PORTFOLIO MANAGER(S)



FUND COMMENTARY

The Pie KiwiSaver Balanced Fund returned 4.0% during the month, bringing it to a 12-month return of 6.3%.

The resilience and corresponding strength of global markets surprised investors. 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.

May saw mixed performance across asset classes, with fixed income, which makes up a significant portion of portfolios, facing notable headwinds

Global bond markets declined, driven by rising yields in the US amid ongoing concerns about persistent fiscal deficits, compounded by a credit rating downgrade from Moody's. In New Zealand, the RBNZ cut the OCR by 0.25% to 3.25% but maintained a hawkish tone, despite ongoing economic weakness, which is expected to cap inflation and support further easing.

Equities, led by the industrials sector, contributed positively, particularly in portfolios with significant exposure to global growth strategies. Tactical overweights in airlines and strong stock selection drove outperformance, with Celestica rising ~25% on positive earnings momentum. Jabil (+27%) and Finning (+11%) also performed well, while Life360 rallied on upgraded subscription revenue guidance.

Detractors included Eli Lilly and Halozyme (both -18%) on sector-specific regulatory concerns, and Judo Capital following reduced loan growth targets.

Cash levels remain elevated to manage volatility, with a continued focus on high-quality, growth-oriented opportunities.

Meanwhile, with global long-term interest rates creeping higher, 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.

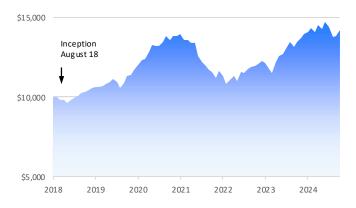


TRAVIS MURDOCH Head of Fixed Income and Portfolio Manager

CUMULATIVE FUND PERFORMANCE

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

\$20,000



FUND DETAILS

Recommended minimum investment period	5 years
Objective	Seeks to provide members with steady capital growth over a period exceeding 5 years.
Description	Invests in equities with a reasonable allocation towards fixed interest.
Inception date	August 2018
Risk indicator	



Pie KiwiSaver Balanced Fund

Monthly Update as at 31 May 2025

PERFORMANCE

	1 month	1 yr	3 yrs (p.a.)	5 yrs (p.a.)	Annualised since inception
Balanced Fund	4.0%	6.3%	7.1%	4.6%	5.3%
MARKET INDEX ¹	3.4%	10.5%	9.7%	8.5%	7.4%

Returns after fees but before individual PIR tax applied.

1. The market index is a composite index (10% NZBond Bank Bill Index (NZD), 10% Bloomberg NZBond Credit 0+Yr Index (NZD), 20% Bloomberg Global Aggregate Corporate Total Return Index (100% hedged to NZD), 10% S&P/ASX Small Ordinaries* Total Return Index (75% hedged to NZD), 50% S&P Global Broad Market (BMI) Total Return Index (75% hedged to NZD)). *Prior to 1 May 2025 this was ASX All Ordinaries.

INVESTMENT MIX	
Cash and cash equivalents	16.9%
New Zealand Fixed Interest	8.0%
International Fixed Interest	18.9%
Australasian Equities	13.1%
International Equities	43.1%



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

TOP FIVE HOLDINGS (EXCLUDING CASH)

Apple Inc

iShares Bitcoin Trust

Microsoft Corporation

Morrison & Co High Conviction Infrastructure Fund

NVIDIA Corp

Holdings are listed in alphabetical order.

UNIT PRICE

\$1.47

ANNUALISED RETURN SINCE INCEPTION

5.3% p.a.

after fees and before tax

FUND STATIUS

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. Past performance is not an indicator of future returns. This information is general only. Please see a financial adviser for this state of the product of the product disclosure statements of which can be found at www.piefunds.co.nz. Past performance is not an indicator of future returns. This information is general only. Please see a financial adviser for