

Devon Investment Funds
Financial Statements
For the year ended 31 March 2025

Manager's Statement

In the opinion of the Manager, the accompanying Financial Statements are drawn up so as to present fairly the financial position of the Devon Investment Funds as at 31 March 2025 and their results for the year ended on that date, in accordance with the requirements of the Trust Deed dated 30 September 2016 and Unit Trust Establishment Deeds dated 27 November 2012 for Devon Dividend Yield Fund, 13 May 2010 for Devon Alpha Fund, 4 August 2010 for the Devon Australian Fund, 14 March 2007 for Devon Trans-Tasman Fund, 23 November 2015 for the Devon Diversified Income Fund, 1 July 2020 for the Devon Sustainability Fund, 25 February 2022 for the Devon Global Impact Bond Fund and the Devon Global Sustainability Fund and 19 December 2022 for the Artesian Green and Sustainable Bond Fund (NZD) ("the Funds").

There are reasonable grounds to believe that the Devon Investment Funds will be able to pay their debts as and when they fall due.

Mel Firmin

Mel Firmin (Jul 22, 2025 16:11 GMT+12)

Director

Devon Funds Management Limited

22 July 2025

Paul Glass

Paul Glass (Jul 22, 2025 16:02 GMT+12)

Director

Additional Unitholder Information

Notice of Trust Deed Amendment

Under the Trust Deed governing the Devon Investment Funds and the Unit Trust Act 1960, the Manager, Devon Funds Management Limited, is required to advise Unitholders in summary form of any amendments to the Trust Deed.

There were no changes during the year ended 31 March 2025.

Statements of Comprehensive Income

\$		Devon Alpha Fund		Devon Australian Fund		Devon Diversified Income Fund Restated		Devon Dividend Yield Fund		Devon Trans-Tasman Fund	
For the year ended 31 March	Note	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
Income											
Interest income	10	460,561	535,235	10,161	13,994	149,799	173,745	12,745	18,886	62,055	64,141
Dividend and distribution income		2,738,549	2,896,183	363,617	413,213	91,455	105,484	762,302	949,136	2,734,849	2,001,915
Net foreign currency gains/(losses)		356,266	(113,991)	3,671	3,801	-	-	(1,750)	2,971	10,913	1,463
Net (loss)/gain on financial assets and liabilities at fair value through profit or loss		(4,045,499)	17,829,500	153,630	1,593,096	47,019	56,533	(844,727)	450,967	(1,642,231)	6,216,972
Other income		5	-	-	26	-	-	-	-	5	830
Total income		(490,118)	21,146,927	531,079	2,024,130	288,273	335,762	(71,430)	1,421,960	1,165,591	8,285,321
Expenses											
Management and performance fees	9	1,515,826	2,956,840	130,780	124,302	25,298	29,750	117,949	135,494	949,976	735,235
Expense allowance	9	422,355	370,564	35,339	33,725	10,595	11,955	57,124	65,792	264,584	181,603
Transaction costs		2,626,266	2,113,742	52,245	33,456	-	1,699	46,921	26,095	569,756	312,750
Other expenses		867	2,086	-	63	-	144	199	498	33	3,477
Total operating expenses		4,565,314	5,443,232	218,364	191,546	35,893	43,548	222,193	227,879	1,784,349	1,233,065
Operating (loss)/profit		(5,055,432)	15,703,695	312,715	1,832,584	252,380	292,214	(293,623)	1,194,081	(618,758)	7,052,256
(Loss)/profit for the year attributable to Unitholders		(5,055,432)	15,703,695	312,715	1,832,584	252,380	292,214	(293,623)	1,194,081	(618,758)	7,052,256
Total comprehensive (loss)/income for the year attributable to Unitholders		(5,055,432)	15,703,695	312,715	1,832,584	252,380	292,214	(293,623)	1,194,081	(618,758)	7,052,256

