-run returns by investing in an ETF that invests in shares of large, mid-sized and small companies listed on international stock markets. The Fund's objective is to perform broadly in line with the return of its investment benchmark before fees and tax over the long-term. The Fund aims to have all foreign currency exposure hedged to the New Zealand dollar.</p> <p>The aim of the Foundation Series Hedged US 500 Fund is to provide investors with high long-run returns by investing in an ETF that invests in shares of the largest companies listed on stock markets in the United States. The Fund's objective is to perform broadly in line with the return of its investment benchmark before fees and tax over the long-term. The Fund aims to have all foreign currency exposure hedged to the New Zealand dollar.</p> <p>The aim of the Foundation Series US Dividend Equity Fund is to provide investors with high long-run returns by investing in an ETF that invests in high dividend yielding shares issued by companies in the United States that have a record of consistently paying dividends. The Fund's objective is to perform broadly in line with the return of its investment benchmark before fees and tax over the long-term.</p> <p>The aim of the Foundation Series Global ESG Fund is to provide investors with high long-run returns by investing in ETFs that invests in shares of large, mid-sized and small companies listed on international stock markets. The Fund incorporates certain responsible investment considerations and is exposed to investment strategies that seek to exclude companies involved in particular business practices. The Fund's objective is to perform broadly in line with the return of its investment benchmark before fees and tax over the long-term.</p>
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Statutory Base	The financial statements for the Funds have been prepared in accordance with the Trust Deed and the Financial Markets Conduct Act 2013 ("FMCA").
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Notes to the financial statements - continued

1. GENERAL INFORMATION - CONTINUED	
Basis of preparation	<p>The financial statements have been prepared in accordance with Generally Accepted Accounting Practice in New Zealand and other legislative requirements as appropriate for for-profit entities. The financial statements comply with New Zealand equivalents to International Financial Reporting Standards ("NZ IFRS"), and other New Zealand accounting standards and authoritative notices applicable to entities that apply NZ IFRS. The financial statements also comply with International Financial Reporting Standards ("IFRS").</p> <p>The financial statements have been prepared under the historical cost basis, as modified by the revaluation of financial instruments at fair value through profit or loss. The methods used to measure fair value are discussed further below. The accrual basis of accounting has been applied, as has the going concern assumption.</p> <p>The assets and liabilities in the financial statements have been presented in order of their liquidity. All assets and liabilities either have a maturity of less than a year or have no fixed maturity and are therefore considered current assets/liabilities.</p>
New standards and amendments to existing standards effective in the current year	<p>There are no new or amended standards for the year ended 31 March 2025 that have had a material impact on the financial statements.</p>
New accounting standards and interpretations not adopted	<p>In May 2024, the XRB introduced NZ IFRS 18 Presentation and Disclosure in Financial Statements (NZ IFRS 18) (effective for annual reporting periods beginning on or after 1 January 2027). This standard replaces NZ IAS 1 Presentation of Financial Statements (NZ IAS 1) and primarily introduces a defined structure for the statement of comprehensive income, disclosure of management-defined performance measures (a subset of non-GAAP measures) in a single note together with reconciliation requirements and additional guidance on aggregation and disaggregation principles in the financial statements. The Funds have not early adopted NZ IFRS 18 and are yet to assess its impacts.</p> <p>No other standards and amendments to existing standards and interpretations that are not yet in effect are expected to have a material impact on the financial statements of the Funds.</p>
Significant accounting estimates and judgements	<p>The preparation of financial statements in conformity with NZ IFRS requires the use of certain critical accounting estimates. It also requires the Manager to exercise its judgment in the process of applying the Funds' accounting policies.</p> <p>The investments of the Funds have been valued at the relevant redemption price established by underlying investment managers, therefore the Manager has not made any material accounting estimates or judgements in relation to the carrying value of these assets.</p>
Climate related risks and opportunities	<p>The Manager is a Climate Reporting Entity pursuant to the provisions of the FMCA, as modified by the Financial Sector (Climate-related Disclosures and Other Matters) Amendment Act 2021. Climate-related disclosures for the Funds were prepared in accordance with Aotearoa New Zealand Climate Standards and are available at the Climate-Related Disclosures Register. The Funds are exposed to climate related risks, which are managed through the strategies and processes described in the climate-related disclosures available at the Climate-Related Disclosures Register. There are no material climate related impacts relevant to the current year financial statements.</p>
2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES	
Functional and presentation currency	<p>The financial statements are presented in New Zealand dollars, which is the Funds' functional currency. All amounts have been rounded to the nearest dollar.</p>
Financial instruments	<p>(a) Classification</p> <p><i>Financial assets at fair value through profit or loss</i></p> <p>The Funds classify their investments in listed ETFs, New Zealand unlisted unit trusts and forward foreign exchange contracts as financial assets at fair value through profit or loss. The Funds classify their investments based on both the Funds' business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The Funds' investment strategies, policies and guidelines are established by the Manager. The portfolio of financial assets is managed and performance is evaluated on a fair value basis in accordance with the Funds' investment strategies.</p> <p>Derivative instruments, which are predominantly forward foreign exchange contracts, are classified as financial assets or liabilities at fair value through profit or loss. The use of derivatives is governed by investment guidelines which are set by the Manager with the approval of the Supervisor. Where derivative instruments are used to economically hedge currency risk, hedge accounting is not applied and derivatives are recognised at their fair value.</p> <p>The Manager and Investment Manager are primarily focused on fair value information and use that information to assess the assets' performance and to make decisions. The Funds have not taken the option to irrevocably designate any equity securities as fair value through other comprehensive income.</p> <p><i>Financial assets and liabilities at amortised cost</i></p> <p>The Funds' cash and cash equivalents and other receivables are classified as financial assets at amortised cost based on the Funds' business models for managing those financial assets and the contractual cash flow characteristics.</p> <p>Financial liabilities at amortised cost comprise related party payables and other payables.</p> <p>(b) Recognition</p> <p>Purchases and sales of investments are recognised on the trade date, the date on which the Funds commit to purchase or sell the investment. Financial assets at fair value through profit or loss are initially recognised at fair value and, subsequent to initial recognition, measured at fair value. Gains and losses arising from changes in fair value are recognised in the Statements of Comprehensive Income when they arise. Interest, dividend and distribution income are separately recognised in the Statements of Comprehensive Income. Transaction costs are expensed as incurred in the Statements of Comprehensive Income.</p>

