

# Fund Update

For the quarter ended 31 March 2024

- **Hobson Wealth Investment Funds**
- **Hobson Wealth International Growth Fund**

This fund update was first made publicly available on: 30 April 2024

## What is the purpose of this update?

This document tells you how the Hobson Wealth International Growth Fund has performed and what fees were charged. The document will help you to compare the fund with other funds. FundRock NZ 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

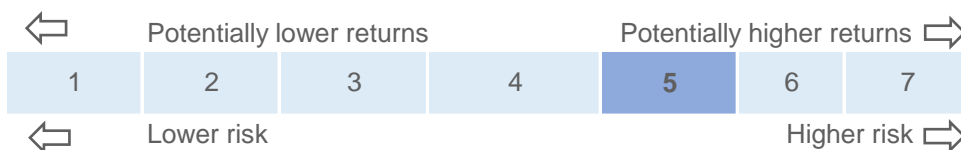
**Objective:** To provide a return, before costs and tax, higher than the MSCI World Net Index over a rolling three-year period.

**Strategy:** The fund provides investors with exposure to a diversified international equity portfolio with potential for growth of capital. The fund may invest in direct securities listed on stock exchanges in developed and emerging markets, or in other managed investment schemes in New Zealand and abroad. The fund may also use derivatives. Any allocation within the 0% to 20% Australasian equities range will be to Australian equities.

Total value of the fund	\$NZ 12,255,934
The date the fund started	24 October 2019

## What are the risks of investing?<sup>1</sup>

Risk indicator for the Hobson Wealth International Growth Fund.



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](http://www.sorted.org.nz)

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 5 years to 31 March 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.

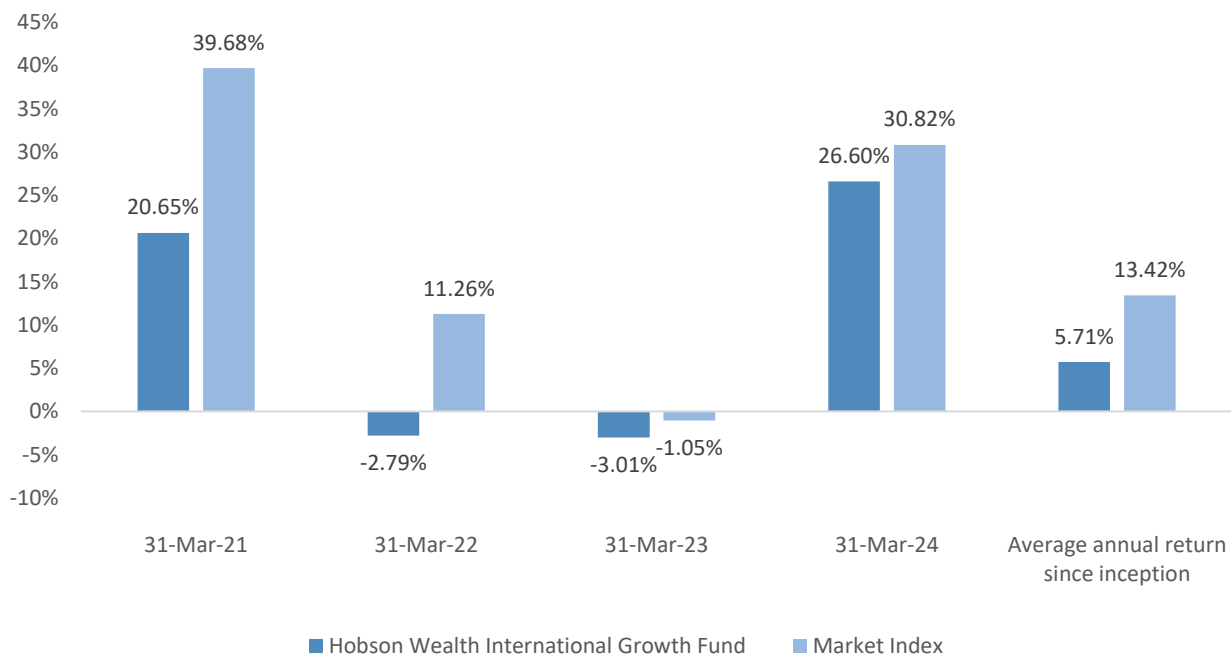
See the product disclosure statement (PDS) for more information about the risks associated with investing in this fund.

