



Pathfinder

Pathfinder Managed Investment Scheme

Annual Report

2023

Investing shapes the world we
live in, let's *shape a better one.*

Issued by Pathfinder
Asset Management Ltd
For the year end 31 March
2023



Our Mission

Welcome to the Pathfinder Managed Investment Scheme Annual Report. This provides detail of our retail managed funds, in particular changes over the last year.

Our mission is for our ethical investing to grow individual wealth and collective wellbeing.

This means striving for great financial returns at the same time as *positively benefitting people, planet & animals.*

We believe ethical investing is much more than just avoiding companies that harm our society or environment. We go further – which includes investing with a positive lens and advocating for change.

Pathfinder manages six funds for retail investors:

- Global Water Fund
- Global Responsibility Fund
- Global Property Fund
- Ethical Trans-Tasman Fund
- Ethical Growth Fund
- Green Bond Fund

We separately offer the Pathfinder KiwiSaver Plan.

We're also conscious of the choices we make as a business. We're the first fund manager in Aotearoa New Zealand to become a Certified B Corporation. The B Corp movement is growing internationally and demonstrates our desire to promote a sustainable economy, healthier environments and stronger communities.

We're immensely proud to recently be awarded 'Best Ethical KiwiSaver Provider' and 'Best New Ethical Fund' (for our Green Bond Fund) by Mindful Money. We don't do our work for awards and recognition, but we see this as a wonderful validation of both our ethical investing mahi and social enterprise approach.

We believe investing can fund the lasting transformation to a better world.

Thank you for choosing to invest with us.





Details of the Scheme

Details	Description
Scheme name	Pathfinder Managed Investment Scheme
Type of scheme	Managed Investment Scheme
Manager name	Pathfinder Asset Management Limited
Supervisor name	Public Trust
Date and status of latest Product Disclosure Statement (PDS)	The PDS for each Fund is dated 29 June 2023 and is open for applications
Fund update for each fund	Latest fund updates are dated 31 July 2023 for the quarter ended 30 June 2023
Scheme's latest financial statements and auditor's report	Most recent lodged with the Registrar are dated 31 July 2023 for the financial year ended 31 March 2023

Information on contributions and Scheme participants

Date	Number of funds in managed investment scheme
31 March 2022	5
31 March 2023	6

Note: The Green Bond Fund was established on 15 August 2022 and commenced operations on 9 February 2023.



The table below shows the number of units in the Scheme on issue at the start and end of the accounting year to 31 March 2023:

	31 March 2022	31 March 2023
Global Water Fund	22,057,143	21,824,634
Global Property Fund	22,304,432	15,130,476
Global Responsibility Fund	27,078,884	47,834,420
Ethical Trans-Tasman Fund	20,531,648	25,460,712
Ethical Growth Fund	21,954,659	24,696,727
Green Bond Fund	-	22,911,899
Total Scheme Units	113,926,766	157,858,868

Changes relating to the Scheme

Material changes to	Details
The governing document	<p>The following changes were made to the Master Trust Deed on 15 November 2022:</p> <ol style="list-style-type: none">Clause 10.21 of the Master Trust Deed was added to permit redemptions in specie if requested by a unit holder and approved by the supervisor.
The terms of the offer	<ol style="list-style-type: none">The Green Bond Fund was established on 15 August 2022.Pathfinder updated the Ethical Investment Policy in the past year.Pathfinder updated Other Material Information document on 29 June 2023. <p>Updated documents are available on our website www.pathfinder.kiwi and at www.disclose-register.companiesoffice.govt.nz/</p>



Nature or scale of related party transactions

At 31 March 2023 Pathfinder Ethical Growth Fund has invested in the following related party transactions:

- a. \$1,406,897.94 in the Pathfinder Green Bond Fund;
- b. \$1,921,920.97 in the Pathfinder Responsible Investment Fund;
- and
- c. \$6,370,066.00 in the Pathfinder Wholesale Ethical Trans-Tasman Fund.

The Pathfinder Ethical Growth Fund fully redeemed its investment in the Alvarium Private Credit Fund in October 2022 and its loan to LJ Fund No 6 Limited was fully repaid during the period.

The Pathfinder Global Responsibility Fund invests in Pathfinder's wholesale Responsible Investment Fund.

The Pathfinder Ethical Trans-Tasman fund invests in Pathfinder's Wholesale Ethical Trans-Tasman fund.

There were no related party transactions that were not on arm's length terms.

