

Investment Series

Income Securities Portfolio

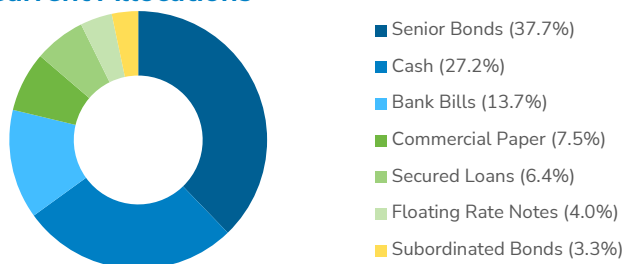
As at 31 May 2024



Investment Objective and Strategy

The Income Securities Portfolio invests entirely in income assets. It is suited to investors looking for a better return than traditional on-call or term investments with major trading banks, with an expected stable capital value, who are willing to accept a low to medium level of credit risk.

Current Allocations



Why invest in the Income Securities Portfolio?

Diversification- Credit risks are managed by diversifying across a range of securities holding at least a BB Standard & Poor's (S&P) (or Booster rated G5 equivalent) credit rating or in secured loans.

Tax Effective- As a PIE, 33% or 30% taxpayers are capped at a 28% prescribed investor rate (PIR) by using the Portfolio. The Portfolio is tax efficient for exempt investors and those requiring gross investments such as charities.

Low Minimums- \$1,000 minimum holding and \$100 regular saving or withdrawal amount from Call Class.

Use of Money- PIE Tax is not payable until each year end or on full withdrawal. This is a benefit compared with non-PIE investments, which typically deduct and pay withholding tax each month.

PIE Tax Benefits

	On Call	3 Months	6 Months	9 Months	1 Year
Invested funds	\$100,000	\$100,000	\$100,000	\$100,000	\$100,000
After-tax non-PIE income @ 33% ²	\$3,647	\$958	\$2,075	\$3,139	\$4,221
After-tax PIE income @ 28% ²	\$3,919	\$1,029	\$2,229	\$3,374	\$4,536
Non-PIE equivalent gross return p.a. required to match PIE return	5.85%	6.15%	6.66%	6.71%	6.77%

Client Authorisation

I/We certify and confirm that I/we have been given, and have read and understood the Booster Investment Scheme Product Disclosure Statement for the Investment Series: Enhanced Cash Portfolio and Income Securities Portfolio, and subsequently authorise the purchase of units in the Investment Series: Income Securities Portfolio.

I/We understand that a Personal Investment Account will be opened (if necessary), through which units in the Fund will be held.

Investment Choice (Circle one): On Call 3 Month Term 6 Month Term 9 Month Term 1 Year Term

Client Name:

Amount to be invested \$

Client ID:

Client Signature(s):

Date:

Risk Indicator

The Risk Indicator is rated from 1 (low) to 7 (high). The rating reflects how much the value of the Fund's assets go up and down (volatility). A higher risk generally means higher potential returns over time, but more ups and downs along the way. See the Product Disclosure Statement for more information about the risks associated with investing, and how the risk indicator is calculated.



Current Posted Rates (%p.a.)¹

On Call	5.30%
3 month term	5.60%
6 month term	6.10%
9 month term	6.20%
1 year term	6.30%

Key Facts

Fund Size	\$155.8 million
Inception Date	7/08/2008
Manager	Booster Investment Management Limited
Supervisor	Public Trust
Fund Type	Portfolio Investment Entity (PIE)
Suggested Investment Timeframe	On-call and Term
Income Distributions	Call - Accrued in price Term - Paid on maturity

¹ This rate is after fees but before tax.

² Assumes interest is compounded monthly and tax is payable at the end of one year.