## How has the fund performed?

	Past year
Annual return (after deductions for charges and tax)	26.60%
Annual return (after deductions for charges but before tax)	28.17%
Market index annual return (reflects no deduction for charges and tax)	30.82%

The market index return is the MSCI World Net Index. The market index for the fund changed from the MSCI World Net Index – 50% hedged to New Zealand Dollars to the MSCI World Net Index on 1 July 2022. Additional information about the market index is available on the offer register at [www.disclose-register.companiesoffice.govt.nz](http://www.disclose-register.companiesoffice.govt.nz).

Annual Return Graph<sup>2,3</sup>



This shows the return after fund charges and tax for each year ending 31 March since the fund started. The last bar shows the average annual return since the fund started, up to 31 March 2024.

**Important:** This does not tell you how the fund will perform in the future.

Returns in this update are after tax at the highest prescribed investor rate (PIR) of tax for an individual New Zealand resident. Your tax may be lower.

## What fees are investors charged?

Investors in the Hobson Wealth International Growth Fund are charged fund charges. In the year to 31 March 2023 these were:

	% of net asset value (including GST)
Total fund charges	1.33%
Which are made up of:	
Total manager and administration charges	1.33%
Including:	
Manager's basic fee (including GST)	1.29%
Other management and administration charges	0.05%

Other management and administration charges includes an estimate of the charges incurred in the underlying fund in which the fund invests. The estimate incorporates information provided by the underlying fund manager as well as information sourced from the underlying fund's disclosure documents.

Investors may also be charged individual action fees for specific actions or decisions (for example, for withdrawing from or switching funds). See the PDS for the Hobson Wealth International Growth Fund on the offer register at [www.disclose-register.companiesoffice.govt.nz](http://www.disclose-register.companiesoffice.govt.nz) for more information about those fees.

## Example of how this applies to an investor

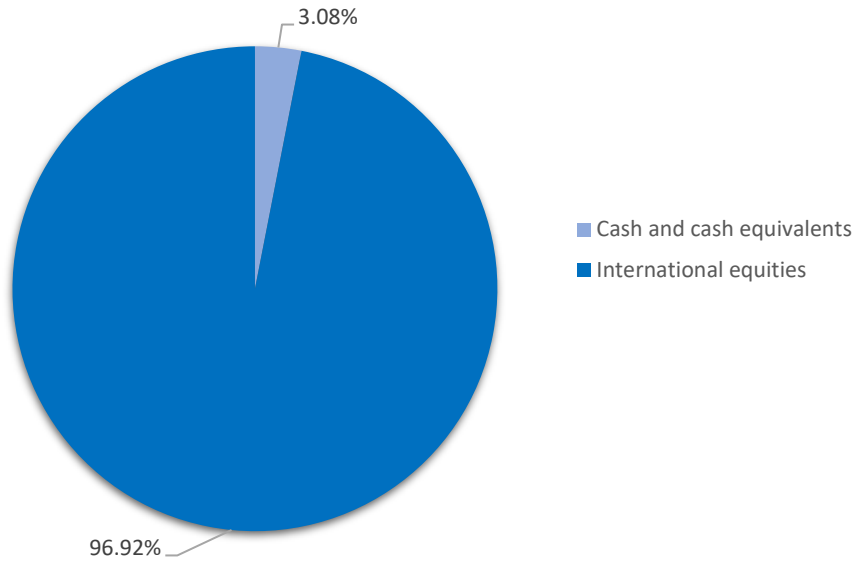
Small differences in fees and charges can have a big impact on your investment over the long term.

Anthony had \$10,000 in the fund at the start of the year and did not make any further contributions. At the end of the year, Anthony received a return after fund charges were deducted of \$2,817 (that is 28.17% of his initial \$10,000). This gives Anthony a total return after tax of \$2,660 for the year.