The SIPO

SIPO was updated on 20 December 2022 and 29 June 2023, the following material changes were made:

- a. Include Green Bond Fund.
 - b. Add a section on Ethical Investing to reflect the updated Ethical Investment Policy.
 - c. Update Target Asset Allocations for Ethical Growth Fund.
 - d. Updated Borrowing Policy and Valuation Policy.
 - e. Changes in definition of asset classes, in particular New Zealand Fixed Interest, International Fixed Interest, and Other Assets.
-



Other information for particular types of managed funds

Unit prices for each fund in the Pathfinder Managed Investment Scheme are set out below:

Date	31 March 2022	31 March 2023
Global Water Fund	\$2.7146	\$2.7681
Global Property Fund	\$1.2608	\$0.9891
Global Responsibility Fund	\$1.5235	\$1.5358
Ethical Trans-Tasman Fund	\$1.3866	\$1.3085
Ethical Growth Fund	\$1.1367	\$1.1035
Green Bond Fund	-	\$0.9994

Changes to persons involved in the Scheme

Changes to	Details
The manager	Pathfinder Asset Management Limited continues to be the manager of the Pathfinder Managed Investment Scheme.
Directors of the manager	Andrew Williams resigned as director of Pathfinder in December 2022.
Key personnel of the manager	James Caughey resigned as senior manager in December 2022.
Change in control of the manager	Alvarium Investments (NZ) Limited (AINZ) is the controlling shareholder of the manager. During the period, Gough Investments Limited increased its shareholding to become a 60% shareholder of AINZ and obtained control of the manager within the meaning of Clause 48 of Schedule 1 of the Financial Markets Conduct Act 2013.
The supervisor or its Board Members	For the year ended 31 March 2023: <ul style="list-style-type: none">There was no change to the Supervisor of the scheme.



- Changes to the Board Members of the Supervisor as below:
 - Vicki Ann Sykes ceased to be a Board Member in October 2022.

Any administration manager or investment manager	No change.
The securities registrar, custodian, or auditor	No change.

How to find further information

Below we describe where information in relation to the Pathfinder Managed Investment Scheme and funds is available and the type of information you can obtain:

The offer register:

Details	Description
Information available for Scheme	PDS, OMI documents, Ethical Investment Policy, Valuation and Pricing Methodology, Private Asset Valuation Policy, and Trade Allocation Policy.
Information available for the Funds	Quarterly Fund Updates, full portfolio holdings, historic data, and basic fund terms.
How to obtain this information	Go to www.business.govt.nz/disclose and “search offers” for the Funds. A copy of information on the offer register is available on request to the Registrar of Financial Service Providers.

On scheme register:

Details	Description
Information available for Scheme	Basic scheme description, important parties involved, Trust Deeds and SIPO



Information available for the Funds	Annual financial statements, Establishment Deeds and annual report.
-------------------------------------	---

How to obtain this information	Go to www.business.govt.nz/disclose and “search schemes”. A copy of information on the scheme register is available on request to the Registrar of Financial Service Providers.
--------------------------------	--

On request to Pathfinder:

Details	Description
Information available for Scheme	Master Trust Deed
Information available for the Funds	Quarterly Fund Updates, annual financial statements, annual reports and each funds' Establishment Deed
How to obtain this information	Please phone, email or write to the contact details provided below. There is no charge in relation to Pathfinder providing this information.

Contact details and complaints

Details	Description
The Manager	<p>Pathfinder Asset Management Limited Level 37, PwC Tower, 15 Customs Street West, Auckland, 1010 Phone: 0800 ETHICAL (384 4225) complaints@alvarium.co.nz</p> <p><i>Attention: Senior Compliance Officer</i></p>
The Supervisor	<p>Public Trust Level 16, SAP Tower</p>



151 Queen Street, Auckland 1010
Private Bag 5902 Wellington, 6140
Telephone: 0800 371 471
CTS.Enquiry@publictrust.co.nz
www.publictrust.co.nz

Security Registrar

Apex Administration (NZ) Limited
Level 25, QBE Centre
125 Queen Street
Auckland 1010
Phone: (09) 309 8926

Approved dispute resolution scheme

Financial Services Complaints Limited
Post: PO Box 5967,
Wellington 6140
Phone: 0800 347 257
info@fscl.org.nz; complaints@fscl.org.nz

Any complaints about the funds can be made to Pathfinder Asset Management Limited (see the contact details above). If Pathfinder does not resolve your complaint, you may direct your complaint to either Public Trust (the supervisor) or to Financial Services Complaints Limited (an approved dispute resolution scheme). Note that an approved dispute resolution scheme will not charge a fee to any complainant to investigate or resolve a complaint. Contact details for each are in the table above.