Monthly Fund Fact Sheet
June 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)	**1.6822** 30 June 2025
Monthly Return	**+0.78%** After fees, before tax. June 2025.
Return since inception	**+15.68%** per annum After fees, before taxes. Since fund inception, 5 November 2021.
Fund Size	**$570 million*** * *Includes fund flows effective 30 June.*
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:

Lower risk/ potentially lower returns — Higher risk/ potentially higher returns

1	2	3	4	5	6	7

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

Global equity markets continued to recover in June. Developed country equity markets (as represented by the MSCI World index) returned +3.81% (including gross dividends) in local currency terms. Weakness in the US dollar compared to the NZ dollar meant that this return was slightly lower (at +2.63%) when translated into New Zealand dollars.

Lower-risk equities significantly underperformed the broader equity market in June. The fund's benchmark (which includes a lower-risk component) returned +1.06% in NZ dollar terms.

Share market returns were strongest in the Information Technology, Communication Services, and Energy sectors, and weakest in the Consumer Staples sector. Returns were stronger from North America than from Europe or Asia-Pacific.

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 gross 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 net 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 +0.78% in June (after fees, but before taxes), underperforming the benchmark index, which returned +1.06%. The following factors affected relative performance in June:

- The fund largely missed out on a strong performance by Nvidia. The fund's holding in Nvidia averaged 0.32% during the month, much lower than its 2.56% weight in the benchmark index. As Nvidia's share price returned +15% over the month, this significantly boosted the return of the benchmark index, but only made a modest contribution to the return of the fund.
- The fund's large holding in Verizon detracted from relative performance during the month. Verizon returned -3.2%, detracting -0.11% from the fund's relative performance.
- The fund's low relative weighting in the United States and high relative weights in Japan and the United Kingdom detracted from relative performance during the month, as the US market outperformed the rest of the world while Japan and the UK lagged. However, these negative effects were more than offset by very strong returns from the fund's investments in South Korea, which returned +9.2% in June, contributing +0.31% to relative performance during the month. Overall, allocation between countries contributed +0.09% to relative performance.
- The fund's lower-than-benchmark allocation to the Information Technology sector (which performed strongly in June) detracted -0.37% from relative performance.
- The fund's holdings of cash lagged the return of equity markets, detracting -0.07% from relative performance.
- The fund underperformed in Japan, mainly because we didn't own many strongly-performing "growth" and semiconductor-related companies. This detracted -0.25% from relative performance.
- Fees deducted -0.05% from the fund's return in June.

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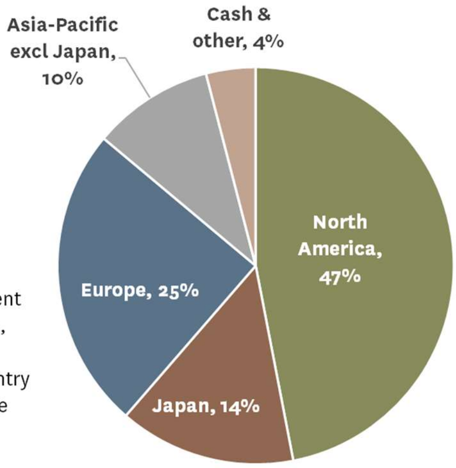
Portfolio Composition

