



# Australasian Growth 2 Fund

Monthly Update as at 31 May 2025

## PORTFOLIO MANAGER(S)



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## FUND COMMENTARY

The Australasian Growth 2 Fund returned 7.8% this month, bringing its 12-month return to 13.3%.

The resilience and corresponding strength of global markets surprised investors (positively for a change) during the month of May, with all major indices posting solid gains. Notably, a host of positive earnings announcements from the tech sector and a quietening down of the global tariff war were the main catalysts. And whilst volatility was still high, it was much lower and generally calmer than the chaos of April 2025.

Our strongest contributor this month was Life360. The company reported its first quarter result, which showed monthly active user and paying circle growth and EBITDA ahead of expectations. The strong start to the year resulted in the company upgrading its full year guidance for subscription revenues by \$5m. Full year EBITDA guidance was however maintained, after incorporating lower hardware revenue due to a strategy pivot to manage tariffs.

The key detractor from performance was Judo Capital, who provided a weak third quarter update. Specifically, net growth in loans was subdued, leading to a revised full year target of \$12.4-12.6bn (prior: \$12.7-13bn). Margins remain resilient and continue to target the upper end of 2.9-3%. The outlook remains for profit before tax (PBT) growth of 15% in FY25 and aiming for 50% PBT growth in FY26, implying strong operating leverage, a key pillar to our thesis.

Meanwhile, despite a cut to the OCR in New Zealand, global long term interest rates crept higher - meaning investors can't completely relax just yet. However, we remain optimistically cautious that, with the US administration now focusing on growth and meaningful "deals," the worst of the tariff volatility could be in the rearview mirror.

## CUMULATIVE FUND PERFORMANCE

If you had invested \$100,000 at inception, the graph below shows what it would be worth today, before tax.



## FUND DETAILS

Recommended minimum investment period 5 years

Objective Capital growth over a period exceeding five years.

Description Invests predominantly in listed Australasian smaller and medium companies

Inception date August 2015

Standard withdrawal period 10 working days

Risk indicator

Potentially Lower Returns	Potentially Higher Returns					
1	2	3	4	5	6	7
Lower Risk					Higher Risk	



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## PERFORMANCE

	1 month	1 yr	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	Annualised since inception
Australasian Growth 2 Fund	7.8%	13.3%	12.5%	7.7%	10.0%	11.9%
MARKET INDEX <sup>1</sup>	5.8%	11.9%	4.1%	7.0%	4.7%	7.7%

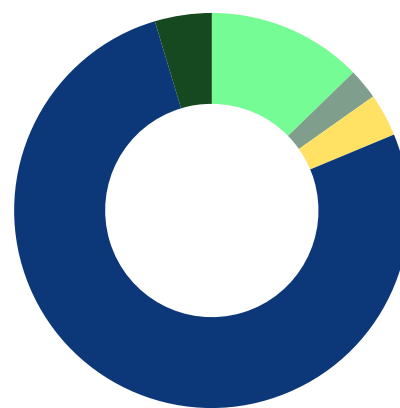
Returns after fees but before individual PIR tax applied

1. S&P/ASX Mid Cap 50 & Small Ordinaries Daily 50/50 Blend Total Return Index (75% hedged to NZD).

## INVESTMENT MIX

Cash and cash equivalents	12.7%
US and Canadian Equities	2.5%
New Zealand Equities	3.5%
Australian Equities	76.6%
Listed Property	4.6%

Asset allocation is rounded to the nearest tenth of a percent; therefore, the aggregate may not equal 100%



## TOP FIVE HOLDINGS (EXCLUDING CASH)

AUB Group Limited
HUB24 Limited
Life360 Inc
Pinnacle Investment Management Group Ltd
SGH Ltd

Holdings are listed in alphabetical order.

## UNIT PRICE

\$2.99

## ANNUALISED RETURN SINCE INCEPTION

11.9% p.a.

after fees and before tax

## FUND STATUS

CLOSED

OPEN



Information is current as at 31 May 2025. Pie Funds Management Limited ("Pie Funds") is the issuer and manager of the funds in the Pie Funds Management Scheme and the Pie KiwiSaver Scheme ("Schemes"), the product disclosure statements of which can be found at [www.piefunds.co.nz](http://www.piefunds.co.nz). Past performance is not an indicator of future returns. This information is general only. Please see a financial adviser for tailored advice.