Notes to the financial statements - continued

Foundation Series Funds
For the year ended 31 March 2025

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

Financial instruments - continued	<p>(c) Fair Value Measurement</p> <p>'Fair Value' is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date in the principal or, in its absence, the most advantageous market to which the Funds had access at that date. The fair value also includes non-performance risk.</p> <p><i>Fair value in an active market</i></p> <p>The fair value of investments traded in active markets is based on their quoted market prices at the balance date without any deduction for estimated future selling costs. A market is regarded as 'active' if transactions for the asset or liability take place with sufficient frequency and volume. The quoted market price used for listed equities is the current last sale price except where this price falls outside the bid-ask spread, in which case the bid price is used.</p> <p><i>Fair value of unlisted unit trusts</i></p> <p>The fair value of investments in unlisted unit trusts is determined using the last available redemption unit prices for those funds at balance date. The Manager of the Funds may make adjustments based on considerations such as the liquidity of the underlying investments and any restrictions on redemptions.</p> <p><i>Fair value of forward foreign exchange contracts</i></p> <p>The fair value of forward foreign exchange contracts is determined using valuation techniques based on spot exchange rates and forward points supplied by the counterparty. The Funds recognise a gain or loss equal to the change in fair value at the balance date.</p> <p>(d) Derecognition</p> <p>Financial assets are derecognised upon maturity or disposal of the asset. Any gain or loss arising on derecognition of the asset is recognised in the Statements of Comprehensive Income in the year the item is derecognised. Gains or losses are calculated as the difference between the disposal proceeds and the carrying amount of the item.</p>
Fair value hierarchy	<p>Fair value measurements are categorised into a three level hierarchy that reflects the significance of the inputs used in making the measurements. Transfers between levels of the fair value hierarchy (if any) are deemed to have occurred at the beginning of the period.</p> <p><i>Level one - fair value in an active market</i></p> <p>The fair value of financial assets traded in active markets for the same instruments based on their quoted market prices at balance date without any deduction for estimated future selling costs. Generally, a level one category asset will have the most independent, reliable basis for measurement.</p> <p><i>Level two - fair value in an inactive or unquoted market using valuation techniques and observable market data</i></p> <p>The fair value of financial assets that are not traded in an active market is determined using valuation techniques for which all significant inputs are based on observable market data. The Funds' investments in unlisted unit trusts are valued at fair value which is based on the latest available redemption prices of the units in each respective underlying fund. The Manager reviews the details of the reported information obtained from each of the underlying investments and considers:</p> <ul style="list-style-type: none"> - the liquidity of the Fund's holding in that investment, or it's underlying investments; - the value date of the net asset value ("NAV") provided; and - any restrictions on withdrawals. <p><i>Level three - fair value in an inactive or unquoted market using valuation techniques without observable market data</i></p> <p>The fair value of financial assets that are not traded in an active market is determined using valuation techniques for which any significant input is not based on observable market data.</p>
Foreign currencies	<p>Transactions denominated in foreign currencies are recognised at the exchange rates at the date of the transactions. Monetary assets and liabilities at balance date denominated in foreign currencies are translated at the foreign currency exchange rates at that date. Realised and unrealised exchange gains and losses on financial assets at amortised cost during the financial year are recognised in the Statements of Comprehensive Income within 'Other foreign currency (losses)/gains, net'.</p>
Income recognition	<p>Interest income is recognised in the Statements of Comprehensive Income as the interest accrues using the effective interest rate method. Interest income is earned on short term deposits, bank balances and margin accounts.</p> <p>Dividend and distribution income is recognised in the Statements of Comprehensive Income when the Funds' right to receive payment is established.</p> <p>Dividend and interest income is disclosed net of any foreign tax credits and resident withholding taxes deducted at source, as these tax credits are allocated to unit holders under the PIE regime.</p> <p>Fee rebate income is received from underlying investment managers as a discount to the standard fee charged to the unlisted unit trusts and reflected in their unit prices. Fee rebates are accrued daily, based on the fair value of unlisted unit trusts and recognised in the Statements of Comprehensive Income when the Funds' right to receive payment is established.</p> <p>Foreign exchange gains and losses on cash and cash equivalents, other receivables, and other payables are recognised in the Statements of Comprehensive Income within 'Other foreign currency (losses)/gains, net'.</p> <p>Any unrealised gains or losses arising from the revaluation of investments and any realised gains or losses from the sale of investments during the year are included in the Statements of Comprehensive Income.</p>
Expenses	<p>Expenses include management fees and supervisor fees which are accrued for daily, based on the Funds' NAV. All other expenses, including investment accounting fees, custody fees, audit fees and other fees are paid for by the Manager out of the management fee.</p>

