



Global Growth 2 Fund

Monthly Update as at 31 July 2024

PORTFOLIO MANAGER(S)



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Founder and Chief Investment Officer

*Guy Thornewill and Toby Woods are responsible for research and analysis

FUND COMMENTARY

The Global Growth 2 Fund returned -0.5% during the month, bringing it to a 12-month return of 13.2%.

While global equity markets appeared to be relatively stable throughout the month, there was a notable shift beneath the surface. Large-cap technology and AI-related stocks faced significant selling pressure, with profits moving into smaller companies and rate-sensitive stocks. This shift was largely triggered by positive inflation news, particularly from the US. Interest rate cuts in the latter half of 2024 now seem likely for many central banks worldwide.

In July, our recent purchase of Roche, the Swiss pharmaceutical company, saw a 15% increase following strong results and promising early data on its obesity drug candidate. Newmont Mining benefited from a strong gold price, and UnitedHealth performed well after reporting solid results. Despite these gains, the positive performance of several holdings was tempered by weaknesses in large-cap technology and AI stocks. We believe the fundamentals for our holdings in these areas remain solid.

However, the fund faced a significant setback with Dexcom, whose shares fell sharply after missing estimates and lowering its annual profit guidance. Despite strong structural tailwinds and competitive products in the glucose monitoring market, Dexcom has struggled with a poorly executed salesforce reorganization and is losing market share to its closest competitor. Consequently, we exited this position. We also sold our holdings in Metso and Duolingo due to concerns about their future earnings potential.

The fund added a new position in Manhattan Associates, a leading provider of warehouse management software in the US. With a strong market position, advanced technology, and significant growth potential, the shares have performed exceptionally well since our purchase.

CUMULATIVE FUND PERFORMANCE

If you had invested \$100,000 at inception, the graph below shows what it would be worth today, before tax.



● Global Growth 2 Fund

FUND DETAILS

Recommended minimum investment period	5 years
Objective	Capital growth over a period exceeding five years.
Description	Invests predominantly in listed international large companies.
Inception date	May 2018
Standard withdrawal period	Up to 5 working days
Risk indicator	<div style="display: flex; justify-content: space-between; align-items: center;"> Potentially Lower Returns Potentially Higher Returns </div> <div style="display: flex; justify-content: center; align-items: center; gap: 10px;"> 1 2 3 4 5 6 7 </div> <div style="display: flex; justify-content: space-between; align-items: center; margin-top: 5px;"> Lower Risk Higher Risk </div>

For more information on our funds, please visit www.piefunds.co.nz/Investor-Documents



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PERFORMANCE

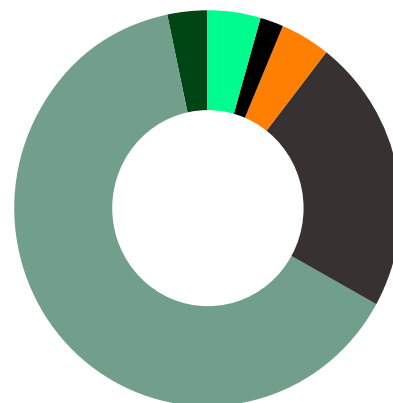
	1 month	1 yr	3 yrs (p.a.)	5yrs (p.a.)	Annualised since inception
Global Growth 2 Fund	-0.5%	13.2%	2.7%	7.4%	5.5%
MARKET INDEX ¹	2.4%	19.2%	9.3%	11.2%	10.5%

Returns after fees but before individual PIR tax applied

1. S&P Global Broad Market (BMI) Total Return Index (75% hedged to NZD).

INVESTMENT MIX

Cash (including Derivatives)	4.5%
Asian Equities	2.1%
Emerging Market Equities	4.2%
European Equities	22.4%
US and Canadian Equities	63.7%
Listed Property	3.1%



Asset allocation is rounded to the nearest tenth of a percent; therefore, the aggregate may not equal 100%.

TOP FIVE EQUITY HOLDINGS

Amazon.Com Inc
Apple Inc
Microsoft Corporation
Prologis Inc
Roche Holding Ag-Genusschein

Holdings are listed in alphabetical order.

UNIT PRICE

\$1.38

ANNUALISED RETURN SINCE INCEPTION

5.5% p.a.

after fees and before tax

FUND STATUS

CLOSED

OPEN



Information is current as at 31 July 2024. Pie Funds Management Limited is the manager and issuer of the funds in the Pie Funds Management Scheme. Any advice given by Pie Funds Management Limited is general only. Our advice relates only to the specific financial products mentioned and does not account for personal circumstances or financial goals. Please see a financial adviser for tailored advice. You may have to pay product or other fees, like brokerage, if you act on any advice. As manager of the Pie Funds Management Scheme investment funds, we receive fees determined by your balance, and we benefit financially if you invest in our products. We manage this conflict of interest via an internal compliance framework designed to help us meet our duties to you. For information about how we can help you, our duties and complaint process and how disputes can be resolved, or to see our product disclosure statement, please visit www.piefunds.co.nz. Please let us know if you would like a hard copy of this disclosure information. Past performance is not a reliable indicator of future returns. Returns can be negative as well as positive, and returns over different periods may vary.