



Pie KiwiSaver Conservative Fund

Monthly Update as at 29 February 2024

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 0.9% during the month, bringing it to a 12-month return of 8.7%.

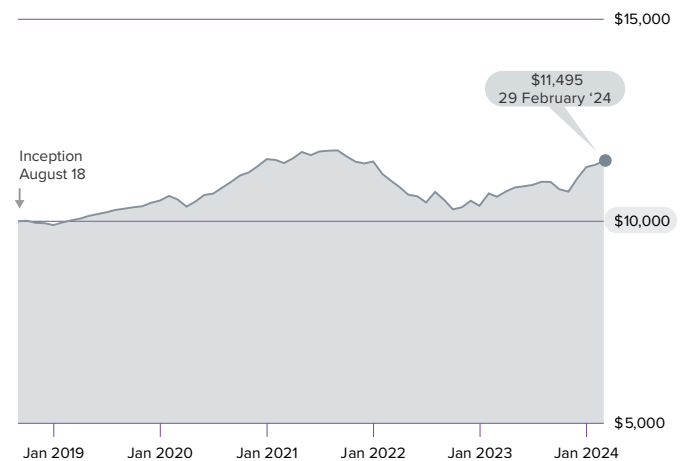
February was another strong month for the Fund. The gains were driven by solid earnings reports from the majority of companies, as well as increased optimism around spending on AI. The earnings report for Nvidia was the most closely watched event of the month, and the company did not disappoint, posting 265% sales growth, which was well ahead of estimates, leading to the share price rising 16% on the day and 29% over the month. We have owned Nvidia in the fund since the end of 2022, and while we have taken some profits due to the strong gains, it remains an important holding.

Fixed Income had a tough month, with government bonds moving materially lower (rates higher). Resilient economic growth data and signs of stickiness in the last mile of inflation saw bond markets heed the warnings of central banks that interest rate cuts may not arrive as soon as previously anticipated. However, in New Zealand, there was some relief in bond markets at month's end when the Reserve Bank indicated they were not considering more rate hikes, as some feared, acknowledging broad progress on inflation and weakness in the economy.

The fund's performance in February was also boosted by strong gains for Meta, Duolingo, Schneider Electric, Spotify, and Alcon, which all posted strong earnings results. The main detractor was Newmont Mining, which underperformed our expectations of results. Overall, we remain positive on the outlook for global markets.

CUMULATIVE FUND PERFORMANCE

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



● Conservative Fund

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, directly and/or through investment in the Pie KiwiSaver Balanced Fund and/or through other funds also managed by Pie Funds.
Inception date	August 2018
Risk indicator	<div style="display: flex; justify-content: space-between;"> Potentially Lower Returns Potentially Higher Returns </div> <div style="display: flex; justify-content: space-around; align-items: center;"> 1 2 3 4 5 6 7 </div> <div style="display: flex; justify-content: space-between; font-size: small;"> Lower Risk Higher Risk </div>

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



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PERFORMANCE

	1 month	1 yr	3 yrs (p.a.)	5 yrs (p.a.)	Annualised since inception
Conservative Fund	0.9%	8.7%	0.7%	3.3%	3.1%
MARKET INDEX ¹	0.7%	8.8%	3.2%	3.9%	4.0%

We report fund performance before fees and 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 All 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	21.1%
New Zealand Fixed Income	14.4%
International Fixed Income	41.2%
Australasian Equities	3.0%
International Equities	20.3%



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

TOP FIVE HOLDINGS (EXCLUDING CASH)

IBM 3.625% 06/02/2031
JPM 5.336% 23/01/2035
NZ Gov 4.25% 15/05/2034
Pfizer 4.65% 19/05/2030
Siemens AG 3.125% 22/05/2032

Holdings are listed in alphabetical order and exclude cash.

UNIT PRICE

\$1.18

ANNUALISED RETURN SINCE INCEPTION

3.1% p.a.

before fees and before tax



Pie Funds

Information correct as at 29 February 2024. Pie Funds Management Limited is the issuer and manager of the Pie KiwiSaver Scheme. View our Product Disclosure Statement at www.piefunds.co.nz. Any advice is given by Pie Funds Management Limited, and is general only. It 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 if you act on any advice. As manager of the Scheme we receive monthly fees that are determined by your balance and whether you are 13 years or over. We will benefit financially if you invest in our products. We manage any conflicts of interest via an internal compliance framework designed to ensure we meet our duties to you. For information about the advice we can provide, our duties and complaint process and how disputes can be resolved, visit www.piefunds.co.nz. All content is correct at time of publication date, unless otherwise indicated. 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. Please let us know if you would like a hard copy of this disclosure information. This information is given in good faith and has been derived from sources believed to be reliable and accurate. However, neither Pie Funds nor any of its employees or directors give any warranty of reliability or accuracy.