\$		Devon Sustainability Fund Restated		Devon Global Impact Bond Fund		Devon Global Sustainability Fund		Artesian Green and Sustainable Bond Fund (NZD)*	
For the year ended 31 March	Note	2025	2024	2025	2024	2025	2024	2025	2024
Income									
Interest income/(expense)	10	12,558	10,958	35,371	(13,879)	28,170	(2,489)	11,661	926
Dividend and distribution income		-	-	-	-	-	-	825,471	66,505
Net foreign currency (loss)/gains		-	-	-	-	-	-	(2,466)	2,486
Net (loss)/gain on financial assets and liabilities at fair value through profit or loss		(121,578)	2,671,787	2,478,003	2,408,625	3,632,854	10,239,028	426,295	159,655
Fee rebates		-	-	58,370	46,261	60,584	44,564	12,035	1,779
Total income		(109,020)	2,682,745	2,571,744	2,441,007	3,721,608	10,281,103	1,272,996	231,351
Expenses									
Management and performance fees	9	118,852	69,144	204,877	161,400	588,996	434,688	69,867	10,275
Expense allowance	9	83,640	76,389	170,682	134,461	175,615	129,606	58,206	6,560
Other expenses		6	21	37	129	86	66	12	-
Total operating expenses		202,498	145,554	375,596	295,990	764,697	564,360	128,085	18,835
Operating (loss)/profit		(311,518)	2,537,191	2,196,148	2,145,017	2,956,911	9,716,743	1,144,911	212,516
(Loss)/Profit for the year/period attributable to Unitholders		(311,518)	2,537,191	2,196,148	2,145,017	2,956,911	9,716,743	1,144,911	212,516
Total comprehensive (loss)/income for the year/period attributable to Unitholders		(311,518)	2,537,191	2,196,148	2,145,017	2,956,911	9,716,743	1,144,911	212,516

* The comparative period results for the Artesian Green and Sustainable Bond Fund (NZD) are from 19 December 2022 (establishment date) to 31 March 2024.

These statements are to be read in conjunction with the accompanying notes.

Statements of Changes in Net Assets Attributable to Unitholders

\$		Devon Alpha Fund		Devon Australian Fund		Devon Diversified Income Fund		Devon Dividend Yield Fund		Devon Trans-Tasman Fund	
For the year ended 31 March	Note	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
Net assets attributable to Unitholders at the beginning of the year		138,462,961	121,801,826	12,673,209	11,880,069	5,773,380	6,006,671	18,782,511	19,630,315	73,246,526	62,364,301
Proceeds from units issued		44,017,626	24,397,324	1,007,677	1,253,297	220,160	227,393	3,002,816	3,101,365	55,343,191	18,556,073
Redemption of units		(16,603,401)	(19,843,154)	(2,405,776)	(1,813,527)	(1,252,082)	(478,141)	(5,880,457)	(4,139,359)	(11,955,090)	(12,325,684)
Distributions		(4,080,182)	(3,551,086)	(472,955)	(459,733)	(202,092)	(236,567)	(867,598)	(986,739)	(3,262,007)	(2,364,574)
Unitholder tax liabilities		(108,050)	(45,634)	(20,035)	(19,481)	(48,641)	(38,170)	(15,720)	(17,152)	(45,868)	(35,846)
Net increase/(decrease) from transactions with Unitholders		23,225,993	957,440	(1,891,089)	(1,039,444)	(1,282,655)	(525,505)	(3,760,959)	(2,041,885)	40,080,226	3,829,969
Total comprehensive (loss)/income for the year attributable to Unitholders		(5,055,432)	15,703,695	312,715	1,832,584	252,380	292,214	(293,623)	1,194,081	(618,758)	7,052,256
Net assets attributable to Unitholders at the end of the year		156,633,522	138,462,961	11,094,835	12,673,209	4,743,105	5,773,380	14,727,929	18,782,511	112,707,994	73,246,526

Units		Devon Alpha Fund		Devon Australian Fund		Devon Diversified Income Fund		Devon Dividend Yield Fund		Devon Trans-Tasman Fund	
For the year ended 31 March	Note	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
Units on issue at the beginning of the year		58,173,414	56,002,622	7,073,582	7,448,369	3,948,901	4,147,941	9,781,287	10,358,456	14,952,488	13,563,786
Units issued		18,665,070	11,086,243	557,244	765,553	150,314	158,420	1,626,448	1,660,470	11,245,048	4,058,401
Units redeemed		(7,120,246)	(8,915,451)	(1,322,123)	(1,140,340)	(886,769)	(357,460)	(3,192,092)	(2,237,639)	(2,453,112)	(2,669,699)
Units on issue at the end of the year		69,718,238	58,173,414	6,308,703	7,073,582	3,212,446	3,948,901	8,215,643	9,781,287	23,744,424	14,952,488

These statements are to be read in conjunction with the accompanying notes.