Notes to the financial statements - continued

Foundation Series Funds
For the year ended 31 March 2025

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

Cash and cash equivalents	Cash and cash equivalents comprise cash balances and short-term deposits with an original maturity of 90 days or less and are initially measured at fair value. Subsequent to initial recognition, all cash and cash equivalents are measured at amortised cost.
Other payables	Other payables include liabilities and accrued expenses owed by the Funds that are unpaid at balance date. Under NZ IFRS 9 - Financial Instruments ("NZ IFRS 9"), payables are initially recognised at fair value and subsequently stated at amortised cost using the effective interest method.
Related party payables	Payables to related parties include accrued expenses owed to related parties which are unpaid at balance date. Under NZ IFRS 9, related party payables are initially recognised at fair value and subsequently stated at amortised cost using the effective interest method.
Taxation	<p>The Funds are Portfolio Investment Entities ("PIEs"). Under the PIE regime income is effectively taxed in the hands of the unit holders and therefore the Funds have no tax expense. Accordingly, no income tax expense is recognised in the Statements of Comprehensive Income.</p> <p>Under the PIE regime, the Manager attributes the taxable income of the Funds to unit holders in accordance with the proportion of their interest in the overall Funds. The income attributed to each unit holder is taxed at the unit holder's prescribed investor rate ("PIR") which is currently capped at 28%. Any PIE tax payable/refundable on full withdrawals is paid/received by the Manager on behalf of unit holders and deducted from or added to the withdrawal proceeds paid. Units are cancelled/issued to the value of the tax paid/refunded upon determination of the unit holders' annual PIE tax liabilities/assets at 31 March each year.</p> <p>At 31 March each year, the unit holders' net tax position is accrued and the value of unit holders' funds is adjusted to reflect the impact of tax payable/receivable on the value of the unit holders' interest in the Funds. Unit holders' PIE tax amounts disclosed in the Statements of Changes in Funds Attributable to Unit Holders include withdrawals to meet unit holder tax liabilities and application representing unit holder tax refunds under the PIE regime.</p> <p>The PIE tax attributable to unit holders at balance date is calculated on the basis of the tax laws enacted or substantively enacted at balance date.</p>
Goods and Services tax	The Funds are not registered for GST and consequently all components of the financial statements are stated inclusive of GST where appropriate.
Statements of cash flows	<p>Definitions of the terms used in the Statements of Cash Flows are:</p> <p>(a) Operating activities comprise all transactions and other events that are not financing activities and includes purchases and sales of investments;</p> <p>(b) Financing activities are those activities that result in changes in the size and composition of unit holders' funds. This includes elements of unit holders' funds not falling within the definition of cash. Distributions paid in relation to unit holders' funds are included in financing activities.</p>
Applications and redemptions	Applications received for units in the Funds are recorded net of any entry fees payable prior to the issue of units in the Fund. Redemptions from the Funds are recorded gross of any exit fees payable after the cancellation of the units redeemed. Units are issued and redeemed at the holder's option at the unit price for that day. The unit price for each Fund is determined as the NAV divided by the number of units on issue.
Unit holders' funds	<p>The units issued by the Funds are puttable instruments and meet the definition of an equity instrument, defined as:</p> <p>(a) unit holders are entitled to a pro rata share of the Funds' net assets in the event of the Funds' liquidation;</p> <p>(b) it is in the class of instruments that is subordinate to all other classes of instruments;</p> <p>(c) all units have identical rights and are puttable;</p> <p>(d) apart from the contractual obligation of the issuer to redeem the instrument for cash or another financial asset, the instrument does not include any other features that would require classification as a liability;</p> <p>(e) the total expected cash flows attributable to the instrument over its life is based substantially on the profit or loss, the change in the recognised net assets or the change in fair value of the recognised and unrecognised net assets of the Fund over the life of the instrument.</p> <p>The Funds issue redeemable units which are redeemable at the holder's option and are classified as equity and reported as unit holders' funds.</p>
Related parties	<p>The related parties of the Funds include the Manager and the Investment Manager as they have the authority and responsibility for planning, directing, and controlling the activities of the Funds.</p> <p>The Funds may hold investments in other funds managed by the Manager and Investment Manager. Funds with a common manager are not viewed as related party relationships as per NZ IAS 24 - Related Party Disclosures ("NZ IAS 24"), however these transactions and balances are disclosed for the purposes of these financial statements.</p> <p>Additionally, whilst transactions with the Board and members of senior leadership team of the Manager and Investment Manager are not viewed as related party relationships as per NZ IAS 24, these transactions and balances are disclosed in these financial statements.</p> <p>A director of the Manager is also a director of the Investment Manager. The Manager and Investment Manager also had another common director up to 1 August 2024 when they ceased being a director of both the Manager and the Investment Manager. The directors, the Manager and the Investment Manager are related parties of the Funds.</p>

Notes to the financial statements - continued

Foundation Series Funds
For the year ended 31 March 2025**3. CASH AND CASH EQUIVALENTS**

	Foundation Series Total World Fund		Foundation Series US 500 Fund		Foundation Series US Dividend Equity Fund	Foundation Series Global ESG Fund	
	2025 \$	2024 \$	2025 \$	2024 \$	2025 \$	2025 \$	
Cash and cash equivalents							
Cash - New Zealand dollars	8,731	111	14,254	10,601	-	-	
Margin account - New Zealand dollars	1,062,550	494,928	370,007	244,669	158,004	22,921	
Margin account - United States dollars	-	144	-	153,571	-	-	
Total cash and cash equivalents	1,071,281	495,183	384,261	408,841	158,004	22,921	

	Foundation Series Hedged Total World Fund		Foundation Series Hedged US 500 Fund		Foundation Series High Growth Fund	Foundation Series Balanced Fund		Foundation Series Growth Fund	
	2025 \$	2024 \$	2025 \$	2024 \$	2025 \$	2025 \$	2024 \$	2025 \$	2024 \$
Cash and cash equivalents									
Cash - New Zealand dollars	42	534	396	18,795	10,824	95,666	261,964	114,798	503,724
Margin account - New Zealand dollars	236,881	322,348	455,511	81,826	3,700	-	-	-	-
Margin account - United States dollars	-	-	-	6,667	-	-	-	-	-
Total cash and cash equivalents	236,923	322,882	455,907	107,288	14,524	95,666	261,964	114,798	503,724

4. BANK OVERDRAFTS

	Foundation Series Total World Fund		Foundation Series US 500 Fund		Foundation Series US Dividend Equity Fund	Foundation Series Global ESG Fund	
	2025 \$	2024 \$	2025 \$	2024 \$	2025 \$	2025 \$	
Cash and cash equivalents							
Margin account - United States dollars	295,967	-	273,296	-	68,346	23,028	
Total cash and cash equivalents	295,967	-	273,296	-	68,346	23,028	

	Foundation Series Hedged Total World Fund		Foundation Series Hedged US 500 Fund		Foundation Series High Growth Fund	Foundation Series Balanced Fund		Foundation Series Growth Fund	
	2025 \$	2024 \$	2025 \$	2024 \$	2025 \$	2025 \$	2024 \$	2025 \$	2024 \$
Cash and cash equivalents									
Margin account - United States dollars	13,809	3	2,679	-	1,193	-	-	-	-
Total cash and cash equivalents	13,809	3	2,679	-	1,193	-	-	-	-

Notes to the financial statements - continued

Foundation Series Funds
For the year ended 31 March 2025

5. NET GAINS/(LOSSES) ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	Foundation Series Total World Fund		Foundation Series US 500 Fund		Foundation Series US Dividend Equity Fund		Foundation Series Global ESG Fund	
	12 months 2025 \$	12 months 2024 \$	12 months 2025 \$	12 months 2024 \$	1 month 2025 \$		1 month 2025 \$	
Financial instruments at fair value through profit or loss								
Listed ETFs	9,997,420	10,139,512	8,946,127	9,828,460	33,627		(1,350)	
Total net gains/(losses) on financial assets at fair value through profit or loss	9,997,420	10,139,512	8,946,127	9,828,460	33,627		(1,350)	