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

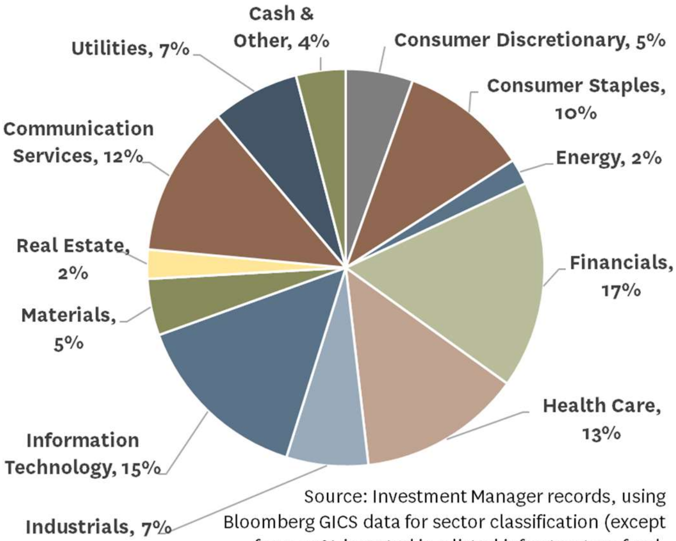
Company	Percentage of fund	*Company's weight in benchmark index*
Microsoft Corp	3.81%	*2.77%*
Verizon Communications	3.15%	*0.45%*
Alphabet (includes 2 classes of security)	2.24%	*1.36%*
Apple	2.20%	*2.26%*
National Grid	1.52%	*0.05%*
Everest Group	1.25%	*0.01%*
CK Hutchison Holdings	1.24%	*0.01%*
VeriSign	1.18%	*0.25%*
Central Japan Railway Co	1.14%	*0.14%*
KB Financial Group	1.12%	*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 0.39% invested in a listed infrastructure 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

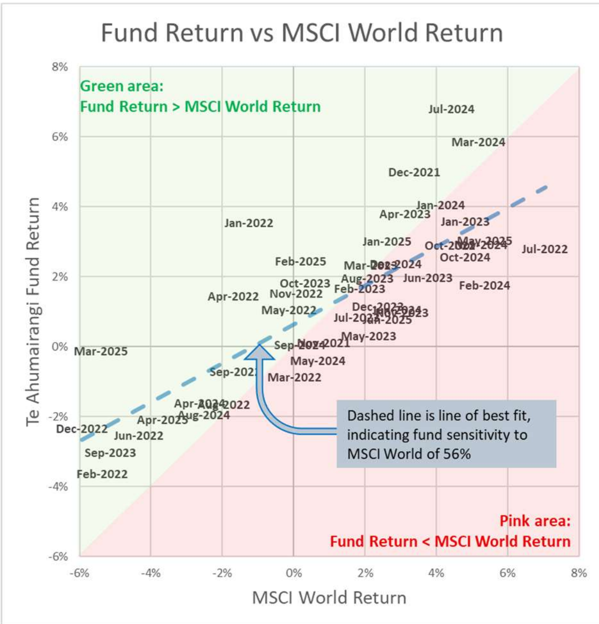
Fund Returns

	June 2025	One year to June 2025	Since Inception (5 Nov 2021 to 30 June 2025) annualised return
Return after fees but before taxes	+0.78%	+21.40%	+15.68%
Benchmark Return*	+1.06%	+17.76%	+12.03%

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

Performance Spotlight: Reduced sensitivity to global share markets

The graph below plots the monthly returns of Te Ahumairangi Global Equity Fund against the monthly returns of the MSCI World index (which measures the performance of developed world equity markets). As should be expected, the fund's returns are closely linked to those of the MSCI World index, with a correlation of +0.80. Nonetheless, the lower volatility of the fund means that when the MSCI World index falls, the fund has tended to fall by less than the index. However, lower volatility also means that when the MSCI World index has risen strongly, the fund has tended to lag the strong returns of the MSCI World index.



Since the fund was launched, there have been 13 distinct months when the MSCI World index has declined (in NZD terms), and the fund has performed better than the MSCI World index in all 13 of these "down" months. However, the fund has only outperformed the MSCI World index in 9 of the 31 months when the MSCI World index has risen in NZD terms.

Overall, the fund has been stronger than the MSCI World index in half of the 44 months. Despite this, the cumulative return of fund (at +15.68% per annum) has been significantly better than the +13.25% annualised return from the MSCI World index. There are two reasons for this: Firstly, when the fund has performed better than the MSCI World, its performance has often been a lot better than the performance of the MSCI World index, but when it has underperformed, the underperformance has often been minor. Secondly, the volatility of returns from the MSCI World drags down its cumulative return – for example, if you lose -6.00% on your investment one month it takes a +6.38% gain the next month to restore the value of your investment. The lower volatility of the fund reduces this effect.

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