Statements of Changes in Net Assets Attributable to Unitholders

\$ For the year ended 31 March	Note	Devon Sustainability Fund		Devon Global Impact Bond Fund		Devon Global Sustainability Fund		Artesian Green and Sustainable Bond Fund (NZD)*	
		2025	2024	2025	2024	2025	2024	2025	2024
Net assets attributable to Unitholders at the beginning of the year/period		28,530,005	26,142,641	50,283,832	44,876,423	54,843,732	37,372,768	8,334,394	-
Proceeds from units issued		3,343,448	2,533,514	32,950,973	16,850,684	10,593,647	8,988,425	21,905,266	8,381,117
Redemption of units		(1,528,224)	(1,637,971)	(9,560,801)	(10,957,561)	(11,591,549)	(1,229,488)	(1,464,373)	(242,921)
Distributions		(1,116,120)	(1,042,929)	(3,047,528)	(2,616,229)	-	-	(844,805)	(9,182)
Unitholder tax liabilities		(325)	(2,441)	(1,882)	(14,502)	(6,488)	(4,716)	(85,209)	(7,136)
Net increase/(decrease) from transactions with Unitholders		698,779	(149,827)	20,340,762	3,262,392	(1,004,390)	7,754,221	19,510,879	8,121,878
Total comprehensive (loss)/income for the year/period attributable to Unitholders		(311,518)	2,537,191	2,196,148	2,145,017	2,956,911	9,716,743	1,144,911	212,516
Net assets attributable to Unitholders at the end of the year/period		28,917,266	28,530,005	72,820,742	50,283,832	56,796,253	54,843,732	28,990,184	8,334,394

Units For the year ended 31 March	Note	Devon Sustainability Fund		Devon Global Impact Bond Fund		Devon Global Sustainability Fund		Artesian Green and Sustainable Bond Fund (NZD)*	
		2025	2024	2025	2024	2025	2024	2025	2024
Units on issue at the beginning of the year/period		8,434,546	8,153,554	36,557,781	32,300,881	28,889,998	24,166,133	7,948,868	-
Units issued		999,736	801,495	24,187,884	12,412,985	5,358,591	5,459,517	21,022,048	8,182,428
Units redeemed		(460,308)	(520,503)	(7,022,703)	(8,156,085)	(5,717,723)	(735,652)	(1,405,022)	(233,560)
Units on issue at the end of the year/period		8,973,974	8,434,546	53,722,962	36,557,781	28,530,866	28,889,998	27,565,894	7,948,868

* The comparative period results for the Artesian Green and Sustainable Bond Fund (NZD) are from 19 December 2022 (establishment date) to 31 March 2024.

These statements are to be read in conjunction with the accompanying notes.

Statements of Financial Position

\$ As at 31 March	Note	Devon Alpha Fund		Devon Australian Fund		Devon Diversified Income Fund		Devon Dividend Yield Fund		Devon Trans-Tasman Fund	
		2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
Assets											
Cash and cash equivalents		10,379,815	19,582,968	579,505	705,734	398,185	476,008	243,608	857,464	1,769,252	644,274
Financial assets at fair value through profit or loss	6	143,186,754	126,545,189	10,459,805	12,110,705	4,373,386	5,304,327	14,376,188	17,912,342	110,089,250	72,395,978
Outstanding settlements receivable		3,031,791	-	249,490	85,497	-	-	-	-	2,056,280	893,709
Related party receivables	9	-	-	-	-	924	1,244	-	-	-	-
Contributions receivable		13,295	120,196	-	-	-	-	775	422	79,906	8,988
Other receivables		435,533	235,921	40,952	45,966	22,798	34,636	129,376	157,877	395,256	277,188
Tax receivable on behalf of unitholders		546	1,926	-	-	-	-	3,117	2,345	1,643	2,996
Total assets		157,047,734	146,486,200	11,329,752	12,947,902	4,795,293	5,816,215	14,753,064	18,930,450	114,391,587	74,223,133
Liabilities											
Financial liabilities at fair value through profit or loss	7	-	407,951	-	-	-	-	-	114,811	-	-
Outstanding settlements payable		-	5,243,626	206,427	244,831	-	-	-	-	1,417,612	806,029
Related party payables	9	174,879	1,799,761	12,526	13,522	3,822	4,665	13,320	16,590	123,668	92,928
Withdrawals payable		154,594	554,520	-	-	-	-	-	-	111,523	49,934
Tax payable on behalf of unitholders		84,739	17,381	15,964	16,340	48,366	38,170	11,815	16,538	30,790	27,716
Total liabilities		414,212	8,023,239	234,917	274,693	52,188	42,835	25,135	147,939	1,683,593	976,607
Net assets attributable to Unitholders		156,633,522	138,462,961	11,094,835	12,673,209	4,743,105	5,773,380	14,727,929	18,782,511	112,707,994	73,246,526