	Foundation Series Hedged Total World Fund		Foundation Series Hedged US 500 Fund		Foundation Series High Growth Fund		Foundation Series Balanced Fund		Foundation Series Growth Fund	
	12 months 2025 \$	2 months 2024 \$	12 months 2025 \$	2 months 2024 \$	1 month 2025 \$		12 months 2025 \$	12 months 2024 \$	12 months 2025 \$	12 months 2024 \$
Financial instruments at fair value through profit or loss										
Forward foreign exchange contracts	(1,645,403)	(55,792)	(1,199,407)	(54,049)	(1,877)		-	-	-	-
Unlisted unit trusts	-	-	-	-	-		779,978	1,676,743	1,787,297	4,867,314
Listed ETFs	1,656,365	131,649	1,051,670	137,125	(7,989)		-	-	-	-
Total net gains/(losses) on financial assets at fair value through profit or loss	10,962	75,857	(147,737)	83,076	(9,866)		779,978	1,676,743	1,787,297	4,867,314

6. FINANCIAL ASSETS AND LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

	Foundation Series Total World Fund		Foundation Series US 500 Fund		Foundation Series US Dividend Equity Fund		Foundation Series Global ESG Fund	
	2025 \$	2024 \$	2025 \$	2024 \$	2025 \$		2025 \$	
Financial assets at fair value through profit or loss								
Listed ETFs	168,422,099	70,251,522	143,462,449	57,795,267	2,100,651		240,408	
Total financial assets at fair value through profit or loss	168,422,099	70,251,522	143,462,449	57,795,267	2,100,651		240,408	

	Foundation Series Hedged Total World Fund		Foundation Series Hedged US 500 Fund		Foundation Series High Growth Fund		Foundation Series Balanced Fund		Foundation Series Growth Fund	
	2025 \$	2024 \$	2025 \$	2024 \$	2025 \$		2025 \$	2024 \$	2025 \$	2024 \$
Financial assets at fair value through profit or loss										
Forward foreign exchange contracts	290,250	160	229,902	-	527		-	-	-	-
Unlisted unit trusts	-	-	-	-	144,639		27,701,984	17,410,615	52,032,735	37,998,588
Listed ETFs	33,130,136	3,558,667	21,675,425	2,636,854	357,080		-	-	-	-
Total financial assets at fair value through profit or loss	33,420,386	3,558,827	21,905,327	2,636,854	502,246		27,701,984	17,410,615	52,032,735	37,998,588
Financial liabilities at fair value through profit or loss										
Forward foreign exchange contracts	(141,727)	(50,300)	(24,961)	(45,885)	(2,404)		-	-	-	-
Total financial liabilities at fair value through profit or loss	(141,727)	(50,300)	(24,961)	(45,885)	(2,404)		-	-	-	-

Notes to the financial statements - continued

Foundation Series Funds
For the year ended 31 March 2025

6(A). FAIR VALUE HIERACHY

Level 1 fair value determination	The fair value of listed ETFs are valued using quoted market prices in an active market and are included within level 1 of the fair value hierarchy.
Level 2 fair value determination	The fair value of units held by the Funds' in unlisted unit trusts is determined by reference to published unit prices calculated by those funds' administration managers and are included within level 2 of the fair value hierarchy.
	Foreign exchange forward contracts are valued using a forward rate determined from a spot rate and forward points provided by Refinitiv and are included within level 2 of the fair value hierarchy.
	There have been no transfers between the levels of the fair value hierarchy.

7. OTHER RECEIVABLES

	Foundation Series Total World Fund		Foundation Series US 500 Fund		Foundation Series US Dividend Equity Fund		Foundation Series Global ESG Fund	
	2025 \$	2024 \$	2025 \$	2024 \$	2025 \$		2025 \$	
Interest receivable	-	-	14	-	-		-	
Dividends receivable	-	-	504,053	-	14,960		-	
Unsettled trades	291,400	-	271,565	-	68,343		23,030	
Total other receivables	291,400	-	775,632	-	83,303		23,030	

	Foundation Series Hedged Total World Fund		Foundation Series Hedged US 500 Fund		Foundation Series High Growth Fund		Foundation Series Balanced Fund		Foundation Series Growth Fund	
	2025 \$	2024 \$	2025 \$	2024 \$	2025 \$		2025 \$	2024 \$	2025 \$	2024 \$
Fee rebates receivable	-	-	-	-	8		4,424	6,799	7,627	14,951
Interest receivable	-	-	2	-	3		29	-	34	-
Dividends receivable	-	-	74,707	-	-		-	-	-	-
Unsettled trades	18,709	-	3,950	-	1,161		-	2,473	-	-
Total other receivables	18,709	-	78,659	-	1,172		4,453	9,272	7,661	14,951

All other receivable balances are current assets. Other receivables are classified as financial assets at amortised cost under NZ IFRS 9.

8. OTHER PAYABLES

	Foundation Series Total World Fund		Foundation Series US 500 Fund		Foundation Series US Dividend Equity Fund		Foundation Series Global ESG Fund	
	2025 \$	2024 \$	2025 \$	2024 \$	2025 \$		2025 \$	
Unsettled trades	1,065,282	497,600	368,785	397,283	158,005		22,921	
Redemptions payable	8,393	-	12,675	10,293	-		-	
Total other payables	1,073,675	497,600	381,460	407,576	158,005		22,921	

	Foundation Series Hedged Total World Fund		Foundation Series Hedged US 500 Fund		Foundation Series High Growth Fund		Foundation Series Balanced Fund		Foundation Series Growth Fund	
	2025 \$	2024 \$	2025 \$	2024 \$	2025 \$		2025 \$	2024 \$	2025 \$	2024 \$
Unsettled trades	236,984	322,348	455,644	88,645	3,750		-	-	-	-
Redemptions payable	-	-	11	337	-		-	-	2,923	1,609,169
Total other payables	236,984	322,348	455,655	88,982	3,750		-	-	2,923	1,609,169

All other payable balances are current liabilities.

Notes to the financial statements - continued

Foundation Series Funds
For the year ended 31 March 2025

9. RELATED PARTIES

Related parties comprise the Manager, the Investment Manager, the Supervisor and their related entities. The Investment Manager and the Manager are common control entities.

