CLARITY TRANS-TASMAN VALUE FUND

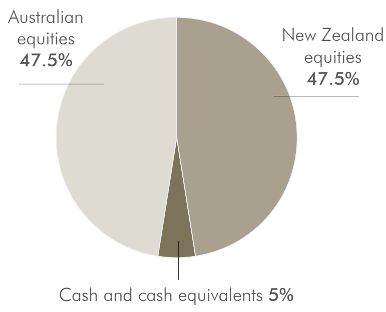
The Trans-Tasman Value Fund produced a return of +2.7% in June, helped by a strong result from the New Zealand share market.

The biggest contributor to portfolio performance was a2 Milk, which rallied +40% - an unusually large one-month movement for a top ten stock. This followed a sharp share price decline earlier in the year driven by supply chain issues, which investors now seem comfortable are short-term in nature. We've maintained a positive long-term view on the stock throughout and increased our holding as the share price momentum improved (but can't claim we picked the bottom!).

Several portfolio holdings in Australia produced double digit returns in June. The best performers were healthcare companies CSL and Ramsay Healthcare (both +19%). Healthcare was the best performing sector in Australia during the month, as investors rotated out of banks (due to growing Australian economic headwinds) and mining companies (after a very strong run). Other notable performers included Amcor (+14%), while Wesfarmers, Challenger and Qantas all rose +13%.

Reflecting the rotation away from mining companies, Capstone Copper (-12%) and Newmont Gold (-11%) were the weakest portfolio positions during the month. Metal prices have pulled back a little recently but remain at historically high levels, reflecting the strong demand for use in decarbonisation (electricity), artificial intelligence (data centres) and defence.

Target investment mix[1]



Performance

As at 30 June 2026	1 Mth	3 Mth	1 Yr	3 Yrs p.a.	5 Yrs p.a.	Since Inception p.a.
Clarity Trans-Tasman Value Fund*	2.7%	7.1%	16.3%	10.1%	7.4%	8.6%
Benchmark Index**	2.4%	5.4%	13.9%	9.7%	6.1%	6.0%

CLARITY DIVIDEND YIELD FUND

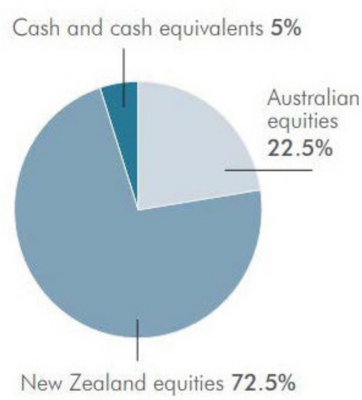
The Dividend Yield Fund returned +0.3% in June, marginally behind its benchmark and underperforming the broader NZ market. A large portion of the underperformance was due to not holding a2 Milk which rallied 40% last month. Although a2 now pays a dividend, the shares are not at a sufficiently attractive yield to warrant inclusion in this strategy.

Of the Fund's New Zealand holdings, Skellerup was the top performer, rising +7%. Management continue to signal that their diversified product, customer and manufacturing base has positioned the company well to deal with the various macroeconomic headwinds including tariffs, weak domestic economic growth and an oil price shock.

In Australia, Dalrymple Bay Infrastructure (+4%) continued to perform well. The company owns a coal export terminal in Queensland which serves some of the largest metallurgical (steel-making) coal mines in the world, loading their coal on to ships bound for Japan, Korea and China. The company has long-term contracts in place that ensure a consistent stream of cashflows to shareholders with almost no operational or volume-related risk. The strong run in the shares since we purchased them for the Fund means the dividend yield has fallen to the point we have started to trim the position.

One of the dividend stalwarts of the NZX, Spark New Zealand, continued to decline in June (-4%), and has now fallen -66% from its peak in January 2024 at over $5. This has been very disappointing for shareholders and weighed on returns of the New Zealand market overall. The Dividend Yield Fund is underweight Spark relative to benchmark, but still holds a 5% position, and we continue to monitor the investment closely. During June we met the management team of unlisted competitor 2Degrees, who continue to grow their business by taking market share from Spark and, frankly, appear to be running rings around their larger competitor. Spark's cost-cutting efforts and refocussing on core connectivity seem sensible but have yet to arrest the earnings or share price decline.