\$ As at 31 March	Note	Devon Sustainability Fund		Devon Global Impact Bond Fund		Devon Global Sustainability Fund		Artesian Green and Sustainable Bond Fund (NZD)	
		2025	2024	2025	2024	2025	2024	2025	2024
Assets									
Cash and cash equivalents		54,817	230,405	1,275,651	851,262	701,124	564,719	258,891	167,897
Financial assets at fair value through profit or loss	6	28,879,481	28,405,264	71,371,393	47,968,967	56,509,899	54,876,248	28,775,248	8,300,214
Related party receivables	9	14,837	14,363	-	-	-	-	-	-
Contributions receivable		700	168	213,450	1,500,147	-	-	19,236	30,460
Other receivables		-	104	5,899	4,031	5,197	4,464	1,421	479
Tax receivable on behalf of unitholders		265	217	-	-	-	-	-	-
Total assets		28,950,100	28,650,521	72,866,393	50,324,407	57,216,220	55,445,431	29,054,796	8,499,050
Liabilities									
Financial liabilities at fair value through profit or loss	7	-	-	-	-	341,841	540,839	-	156,072
Related party payables	9	32,244	116,827	38,114	25,777	65,508	56,144	15,214	4,281
Withdrawals payable		-	1,031	5,655	296	6,130	-	48,668	3,817
Tax payable on behalf of unitholders		590	2,658	1,882	14,502	6,488	4,716	730	466
Total liabilities		32,834	120,516	45,651	40,575	419,967	601,699	64,612	164,656
Net assets attributable to Unitholders		28,917,266	28,530,005	72,820,742	50,283,832	56,796,253	54,843,732	28,990,184	8,334,394

The Directors of Devon Funds Management Limited authorised these Financial Statements for issue on 22 July 2025.

Director

Mel Firmin
Mel Firmin (Jul 22, 2025 16:11 GMT+12)

Director

Paul Glass
Paul Glass (Jul 22, 2025 16:02 GMT+12)

These statements are to be read in conjunction with the accompanying notes.

Statements of Cash Flows

\$		Devon Alpha Fund		Devon Australian Fund		Devon Diversified Income Fund Restated		Devon Dividend Yield Fund		Devon Trans-Tasman Fund	
For the year ended 31 March	Note	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
Cash flows from operating activities											
Proceeds from sale of financial assets at fair value through profit or loss		709,669,832	590,146,723	15,690,427	10,084,510	1,039,999	214,892	14,293,520	8,179,334	148,984,564	89,704,170
Purchase of financial assets at fair value through profit or loss		(737,965,408)	(582,860,464)	(14,081,417)	(9,044,907)	-	(437,672)	(11,322,619)	(6,467,015)	(188,317,917)	(95,268,323)
Net settlement of forward currency contracts		(562,552)	1,739,418	-	-	-	-	(177,852)	182,486	-	-
Dividends and distributions received		2,013,971	3,006,236	361,395	415,827	31,308	24,242	579,284	825,539	2,065,783	1,848,462
Interest income received		485,312	532,706	10,520	13,499	159,745	172,085	13,549	18,248	57,769	64,110
Operating expenses paid		(6,190,196)	(3,770,721)	(219,360)	(191,167)	(36,416)	(42,441)	(225,463)	(228,860)	(1,753,609)	(1,207,351)
Other income		5	-	-	26	-	-	-	-	5	830
Net cash (outflow)/inflow from operating activities	11	(32,549,036)	8,793,898	1,761,565	1,277,788	1,194,636	(68,894)	3,160,419	2,509,732	(38,963,405)	(4,858,102)
Cash flows from financing activities											
Proceeds from units issued		42,438,245	22,814,929	892,785	1,141,946	94,500	77,635	2,659,666	2,786,724	53,892,459	17,711,018
Redemptions of units		(17,003,327)	(19,348,064)	(2,405,776)	(1,813,527)	(1,252,082)	(478,141)	(5,880,457)	(4,148,607)	(11,893,501)	(12,315,093)
Distributions paid		(2,393,900)	(2,055,344)	(358,063)	(348,326)	(76,432)	(86,829)	(524,801)	(586,257)	(1,882,193)	(1,521,689)
Unitholders tax liabilities		(39,312)	(115,530)	(20,411)	(18,803)	(38,445)	(17,966)	(38,611)	(17,476)	(41,441)	(43,276)
Net cash inflow/(outflow) from financing activities		23,001,706	1,295,991	(1,891,465)	(1,038,710)	(1,272,459)	(505,301)	(3,784,203)	(1,965,616)	40,075,324	3,830,960
Net (decrease)/increase in cash and cash equivalents											
Cash and cash equivalents at the beginning of the year		19,582,968	9,602,972	705,734	462,259	476,008	1,050,203	857,464	310,377	644,274	1,669,108
Net foreign currency gains/(losses) on financial assets at amortised cost		344,177	(109,893)	3,671	4,397	-	-	9,928	2,971	13,059	2,308
Cash and cash equivalents at the end of the year		10,379,815	19,582,968	579,505	705,734	398,185	476,008	243,608	857,464	1,769,252	644,274