Manager and Supervisor fees

As outlined in the Funds' PDS, the Funds incur Annual Fund Charges for which the Diversified Funds are capped at 0.37% (2024: 0.37%), the Foundation Series Total World Fund, the Foundation Series Hedged Total World Fund and the Foundation Series US Dividend Equity Fund is capped at 0.06% (2024: 0.07%), the Foundation Series US 500 Fund and the Foundation Series Hedged US 500 Fund is capped at 0.03% (2024: 0.03%), the Foundation Series Global ESG Fund is capped at 0.10% of the net asset value. The Fixed Annual Fund Charges include any fees within underlying funds or securities that the Funds may invest into, as well as fees paid to the Investment Manager, the Supervisor, the Auditor, the Custodian and the Administration Manager, bank charges and other various costs and expenses incurred. Where there is a shortfall, the Manager will pay the shortfall on behalf of the Funds and will recover the shortfall from the Investment Manager.

Supervisor fees paid by the Funds and the Manager for the year ended 31 March 2025 were \$36,956 (2024: \$25,755).

Total Management fees and Supervisor fees paid by the Diversified Funds for the period are disclosed in the Statements of Comprehensive Income.

As outlined in the Core Equity Funds' PDS, the Manager is entitled to entry and exit fees, payable by the unitholder, when applications and redemptions are actioned on the Core Equity Funds. The fees are calculated at 0.50% of each application or redemption. Entry and exit fees paid to the Manager for the year totalled \$1,354,920 (2024: \$520,405).

Related party payables	Foundation Series Hedged Total World Fund		Foundation Series Hedged US 500 Fund		Foundation Series High Growth Fund		Foundation Series Balanced Fund		Foundation Series Growth Fund	
	2025 \$	2024 \$	2025 \$	2024 \$	2025 \$		2025 \$	2024 \$	2025 \$	2024 \$
Management fees payable	-	-	-	-	58		1,857	2,021	4,128	3,329
Supervisor fees payable	-	-	-	-	13		943	-	2,116	-
Total related party payables	-	-	-	-	71		2,800	2,021	6,244	3,329

All related party payable balances are current liabilities.

Related party holdings in the Funds

Holdings in the Funds by directors and key management personnel of the Manager, Investment Manager and their immediate family members are:

	Foundation Series Total World Fund		Foundation Series US 500 Fund		Foundation Series US Dividend Equity Fund		Foundation Series Global ESG Fund	
	12 months 2025 Units	12 months 2024 Units	12 months 2025 Units	12 months 2024 Units	1 month 2025 Units		1 month 2025 Units	
Opening units	48,159	31,754	41,258	24,483	-		-	
Applications	102,807	16,405	105,020	16,775	2,929		-	
Redemptions	(249)	-	-	-	-		-	
Closing units	150,717	48,159	146,278	41,258	2,929		-	
	2025 \$	2024 \$	2025 \$	2024 \$	2025 \$		2025 \$	
Opening fair value	64,581	33,300	57,712	25,323	-		-	
Applications	137,333	18,873	146,204	19,546	2,855		-	
Redemptions	(326)	-	-	-	-		-	
Change in fair value	26,253	12,408	30,030	12,843	82		-	
Closing fair value	227,841	64,581	233,946	57,712	2,937		-	

Notes to the financial statements - continued

Foundation Series Funds
For the year ended 31 March 2025

9. RELATED PARTIES - CONTINUED

	Foundation Series Hedged Total World Fund		Foundation Series Hedged US 500 Fund		Foundation Series High Growth Fund		Foundation Series Balanced Fund		Foundation Series Growth Fund	
	12 months 2025 Units	2 months 2024 Units	12 months 2025 Units	2 months 2024 Units	1 month 2025 Units		12 months 2025 Units	12 months 2024 Units	12 months 2025 Units	12 months 2024 Units
Opening units	49,750		49,750	-	-		203,752	49,667	4,379,892	6,150,247
Applications	-	49,750	-	49,750	47,664		30,865	154,085	602,659	733,970
Redemptions	-	-	-	-	-		(43,072)	-	(201,431)	(2,504,325)
Closing units	49,750	49,750	49,750	49,750	47,664		191,545	203,752	4,781,120	4,379,892
	2025		2025		2025		2025	2024	2025	2024
	\$		\$		\$		\$	\$	\$	\$
Opening fair value	53,006	-	52,839	-	-		239,655	51,349	5,603,064	6,725,684
Applications	-	49,750	-	49,750	47,555		38,171	160,634	754,974	828,350
Redemptions	-	-	-	-	-		(55,531)	-	(269,197)	(3,172,632)
Change in fair value	3,628	3,256	3,900	3,089	(1,393)		16,891	27,672	419,229	1,221,662
Closing fair value	56,634	53,006	56,739	52,839	46,162		239,186	239,655	6,508,070	5,603,064

10. RECONCILIATION OF NET PROFIT ATTRIBUTABLE TO UNIT HOLDERS TO NET CASH OUTFLOW FROM OPERATING ACTIVITIES

	Foundation Series Total World Fund		Foundation Series US 500 Fund		Foundation Series US Dividend Equity Fund		Foundation Series Global ESG Fund	
	12 months 2025 \$	12 months 2024 \$	12 months 2025 \$	12 months 2024 \$	1 month 2025 Units		1 month 2025 Units	
Net profit attributable to unit holders	12,000,023	10,923,722	10,238,845	10,253,631	48,500		(693)	
Adjustments for:								
Purchase of investments	(89,262,877)	(47,347,859)	(78,005,739)	(39,867,918)	(1,976,599)		(241,607)	
Sale of investments	1,367,539	627,638	985,572	466,735	-		-	
Net (gains)/losses on financial assets at fair value through profit or loss	(9,997,420)	(10,139,512)	(8,946,127)	(9,828,460)	(33,627)		1,350	
Other foreign currency losses/(gains), net	(5,644)	8,369	1,263	12,629	87		10	
Changes in payables and receivables:								
Interest receivable	-	-	(14)	-	-		-	
Dividends receivable	-	-	(504,053)	28,651	(14,960)		-	
Net cash outflow from operating activities	(85,898,379)	(45,927,642)	(76,230,253)	(38,934,732)	(1,976,599)		(240,940)	

Notes to the financial statements - continued

Foundation Series Funds
For the year ended 31 March 2025**10. RECONCILIATION OF NET PROFIT ATTRIBUTABLE TO UNIT HOLDERS TO NET CASH OUTFLOW FROM OPERATING ACTIVITIES - CONTINUED**