Target investment mix[1]



Performance

As at 30 June 2026	1 Mth	3 Mth	1 Yr	3 Yrs p.a.	5 Yrs p.a.	Since Inception p.a.
Clarity Dividend Yield Fund*	0.3%	4.4%	16.9%	10.5%	6.4%	9.9%
Benchmark Index**	0.4%	4.6%	15.0%	8.7%	6.1%	6.9%

[1] The current target investment mix is shown, but variations around these targets are likely from time to time.

* These returns are after deductions for fees and before tax.
** Benchmark returns reflects no deduction for fees and tax. Details of these are included in the Quarterly Fund Update which is available at https://clarityfunds.co.nz/investor-documents.

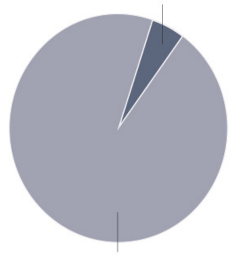
CLARITY NEW ZEALAND EQUITY FUND

The New Zealand Equity Fund returned 2.9% in June, in line with its benchmark. The Fund (and NZ market) are now back in positive territory for the year, after the US-Iran War induced decline. Over one year, the NZ market (+8.8%) has generated a reasonable return and is actually now ahead of the Australian market (+6.1%), despite a general sense that we have been their poor cousin for some time.

During the month the team had the chance to meet with management of over a dozen NZX-listed companies at an investor conference. We came away feeling relatively upbeat about these company's prospects, despite the persistently weak demand environment in the domestic economy. Freightways was a good example, where they are managing to win market share in NZ, put up prices a bit, keep a lid on costs, and successfully integrate their recent Australian acquisitions. Freightways shares remain a core overweight in the portfolio.

Casino operator SkyCity (+10%) finally had a bit of good luck during the month, as it announced a long-anticipated fine from the South Australian government for anti-money laundering shortcomings at their Adelaide casino several years ago. The fine was set at $21m, payable over three years. This was significantly lower than market expectations. Finalisation of the size of the fine also provides the certainty to allow management to consider the sale of the asset, which has never produced great returns for shareholders. It also relieves pressure on the balance sheet and should end speculation about the need for a further equity capital raise. SkyCity has been a poor performer since we initiated a position last year, but we believe offers deep value for patient investors, trading materially below the book value of its assets.

Target investment mix[1]



Performance

As at 30 June 2026	1 Mth	3 Mth	1 Yr	3 Yrs p.a.	5 Yrs p.a.	Since Inception p.a.
Clarity New Zealand Equity Fund*	2.9%	6.1%	9.0%	7.2%	3.4%	5.2%
Benchmark Index**	2.9%	5.6%	8.8%	5.4%	2.3%	4.2%

CLARITY FIXED INCOME FUND

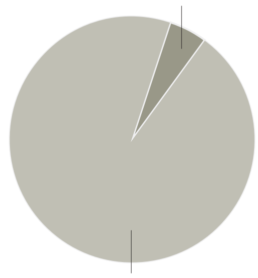
The Clarity Fixed Income Fund returned +0.9% in June, ahead of its benchmark return of +0.8%.

During the month, the Fund participated in Ryman Healthcare's new bond issue. Ryman issued $150 million of 6 year secured, unsubordinated fixed rate bond, offering an outright yield of 5.72%.

June brought a meaningful shift in the interest rate outlook. An agreement reached between the United States and Iran during the month saw oil prices fall sharply, with crude dropping from around US$100 per barrel to below US$70. Because the Reserve Bank had identified higher fuel costs as the main force keeping inflation above its 1 to 3% target range, the fall in oil eased much of the pressure for an early rate hike. Market pricing reflected this, with the probability of a hike at the July meeting falling from 84% at the start of the month to around 70% by month end. Most forecasters still expect the tightening cycle to begin this year, with the implied OCR finishing 2026 around 2.85% versus 3.00% at the start of the month, the path now looks less aggressive than it did a month ago.

The month's key data release was March quarter GDP, which showed the economy grew 0.8%, up from 0.5% in the December quarter but slightly below expectations. The result confirmed the economy carried reasonable momentum into 2026, though it predates the disruption caused by higher fuel prices, and forecasters expect the June quarter to be considerably weaker. Against this backdrop, swap rates rallied, with the 3-year swap falling around 21 basis points over the month and the 5-year falling around 22 basis points. Falling interest rates lift the value of existing bonds, which supported the Fund's return for June.