\$		Devon Sustainability Fund Restated		Devon Global Impact Bond Fund		Devon Global Sustainability Fund		Artesian Green and Sustainable Bond Fund (NZD)*	
For the year ended 31 March	Note	2025	2024	2025	2024	2025	2024	2025	2024
Cash flows from operating activities									
Proceeds from sale of financial assets at fair value through profit or loss		1,120,000	1,385,001	5,275,577	9,100,000	10,400,002	300,000	277,132	-
Purchase of financial assets at fair value through profit or loss		(1,715,795)	(1,005,000)	(26,200,000)	(11,400,000)	(6,500,000)	(9,300,000)	(19,353,067)	(7,936,122)
Net settlement of forward currency contracts		-	-	-	-	(2,099,797)	(256,350)	(398,070)	14,569
Dividends and distributions received		-	-	-	-	-	-	84,478	6,650
Interest income received		12,662	10,854	35,371	3,419	28,170	6,420	11,734	853
Operating expenses paid		(287,555)	(71,762)	(363,259)	(293,306)	(755,333)	(544,666)	(117,152)	(14,554)
Other income		-	-	56,502	45,812	59,851	42,986	11,020	1,373
Net cash (outflow)/inflow from operating activities	11	(870,688)	319,093	(21,195,809)	(2,544,075)	1,132,893	(9,751,610)	(19,483,925)	(7,927,231)
Cash flows from financing activities									
Proceeds from units issued		3,233,770	2,406,082	33,916,603	15,006,226	10,593,647	8,988,425	21,651,458	8,344,080
Redemptions of units		(1,529,255)	(1,636,940)	(9,555,442)	(10,962,503)	(11,585,419)	(1,229,488)	(1,419,522)	(239,104)
Distributions paid		(1,006,974)	(915,590)	(2,726,461)	(2,271,918)	-	-	(579,773)	(2,605)
Unitholders tax liabilities		(2,441)	(5,464)	(14,502)	(11,930)	(4,716)	(820)	(84,965)	(6,650)
Net cash inflow/(outflow) from financing activities		695,100	(151,912)	21,620,198	1,759,875	(996,488)	7,758,117	19,567,198	8,095,721
Net (decrease)/increase in cash and cash equivalents									
Cash and cash equivalents at the beginning of the year/period		(175,588)	167,181	424,389	(784,200)	136,405	(1,993,493)	83,273	168,490
Cash and cash equivalents at the end of the year/period		230,405	63,224	851,262	1,635,462	564,719	2,558,212	167,897	-
Net foreign currency losses on financial assets at amortised cost		-	-	-	-	-	-	7,721	(593)
Cash and cash equivalents at the end of the year/period		54,817	230,405	1,275,651	851,262	701,124	564,719	258,891	167,897

* The comparative period results for the Artesian Green and Sustainable Bond Fund (NZD) are from 19 December 2022 (establishment date) to 31 March 2024.

These statements are to be read in conjunction with the accompanying notes.

Notes to the Financial Statements

1. General information

Reporting Entities

The Financial Statements are for the year ended 31 March 2025 and have been prepared for the Funds which have been registered as part of the Devon Investment Funds. The Devon Investment Funds are a Managed Investment Scheme in accordance with the Financial Markets Conduct Act 2013 and was registered on 5 October 2016. The reporting entities included in these Financial Statements are the Devon Alpha Fund, Devon Australian Fund, Devon Diversified Income Fund, Devon Dividend Yield Fund, Devon Trans-Tasman Fund, Devon Sustainability Fund, Devon Global Impact Bond Fund , Devon Global Sustainability Fund and Artesian Green and Sustainable Bond Fund (NZD) (collectively referred to throughout these Financial Statements as the 'Funds').

