The Colchester Global Government Bond PIE Fund

ISIN Code NZCIFE0004S7

As of 31/08/2026

Fund Overview

The Colchester Global Government Bond PIE Fund seeks to deliver growth and income to investors whilst offering the defensive characteristics of a global sovereign bond portfolio over the medium term. We believe that if we hold a portfolio of high real yielding bonds and currencies that are undervalued according to their real exchange rate that over time this will prove rewarding. At the heart of Colchester's value-oriented philosophy is the belief that investments should be valued in terms of the income they will generate in real terms. Our approach is based on the analysis of inflation, real interest rates and real exchange rates supplemented by an assessment of sovereign financial balances. Portfolios are constructed to benefit from those opportunities with the greatest relative investment potential for a given level of risk.

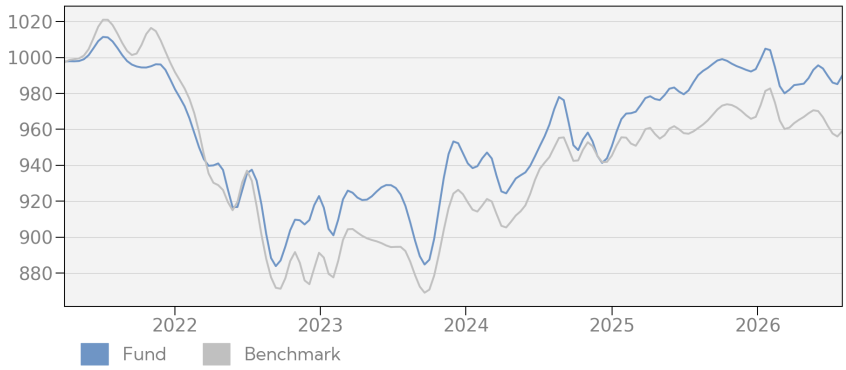
CUM Unit Price (31/08/2026)	Current Distribution p.a.	Net Annual Return Since Inception p.a.	Net Total Return Since Inception	Fund Size (in Millions)
0.8437	3.70%	-0.19%	-1.02%	190.7 NZD

Past performance is not an indicator of future performance. Fund Inception: 2021-04-19

Colchester Overview

- Privately owned specialist sovereign bond and currency asset manager.
- Founded by Chairman & CIO Ian Sims in 1999.
- Time proven value-oriented fixed income strategies.
- Highly experienced and stable team with a globally recognised track record.
- Strong client alignment with the investment team investing in the strategies & the company.

Growth of 1,000 NZD Invested at Inception



Net Performance (%)

						Annualised				
	1M	**3M**	**6M**	**YTD**	**1Y**	**3Y**	**5Y**	**7Y**	**10Y**	**S.I.**
Fund	0.18%	0.37%	-1.56%	-0.36%	0.07%	2.53%	-0.37%			-0.19%
Benchmark	-0.11%	-0.89%	-2.50%	-0.97%	-0.12%	2.41%	-1.17%			-0.78%
Relative	0.28%	1.26%	0.94%	0.61%	0.19%	0.12%	0.80%			0.59%

Calendar Year Net Performance (%)

	2025	**2024**	**2023**	**2022**	**2021**	**2020**	**2019**	**2018**	**2017**	**2016**
Fund	5.39%	-1.14%	5.00%	-8.79%	-0.46%					
Benchmark	2.67%	2.02%	5.90%	-13.34%	0.73%					
Relative	2.72%	-3.16%	-0.89%	4.55%	-1.19%					

Past performance is not an indicator of future performance.