Target investment mix[1]



Performance

As at 30 June 2026	1 Mth	3 Mth	1 Yr	3 Yrs p.a.	5 Yrs p.a.	Since Inception p.a.
Clarity Fixed Income Fund*	0.9%	2.0%	4.2%	5.9%	2.9%	3.8%
Benchmark Index**	0.8%	1.7%	4.2%	6.2%	4.7%	3.1%

[1] The current target investment mix is shown, but variations around these targets are likely from time to time.

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CLARITY GLOBAL SHARES FUND

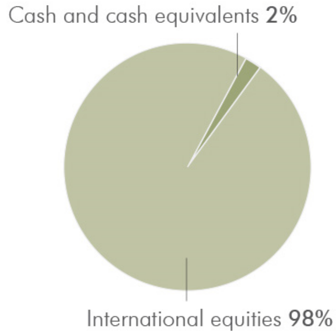
The Clarity Global Shares Fund delivered a return of +3.6% in June, well ahead of its benchmark return of +2.3%.

Another strong month for global equities in June resulted in a gain of 15.1% over the June quarter. European (+4.7%) and Japanese (+5.7%) equities outperformed during the month, reflecting broader participation in market gains. This broadening of market leadership is generally considered a positive sign for the outlook for global equities.The Fund's top contributor was Lam Research (+37%). Lam makes the machinery that chipmakers use to manufacture semiconductors, with a particular strength in memory chips. The shares climbed steadily through June as the company lifted its forecast for industry spending on chipmaking equipment in early June, and several analysts raised their price targets through late May and early June. The rally accelerated late in the month when a major memory chip customer reported results confirming that demand for AI-related memory is growing faster than expected, lifting equipment makers across the board, and the shares reached an all-time high in the final week of June.

The largest detractor was Microsoft (-18%). Microsoft sells software, cloud computing services and devices. June was the company's worst month in more than 25 years, driven by investor concern over its plans to spend heavily on AI infrastructure (+63% year on year), alongside worries that new AI tools could challenge core products like Word and Excel.

The Fund's three largest positions are Nvidia, Apple and Alphabet, and all three fell in a difficult month for large technology companies. Nvidia (-5%) drifted lower as investors rotated out of AI chip designers and into other parts of the semiconductor sector, such as memory makers, despite the company's underlying sales continuing to grow strongly. Apple (-7%) fell sharply late in the month after it raised prices across its Mac, iPad and other product lines to offset a severe shortage of memory chips that has pushed component costs up. Alphabet (-6%) declined after announcing plans to raise around $85 billion by selling new shares to fund its AI infrastructure buildout, which investors read as reducing existing shareholders' slice of the company.

Target investment mix[1]



Performance

As at 30 June 2026	1 Mth	3 Mth	1 Yr	3 Yrs p.a.	5 Yrs p.a.	Since Inception p.a.
Clarity Global Shares Fund*	3.6%	15.8%	30.2%	23.3%	16.2%	14.1%
Benchmark Index**	2.2%	15.0%	28.0%	21.1%	13.5%	13.4%

CLARITY - CAPITAL GROUP NEW PERSPECTIVE FUND[2]

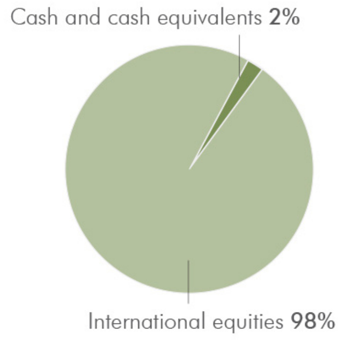
The Clarity Capital Group New Perspective Fund returned +2.9% in June, ahead of its benchmark return of +2.3%.

KLA (+59%) was the standout contributor for the Fund. KLA is a US based company that makes inspection and measurement equipment used by semiconductor manufacturers to find defects during chip production. Shares surged through June as a string of analysts raised their forecasts for chipmaking equipment spending, driven by rising investment in artificial intelligence infrastructure, and lifted their price targets on the company. A ten for one stock split also took effect mid-month, in a move designed to make the shares more accessible to investors.

General Electric (+16%) was another strong contributor. General Electric, now operating as GE Aerospace, designs, builds and services jet engines for commercial and military aircraft. Shares rose during June, supported by a new US Air Force contract to develop an engine for autonomous drones, higher deliveries of its LEAP series of jet engines, and continued strength in demand for spare parts and servicing. Its most recent quarterly results, released earlier in the year, showed revenue up 29% year on year with orders up 87%.