	Foundation Series Hedged Total World Fund		Foundation Series Hedged US 500 Fund		Foundation Series High Growth Fund	Foundation Series Balanced Fund		Foundation Series Growth Fund	
	12 months 2025 Units	2 months 2024 Units	12 months 2025 Units	2 months 2024 Units	1 month 2025 Units	12 months 2025 Units	12 months 2024 Units	12 months 2025 Units	12 months 2024 Units
Net profit attributable to unit holders	350,093	82,684	27,976	89,718	(7,586)	1,347,279	2,038,863	2,517,938	5,450,482
Adjustments for:									
Purchase of investments	(30,883,899)	(3,104,589)	(19,772,276)	(2,410,967)	(507,105)	(11,168,898)	(3,497,073)	(15,318,316)	(8,670,889)
Sale of investments	2,864,185	-	2,145,789	-	-	1,705,828	1,029,461	3,155,185	2,774,088
Net settlement of forward contracts	(1,844,066)	(5,652)	(1,450,233)	(8,164)	-	-	-	-	-
Net (gains)/losses on financial assets at fair value through profit or loss	(10,962)	(75,857)	147,737	(83,076)	9,866	(779,978)	(1,676,743)	(1,787,297)	(4,867,314)
Other foreign currency losses/(gains), net	2,238	125	177	54	4	-	-	-	12
Non-cash purchase of investments (fee rebate reinvestment)	-	-	-	-	-	(45,848)	(22,527)	(83,719)	(43,970)
Changes in payables and receivables:									
Interest receivable	-	-	(2)	-	(3)	(29)	-	(34)	-
Dividends receivable	-	-	(74,707)	-	-	-	-	-	-
Fee rebates receivable	-	-	-	-	-	2,375	(1,530)	7,324	(4,421)
Accounts payable	-	-	-	-	71	779	332	2,915	165
Net cash outflow from operating activities	(29,522,411)	(3,103,289)	(18,975,539)	(2,412,435)	(504,753)	(8,938,492)	(2,129,217)	(11,506,004)	(5,361,847)

11. DERIVATIVE FINANCIAL INSTRUMENTS

The Funds holds the following derivative instruments:

Forward foreign exchange contracts Forward foreign exchange contracts are agreements between two parties to exchange two designated currencies at a specific time in the future at a fixed price. These contracts always take place on a date after the date that the spot contract settles and are used to protect the buyer from fluctuations in currency prices. Forward contracts are not traded on exchanges, and standard amounts of currency are not traded in these agreements. They cannot be cancelled except by the mutual agreement of both parties involved. The Funds use forward contracts to reduce foreign currency exposure. The counterparty to the forward contracts held by the Funds is Bank of New Zealand Limited. All forward foreign exchange contracts have a maturity date of 30 days or less.

	Foundation Series Hedged Total World Fund		Foundation Series Hedged US 500 Fund		Foundation Series High Growth Fund	Foundation Series Balanced Fund		Foundation Series Growth Fund	
	2025 \$	2024 \$	2025 \$	2024 \$	2025 \$	2025 \$	2024 \$	2025 \$	2024 \$
Fair value									
AUD	16,243	(3,138)	-	-	(9)	-	-	-	-
CAD	10,531	(2,346)	-	-	(46)	-	-	-	-
CHF	(4,697)	(10)	-	-	(33)	-	-	-	-
EUR	(76,170)	(4,045)	-	-	(222)	-	-	-	-
GBP	(16,736)	(1,631)	-	-	(70)	-	-	-	-
HKD	14,244	(2,691)	-	-	(100)	-	-	-	-
JPY	12,289	(928)	-	-	(27)	-	-	-	-
USD	192,819	(35,351)	204,941	(45,885)	(1,370)	-	-	-	-
Notional value									
AUD	1,835,555	219,682	-	-	9,444	-	-	-	-
CAD	1,111,545	127,623	-	-	5,010	-	-	-	-
CHF	679,664	76,127	-	-	3,786	-	-	-	-
EUR	2,988,919	339,481	-	-	14,438	-	-	-	-
GBP	1,150,940	124,255	-	-	4,691	-	-	-	-
HKD	1,874,067	163,534	-	-	10,004	-	-	-	-
JPY	1,868,195	217,161	-	-	10,162	-	-	-	-
USD	21,690,303	2,135,275	21,736,025	2,530,285	121,511	-	-	-	-

Notes to the financial statements - continued

Foundation Series Funds
For the year ended 31 March 2025

11. DERIVATIVE FINANCIAL INSTRUMENTS - CONTINUED

Offsetting The Funds may enter into derivative contracts, which use the standard ISDA master agreement. In the normal course of business derivative financial instruments are net settled in each foreign currency on maturity date. Accordingly, the fair value of derivatives in different currencies are presented gross on the statement of financial position. In certain circumstances such as an event of default, the derivative financial instruments in different currencies are able to be offset.

	Foundation Series Hedged Total World Fund		Foundation Series Hedged US 500 Fund		Foundation Series High Growth Fund	Foundation Series Balanced Fund		Foundation Series Growth Fund	
	2025 \$	2024 \$	2025 \$	2024 \$	2025 \$	2025 \$	2024 \$	2025 \$	2024 \$
Financial assets subject to offsetting, enforceable master netting arrangements and similar agreements:									
Gross amounts of recognised financial assets	290,250	160	229,902	-	527	-	-	-	-
Gross amounts of recognised financial liabilities set-off in the Statement of Financial Position	-	-	-	-	-	-	-	-	-
Net amounts of financial assets presented in the Statement of Financial Position	290,250	160	229,902	-	527	-	-	-	-
<i>Related amounts not set-off in the Statements of Financial Position</i>									
Financial instruments	(141,727)	(160)	(24,961)	-	(527)	-	-	-	-
Net amount	148,523		204,941		-	-	-	-	-
Financial liabilities subject to offsetting, enforceable master netting arrangements and similar agreements:									
Gross amounts of recognised financial liabilities	(141,727)	(50,300)	(24,961)	(45,885)	(2,404)	-	-	-	-
Gross amounts of recognised financial assets set-off in the Statement of Financial Position	-	-	-	-	-	-	-	-	-
Net amounts of financial liabilities presented in the Statement of Financial Position	(141,727)	(50,300)	(24,961)	(45,885)	(2,404)	-	-	-	-
<i>Related amounts not set-off in the Statements of Financial Position</i>									
Financial instruments	141,727	160	24,961	-	527	-	-	-	-
Cash collateral	-	-	-	-	-	-	-	-	-
Net amount	-	(50,140)	-	(45,885)	(1,877)	-	-	-	-

12. FINANCIAL RISKS

Financial risk factors The Funds' activities expose them to a variety of financial risks: market risk (including market price risk, currency risk and interest rate risk), credit risk and liquidity risk.

