

# QUARTERLY FUND UPDATE

**For the quarter ended 30 September 2024**

This fund update was first made publicly available on 29 October 2024

## DAINTREE CORE INCOME PIE

### What is the purpose of this update?

This document tells you how the Daintree Core Income PIE has performed and what fees were charged. The document will help you to compare the fund with other funds. Clarity Funds Management Limited prepared this update in accordance with the Financial Markets Conduct Act 2013. This information is not audited and may be updated.

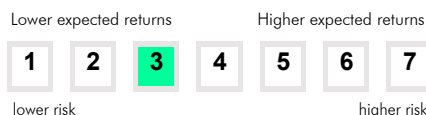
### Description of this fund

The Fund invests into the Daintree Core Income Trust with a diversified portfolio of credit fixed income securities and cash and applies a range of strategies that include duration and yield curve management, (actively managing the maturity profile of the portfolio), sector rotation and individual security selection. The aim of the Fund is to provide an absolute return (greater than cash) over time and a steady stream of income and capital stability over the medium term.

Total value of the fund	\$2,177,257
Date the fund started	14 August 2024

### What are the risks of investing?

Risk indicator for the Daintree Core Income PIE<sup>1</sup>:



The risk indicator is rated from 1 (low) to 7 (high). The rating reflects how much the value of the fund’s assets goes up and down. A higher risk generally means higher potential returns over time, but more ups and downs along the way.

To help you clarify your own attitude to risk, you can seek financial advice or work out your risk profile at [www.sorted.org.nz/tools/investor-kickstarter](http://www.sorted.org.nz/tools/investor-kickstarter).

Note that even the lowest category does not mean a risk-free investment, and there are other risks that are not captured by this rating.

This risk indicator is not a guarantee of a fund’s future performance. The risk indicator is based on the returns data for the five year period to 30 September 2024. While risk indicators are usually relatively stable, they do shift from time to time. The risk indicator will continue to be updated in future fund updates.

See the Product Disclosure Statement (PDS) for more information about the risks associated with investing in this fund.

### How has the fund performed?

	Past Year
Annual Fund Return (after deduction for fund charges and tax)	N/A
Annual Fund Return (after deduction for fund charges but before tax)	N/A
Market index annual return (reflects no deduction for charges and tax)	5.73%

The market index annual return reflects the return of the Bloomberg AusBond Composite 0-5 Yr, 100% hedged to NZD index. Additional information about the market index is available on the offer register at [www.business.govt.nz/disclose](http://www.business.govt.nz/disclose).

### What fees are investors charged?

Investors in the Daintree Core Income PIE are charged fund charges. Based on the PDS dated 9 August 2024 these were:

	% of Net Asset Value
<b>Total Fund Charges (incl GST)</b>	<b>0.70%</b>
Comprising management and administration charges which are made up of:	
Manager’s basic fee	0.55%
Other management and administration charges	0.15%

There are no performance fees charged in relation to the Daintree Core Income PIE. Investors are not charged individual action fees for specific actions or decisions (for example, for withdrawing from or switching funds). See the PDS for more information about those fees.

### Example of how this applies to an investor<sup>3</sup>

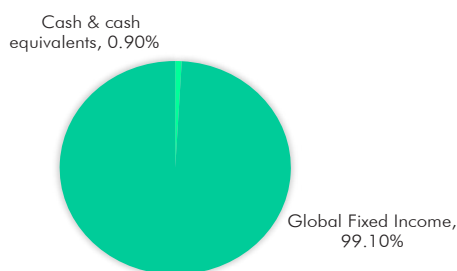
Small differences in fees and charges can have a big impact on your investment over the long term.

Chris had \$10,000 in the Daintree Core Income PIE at the date the Fund started, 14 August 2024, and did not make any further contributions. At the end of the period to 30 September 2024, Chris received a return after fund charges were deducted of \$110 (that is 1.10% of his initial \$10,000). Chris does not pay any other charges. This gives Chris a total return after tax of \$79 for the year.

## What does the fund invest in?

The chart (below) shows the types of assets that the Daintree Core Income PIE invests in.

### Actual investment mix



As at 30 September 2024, 99.10% of the Fund's underlying exposure is invested in international fixed income. Of this exposure, 100% is hedged to NZ dollars.

### Target investment mix

Asset Sector	Target Asset Allocation %	Range %
Cash and cash equivalents	15%	0 - 100
Global Fixed Income	85%	0 - 100

### Top 10 investments

Asset name	Country	Type	Credit rating (if applicable)	% of fund net assets
Daintree Core Income Trust NZD	AU	Global Fixed Income		99.10%
NZD Cash at Bank	NZ	Cash and Cash Equivalents		0.90%

The Fund currently invests in the above assets, which make up 100% of the net asset value of the Fund.

### Key personnel

Name	Current position	Time in current position	Previous position	Time in previous position
Alan Lee	Director, JMI Wealth Limited and Clarity Funds Management Limited	19 years, 3 months	Director, Jarden Morgan Investment Services Limited	4 years, 0 months
Andrew Kelleher	Director, JMI Wealth Limited and Clarity Funds Management Limited	16 years, 5 months	Acting Managing Principal, ASB Securities Limited and Investment Consultant, ASB Limited	3 years, 5 months
Josh Wilson	Chief Investment Officer, Clarity Funds Management	5 years, 6 months	Portfolio Manager, NZ Funds	7 years, 10 months
Louis Loader	Investment Analyst, Clarity Funds Management Limited	1 years, 0 months	Investment Analyst, NZ Funds	2 years, 3 months

#### Further information

You can also obtain this information, the PDS for the Daintree Core Income PIE, and some additional information from the offer register at [www.business.govt.nz/disclose](http://www.business.govt.nz/disclose).

#### Notes

1. Because the Fund has not been operational for the required five years we have determined the risk indicator using a combination of index and actual returns. Therefore, it may provide a less reliable indicator of potential future volatility.
2. As the Fund has not been in existence for more than one financial year the total fund charges are estimated as disclosed in the PDS. Please refer to the PDS for further information.
3. As the Fund has not existed for a full financial year, this example is based on returns for the period from 14 August 2024 to 30 September 2024.