

CLARITY TRANS-TASMAN VALUE FUND

The Fund fell -6.4% in March, reflecting weakness in both the New Zealand and Australian share markets due to the conflict in the Middle East - its immediate impact on fuel prices as well as longer-term concerns around fuel availability, inflation and economic growth. The Fund slightly underperformed its benchmark for the month, but remains ahead over 1, 3 and 5 years.

The most affected shares in the Fund were our small holdings in mining companies Northern Star (gold, -33%) and Capstone (copper, -30%). This reflected declines in the gold and copper price, higher diesel prices and fuel supply concerns. These mining companies also tend to bear the brunt of selling when investors move into "risk-off" mode during market shocks.

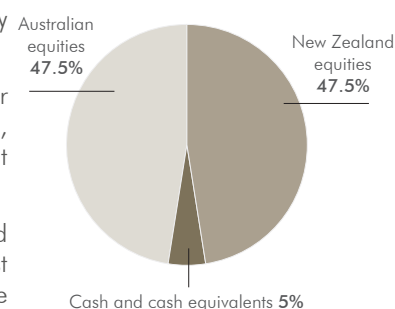
Unsurprisingly, the best performing stock in the Fund during the month was Australian oil and gas company Santos (+18%). With some liquified natural gas (LNG) capacity in the Middle East potentially taken out of action for several years, Santos stands to benefit beyond resolution of the conflict. Santos also has a couple of major projects coming online this year which are also driving a big lift in cash flows for the company. Although it has been one of the weaker performers in the Fund over the last few years, Santos' contribution last month highlighted the benefits of diversification within the portfolio.

We neither bought nor sold shares in any of these companies during the month and remain comfortable with their long-term investment cases. We did add a small position in Australian airline Qantas to the Fund after the conflict started. We had been researching the company (which is in a far better financial state than Air New Zealand) and took the opportunity to buy some shares at a lower price, in the expectation any impact will be relatively short-term in nature.

Performance

As at 31 March 2026	1 Mth	3 Mth	1 Yr	3 Yrs p.a.	5 Yrs p.a.	Since Inception p.a.
Clarity Trans-Tasman Value Fund*	-6.4%	-3.2%	14.9%	8.6%	6.9%	8.3%
Benchmark Index**	-5.9%	-2.3%	13.5%	8.5%	5.9%	5.8%

Target investment mix¹



CLARITY DIVIDEND YIELD FUND

The Dividend Yield Fund fell -3.4% during the month, materially outperforming both the broader New Zealand and Australian share markets and also beating its dividend focussed benchmark. It was pleasing to see the Fund prove its defensive qualities during a period of heightened market volatility. Of course, when markets rebound, we would expect the Fund to lag a little too.

The Fund's investments in New Zealand electricity companies were a good example of the defensive core of the portfolio. Rising fuel prices and the risk of weaker economic growth have very little impact on their businesses and if anything could drive increased demand for electricity. The share prices of lines company Vector and generators Meridian, Mercury and Contact were all barely changed during the month. Genesis Energy was a little weaker, down -5%, despite the fact it still holds a share in the Kupe oil and gas well.

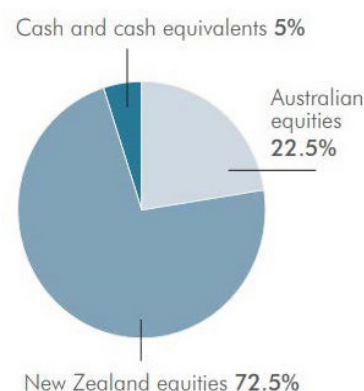
In total, nearly a quarter of the Fund is invested in these companies, which are excellent stabilisers during these periods.

Not all shares in the Fund were unaffected though. Transport companies Napier Port (-12%) and Freightways (-15%) fell as investors worried about the impact of higher fuel prices on their cost bases, and the potential for volumes to be affected if economic activity weakens. In each case however, the companies have robust 'pass-through' mechanisms in place that means customers pay for the higher fuel cost. We took the opportunity to add to the Fund's holdings in each stock during the month.