The Funds each have their own investment objectives, strategies and guidelines as outlined in the Scheme Establishment Deed, PDS and Statement of Investment Policy and Objectives ("SIPO"). The Manager sets the investment policy and investment guidelines for each Fund and obtains the Supervisor's approval for any material change to these guidelines. The overall risk management programme seeks to maximise the returns derived for the level of risk to which the Funds are exposed and seeks to minimise potential adverse effects on the Funds' financial performance. The Funds' policy allows them to use derivative instruments to moderate certain risk exposures.

All securities investments present a risk of loss of capital. The maximum loss of capital on unlisted unit trusts and listed ETFs is limited to the fair value of the investments held.

Notes to the financial statements - continued

Foundation Series Funds
For the year ended 31 March 2025

12(A). MARKET RISK

Price risk

Market price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices.

The Funds invest in listed ETFs and other unlisted unit trusts and are susceptible to market price risk arising from uncertainties about future values of those underlying investments.

Price risk - sensitivity analysis

At 31 March, the net fair value of financial instruments is exposed to price risk. The Manager considers the volatility of the fair value of investments in portfolios to be in the 10% range which is the Manager's assessment of reasonable movement with regard to historical volatility. If the price of the Funds' investments increased or decreased by 10%, the Funds' net assets attributable to unit holders and net profit/(loss) would increase or decrease as follows:

	Foundation Series Total World Fund		Foundation Series US 500 Fund		Foundation Series US Dividend Equity Fund	Foundation Series Global ESG Fund
	2025 \$	2024 \$	2025 \$	2024 \$	2025 \$	2025 \$
Financial assets at fair value through profit or loss						
Unlisted unit trusts	-	-	-	-	-	-
Listed ETFs	168,422,099	70,251,522	143,462,449	57,795,267	2,100,651	240,408
Total	168,422,099	70,251,522	143,462,449	57,795,267	2,100,651	240,408
Sensitivity analysis						
10% increase in prices	16,842,210	7,025,152	14,346,245	5,779,527	210,065	24,041
10% decrease in prices	(16,842,210)	(7,025,152)	(14,346,245)	(5,779,527)	(210,065)	(24,041)

	Foundation Series Hedged Total World Fund		Foundation Series Hedged US 500 Fund		Foundation Series High Growth Fund	Foundation Series Balanced Fund		Foundation Series Growth Fund	
	2025 \$	2024 \$	2025 \$	2024 \$	2025 \$	2025 \$	2024 \$	2025 \$	2024 \$
Financial assets at fair value through profit or loss									
Unlisted unit trusts	-	-	-	-	144,639	27,701,984	17,410,615	52,032,735	37,998,588
Listed ETFs	33,130,136	3,558,667	21,675,425	2,636,854	357,080	-	-	-	-
Total	33,130,136	3,558,667	21,675,425	2,636,854	501,719	27,701,984	17,410,615	52,032,735	37,998,588
Sensitivity analysis									
10% increase in prices	3,313,014	355,867	2,167,543	263,685	50,172	2,770,198	1,741,062	5,203,274	3,799,859
10% decrease in prices	(3,313,014)	(355,867)	(2,167,543)	(263,685)	(50,172)	(2,770,198)	(1,741,062)	(5,203,274)	(3,799,859)

Currency risk

Currency risk is the risk that the value of the financial instruments will fluctuate due to changes in foreign exchange rates.

The Core Equity Funds and the Foundation Series High Growth Fund hold financial instruments denominated in currencies other than New Zealand dollar, the functional currency. They are therefore exposed to currency risk, as the value of the financial instruments denominated in other currencies will fluctuate due to change in exchange rates. The Core Equity Funds and the Foundation Series High Growth Fund may enter into foreign exchange derivatives to hedge the foreign currency risk implicit in the value of the portfolio securities denominated in foreign currency.

The Diversified Funds (excluding the Foundation Series High Growth Fund) do not hold financial instruments denominated in currencies other than New Zealand dollar, the functional currency. The Diversified Funds are therefore not directly exposed to currency risk. The Diversified Funds (excluding the Foundation Series High Growth Fund) are, however, exposed indirectly to currency risk through their holdings in unlisted unit trusts.

Notes to the financial statements - continued

Foundation Series Funds
For the year ended 31 March 2025

12(A). MARKET RISK - CONTINUED

Currency risk - sensitivity analysis At 31 March, had the exchange rates between the New Zealand dollar and the foreign currencies increased or decreased by 5% (which is the Manager's assessment of a reasonable movement with regard to historical volatility) with all other variables held constant, the Funds' net assets attributable to Unit Holders and net profit/(loss) would increase or decrease as follows:

	Foundation Series Total World Fund		Foundation Series US 500 Fund		Foundation Series US Dividend Equity Fund		Foundation Series Global ESG Fund	
	2025 \$	2024 \$	2025 \$	2024 \$	2025 \$		2025 \$	
<i>Net monetary assets</i>								
Cash and cash equivalents and bank overdrafts	(295,967)	144	(273,296)	153,571	(68,346)		(23,028)	
Other receivables	291,400	-	775,618	-	83,303		23,030	
Other payables	-	(1)	-	(153,937)	-		-	
<i>Non monetary assets</i>								
Listed ETFs	168,422,099	70,251,522	143,462,449	57,795,267	2,100,651		240,408	
Total	168,417,532	70,251,665	143,964,771	57,794,901	2,115,608		240,410	
Sensitivity analysis								
USD exchange rates increase by 5%	(8,019,882)	(3,339,727)	(6,855,465)	(2,747,539)	(100,743)		(11,448)	
USD exchange rates decrease by 5%	8,864,081	3,703,635	7,577,093	3,046,920	111,348		12,653	

