

For the quarter ended 30 September 2023

This fund update was first made publicly available on 30 October 2023

## DEVON GLOBAL IMPACT BOND FUND

### What is the purpose of this update?

This document tells you how the Devon Global Impact Bond Fund has performed and what fees were charged. The document will help you to compare the fund with other funds. Devon Funds Management Limited 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 Fund aims to deliver long-term total returns in excess of the index by investing in a diverse portfolio of global bonds through investment in the Wellington Global Impact Bond Fund managed by Wellington Management Funds (Ireland) plc.

The Wellington Global Impact Bond Fund aims is to improve access to, and the quality of, basic life essentials, reduce inequality and mitigate the effects of climate change.

|                         |                 |
|-------------------------|-----------------|
| Total value of the fund | \$44,409,737.29 |
| Date the fund started   | 28 March 2022   |

### What are the risks of investing?

Risk indicator for the Devon Global Impact Bond Fund:



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-kickstarter](http://www.sorted.org.nz/tools/investor-kickstarter).

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 five year period to 30 September 2023. 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.

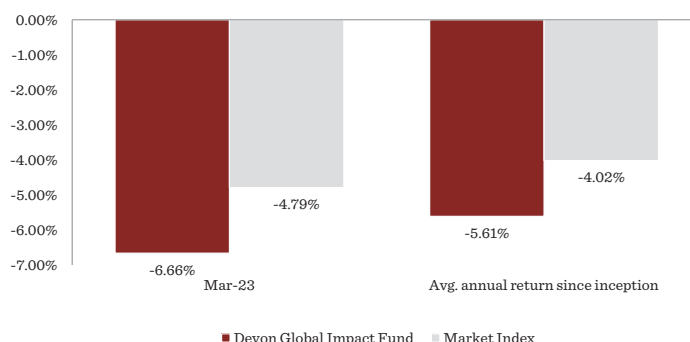
### How has the fund performed?

|   | Past Year |
|---|-----------|
| Annual Fund Return (after deduction for fund fees and tax)              | 0.45%     |
| Annual Fund Return (after deduction for fund fees but before tax)       | 1.67%     |
| Market index* annual return (reflects no deduction for charges and tax) | 1.67%     |

\* Bloomberg Global Aggregate Index in NZD, 100% hedged to NZD. For details on the calculation of the Market Index Return please refer to [www.companiesoffice.govt.nz/disclose](http://www.companiesoffice.govt.nz/disclose)

<sup>1</sup>Please refer to Further Information on the bottom of page 2. Additional information about the market index is available on the offer register.

### Annual return graph<sup>2</sup>



This shows the return after fund charges and tax for each year ending 31 March since the fund started. The last bar shows the average annual return since the fund started, up to 30 September 2023. 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?<sup>3</sup>

Investors in the Devon Global Impact Bond Fund are charged fund charges. In the year to 31 March 2023 these were:

|   | <b>% of Net Asset Value</b> |
|---|-----------------------------|
| Total Fund Charges  | 0.59%                       |
| Comprising of the below management, administration and performance charges: |                             |
| Manager's basic fee:  | 0.34%                       |
| Other management and administration charges:                                | 0.25%                       |

Investors are not charged individual action fees for specific actions or decisions (for example, for withdrawing from or switching funds). See the [PDS](#) for more information about those fees.

## Example of how this applies to an investor

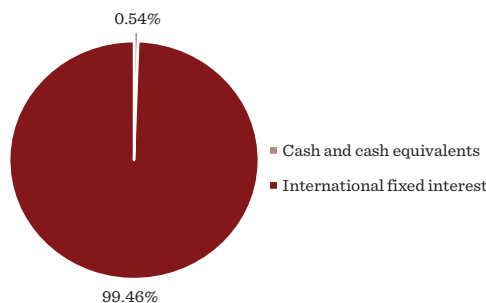
Small differences in fees and charges can have a big impact on your investment over the long term.

Chris had \$10,000 in the Devon Global Impact Bond Fund at the start of the year and did not make any further contributions. At the end of the year, Chris received a return after fund charges were deducted of \$167 (that is 1.67% of his initial \$10,000). Chris does not pay any other charges. This gives Chris a total return after tax of \$45 for the year.

## What does the fund invest in?

The chart (below) shows the types of assets that the Global Impact Bond Fund invests in.

### Actual investment mix



As at 30 September 2023, 99.46% of the Fund's underlying exposure is invested in international fixed interest. Of this exposure, 100% is hedged to NZ dollars.

### Target investment mix

| Asset Sector  | Range % |
|---|---------|
| Global Fixed Interest and Cash and cash equivalents | 0 - 100 |

## Top 10 investments

| Asset name                            | % of fund net assets | Type                         | Country | Credit rating |
|---------------------------------------|----------------------|------------------------------|---------|---------------|
| Wellington Global Impact Bond-TACHNZD | 99.46%               | International fixed interest | IE      |               |
| NZD Cash at Bank                      | 0.54%                | Cash and cash equivalents    | NZ      |               |
|                                       |                      |                              |         |               |
|                                       |                      |                              |         |               |
|                                       |                      |                              |         |               |
|                                       |                      |                              |         |               |
|                                       |                      |                              |         |               |
|                                       |                      |                              |         |               |
|                                       |                      |                              |         |               |

The top 10 investments make up 100% of the net asset value of the Fund.

## Key personnel

| Name            | Current position                                 | Time in current position | Previous position                         | Time in previous position |
|-----------------|--|--------------------------|---|---------------------------|
| Mark Brown      | Chief Investment Officer, Devon Funds Management | 5 years, 9 months        | Head of Equities, ANZ                     | 6 years, 0 months         |
| Tama Willis     | Portfolio Manager, Devon Funds Management        | 11 years, 3 months       | Investment Analyst, GIC Asset Management  | 2 years, 0 months         |
| Chris Gaskin    | Portfolio Manager, Devon Funds Management        | 13 years, 6 months       | Portfolio Manager, Brook Asset Management | 4 years, 2 months         |
| Slade Robertson | Managing Director, Devon Funds Management        | 6 years, 8 months        | Portfolio Manager, Devon Funds Management | 6 years, 10 months        |

### Further information

You can also obtain this information, the [PDS](#) for the Devon Funds, and some additional information from the offer register at [www.business.govt.nz/disclose](http://www.business.govt.nz/disclose).

### Notes

1. A combination of actual Fund and market index returns has been used to determine the risk indicator as the Fund has not been operational for the required 5 years. The risk indicator may therefore provide a less reliable indicator of potential future volatility of the Fund.