



Global Growth 2 Fund

Monthly Update as at 30 September 2024

PORTFOLIO MANAGER(S)



GUY THORNEWILL*
Head of Global Research



TOBY WOODS*
Senior Investment Analyst



MIKE TAYLOR
Founder and Chief Investment Officer

*Guy Thornewill and Toby Woods are responsible for research and analysis

FUND COMMENTARY

The Global Growth 2 Fund returned 0.3% during the month, bringing it to a 12-month return of 24.1%.

September was another volatile month, influenced by rising geopolitical tensions in the Middle East and a major stimulus initiative in China. Despite these challenges, markets ended the month near new highs. Inflation continues to moderate as expected, prompting interest rate cuts across major economies. The US Federal Reserve reduced rates by 0.5%, while the European Central Bank cut by 0.25%. We anticipate the easing cycle to persist as consumer spending slows and industrial orders stagnate, particularly in the automotive sector. Lower rates are generally supportive of equity markets.

During the month, we exited our position in LVMH, anticipating further downgrades in the luxury goods sector. While the shares initially fell post-sale, they rallied after China announced its stimulus program. We continue to monitor the situation but expect additional earnings downgrades. We replaced LVMH with L'Oréal, a leader in the beauty sector, where we still see structural tailwinds despite short-term growth challenges. We also added Deckers Outdoor for increased consumer exposure, with its Hoka running shoe brand continuing to perform well. This replaced Booking Holdings, which we exited due to concerns over slower travel spending.

We sold our position in Intuit, citing concerns over slowing growth and high valuation, and added US technology company Advanced Micro Devices (AMD), which we believe is well-positioned to gain market share in the fast-growing GPU market for AI servers. Finally, we exited Wesco and replaced it with American Tower, the leading US mobile tower operator.

While we remain positive about market prospects, we are mindful of heightened geopolitical risks in the near term, particularly as the Middle East crisis escalates.

CUMULATIVE FUND PERFORMANCE

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



● Global Growth 2 Fund

FUND DETAILS

Recommended minimum investment period	5 years
Objective	Capital growth over a period exceeding five years.
Description	Invests predominantly in listed international large companies.
Inception date	May 2018
Standard withdrawal period	Up to 5 working days
Risk indicator	<div style="display: flex; justify-content: space-between; align-items: center;"> Potentially Lower Returns Potentially Higher Returns </div> <div style="display: flex; justify-content: center; align-items: center; gap: 10px;"> 1 2 3 4 5 6 7 </div> <div style="display: flex; justify-content: space-between; align-items: center; margin-top: 5px;"> Lower Risk Higher Risk </div>

For more information on our funds, please visit www.piefunds.co.nz/Investor-Documents



Global Growth 2 Fund

Monthly Update as at 30 September 2024

PERFORMANCE

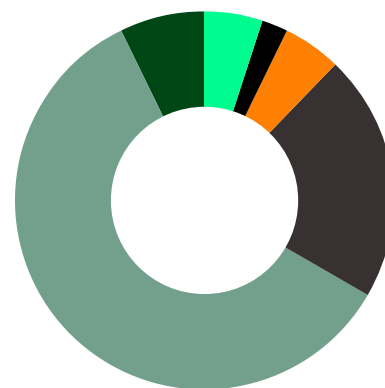
	1 month	1 yr	3 yrs (p.a.)	5yrs (p.a.)	Annualised since inception
Global Growth 2 Fund	0.3%	24.1%	3.8%	7.8%	5.7%
MARKET INDEX¹	1.7%	26.3%	10.3%	10.7%	10.5%

Returns after fees but before individual PIR tax applied

1. S&P Global Broad Market (BMI) Total Return Index (75% hedged to NZD).

INVESTMENT MIX

Cash (including Derivatives)	5.2%
Asian Equities	2.2%
Emerging Market Equities	4.9%
European Equities	21.2%
US and Canadian Equities	59.4%
Listed Property	7.1%



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

TOP FIVE EQUITY HOLDING

Amazon.Com Inc
Microsoft Corporation
Prologis Inc
Roche Holding Ag-Genusschein
Schneider Electric SE

Holdings are listed in alphabetical order.

UNIT PRICE

\$1.41

ANNUALISED RETURN SINCE INCEPTION

5.7% p.a.

after fees and before tax

FUND STATUS

CLOSED

OPEN



Information is current as at 30 September 2024. Pie Funds Management Limited is the manager and issuer of the funds in the Pie Funds Management Scheme. Any advice given by Pie Funds Management Limited is general only. Our advice relates only to the specific financial products mentioned and does not account for personal circumstances or financial goals. Please see a financial adviser for tailored advice. You may have to pay product or other fees, like brokerage, if you act on any advice. As manager of the Pie Funds Management Scheme investment funds, we receive fees determined by your balance, and we benefit financially if you invest in our products. We manage this conflict of interest via an internal compliance framework designed to help us meet our duties to you. For information about how we can help you, our duties and complaint process and how disputes can be resolved, or to see our product disclosure statement, please visit www.piefunds.co.nz. Please let us know if you would like a hard copy of this disclosure information. Past performance is not a reliable indicator of future returns. Returns can be negative as well as positive, and returns over different periods may vary.