Performance

As at 31 March 2026	1 Mth	3 Mth	1 Yr	3 Yrs p.a.	5 Yrs p.a.	Since Inception p.a.
Clarity Dividend Yield Fund*	-3.4%	-1.4%	21.3%	9.9%	6.5%	9.8%
Benchmark Index**	-3.7%	-3.3%	18.4%	8.1%	6.0%	6.6%

Target investment mix¹



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

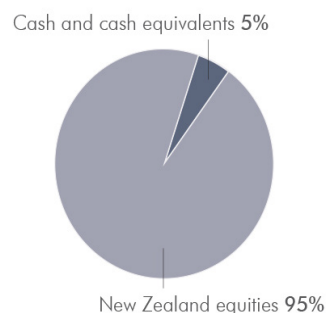
The Fund fell -5.2% during the month. Dragging down returns were a triumvirate of economically exposed New Zealand companies: Sky City, Summerset and Fletcher Building. All fell -16%. Unfortunately, in our assessment, the big increase in petrol and diesel prices in New Zealand and general uncertainty brought about by the conflict in the Middle East are likely to further delay New Zealand's economic recovery. With the overlay of a tight general election ahead and the potential for higher interest rates to combat the knock-on inflationary effects from fuel prices, it may now be 2027 before we see our long-awaited economic recovery really take hold.

Luckily, much of New Zealand's share market isn't particularly exposed to the local economy with companies either focussed overseas or in defensive sectors where activity is relatively stable regardless of economic activity.

Good examples of this, and the three best performers in the Fund last month, were Infratil (+4%), Channel Infrastructure (+3%) and A2 Milk (+1%).

During the month we added to our position in A2 Milk following a positive research trip to China, their largest market. We reduced exposure to Fletcher Building early in the month, taking it to an underweight position relative to its weight in the benchmark.

Target investment mix¹



Performance

As at 31 March 2026	1 Mth	3 Mth	1 Yr	3 Yrs p.a.	5 Yrs p.a.	Since Inception p.a.
Clarity New Zealand Equity Fund*	-5.2%	-4.7%	8.0%	5.4%	2.6%	4.4%
Benchmark Index**	-5.8%	-4.5%	5.9%	3.6%	1.3%	3.5%

CLARITY FIXED INCOME FUND

The Clarity Fixed Income Fund returned -1.0% in March, slightly behind its benchmark return of -0.8%.

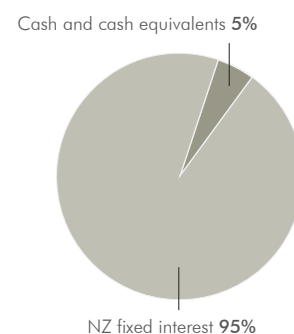
During the month, the Fund participated in the Community Housing Funding Agency's (CHFA) new bond issue. CHFA issued \$125 million of 6.5 year secured, unsubordinated fixed rate social bonds, offering an outright yield of 5.09% and carrying a credit rating of A+. The Fund also invested in Mercury's new bond issue, which comprised \$250 million of 7 year unsecured, unsubordinated fixed rate green bonds, offering an outright yield of 5.17% and a credit rating of BBB+.

The New Zealand fixed income market was largely characterised by a "wait and see" approach, as heightened geopolitical tensions in the Middle East drove a sharp increase in energy prices. This sudden inflationary pressure initially pushed rates higher, with investors concerned that rising fuel costs could prompt the Reserve Bank of New Zealand (RBNZ) to lift interest rates. Reflecting this uncertainty, the 3 year swap rate rose from 3.2% toward 3.8% over the month.

Conditions stabilised later in March following remarks by RBNZ Governor Dr. Anna Breman on 24 March, who signalled that the central bank intended to look through the supply driven spike in oil prices rather than respond with an immediate rate increase. By holding the Official Cash Rate at 2.25%, the RBNZ reinforced its focus on supporting the domestic economic recovery. This helped ease market volatility, resulting in a more settled end to the month for local bond markets.

At month end, the Fund's yield was 4.36%, with a duration (average maturity) of 2.6 years.