### What does the fund invest in?

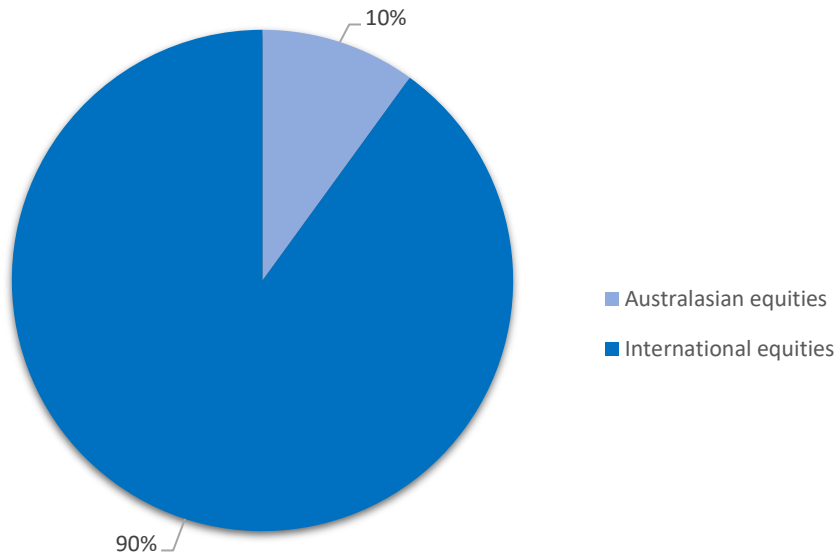
This shows the types of assets that the fund invests in.

#### Actual investment mix



Foreign currency exposure was not hedged to New Zealand dollars as at 31 Mar 2024.

#### Target investment mix



## Top 10 investments

	Name	% of fund net assets	Type	Country	Credit rating (if applicable)
1	Microsoft Corporation	10.95%	International equities	US	N/A
2	Amazon.Com Inc	9.45%	International equities	US	N/A
3	Danaher Corp	9.20%	International equities	US	N/A
4	Berkshire Hathaway Inc-Cl B	8.48%	International equities	US	N/A
5	Apple Inc	7.76%	International equities	US	N/A
6	JPMorgan Chase & Co	6.91%	International equities	US	N/A
7	Costco Wholesale Corp	6.50%	International equities	US	N/A
8	Visa Inc-Class A Shares	5.85%	International equities	US	N/A
9	Linde Plc	5.70%	International equities	US	N/A
10	Exxon Mobil Corp	5.23%	International equities	US	N/A

The top 10 investments make up 76.03% of the net asset value of the fund.

## Key personnel

This shows the directors and employees who have the most influence on the investment decisions of the fund.

Name	Current position	Time in current position	Previous or other current position	Time in previous or other current position
<b>Rob Mercer</b>	Director/Equities, Wealth Management Research - Forsyth Barr	4 years 8 months	Head of Private Wealth Research, Forsyth Barr	7 years 6 months
<b>Florian Burch</b>	Senior Analyst, Wealth Management Research - Forsyth Barr	11 years 5 months	Equity Research Analyst - ASB Bank	4 years 9 months
<b>Matt Henry</b>	Head of Wealth Management Research - Forsyth Barr	4 years 8 months	Director/Senior Analyst, Equities - Forsyth Barr	3 years 3 months

Rob Mercer and Florian Burch were not named in the previous fund update.

## Further information

You can also obtain this information, the PDS for the Hobson Wealth Investment Funds, and some additional information from the offer register at [www.disclose-register.companiesoffice.govt.nz](http://www.disclose-register.companiesoffice.govt.nz).

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## Notes

- <sup>1</sup> A combination of actual fund returns and market index returns have been used to determine the risk indicator as the fund has not been operating for the required five years. Market index returns have been used until 31 October 2019 and fund returns thereafter. The risk indicator may therefore provide a less reliable indicator of the fund's future volatility.
- <sup>2</sup> The bar chart shows fund returns after deducting fees and tax. Tax is deducted at the highest Prescribed Investor Rate of 28%. However, the market index returns are shown before deducting fees and tax.
- <sup>3</sup> From 1 July 2022, the market index for the fund changed from the MSCI World Net Index - 50% hedged to New Zealand Dollars to the MSCI World Net Index. Returns of the MSCI World Net Index - 50% hedged to New Zealand Dollars have been used until 30 June 2022 and the MSCI World Net Index returns thereafter to calculate returns of the market index.