The Funds were created under a Master Trust Deed executed by Devon Funds Management Limited on 10 September 1998 and Unit Trust Establishment Deeds between Devon Funds Management Limited and Trustees Executors Limited dated 13 May 2010 for the Devon Alpha Fund, 4 August 2010 for the Devon Australian Fund, 23 November 2015 for the Devon Diversified Income Fund, 27 November 2012 for the Devon Dividend Yield Fund, 14 March 2007 for the Devon Trans-Tasman Fund, 1 July 2020 for the Devon Sustainability Fund, 25 February 2022 for the Devon Global Impact Bond Fund and the Devon Global Sustainability Fund and 19 December 2022 for the Artesian Green and Sustainable Bond Fund (NZD). In order to comply with the Financial Markets Conduct Act 2013 a new Trust Deed has been issued, dated 30 September 2016. Each Fund was established on the date of its Unit Trust Establishment Deed and will terminate in accordance with the provisions of the Trust Deed.

The Funds' activities are managed by Devon Funds Management Limited (the 'Manager'). Devon Funds Management Limited is a wholly owned subsidiary of Investment Services Group Limited, The Supervisor is The New Zealand Guardian Trust Company Limited ('NZGT' or the 'Supervisor').

The investment objectives of the Funds, which are in line with the Product Disclosure Statement, are as follows:

- * Devon Alpha Fund aims to generate capital growth over the long term by actively investing in a concentrated portfolio of New Zealand and Australian shares and holding cash when appropriate investment opportunities cannot be identified.
- * Devon Australian Fund aims to generate capital growth over the long term by actively managing Australian equity investments.
- * Devon Diversified Income Fund aims to give investors access to a diverse and carefully selected portfolio of high yielding investments and aims to outperform its benchmark on a rolling 12 month basis.
- * Devon Dividend Yield Fund invests in a well researched portfolio of shares with the objective of generating an above market average dividend yield while providing some growth to maintain capital value in real terms.
- * Devon Trans-Tasman Fund aims to generate capital growth over the long term by actively managing New Zealand and Australian equity investments.
- * Devon Sustainability Fund aims to generate capital growth over the long term by actively managing New Zealand and Australian equity investments. The Fund also aims to deliver an MSCI Environmental, Social and Corporate Governance (ESG) rating greater than the MSCI ESG rating of the benchmark.
- * Devon Global Impact Bond Fund aims to deliver long-term total returns in excess of the index by investing in a diverse portfolio of global bonds.
- * Devon Global Sustainability Fund aims to deliver long-term total returns in excess of the index by investing in a selective portfolio of global equities.
- * Artesian Green and Sustainable Bond Fund (NZD) aims to outperform the Bloomberg AusBond Composite 0-5 Yr Index in NZD 100% hedged to NZD (the benchmark), net of fees, through active management.

The registered office for the Funds is at the offices of Devon Funds Management Limited, Tracy Rowsell, Level 4, 4 Graham Street, Auckland Central, Auckland, 1010.

The Funds are domiciled in New Zealand.

These Financial Statements were authorised for issue by the Board of Directors of the Manager on 22 July 2025.

Statutory Base

The Funds are a Managed Investment Scheme as defined by the Financial Markets Conduct Act 2013 and are subject to the provisions of that Act.

The Financial Statements have been prepared in accordance with the requirements of the Financial Markets Conduct Act 2013 and the Trust Deed.

The Financial Statements for the Funds are for the year ended 31 March 2025, and the comparative figures are for the year ended 31 March 2024, except for the Artesian Green and Sustainable Bond Fund (NZD) for which the comparative figures are for the period from 19 December 2022 (establishment date) to 31 March 2024.

2. Summary of material accounting policies

The principal accounting policies applied in the preparation of these Financial Statements are set out below. These policies have been consistently applied throughout the period presented, unless otherwise stated.

2.1 Basis of preparation

The Financial Statements have been prepared in accordance with Generally Accepted Accounting Practice in New Zealand (NZ GAAP). These Financial Statements comply with New Zealand Equivalents to International Financial Reporting Standards (NZ IFRS), and other applicable Financial Reporting Standards, as appropriate to for-profit entities. The Financial Statements comply with International Financial Reporting Standards Accounting Standards (IFRS Accounting standards) as issued by the International Accounting Standards Board. These Financial Statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets and liabilities (including derivative financial instruments) at fair value through profit or loss.

The Manager considers the New Zealand dollar as the currency that most faithfully represents the economic effects of the underlying transactions, events and conditions. The Financial Statements are presented in New Zealand dollars, which is also the Funds' presentation currency. All values have been rounded to the nearest dollar, except where otherwise indicated.