Target investment mix¹



Performance

As at 31 March 2026	1 Mth	3 Mth	1 Yr	3 Yrs p.a.	5 Yrs p.a.	Since Inception p.a.
Clarity Fixed Income Fund*	-1.0%	-0.3%	3.5%	5.4%	2.6%	3.7%
Benchmark Index**	-0.8%	-0.1%	3.9%	6.0%	4.3%	3.0%

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CLARITY GLOBAL SHARES FUND

The Clarity Global Shares Fund returned -4.0% in March, outperforming its benchmark return of -4.5%.

Global equity markets fell -6.3% in March 2026. Reflecting greater sensitivity to higher oil prices, emerging markets, Europe and Japan were among the worst-performing regions over the month. The US sharemarket fell -5.0% in local currency terms and -0.5% in New Zealand dollar terms, as a weaker New Zealand dollar helped offset returns.

Cenovus Energy Inc (+26%) was a standout performer for the Fund during the month. Cenovus is a Canadian-based integrated energy company that produces and refines oil, with operations spanning oil sands production through to downstream refining. Shares rose sharply in March following the release of strong fourth-quarter earnings in late February, which surprised around 33% to the upside. Higher oil prices and several analyst upgrades during the month further supported the share price, as investors responded positively to improving earnings outlooks across the energy sector.

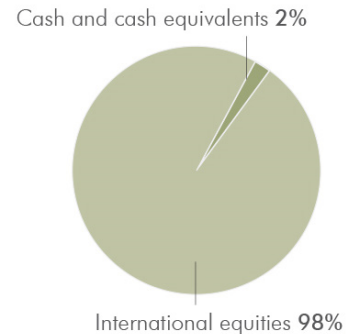
SK Hynix (-25%) was a detractor from Fund returns during the month. SK Hynix is a South Korean semiconductor manufacturer, specialising in memory chips used in smartphones, computers, and data centres. Shares fell sharply in March as investors reacted to concerns around memory pricing pressure and rising competition in advanced AI-related chips. The broader sell-off in technology stocks further weighed on the share price.

Two of the Fund's largest holdings proved relatively resilient. Nvidia (-1.6%) and Apple (-4.0%) both declined less than broader share markets, supported by their scale, strong balance sheets, and long-term growth prospects, which helped cushion returns. Microsoft (-5.9%), the Fund's third-largest holding, underperformed slightly as investors remained cautious around the cost and pace of investment in artificial intelligence across the sector.

Performance

As at 31 March 2026	1 Mth	3 Mth	1 Yr	3 Yrs p.a.	5 Yrs p.a.	Since Inception p.a.
Clarity Global Shares Fund*	-4.0%	-0.7%	22.1%	20.7%	14.4%	12.7%
Benchmark Index**	-4.5%	-2.8%	18.7%	18.5%	12.0%	12.1%

Target investment mix¹



CLARITY - CAPITAL GROUP NEW PERSPECTIVE FUND²

The Clarity-Capital Group New Perspective Fund delivered a return of -5.3% in March, behind its benchmark return of -4.5%.

TotalEnergies SE (+22%) delivered strong gains for the Fund during the month. TotalEnergies is a global integrated energy company, operating across oil and gas production, refining, liquefied natural gas, and renewable energy. Shares rose in March as higher oil prices, driven by Middle East supply disruptions, boosted earnings expectations across the energy sector. The share price was further supported by multiple analyst upgrades and improved cash flow outlooks, with investors responding positively to the company's diversified energy portfolio and disciplined capital management.

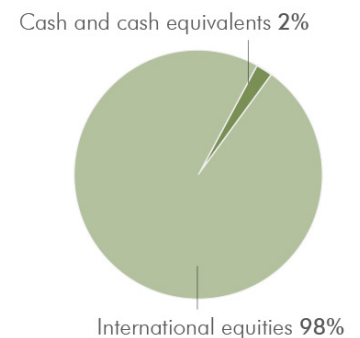
Cloudflare Inc (+20%) delivered solid gains for the Fund during the month. Cloudflare operates a global cloud-based platform that helps businesses secure and deliver their websites and internet applications. While the company reported good fourth-quarter earnings in February, the share price fell shortly afterwards following an analyst downgrade, leaving the stock at lower levels entering March. The subsequent rebound reflected improved investor confidence in Cloudflare's long-term growth outlook, particularly driven by demand for cybersecurity and AI-related infrastructure.