	Foundation Series Hedged Total World Fund		Foundation Series Hedged US 500 Fund		Foundation Series High Growth Fund		Foundation Series Balanced Fund		Foundation Series Growth Fund	
	2025 \$	2024 \$	2025 \$	2024 \$	2025 \$		2025 \$	2024 \$	2025 \$	2024 \$
<i>Net monetary assets</i>										
Cash and cash equivalents and bank overdrafts	(13,809)	(3)	(2,679)	6,667	(1,193)		-	-	-	-
Other receivables	18,709	-	78,657	-	1,161		-	-	-	-
Other payables	-	-	-	6,819	-		-	-	-	-
<i>Non monetary assets</i>										
Listed ETFs	33,130,136	3,558,667	21,675,425	2,636,854	357,080		-	-	-	-
Forward foreign exchange contracts	148,523	(50,140)	204,941	(45,885)	(1,877)		-	-	-	-
Total	33,283,559	3,508,524	21,956,344	2,604,455	355,171		-	-	-	-
Sensitivity analysis										
USD exchange rates increase by 5%	(4,018)	(4,738)	(10,491)	(2,676)	(8,387)		-	-	-	-
USD exchange rates decrease by 5%	4,441	5,857	11,596	3,414	9,270		-	-	-	-

Notes to the financial statements - continued

Foundation Series Funds
For the year ended 31 March 2025

12(A). MARKET RISK - CONTINUED

Interest rate risk	Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Funds hold cash in accordance within agreed limits specified in the Investment Mandate for each Fund. Funds are exposed to risks associated with the effects of fluctuations in the prevailing levels of market interest rates on its financial position and cash flow.
Interest rate risk - sensitivity analysis	The following table details the interest rate re-pricing profiles of the financial assets held by the Funds. The table also details, based on exposures at 31 March, the effect of an interest rate increase or decrease by 1.50% (2024: 1.50%) which is the Manager's assessment of a reasonable movement with regard to the New Zealand Official Cash Rate which has moved 1.75% over the last twelve months (2024: 0.75%) with all other variables held constant, on the cash flows of cash and cash equivalents, and the related change in net assets attributable to unit holders and net profit/(loss):

	Foundation Series Total World Fund		Foundation Series US 500 Fund		Foundation Series US Dividend Equity Fund		Foundation Series Global ESG Fund	
	2025 \$	2024 \$	2025 \$	2024 \$	2025 \$		2025 \$	
Re-pricing profiles								
Cash and cash equivalents and bank								
Up to 90 days	775,314	495,183	110,965	408,841	89,658		(107)	
Total	775,314	495,183	110,965	408,841	89,658		(107)	
Sensitivity analysis								
Impact on cash flow to changes in interest rates								
Interest rates increase by 1.50%	11,630	7,428	1,664	6,133	1,345		(2)	
Interest rates decrease by 1.50%	(11,630)	(7,428)	(1,664)	(6,133)	(1,345)		2	

	Foundation Series Hedged Total World Fund		Foundation Series Hedged US 500 Fund		Foundation Series High Growth Fund		Foundation Series Balanced Fund		Foundation Series Growth Fund	
	2025 \$	2024 \$	2025 \$	2024 \$	2025 \$		2025 \$	2024 \$	2025 \$	2024 \$
Re-pricing profiles										
Cash and cash equivalents and bank										
Up to 90 days	223,114	322,879	453,228	107,288	13,331		95,666	261,964	114,798	503,724
Total	223,114	322,879	453,228	107,288	13,331		95,666	261,964	114,798	503,724
Sensitivity analysis										
Impact on cash flow to changes in interest rates										
Interest rates increase by 1.50%	3,347	4,843	6,798	1,609	200		1,435	3,929	1,722	7,556
Interest rates decrease by 1.50%	(3,347)	(4,843)	(6,798)	(1,609)	(200)		(1,435)	(3,929)	(1,722)	(7,556)

Notes to the financial statements - continued

Foundation Series Funds
For the year ended 31 March 2025

12(B). LIQUIDITY RISK

Liquidity risk is the risk that the Funds will not be able to meet their financial obligations as they fall due.

The Funds are exposed to daily redemptions of redeemable units. They therefore invest the majority of their assets in investment funds that can be readily disposed. The Funds will generally retain sufficient cash and cash equivalent balances to satisfy their accrued expenses as they fall due.

The Funds' financial liabilities consist of related party payables which are short term in nature and classified as current liabilities at balance date.

12(C). CREDIT RISK

Credit risk represents the risk that counterparty to the financial instrument will fail to perform contractual obligations under a contract and cause the Funds to incur a financial loss. Financial instruments that subject the Funds to credit risk are cash and cash equivalents and other receivables.

With respect to credit risk arising from the financial assets of the Fund, the Funds' exposure to credit risk arises from the default of the counterparty, with the current exposure equal to the fair value of these instruments as disclosed in the Statements of Financial Position. This does not represent the maximum risk exposure that could arise in the future as a result of changes in values, but best represents the current maximum exposure at the reporting date.

There is no material risk of default relating to applications receivable by the Funds (if any) as this receivable has arisen only due to timing between the date of receipt of the funds and when the units are allocated and the receipts processed.

The Funds do not use credit derivatives to mitigate credit risk.

The Funds' cash and cash equivalents are held with Bank of New Zealand (S&P Global credit rating: AA-) (2024: same).

At 31 March 2025, all cash and cash equivalents are held with counterparties with high credit ratings and all financial instruments measured at amortised cost are short-term in nature (i.e. no longer than 12 months) and of high credit quality. The Manager considers the probability of default to be close to zero as the counterparties have strong capacity to meet their contractual obligations in the near term. As a result, no loss allowance has been recognised based on 12-month expected credit losses as any such impairment would be wholly insignificant to the Funds (2024: same).

As at 31 March 2025, there were no financial assets past due or impaired (2024: none).

12(D). CAPITAL RISK MANAGEMENT

The Funds' capital is represented by net assets attributable to unit holders. The Manager's objectives when managing capital are to provide returns for unit holders through capital growth. The Funds do this by investing in diversified asset classes and liquid market instruments.

The Funds strive to invest the subscriptions of unit holder funds in investments that meet each Fund's objectives while maintaining sufficient liquidity to meet unit holder redemptions.

The Funds do not have any externally imposed capital requirements. Units may be redeemed on a daily basis, or such other date as the Manager shall from time to time determine.

12. CONTINGENT LIABILITIES & COMMITMENTS

The Funds have no material commitments or material contingencies at 31 March 2025 (2024: none).

13. AUDIT FEE

KPMG are entitled to a fee for the services it provides as auditor of these financial statements. Total fees paid to the auditor for the period ending 31 March 2025 were \$103,241 (2024: \$85,762).

14. EVENTS SUBSEQUENT TO BALANCE DATE

There are no significant subsequent events that require adjustment to or disclosure in these financial statements.