Broadcom (-16%) was the main detractor. Broadcom is a US based company that designs semiconductor chips and infrastructure software, including custom chips for large artificial intelligence customers. Shares fell sharply in early June following quarterly results. Although revenue from AI related chips more than doubled year on year, the company's sales forecast for the coming quarter fell short of expectations and management held its full year AI sales target unchanged. With the shares priced for stronger growth, investors took profits.

Target investment mix[1]



Performance

As at 30 June 2026	1 Mth	3 Mth	1 Yr	3 Yrs p.a.	5 Yrs p.a.	Since Inception p.a.
Clarity - Capital Group New Perspective Fund*	2.9%	13.5%	18.6%	17.2%	9.6%	13.0%
Benchmark Index**	2.2%	15.0%	28.0%	21.1%	13.5%	14.2%

[1] The current target investment mix is shown, but variations around these targets are likely from time to time.

[2] Capital Group and Capital Group New Perspective are trademarks of the Capital Group Companies, Inc.

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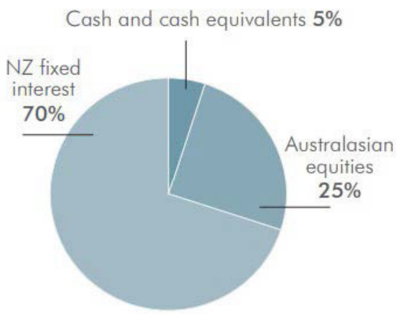
CLARITY DIVERSIFIED INCOME FUND

The Diversified Income Fund returned +0.6% in June, a touch behind its benchmark return of +0.7%.

Returns across the underlying strategies were close to benchmark through the month. The Clarity Dividend Yield Fund returned +0.3% against its benchmark of +0.4%, while the Clarity Fixed Income Fund returned +0.9% versus +0.8%. The Smart Global Aggregate Bond ETF returned +0.5%, a touch ahead of its +0.3% benchmark return.

The Diversified Income Fund continues to focus on a diversified mix of income oriented strategies, with current exposure to the Clarity Fixed Income Fund (64%), the Clarity Dividend Yield Fund (24%), and the Smart Global Aggregate Bond ETF (3%).

Target investment mix[1]



Performance

As at 30 June 2026	1 Mth	3 Mth	1 Yr	3 Yrs p.a.	5 Yrs p.a.	Since Inception p.a.
Clarity Diversified Income Fund*	0.6%	2.4%	7.8%	7.0%	3.9%	4.6%
Benchmark Index**	0.7%	2.5%	7.6%	7.3%	6.0%	4.6%

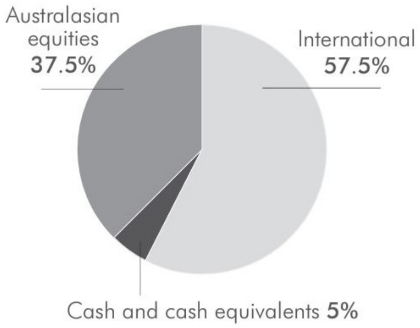
CLARITY DIVERSIFIED GROWTH FUND

The Diversified Growth Fund returned +3.1% in June, ahead of its benchmark return of +2.4%.

Performance across the underlying funds were strong during the month and all outperformed their respective benchmarks. The Clarity Global Shares Fund returned +3.6%, ahead of its benchmark return of +2.3%. The Clarity Capital Group New Perspective Fund finished the month at +2.9% against the same +2.3% benchmark. The TAHITO Ethical Sustainable Fund returned +4.6%, ahead of its benchmark of +2.4%, while the Clarity Trans-Tasman Value Fund returned +2.7%, ahead of its +2.4% benchmark.

The Fund remains well diversified across four growth oriented strategies: the Clarity Global Shares Fund (27%), the Clarity Capital Group New Perspective Fund (27%), the Clarity Trans Tasman Value Fund (30%), and the TAHITO Ethical Sustainable Fund (12%).

Target investment mix[1]



Performance

As at 30 June 2026	1 Mth	3 Mth	1 Yr	3 Yrs p.a.	5 Yrs p.a.	Since Inception p.a.
Clarity Diversified Growth Fund*	3.1%	10.4%	16.8%	14.4%	9.7%	9.5%
Benchmark Index**	2.3%	11.1%	22.3%	16.5%	10.7%	11.6%

[1] The current target investment mix is shown, but variations around these targets are likely from time to time.

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