Key Information

Fund Inception	19/04/2021
Benchmark	FTSE World Government Bond Index (NZD Hedged)
Management Fee	0.60%
Buy/Sell Fee	Nil
Distributions	Quarterly Distribution
Liqudity	Daily
Min Application	50000 or as per platform
Min Additional	5000 or as per platform

Platform Listings

APEX Wealth | Consilium | FNZ | NZX Wealth Technologies

The Colchester Global Government Bond PIE Fund

ISIN Code NZCIFE0004S7

As of 31/08/2026

Fund Characteristics

	Fund	Benchmark
Yield to Maturity (Unhedged)	4.96%	3.81%
Running Yield (Unhedged)	4.17%	3.03%
Modified Duration (Years)	5.13	6.31
Average Maturity (Years)	6.55	8.21
Average Coupon	3.94%	2.89%
Average Credit Quality	AA-	AA

Top 5 Securities Holdings

	Security	Currency	Weight (%)
1	Mexico 7.75% Nov '34	MXN	4.93%
2	United States 4.375% Nov '28	USD	3.44%
3	United States 4% Jun '28	USD	2.90%
4	United States 2.75% Aug '32	USD	2.84%
5	Poland I/L 2% Aug '36	PLN	2.70%

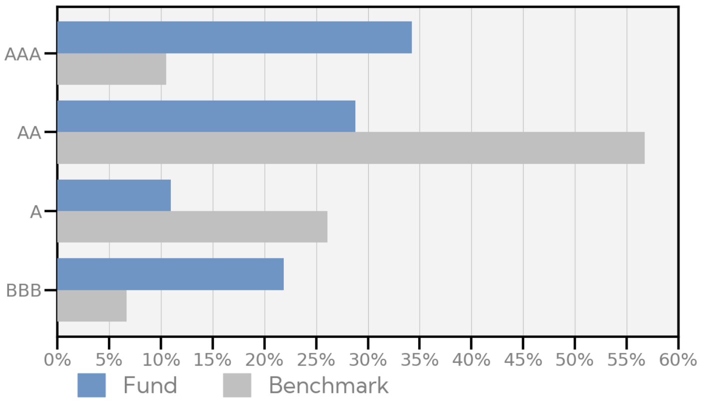
5 Largest Active Positions – Bonds (%)

Country	Fund	Versus Benchmark (%)
United States	23.19%	-17.62%
Europe	9.57%	-16.41%
Mexico	12.82%	11.99%
China	0.00%	-11.89%
New Zealand	9.61%	9.32%

5 Largest Active Positions – Currency (%)

Currency	Fund	Versus Benchmark (%)
United States Dollar	-6.27%	-6.27%
Japanese Yen	4.03%	4.03%
Euro	-3.64%	-3.64%
Norwegian Krone	2.97%	2.97%
Chinese Yuan	2.78%	2.78%

Credit Quality



Commentary

The Fund returned (gross of fees) 0.24% over the period, outperforming the benchmark which returned -0.11%. Bonds selection added 0.21% to relative returns and currency selection added 0.14%. The top three positive bond contributors to relative returns were the overweight positions in Indonesia nominal bonds and Norway nominal bonds and the underweight position in Europe nominal bonds. The top three positive currency contributors to relative returns were the overweight positions in Norwegian Krone and Korean Won and the underweight position in United States Dollar.

Global government bond markets delivered mixed returns in August as concerns over inflation, fiscal sustainability and rising bond issuance placed upward pressure on longer-dated yields. The FTSE World Government Bond Index returned 0.4% in US dollar terms and was unchanged in US dollar hedged terms. Yields reached multi-year highs in several markets, although some of the increase was reversed as oil prices declined in the final week of the month.

In the US, Treasuries returned 0.3% despite considerable volatility in longer maturities. The 30-year yield reached 5.33%, its highest level in 19 years, reflecting persistent inflation, elevated government borrowing and higher term premia. Expanded Treasury buyback operations provided some support but did not materially alter the underlying fiscal and supply backdrop. The Colchester programme maintains an underweight exposure to the US bond market.