The Manager considers that the market prices of investments factor in climate change impacts and considers climate-related risks and opportunities as part of the investment process. As such, no specific adjustment has been made to the balances or transactions in these financial statements as a result of climate change.

New standards and amendments to existing standards impacting the Funds

Disclosure of Fees for Audit Firms' Services - Amendments to FRS-44

Effective for annual periods beginning on or after 1 January 2024, the amendments to FRS-44 require entities to disclose fees incurred for services provided by their audit or review firm. These amendments aim to enhance the transparency and consistency of fee disclosures. The amendments have been applied to the Financial Statements of the Funds, and the fees have been disclosed in note 9.2.

NZ IFRS 18 - Presentation and Disclosure in Financial Statements

In May 2024, the XRB introduced NZ IFRS 18, 'Presentation and Disclosure in Financial Statements' (NZ IFRS 18) (effective for annual reporting periods beginning on or after 1 January 2027). This standard replaces NZ IAS 1, 'Presentation of Financial Statements' (NZ IAS 1) and primarily introduces a defined structure for the statement of comprehensive income, disclosure of management-defined performance measures (a subset of non-GAAP measures) in a single note together with reconciliation requirements. The Funds have not early adopted this standard and are yet to assess its impacts.

There are no other new standards or amendments to existing standards that are effective for the year commencing on 1 April 2024 which have a material effect on the Financial Statements of the Funds. There are also no other new standards or amendments issued but not yet effective, that could have a material effect on the Funds.

Notes to the Financial Statements

2. Summary of material accounting policies (continued)

2.2 Financial instruments

(a) Classification

Financial assets

Financial assets are recognised initially at fair value. After initial recognition, financial assets are measured at fair value or amortised cost, determined on the basis of both (a) the Funds' business model for managing the financial assets; and (b) the contractual cash flow characteristics of the financial asset.

(i) Financial assets at fair value through profit or loss

Financial assets at fair value through profit or loss can be either designated as such upon initial recognition or mandatorily measured at fair value in accordance with NZ IFRS 9. The portfolio of financial assets is managed and performance is evaluated on a fair value basis. The Funds are primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions. All investments are measured at fair value through profit or loss. As there are no financial instruments designated at fair value upon initial recognition in the Funds, all financial assets measured at fair value are those mandatorily measured at fair value. Financial assets at fair value through profit or loss comprise of foreign exchange forward contracts, listed equities, unlisted trusts, preference shares and fixed interest securities.

(ii) Financial assets at amortised cost

(a) **Cash and cash equivalents** include cash in hand, deposits held at call with banks, deposits and overdrawn balances with brokers in New Zealand dollars and foreign currencies. Payments and receipts relating to the purchase and sale of investment securities are classified as cash flows from operating activities, as movements in the fair value of these securities represents the Funds' main income-generating activity.

(b) **Outstanding settlements receivable and payable** represent receivables for securities sold and payables for securities purchased that have been contracted for but not yet settled or delivered on the reporting date respectively. This due from brokers balance is held for collection. These amounts are recognised initially at fair value and subsequently measured at amortised cost. At each reporting date, the Funds shall measure the loss allowance of amounts due from broker at an amount equal to the lifetime expected credit losses if the credit risk has increased significantly since initial recognition. If, at the reporting date, the credit risk has not increased significantly since initial recognition, the Funds shall measure the loss allowance at an amount equal to 12-month expected credit losses. Significant financial difficulties of the broker, probability that the broker will enter bankruptcy or financial reorganisation, and default in payments are all considered indicators that a loss allowance may be required. If the credit risk increases to the point that it is considered to be credit-impaired, interest income will be calculated based on the gross carrying amount adjusted for the loss allowance. A significant increase in credit risk is defined by management as any contractual payment which is more than 30 days past due or a counterparty credit rating which has fallen below BBB/Baa. Any contractual payment which is more than 90 days past due is considered credit-impaired.

(c) **Receivables** which include interest, dividends, rebates and contributions receivables. Receivables are initially recognised at fair value, being the amounts receivable. They are subsequently measured at amortised cost, being the initially recognised amount reduced for impairment as appropriate. Any impairment charge is recognised in the Statements of Comprehensive Income.

