

# Fund Update

**Pie KiwiSaver Scheme:** Pie KiwiSaver Conservative Fund

## Fund update for the quarter ended: 31/12/2025

This fund update was first made publicly available on 2/02/2026

## What is the purpose of this update?

This document tells you how the Pie KiwiSaver Conservative Fund has performed and what fees were charged. The document will help you to compare the fund with other funds. Pie Funds Management Limited (Pie Funds) prepared this update in accordance with the Financial Markets Conduct Act 2013. This information is not audited and may be updated.

## Description of this fund

The Pie KiwiSaver Conservative Fund seeks to preserve members' capital with modest capital growth over a period exceeding 3 years. The Fund invests primarily in fixed interest and cash, with an allocation to equities, directly and/or through investment in other funds also managed by Pie Funds.

Total value of fund as at 31.12.25	\$29,261,759
Number of investors in the fund	862
The date the fund started	01.08.18

## How has the fund performed?

	Average over past 5 years	Past Year
Annual return (after deductions for charges and tax)	1.95%	5.98%
Annual return (after deductions for charges but before tax)	2.48%	7.19%
Market Index annual return (reflects no deduction for charges and tax)	4.89%	8.07%

The market index annual return is calculated using the target investment mix and the indices of each asset class.

Additional information about the market index is available in the Statement of Investment Policy and Objectives (S IPO) on the offer register.

## What are the risks of investing?<sup>1</sup>

Risk indicator for the Pie KiwiSaver Conservative Fund

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

The risk indicator is rated from 1 (low) to 7 (high). The rating reflects how much the value of the fund's assets goes up and down. A higher risk generally means higher potential returns over time, but more ups and downs along the way.

To help you clarify your own attitude to risk, you can seek financial advice or work out your risk profile at [www.sorted.org.nz/tools/investor-profiler](http://www.sorted.org.nz/tools/investor-profiler).

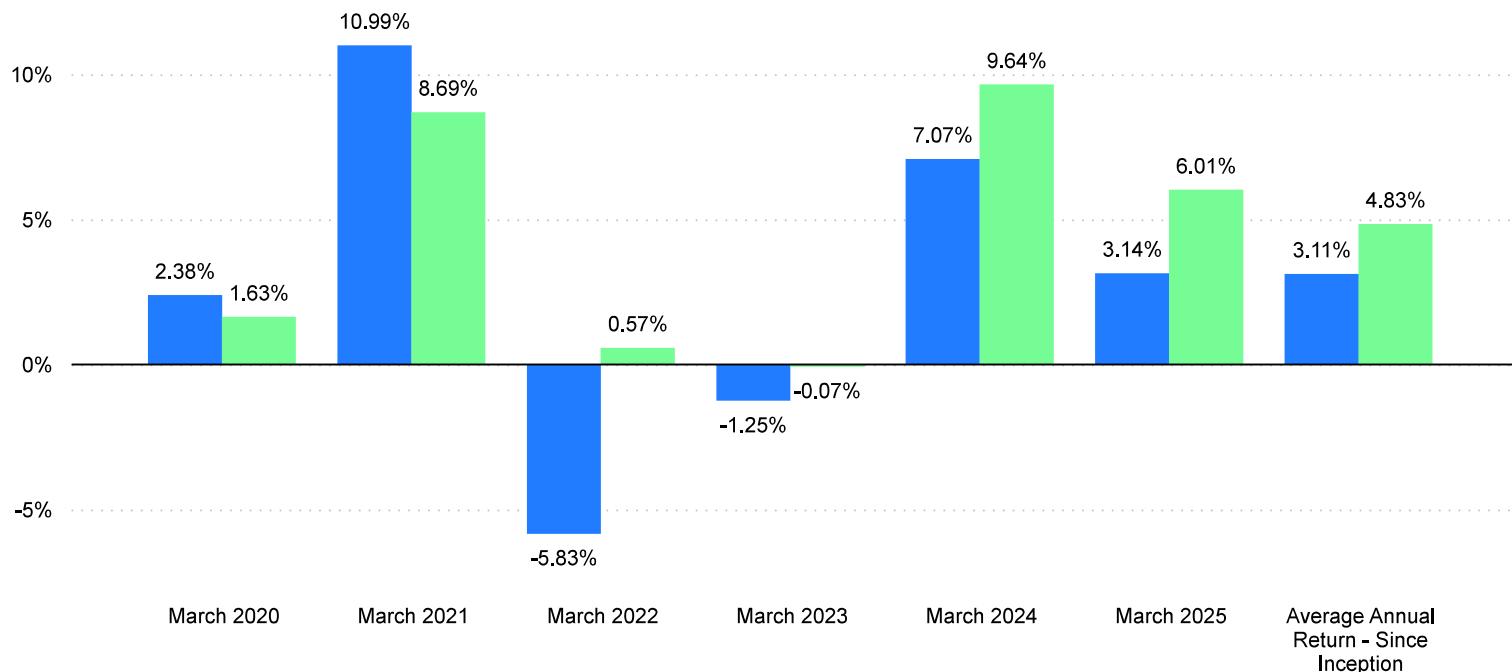
Note that even the lowest category does not mean a risk-free investment, and there are other risks that are not captured by this rating.