Investment Series

Income Securities Portfolio

Investment Holdings as at 31 May 2024



Income Securities Portfolio ³	External Rating ⁴	Internal Rating ⁵	Weight
NZ Cash (BNZ Bank Trust Account)	A-1+		27.2%
Secured Loan to Booster KiwiSaver Scheme Geared Growth Fund		A Eq.	6.4%
ANZ Bank Bill 08/08/2024	A-1+		5.4%
Property For Industry Limited 4.59% 28/11/2024		G4+	5.4%
Powerco 4.67% 15/11/2024	BBB		4.7%
BNZ Bank Bill 07/06/2024	A-1+		4.2%
ANZ Bank Bill 08/07/2024	A-1+		4.2%
Precinct Properties Limited Bonds 4.42% 27/11/2024		G4+	4.0%
Avanti NZ Auto ABS 2023-1 Tranche D	BBB		3.9%
Fonterra Co-Op Limited Commercial Paper 06/06/2024	A-2		3.2%
Manawa Energy Limited Senior Bond 3.35% 29/07/2026		G3	2.8%
Precinct Properties Limited Green Bonds 2.85% 28/05/2027		G4+	2.7%
Metlifecare Limited 3.00% 30/09/2026		G3	2.2%
Z Energy Limited 4.00% 03/09/2024		G4+	2.2%
Wellington International Airport 2.50% 14/08/2026	BBB		2.2%
Summerset Group Holdings 4.20% 24/09/2025		G3	1.8%
Kiwi Property Group 4.33% 19/12/2024	BBB+		1.6%
Argosy Property Limited Green Bonds 4.0% 27/03/2026		G4+	1.5%
Wellington International Airport 4.00% 05/08/2024	BBB		1.5%
Tributum Trust Commercial Paper 29/07/2024	A-1		1.3%
Investore Property Limited 4% 25/02/2027		G3	1.3%
Infratil Infrastructure Bonds 3.35% 15/12/2026		G4+	1.2%
ANZ Bank Subordinated Note 2.999% 17/09/2031	A-		1.1%
Kiwibank Callable Sub Bond 2.36% 11/12/2025	BBB		1.1%
Investore Property Limited 2.40% 31/08/2027		G3	1.0%
Heartland Bank Commercial Paper - 25/07/2024	A-3		1.0%
Tributum Trust Commercial Paper 28/08/2024	A-1		1.0%
Argosy Property Limited Green Bonds 2.9% 29/10/2026		G4+	0.9%
Kiwibank Limited 2.155% 20/09/2024	A+		0.7%
Heartland Bank Commercial Paper - 24/06/2024	A-3		0.6%
Wellington International Airport 5.00% 16/06/2025	BBB		0.5%
Mercury Energy Commercial Paper 04/06/2024	A-2		0.5%
Property For Industry Limited 4.25% 01/10/2025		G4+	0.5%
Kiwi Property Group 4.06% 12/11/2025	BBB+		0.3%
Avanti RMBS Trust 2020-1 Tranche B	AAA		0.1%
ANZ IRS 27/03/2026	A-1+		0.1%
Net Value of Interest Rate Swaps			0.1%

The fund enters into a number of standard interest rate swap agreements with third parties (e.g. banks and like institutions) to provide greater certainty as to the effect of changes in interest rates on the fund's investments. The relatively minor positive net value of these swaps to the fund represents the implied gain on exiting these interest rate swaps agreement at market rates following the rise in interest rates recently. This does not affect the payment of the Posted Rates to investors.

³ Asset class weighting is the current target, assets listed within this asset class are actual underlying holdings.

⁴ External Ratings are Standard & Poor's (S&P), Fitch's, or Moody's ratings. Ratings of 'A-1+' for NZ Cash, and 'A-2' for commercial paper investments held by the portfolio, reflect S&P's short-term rating scale that applies to these investments. A company with a short-term rating of 'A-2' would generally be consistent with having a long-term rating of 'BBB' or better.

⁵ The Secured Loan to Booster KiwiSaver Scheme Geared Growth Fund (a related party) and the AAM Diversified Loan Fund, are not independently rated, but Booster Investment Management Limited considers the credit rating of these securities to be equivalent of a Standard & Poor's (S&P) rating of "A" and "BB" respectively. BondWatch, Booster's credit review process, is used to review the remaining securities not independently rated. The BondWatch rating is the result of our internal analysis of a company's financials, governance structure, and business outlook measured against sector-specific metrics. We consider both quantitative and qualitative aspects of the business to ensure our BondWatch rating reflects both the current standing and stability of that credit profile going forward. The BondWatch ratings scale from G1 (highest) to G8 (lowest). A rating of G5 is the minimum level for a security to be included in the portfolio - which we consider equivalent to a S&P rating of BB. More information can be found at <https://booster.co.nz/bondwatchsummary.aspx>.