Samsung Electronics Co Ltd (-22%) was a detractor from Fund returns during the month. Samsung is a global technology company, best known for its smartphones, televisions, and memory chips used in computers and data centres. Shares declined in March as investor concerns emerged around potential weakening demand for memory chips following new research suggesting artificial intelligence systems could become more memory-efficient. This uncertainty, combined with the outbreak of war and broader volatility across global technology stocks, weighed on sentiment despite Samsung's underlying earnings recovery.

Performance

As at 31 March 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*	-5.3%	-5.3%	13.6%	14.9%	8.4%	11.3%
Benchmark Index**	-4.5%	-2.8%	18.7%	18.4%	12.0%	12.3%

Target investment mix¹



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

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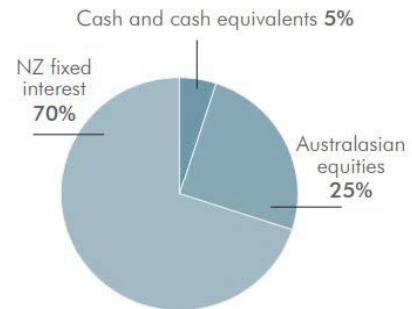
CLARITY DIVERSIFIED INCOME FUND

The Diversified Income Fund returned -1.6% in March, slightly behind its benchmark return of -1.2%.

Returns across the underlying strategies were mixed during a broadly weaker month for income assets. The Clarity Dividend Yield Fund returned -3.4% and the Smart Global Aggregate Bond ETF returned -1.9%; however, both performed ahead of their respective benchmarks, reflecting relative resilience within their asset classes. The Clarity Fixed Income Fund returned -1.0%, finishing marginally behind its benchmark over the month.

The Diversified Income Fund continues to focus on a diversified mix of income-oriented strategies, with current exposure to the Clarity Fixed Income Fund (67%), the Clarity Dividend Yield Fund (25%), and the Smart Global Aggregate Bond ETF (3%).

Target investment mix¹



Performance

As at 31 March 2026	1 Mth	3 Mth	1 Yr	3 Yrs p.a.	5 Yrs p.a.	Since Inception p.a.
Clarity Diversified Income Fund*	-1.6%	-0.6%	8.7%	6.6%	3.8%	4.4%
Benchmark Index**	-1.2%	-1.1%	7.9%	6.9%	5.5%	4.4%

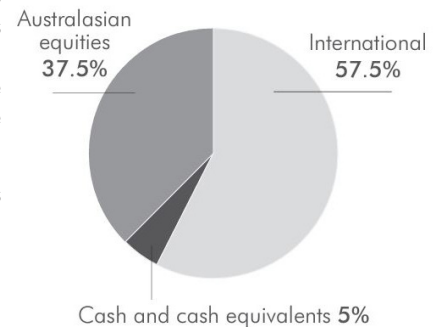
CLARITY DIVERSIFIED GROWTH FUND

The Diversified Growth Fund returned -5.1% in March, matching its benchmark return of -5.1%.

Performance across the underlying Funds was mixed during the month. The Clarity Global Shares Fund returned -4.0%, holding up better than broader equity markets and outperforming its benchmark. Other growth strategies experienced weaker returns in the sharp market pull-back. The TAHITO Te Tai o Rehua Fund returned -6.4%, while the Clarity-Capital Group New Perspective Fund returned -5.3% and the Clarity Trans-Tasman Value Fund returned -6.4%, each finishing the month behind their respective benchmarks.

The Fund remains well diversified across four growth-oriented strategies: the Clarity Global Shares Fund (28%), the Clarity-Capital Group New Perspective Fund (26%), the Clarity Trans-Tasman Value Fund (29%), and the TAHITO Te Tai o Rehua Fund (11%).

Target investment mix¹



Performance

As at 31 March 2026	1 Mth	3 Mth	1 Yr	3 Yrs p.a.	5 Yrs p.a.	Since Inception p.a.
Clarity Diversified Growth Fund*	-5.1%	-3.3%	12.9%	12.9%	8.8%	8.6%
Benchmark Index**	-5.1%	-2.6%	16.6%	14.4%	9.7%	10.7%

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