

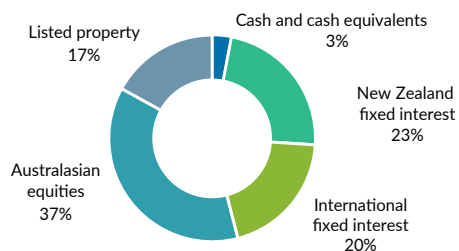
## Octagon Multi Asset Class Funds

Investor Factsheet for the quarter ended 30 June 2025

	3 months	1 year	3 year	Since Inception*
<b>Income Fund Gross Return**</b>	<b>3.85%</b>	<b>9.24%</b>	<b>4.89%</b>	<b>2.93%</b>
Composite Market Index***	3.78%	8.50%	5.78%	2.22%
<b>Balanced Fund Gross Return**</b>	<b>3.40%</b>	<b>8.96%</b>	<b>8.77%</b>	<b>4.69%</b>
Composite Market Index***	4.04%	10.23%	8.63%	4.78%
<b>Growth Fund Gross Return**</b>	<b>4.12%</b>	<b>10.11%</b>	<b>10.51%</b>	<b>5.80%</b>
Composite Market Index***	5.28%	12.12%	10.39%	6.19%

### Income Fund

<b>Risk Indicator:</b>	① ② ③ ④ ⑤ ⑥ ⑦
<b>Inception date:</b>	11/12/2020
<b>Fund Size as at 31/12/2024:</b>	NZ\$8,687,007



### Income fund performance

For the quarter ended 30 June the Income Fund delivered a gross return of 3.85%, in line with the fund's benchmark return of 3.78%.

For the four quarters to 30 June the Fund delivered a gross return of 9.24%, outperforming the funds' market index return of 8.50 by 0.74%.

For the four quarters to 30 June both fixed interest funds and the Listed Property Fund utilised within the portfolio beat or met their market indices. Directly owned securities in New Zealand and Australia added to performance in particular positions in Turners Automotive, Manawa Energy, and Channel Infrastructure.

### Income fund positioning

The Income fund is exposed to both income and growth asset classes. Within the growth asset class, we have a higher tactical allocation to Australasian Property and an underweight allocation to Australian Equities. The Income Fund does not invest in global equities due to the focus on investing in income producing securities to fund a quarterly distribution. Within the income asset class, we have a higher tactical allocation to New Zealand Fixed Interest and an underweight allocation to Cash.

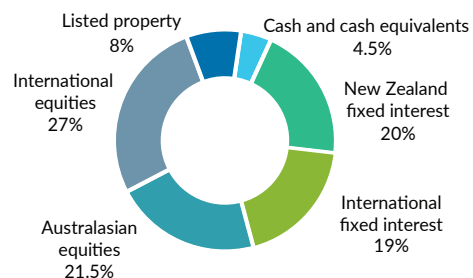
Tactical positions in Australasian listed property have started to outperform, supported by declining interest rates.

Strategic Asset Allocation remains the core driver of long-term performance. Tactical shifts are used sparingly to capture short-term mispricing, not to override the long-term strategy.

We calculate the running yield of the securities held within the Income fund as currently 4.36%

### Balanced Fund

<b>Risk Indicator:</b>	① ② ③ ④ ⑤ ⑥ ⑦
<b>Inception date:</b>	11/12/2020
<b>Fund Size as at 31/12/2024:</b>	NZ\$42,540,946



### Balanced fund performance

For the quarter to 30 June the Balanced Fund delivered a gross return of 3.04%, underperforming the funds' benchmark return of 4.04%. For the four quarters to 30 June the Balanced Fund delivered a gross return of 8.96%, underperforming the funds' market index return of 10.23%.

For the quarter, our enhanced cash, fixed interest and New Zealand Equities funds performed ahead of their market benchmarks, whilst others lagged. The result was broadly consistent for the four quarters to June, with the exception of the Listed Property fund which performed in-line with its benchmark.

During the June quarter, we made a successful tactical move out of New Zealand Equities and into Australian Equities near the peak of the trade tensions, subsequently unwinding that move post the market bounce for a positive return. Our active currency hedging position added value over the quarter, as we were positioned for the NZD to rise from what we consider to be inexpensive levels.

\* Annualised

\*\* Gross Fund Returns are calculated before deduction of taxes and fund charges but after deduction of trading expenses and including imputation credits where applicable. Market index returns do not have any deductions for fund charges, trading expenses or tax.

\*\*\* The market index return is based on a composite index made up of the indices used to measure the performance of each asset class invested in, as displayed under the target investment mix. In July 2023 the index used to measure the performance of the New Zealand fixed interest asset class was changed from the S&P/NZX Investment Grade Corporate Bond Index to the Bloomberg NZBond Composite 0+Yr Index. The Composite Market Index reported here uses the new market index from July 2023 onwards and uses the old market index for prior periods.

Over the four quarters to June, our tactical asset decisions delivered modest underperformance versus maintaining our strategic settings. Our tactical underweight to Global Equities in favour of New Zealand equities was the biggest contributor to that underperformance.

### Balanced fund positioning

We chose not to increase global equity exposure during the trade-policy-driven sell-off, viewing the correction as a justified response to heightened global economic risks. Although the harshest tariffs were later scaled back, the overall environment remains more uncertain.

The subsequent rally—particularly in U.S. equities—to record highs has been surprising, especially as growth and earnings forecasts have weakened. While economic data has held up so far, risks to both growth and inflation remain elevated.

Tactical positions in Australasian listed property have started to outperform, supported by declining interest rates. However, the overweight in New Zealand equities has yet to deliver, as the expected economic rebound has not materialised. High inflation continues to limit consumer spending despite underlying economic supports.

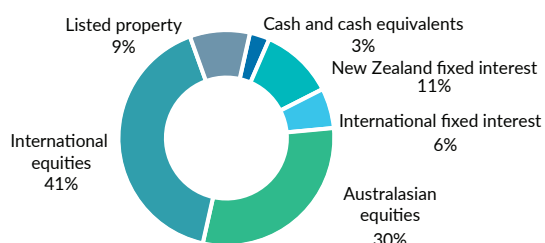
U.S. equities, already seen as expensive pre-trade war, now appear even more overvalued. European markets have also become pricier as investors shift allocations away from the U.S. The team expects tariffs to remain a persistent feature of the global landscape until there is a political shift in the U.S.

Although slower growth would typically reduce inflation and interest rates, ongoing policy uncertainty and high government debt are keeping rates elevated. Fixed interest allocations remain neutral, with markets viewed as fairly valued.

Strategic Asset Allocation remains the core driver of long-term performance. Tactical shifts are used sparingly to capture short-term mispricing, not to override the long-term strategy.

### Growth Fund

<b>Risk Indicator:</b>	1 2 3 4 5 6 7
<b>Inception date:</b>	11/12/2020
<b>Fund Size as at 31/12/2024</b>	NZ\$35,361,454



### Growth fund performance

For the quarter to 30 June the Growth Fund delivered a gross return of 4.12%, underperforming the funds' benchmark return of 5.28%. For the four quarters to 30 June the Growth Fund delivered a gross return of 10.11%, behind of the funds' benchmark return of 12.12%.

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