PORTFOLIO MANAGER(S)



MIKE TAYLOR
Founder and Chief
Investment Officer

FUND COMMENTARY

The Chairman's Fund returned 2.3% during the month, bringing it to a 12-month return of 14.7%.

Equity markets rebounded in May, with major indices in the US and Europe making new all-time highs. In Australia, the market was less buoyant, with the Small Ordinaries ending the month broadly flat, which was assisted by a rally in commodity stocks.

Equities were underpinned by a strong first quarter reporting season in the US, with strong rises in spending on artificial intelligence fuelling optimism for future earnings growth. The best performer from a global perspective was once again Nvidia, which reported another very strong set of figures. Spending on AI chips and infrastructure has not started slowing down yet. Duolingo was the worst performer, falling 15% despite reporting good numbers and raising guidance, as there are market concerns that AI developments could impact its online language learning business.

Closer to home, we had Telix Pharmaceuticals return 20% for the month following the company's announcement of positive data from the ProstACT SELECT trial of TLX591, a therapy for the treatment of adult patients with prostate cancer. We also had Insurance Broker PSC Insurance gain 13% after reaching an agreement to be acquired by The Ardonagh Group for \$6.19 per share. We have been invested in the stock since its IPO in 2015 and the takeover brings forward future returns to what has been a successful investment. This organic growth profile, in addition to a prudent acquisition strategy, has resulted in earnings-per-share compounding by 18% p.a. since 2016, also paying dividends along the way.

From a portfolio construction perspective, we continue to take advantage of market volatility to build positions in companies we believe to have both a near term catalyst and long-term structural growth, with solid fundamentals and valuation upside. We are mostly funding these purchases from positions that are currently under takeover (considered a source of cash, with limited upside).

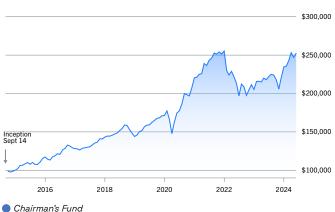


MICHELLE LOPEZ

Head of Australasian Equities
and Co-Portfolio Manager

CUMULATIVE FUND PERFORMANCE

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



FUND DETAILS

| FUND DETAILS | | | | |
|---------------------------------------|--|--|--|--|
| Recommended minimum investment period | 5 years | | | |
| Objective | To generate capital growth, which outperforms the market index. | | | |
| Description | Invests predominantly in Pie Funds products which predominantly invest in listed equities. | | | |
| Inception date | September 2014 | | | |
| Standard withdrawal period | 15 working days | | | |
| Risk indicator | Potentially Lower Returns Potentially Higher Returns 1 2 3 4 5 6 7 | | | |
| | Lower Risk Higher Risk | | | |

TOP FIVE EQUITY HOLDINGS

Discoverie Group PLC

Frp Advisory Group PLC

Mermaid Marine Australia Ltd

Sdiptech AB (publ)

William Blair SICAV - EMK SMC I Class

| PERFORMANCE | | | | | | |
|--------------------------------------|------------|-------|-----------------|-----------------|-----------------|----------------------------|
| | 1 month | 1 yr | 3 yrs (p.a.) | 5 yrs (p.a.) | 7 yrs (p.a.) | Annualised since inception |
| Chairman's Fund | 2.3% | 14.7% | 2.0% | 9.6% | 9.9% | 10.0% |
| MARKET INDEX: COMPOSITE ¹ | 1.2% | 13.8% | 3.2% | 7.4% | 8.4% | 8.0% |

Returns after fees but before individual PIR tax applied

1. The market index is a composite index (50% S&P Global SmallCap Total Return Index (75% Hedged to NZD), 50% S&P/ASX Small Ordinaries Total Return Index (75% Hedged to NZD)).

| INVESTMENT MIX | |
|--|-------|
| Cash (including Derivatives) | 7.5% |
| Asian Equities | 0.6% |
| Emerging Market Equities | 5.1% |
| European Equities | 20.6% |
| UK Equities | 7.5% |
| US and Canadian Equities | 16.5% |
| New Zealand Equities | 0.6% |
| Australian Equities | 41.5% |



| HOLDINGS | |
|---------------------------------|-------|
| Global Growth | 22.6% |
| Australasian Growth | 7.1% |
| Australasian Growth 2 | 9.4% |
| Australasian Dividend Growth | 18.3% |
| Australasian Emerging Companies | 10.8% |
| Growth UK & Europe | 16.2% |
| Global Growth 2 | 15.6% |
| | |



Net of Chairman's cash holdings

UNIT PRICE

\$2.50

ANNUALISED RETURN SINCE INCEPTION

10.0% p.a.

after fees and before tax

FUND STATUS

CLOSED OPEN



Information is current as at 31 May 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.