Monthly Fund Fact Sheet
April 2025

Te Ahumairangi
GLOBAL EQUITY SPECIALISTS

About the Fund

The Te Ahumairangi Global Equity Fund is a portfolio of investments in 150-180 listed companies around the world. The fund invests primarily in companies that are based in developed economies, in North America, Asia, and Europe.

We aim to invest mainly in companies where we believe we have good visibility about how the company will generate sufficient cashflows to deliver good long-run returns to shareholders. We favour investing in lower-risk companies that produce stable profits, are not too sensitive to the economic cycle, and whose share prices are not excessively volatile or overly sensitive to investor sentiment. We believe this means that our fund is likely to withstand market downturns better than the average global equity fund.

Unit Price (NZD)	**1.6207** 30 April 2025
Monthly Return	**-2.08%** After fees, before tax. April 2025.
Return since inception	**+15.24%** per annum After fees, before taxes. Since fund inception, 5 November 2021.
Fund Size	**$467.7 million*** * *Includes fund flows effective 30 April.*
Fund Type	**Portfolio Investment Entity**
Minimum Investment	**$100,000 direct** **or $250 through InvestNow**
Investment Manager	**Te Ahumairangi Investment Management Ltd**
Issuer and Fund Manager	**FundRock NZ Ltd**
Supervisor	**Public Trust**
Custodian	**BNP Paribas**
Registry	**Apex Investment Administration (NZ) Ltd**
Management Fees	**0.60% per annum plus GST** **(approx 0.62% including GST)**
Performance Fees	**None**

Global Equities as an Investment

Over 95% of the fund will typically be invested in global equities. Although we aim to build a portfolio that is less sensitive to market conditions than the average global equity fund, investors should appreciate that our fund is nonetheless likely to fall in value if global equity markets decline. It could also fall in value if the New Zealand dollar rises. Global equities may not therefore be a suitable investment for people who expect that they may need to sell their investment portfolio within the next few years.

For long-term investors, it will often make sense to hold global equities as part of a diversified portfolio that also includes fixed interest investments and possibly other investments such as New Zealand equities. Global equities provide a level of diversification that is difficult to achieve from New Zealand equities alone.

A relatively high allocation to global equities will generally be more appropriate for investors who expect to continue saving money and contributing to their investment portfolio for the next few years. Higher allocations to global equities would also be more appropriate for investors who are psychologically prepared for the possibility of incurring investment losses in any given year.

Lower allocations to equities would generally be appropriate for investors who would find it psychologically difficult to deal with investment losses in any year or expect to be relying on their investment portfolio to fund their living expenses over the next few years.

Investors who are unsure about what place global equities should have in their investment portfolios should consult a financial advisor.

Risk Indicator:

For more information on the risks associated with this fund, please see the Product Disclosure Statement (PDS).

Please see the Important Notice and Disclaimer at the bottom of page 4.

Performance Update

After significant weakness early in April, global equity markets recovered to only slightly below where they'd ended in March. Developed country equity markets (as represented by the MSCI World index) returned -0.33% (including gross dividends) in local currency terms. However, strength of the New Zealand dollar relative to the US dollar meant that returns were significantly worse for NZ-based investors: the MSCI World index returned -3.67% (gross) in NZ dollar terms.

Lower-risk equities slightly outperformed the broader equity market in April. The fund's benchmark (which includes a lower-risk component) returned -3.54% in NZ dollar terms.

Share market returns were strongest in the Consumer Staples and Utilities sectors, and weakest in the Energy and Health Care sectors. New Zealand dollar returns were particularly weak from the United States, where there was no share price offset to weakness in the US dollar, but NZ dollar returns were flat (on average) from other countries.

Benchmark Index
We compare the fund's performance to a composite benchmark index calculated by MSCI. The benchmark is a 50:50 combination of the MSCI World Index and the MSCI World Minimum Volatility (NZD) Index. The composition of the MSCI World Minimum Volatility (NZD) Index is calculated by MSCI to minimise volatility for NZ-dollar-based investors (subject to various constraints). **When benchmarking the fund's performance, we compare it to the <u>gross</u> return version of the benchmark, which makes no deduction for withholding taxes. This differs from the common practice of many other NZ-based funds, which compare their funds' pre-tax returns to the <u>net</u> return versions of their benchmark indices. This presents a lower hurdle for those funds' investment managers, as the net return indices assume high levels of withholding tax on dividend income.** **Te Ahumairangi Investment Management considers the practice of these other funds to be misleading, as it does not provide investors with a like-for-like comparison for their funds' returns.**

The fund returned -2.08% in April (after fees, but before taxes), outperforming the benchmark index, which returned -3.54%. The following factors affected relative performance in April:

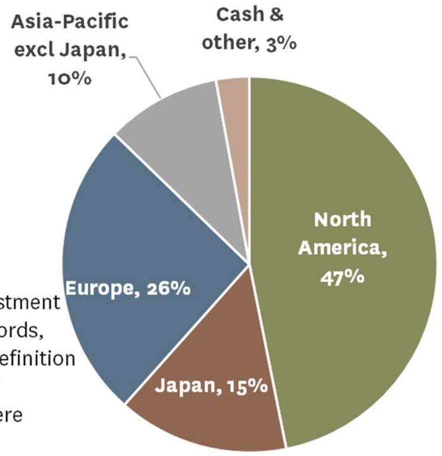
- The fund benefited from having a lower-than-benchmark exposure to the United States and a higher-than-benchmark exposure to other countries. This boosted performance as the US share market significantly under-performed share markets in other countries. Overall, how the fund was allocated between countries contributed +1.06% to the fund's relative performance.
- The fund benefited from a strong performance by KB Financial Group, which returned +12.9% during the month, contributing +0.18% to the fund's out-performance.
- The fund also benefited from strong share price performances by National Grid, Next, and Shimamura. Each of these holdings individually contributed between +0.11% and +0.15% to the fund's out-performance.
- The fund's out-performance was particularly strong in the Financials, Utilities, and Consumer Staples sectors. While the fund out-performed significantly within sectors, the fund's allocation between sectors had no meaningful effect on relative performance.
- The fund's holdings of cash contributed +0.09% to relative performance, while foreign exchange forwards contributed +0.05% to relative performance.
- Fees deducted -0.05% from the fund's return in April.

Portfolio Composition

The table below shows the fund's top 10 equity investments at the end of April.

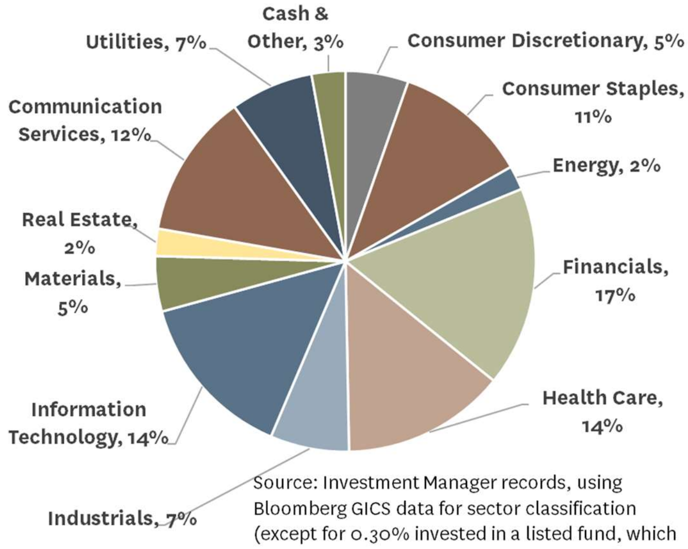
Company	Percentage of fund	*Company's weight in benchmark index*
Microsoft Corp	3.62%	*2.34%*
Verizon Communications	3.03%	*0.48%*
Apple	2.22%	*2.50%*
Alphabet (includes 2 classes of security)	2.04%	*1.32%*
National Grid	1.54%	*0.05%*
Everest Group	1.32%	*0.01%*
VeriSign	1.26%	*0.28%*
CK Hutchison Holdings	1.19%	*0.01%*
Suntory Beverage & Food	1.18%	*0.03%*
Samsung C&T Corp	1.18%	*0.00%*

The pie chart below shows how the fund is allocated between geographical regions:



Source: Investment Manager records, using MSCI definition of country of domicile where available, Bloomberg definition if not.

The pie chart below shows how the fund is allocated between industrial sectors:



Source: Investment Manager records, using Bloomberg GICS data for sector classification (except for 0.30% invested in a listed fund, which we have treated as a Financial in this chart).

For a copy of our product disclosure statement, visit our website teahumairangi.co.nz

Fund Returns

	April 2025	One year to April 2025	Since Inception (5 Nov 2021 to 30 April 2025) annualised return
Return after fees but before taxes	-2.08%	+17.67%	+15.24%
Benchmark Return*	-3.54%	+14.71%	+11.30%

* See page 2 for a description of the benchmark index.

Fund Spotlight: Jabil

0.33% of the fund is invested in Jabil Inc.

Jabil is a global leader in contract manufacturing. Contract manufacturing refers to the outsourcing of production to third-party specialists like Jabil. Companies use contract manufacturers to reduce manufacturing costs and avoid the fixed asset investment associated with in-house manufacturing. Jabil helps its customers with all aspects of manufacturing including design, engineering, and production.

Jabil has three reporting segments: Regulated Industries (focused on manufacturing products sold into regulated markets like automotive and healthcare); Intelligent Infrastructure (for customers primarily in cloud & data centre infrastructure, networking, and communications); and Connected Living & Digital Commerce (supplying the digitalization and automation industries, including warehouse automation and robotics).

Jabil operates both in the United States (about 25% of sales) and in other countries (the remaining 75%). A significant proportion of the contract manufacturing it does outside of the US will be for products that will ultimately be imported into the United States. The rapidly-changing tariff environment could be both a threat and an opportunity for Jabil, but we believe that Jabil is better positioned to capitalise on any opportunities created by Trump's trade war than some of its peers which operate mainly outside of the United States. Jabil is a member of the Responsible Business Alliance and appears to have a robust approach for avoiding suppliers that may engage in exploitive labour practices.

Jabil achieves strong revenues from a relatively lean asset base, which means that it achieves strong returns on invested capital despite relatively modest operating margins. Jabil has relatively low levels of debt, and has a strong track record.

Jabil is a relatively new investment for Te Ahumairangi (we have held it for less than a year). We regard it as a riskier investment than most of the companies that we hold in the fund because: (1) we don't have a long history of following this company; (2) its share price is often volatile and sensitive to movements in the share market; (3) its global manufacturing operations could potentially be affected by an escalation in tariffs; and (4) it has exposure to some higher-risk industries such as the fit-out of data centres. For these reasons, the proportion of the fund that is invested in Jabil is likely to remain relatively small.