This risk indicator is not a guarantee of a fund's future performance. The risk indicator is based on the returns data for the past five years. While risk indicators are usually relatively stable, they do shift from time to time. The risk indicator will continue to be updated in future fund updates.

See the product disclosure statement (**PDS**) for more information about the risks associated with investing in this fund.

## Annual Return Graph

● Fund Returns ● Market Index



This shows the return after fund charges and tax for each full year to 31 March, since inception. The last bar shows the average annual return since inception up to 31 December 2025. Important: This does not tell you how the fund will perform in the future.

† Returns in this update are after tax at the highest prescribed investor rate (PIR) of tax for an individual New Zealand resident. Your tax may be lower.

## What fees are investors charged?

Investors in the Pie KiwiSaver Conservative Fund are charged fund charges. In the year to 31 March 2025, these were:

	% of net asset value
<b>Total Fund charges</b>	<b>0.69%</b>
Which are made up of:	
<b>Total management and administration charges</b>	<b>0.69%</b>
Including	
Manager's basic fee*	0.69%
Other management and administration charges	0.00%
<b>Total performance-based fees</b>	<b>0.00%</b>
<b>Other charges</b>	
Other charges	\$0.00

\*The manager expects the fund charges for the next scheme year will be more than the fund charges disclosed in this fund update because the manager's basic fee was increased effective 1 May 2025 from 0.69% to 0.75% per year.

## Fees are exclusive of GST, if any.

Investors may also be charged individual action fees for specific actions or decisions (for example, for withdrawing from or switching funds, although these are not currently charged by Pie Funds).

## Example of how this applies to an investor

Small differences in fees and charges can have a big impact on your investment over the long term.

Lucy had \$35,000\* in the fund at the start of the year and did not make any further contributions. At the end of the year, Lucy incurred a gain after fund charges were deducted of \$2,517 (that is 7.19% of her initial \$35,000). Lucy did not pay any other charges. This gives Lucy a total gain after tax of \$2,093 for the year.

\*This figure has been used as it represents close to the average KiwiSaver Scheme member's balance as per 2024 FMA KiwiSaver Statistical return.

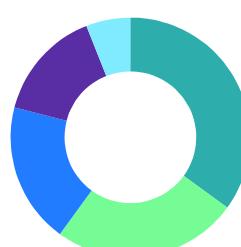
## What does the fund invest in?<sup>2</sup>

This shows the types of assets that the fund invests in.



### Actual Investment Mix

Cash and cash equivalents*	17.30%
New Zealand fixed interest	18.32%
International fixed interest	33.55%
International equities	24.39%
Australasian equities	6.43%



### Target Investment Mix

Cash and cash equivalents	25%
New Zealand fixed interest	15%
International fixed interest	35%
International equities	19%
Australasian equities	6%

\* Actual cash held by the Fund is 2.06%

**Hedging:** We actively manage all currency exposure. It is not our intention to 100% hedge the currency at all times; some overseas securities may be unhedged. The hedged foreign currency exposure (as a percentage of total foreign currency exposure of the fund) is 85.39% (unhedged 14.61%).

## Top 10 investments

Name	% of fund net assets	Type	Country	Credit rating (if applicable)
1 BNZ Call Account - NZD	8.02%	Cash and cash equivalents	NZ	AA-
2 KIWI Term Deposit 3.68% 31/07/2025 31/07/2026	2.34%	Cash and cash equivalents	NZ	AA
3 KIWI Term Deposit 3.33% 03/10/2025 05/10/2026	2.33%	Cash and cash equivalents	NZ	AA
4 JPM Call Account - EUR	2.21%	Cash and cash equivalents	AU	A+
5 Watercare Services Ltd 3.847% 30/09/2030	1.75%	New Zealand fixed interest	NZ	Aa3
6 Johnson & Johnson 3.35% 26/02/2037	1.36%	International fixed interest	US	AAA
7 JPM Call Account - USD	1.34%	Cash and cash equivalents	AU	A+
8 JPMorgan Chase & Co 5.336% 23/01/2035	1.25%	International fixed interest	US	A
9 E.ON SE 5.461% 21/10/2035	1.25%	International fixed interest	DE	BBB+
10 Cisco Systems Inc 5.1% 24/02/2035	1.20%	International fixed interest	US	AA-

The total value of the top 10 individual assets of the fund make up 23.05% of the net asset value of the fund.

## Key personnel

Name	Current position	Time in current position	Previous or other current position	Time in previous or other current position
Michael Taylor	Executive Director and Chief Investment Officer	3 years and 9 months	Executive Director and Chief Executive Officer, Pie Funds	15 years and 5 months
Travis Murdoch	Head of Fixed Income and Portfolio Manager	3 years and 2 months	Portfolio Manager at Milford	2 years and 1 month
Michelle Lopez	Head of Australasian Equities and Portfolio Manager	2 years and 11 months	Head of Australian Equities, Abrdn	3 years and 9 months

## Further information

You can also obtain this information, the PDS for the Pie KiwiSaver Conservative Fund, and some additional information from the offer register at [www.disclose-register.companiesoffice.govt.nz](http://www.disclose-register.companiesoffice.govt.nz).

## Notes

1. During times of extreme market volatility, the risk may be greater than indicated. Past performance may not be a reliable indicator for the risk of the fund.
2. For further information on each of the asset classes refer to the PDS and the SIPO.