



Conservative Fund

Monthly Update as at 30 June 2024

PORTFOLIO MANAGER(S)



MIKE TAYLOR
Founder and Chief
Investment Officer



TRAVIS MURDOCH
Head of Fixed Income and
Portfolio Manager

FUND COMMENTARY

The fund returned 0.9% in June, bringing its 12-month return to 6.7%.

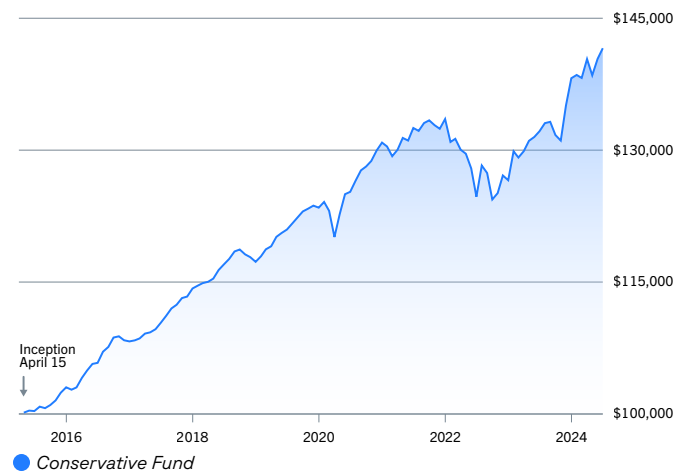
The market in June was once again driven by mega-cap tech, and the top performers for the month tell the story very clearly, with Adobe +25%, Broadcom +21%, TSMC +18%, and Nvidia +13%. The Fund's holdings in Apple, ASML, and Amazon were also strong as these large technology companies continued to dominate the market narrative. In the case of Adobe and Broadcom, their gains were spurred by strong results reported in June, but overall, the optimism around higher spending on Artificial Intelligence remains. We think this may continue, but we are becoming more cautious about the levels of optimism now priced in, and so we have been taking some profits in some of these technology holdings. One non-technology holding up more than 10% in the month was Intuitive Surgical, with investor excitement around the company's new surgical robot driving returns, although new pharmaceutical holding Roche also did well, gaining 8%.

Listed, global property and infrastructure came under pressure during the month, giving back some of the gains from May. Interest rates drifted higher again, putting pressure on valuations, particularly in Australia.

Bond markets performed well in most geographic regions as market interest rates broadly fell. In the US, better-than-expected news on inflation left the door open for interest rate cuts in 2024. In Europe, German government bonds outperformed after President Macron called early elections, causing investors to spurn French government bonds. Meanwhile, New Zealand bonds benefited from mounting evidence of a slowing local economy, making interest rate cuts in 2024 increasingly likely.

CUMULATIVE FUND PERFORMANCE

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



FUND DETAILS

Recommended minimum investment period	3 years
Objective	Capital preservation (with some growth) which outperforms the market index over a period exceeding three years.
Description	Invests predominantly in fixed-interest securities and some cash, with an allocation to equities (directly or through other products issued by Pie Funds). It may also invest in other products such as term deposits and bonds.
Inception date	April 2015
Standard withdrawal period	5 working days
Risk indicator	<div style="display: flex; justify-content: space-between;"> Potentially Lower Returns Potentially Higher Returns </div> <div style="text-align: center;"> 1 2 3 4 5 6 7 </div> <div style="display: flex; justify-content: space-between;"> Lower Risk Higher Risk </div>

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



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PERFORMANCE

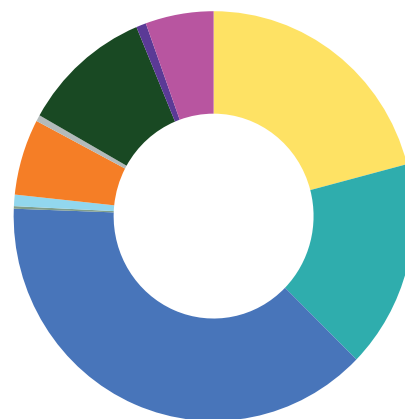
	1 month	1 yr	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	Annualised since inception
Conservative Fund	0.9%	6.7%	2.2%	3.2%	3.6%	3.9%
MARKET INDEX ¹	1.1%	8.7%	2.8%	3.7%	4.4%	4.5%

Returns after fees but before individual PIR tax applied

1. The market index is a composite index (25% NZBond Bank Bill Index (NZD), 15% Bloomberg NZBond Credit 0+ Yr Index (NZD), 35% Bloomberg Global Aggregate Corporate Total Return Index (100% hedged to NZD), 6% S&P/ASX All Ordinaries Total Return Index (75% hedged to NZD), 19% S&P Global Broad Market (BMI) Total Return Index (75% hedged to NZD)).

INVESTMENT MIX

Cash (including Derivatives)	20.9%
New Zealand Fixed Interest	16.4%
International Fixed Interest	38.2%
Asian Equities	0.2%
Emerging Market Equities	0.9%
European Equities	6.0%
UK Equities	0.5%
US and Canadian Equities	10.5%
New Zealand Equities	0.8%
Australian Equities	5.5%



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

TOP FIVE HOLDINGS (EXCLUDING CASH)

Contact Energy Ltd	6.398%	21/11/2030
JPMorgan Chase & Co	5.336%	23/01/2035
Morrison & Co High Conviction Infrastructure Fund		
NZ Government	4.25%	15/05/2034
Pfizer Inc	4.65%	19/05/2030

Holdings are listed in alphabetical order and exclude cash.

UNIT PRICE

\$1.19

ANNUALISED RETURN SINCE INCEPTION

3.9% p.a.

after fees and before tax

FUND STATUS

CLOSED

OPEN



Information is current as at 30 June 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.