In Europe, government bonds weakened, with Germany returning -0.5%, France -0.8%, the Netherlands -0.5%, Italy -0.5% and Spain -0.6%. Long-dated German and French yields reached their highest levels in more than a decade as markets remained sensitive to debt issuance and fiscal uncertainty. Inflation also remained above target, reinforcing expectations that the European Central Bank would retain a cautious stance. Given unattractive valuations, the Colchester programme maintains an underweight position in Eurozone bonds. UK gilts were more resilient, returning 0.2%, although the ten-year yield did move above 5% as fiscal and inflation concerns weighed on longer maturities.

Japanese government bonds were the weakest major market, returning -1.0%. Ten-year yields approached 3% as expectations of further policy normalisation and reduced central-bank bond purchases pressured the market. Longer-dated bonds were particularly volatile, although demand for 20-year securities improved around the monthly auction. The Colchester programme maintains an underweight position in Japanese government bonds. Elsewhere in Asia, Australian government bonds returned -0.5%. The Reserve Bank of Australia left its policy rate unchanged, but stronger July inflation revived expectations of further tightening. New Zealand bonds were unchanged, while Singapore gained 0.1%.

In China, government bonds returned 0.2%, supported by abundant liquidity and relatively low interest rates. Indonesia was the strongest-performing market, returning 2.1%, while Malaysian bonds returned -0.5%. Indonesia and Malaysia continue to offer attractive prospective real yields in our view and the programme maintains overweight positions in both markets.

In Latin America, Mexican government bonds gained 0.4%, supported by easing headline inflation, although the central bank retained a cautious stance as core inflation remained elevated. Colombian bonds weakened -1.4% as fiscal pressures and elevated financing requirements weighed on the market. The Colchester programme maintains active overweight positions in both markets, where valuations remain attractive.

In currency markets, the US dollar generally weakened. The Korean won was the standout performer as it rose 4.2%. The programme's overweight exposure to the Won was a notable positive contributor to relative performance this month. Elsewhere, the Australian dollar appreciated 2.0%, the Norwegian krone gained 1.4%, and the euro and sterling rose 1.0% and 0.7% respectively. The Japanese yen declined -0.3%. The Mexican peso, Indonesian rupiah and Malaysian ringgit appreciated 1.9%, 1.6% and 1.5% respectively, while the Chinese yuan and Polish zloty each gained 0.4%. The Colombian peso was the principal laggard, declining -2.3%, reversing some of the rally of recent months. The Colchester programme holds active overweight positions in the Japanese yen, Chinese yuan, Norwegian krone, Malaysian ringgit, Korean won and Indonesian rupiah.

Sales & Marketing Enquiries

Monica Hood
Head of Distribution – Australia and New Zealand

Email: mhood@colchesterglobal.com
Phone: +61 431 478 780

Team Email: MarketingClientServiceAUSNZ@colchesterglobal.com
Website: www.colchesterglobal.co.nz

Fund Administration & Client Service Enquiries

Colchester Global Investors Unit Registry

Applications
Email: contact@fundrock.com
Fax: +64 4 4999 654
Post: PO Box 25003
Wellington 6140, New Zealand

Client Service Enquiries
Email: contact@fundrock.com
Fax: +64 4 4999 654

Transactions
Email: contact@fundrock.com

Fund Shareclass Research Ratings

MORNINGSTAR Bronze™

Morningstar Medalist Rating™ As of 29/05/2025
Analyst Driven % 100
Data Coverage % 100

Colchester Fund Awards

MORNINGSTAR Awards 2023™

1 Refer to Important Information and Disclosures

Important Information and Disclosures

Valuation and returns have been calculated in NZD as at month end. The WMR exchange rate used by the index provider in compiling FTSE World Government Bond Index (NZD Hedged) is the predominant exchange rate used in valuing the Fund.

All securities are rated by Nationally Recognized Statistical Rating Organizations (NRSRO) Moody's, Standard & Poor's (S&P), and/or Fitch. If a security is rated by more than one of these organisations, the highest rating assigned is shown in the chart above. Ratings are measured on a scale that generally ranges from AAA (being the highest) to D (being the lowest).