



# Pie KiwiSaver Conservative Fund

Monthly Update as at 30 June 2025

## PORTFOLIO MANAGER(S)



**MIKE TAYLOR**  
Founder and Chief  
Investment Officer



**TRAVIS MURDOCH**  
Head of Fixed Income and  
Portfolio Manager

## FUND COMMENTARY

The Pie KiwiSaver Conservative Fund returned 1.5% this month, bringing its 12-month return to 6.8%.

Global share markets rose during the month, even with ongoing global tensions. Investors were encouraged by signs that interest rates may be cut soon, as inflation continues to ease. The US market performed best, helped by strong gains in technology and infrastructure companies, supported by ongoing excitement around AI and government spending. Europe also made modest gains, helped by improving sentiment and steady energy prices. Infrastructure investments remained steady, thanks to their long-term demand and inflation protection.

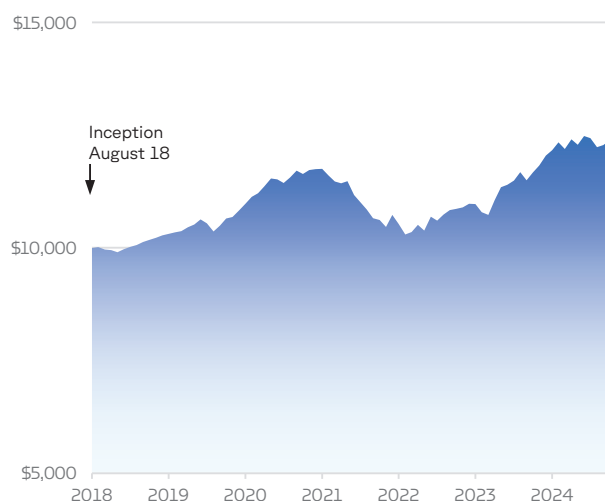
In the US, the Federal Reserve met and left rates unchanged. Chairman Powell struck a somewhat cautious tone towards future rate cuts, noting that he expects material inflation in the coming months from tariffs. Nonetheless, with Powell's term up in May 2026, and President Trump suggesting he may name a more dovish replacement in the coming months, bond yields were able to maintain a downward bias.

In New Zealand, the economic picture was mixed. GDP growth for the first quarter was stronger than expected, but more recent data for manufacturing and services was weak, suggesting that momentum may be fading. With inflation pressures easing and many regions still feeling economic softness, we continue to expect the Reserve Bank will lower the Official Cash Rate (OCR) below 3% in time.

Looking ahead, decisions by central banks will remain a key influence on markets. We continue to invest in high-quality businesses with strong long-term trends - especially in infrastructure and innovative sectors. As always, company earnings are what drive markets over the long run, and the outlook remains positive.

## CUMULATIVE FUND PERFORMANCE

If you had invested \$10,000 at inception, the graph below shows what it would be worth today, before tax.



## FUND DETAILS

Recommended minimum investment period	3 years
Objective	Seeks to preserve members' capital with modest growth over a period exceeding 3 years.
Description	Invests primarily in fixed interest and cash, with an allocation to equities.
Inception date	August 2018
Risk indicator	<div><div>Potentially Lower Returns</div><div>1 2 <b>3</b> 4 5 6 7</div><div>Lower Risk Higher Risk</div></div>



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## PERFORMANCE

	1 month	1 yr	3 yrs (p.a.)	5 yrs (p.a.)	Annualised since inception
Conservative Fund	1.5%	6.8%	6.2%	3.2%	3.4%
MARKET INDEX <sup>1</sup>	1.4%	8.0%	7.3%	4.6%	4.5%

Returns after fees but before individual PIR tax applied.

1. The market index is a composite index (25% NZBond Bank Bill Index (NZD), 15% Bloomberg NZBond Credit 0+ Yr Index (NZD), 35% Bloomberg Global Aggregate Corporate Total Return Index (100% hedged to NZD), 6% S&P/ASX Small Ordinaries\* Total Return Index (75% hedged to NZD), 19% S&P Global Broad Market (BMI) Total Return Index (75% hedged to NZD)).

## INVESTMENT MIX

Cash and cash equivalents	19.3%
New Zealand Fixed Interest	17.6%
International Fixed Interest	36.3%
Australasian Equities	5.4%
International Equities	21.5%

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



## TOP FIVE HOLDINGS (EXCLUDING CASH)

Bank of New Zealand	4.889%	19/11/2029
Cooperatieve Rabobank UA	4.4336%	19/06/2028
Kiwibank Ltd	2.36%	11/12/2030
McDonald's Corp	4.6%	15/05/2030
Visa Inc	3.125%	15/05/2033

Holdings are listed in alphabetical order.

## UNIT PRICE

**\$1.30**

## ANNUALISED RETURN SINCE INCEPTION

**3.4% p.a.**

after fees and before tax

## FUND STATUS

CLOSED

OPEN



Information is current as at 30 June 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.