Financial liabilities

(i) Financial liabilities at fair value through profit or loss

Financial liabilities at fair value through profit or loss can be either designated as such upon initial recognition or mandatorily measured at fair value in accordance with NZ IFRS 9. The portfolio of financial liabilities is managed and performance is evaluated on a fair value basis. The contractual cash flows of the Funds' debt securities are solely principal and interest, however, these securities are neither held for the purpose of collecting contractual cash flows nor held both for collecting contractual cash flows and for sale. The collection of contractual cash flows is only incidental in achieving the Funds' business model. Consequently, all financial liabilities are measured at fair value through profit or loss. As there are no financial liabilities designated at fair value upon initial recognition in the Funds, all financial liabilities measured at fair value are those mandatorily measured at fair value. Derivative contracts that have a negative fair value are presented as liabilities at fair value through profit or loss.

(ii) Financial liabilities at amortised cost

(a) **Payables** are amounts representing liabilities and accrued expenses owing by the Funds at year end and may include related party fees and withdrawals payable.

The Funds' policy requires the Manager and the Board of Directors to evaluate the information about financial assets and liabilities on a fair value basis together with other related financial information.

(b) Recognition, derecognition and measurement

(i) Financial assets and liabilities at fair value through profit or loss

The Funds recognise financial assets and liabilities at fair value through profit or loss on the date they become parties to the contractual agreement. Financial assets and liabilities at fair value through profit or loss are initially recognised at fair value. Transaction costs are expenses as incurred in the Statements of Comprehensive Income. Financial assets are derecognised when the rights to receive cash flows from the investments have expired or the Funds have transferred substantially all of the risks and rewards of ownership. Financial liabilities are derecognised when the obligation under the liability is discharged, cancelled or expires. Subsequent to initial recognition, all financial assets and liabilities at fair value through profit or loss are measured at fair value.

(ii) Financial assets and liabilities at amortised cost

The Funds recognise financial assets and liabilities at amortised cost on the date they become parties to the contractual agreement. Financial assets are derecognised when the rights to receive cash flows from the investments have expired or the Funds have transferred substantially all of the risks and rewards of ownership. Financial liabilities are derecognised when the obligation under the liability is discharged, cancelled or expires. Subsequent to initial recognition, all financial assets and liabilities at amortised cost are measured at amortised cost. At each reporting date, the Funds shall measure the loss allowance of the financial assets at amortised cost at an amount equal to the lifetime expected credit losses if the credit risk has increased significantly since initial recognition. If, at the reporting date, the credit risk has not increased significantly since initial recognition, the Funds shall measure the loss allowance at an amount equal to 12-month expected credit losses. Significant financial difficulties of the counterparty, probability that the counterparty will enter bankruptcy or financial reorganisation, and default in payments are all considered indicators that a loss allowance may be required. If the credit risk increases to the point that it is considered to be credit-impaired, interest income will be calculated based on the gross carrying amount adjusted for the loss allowance. A significant increase in credit risk is defined by management as any contractual payment which is more than 30 days past due or a counterparty credit rating which has fallen below BBB/Baa. Any contractual payment which is more than 90 days past due is considered credit-impaired.

Notes to the Financial Statements

2. Summary of material accounting policies (continued)

2.2 Financial instruments (continued)

(c) Fair value estimation

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

Fair value in an active market

The fair value of financial assets and liabilities traded in active markets are based on quoted market prices at the balance date. The quoted market price used for financial assets and financial liabilities held by the Funds is the current last price, assuming that the last price falls within the bid-ask range. If it does not, then the bid price is applied to financial assets and the ask price is applied to financial liabilities.

Fair value in an inactive or unquoted market

The fair value of financial assets and liabilities that are not traded in an active market is determined using valuation techniques. The Funds use a variety of methods and make assumptions that are based on market conditions existing at each balance date. Valuation techniques used include the use of recent comparable arm's length market transactions, reference to other instruments that are substantially the same, discounted cash flow analysis, option pricing models and other valuation techniques commonly used by market participants making the maximum use of market inputs and relying as little as possible on entity-specific inputs.

The fair value of derivatives that are not exchange-traded is estimated at the amount that the Funds would receive or pay to terminate the contract at the balance date taking into account current market conditions (volatility and appropriate yield curve). It may be adjusted if the counterparty is not regarded as credit-worthy. The fair value of a forward contract is determined as a net present value of estimated future cash flows, discounted at appropriate market rates as at the valuation date.

Investments in other unlisted unit trusts are recorded at the redemption value per unit as reported by the managers of such funds. Where the units of the other funds are not publicly traded, redemption can only be made by the Funds on the redemption dates and subject to the required notice periods specified in the offering documents of the other funds. The rights of the Funds to request redemption of their investments in other funds may vary in frequency from daily to weekly redemptions. As a result, the carrying values of the other funds may not be indicative of the values ultimately realised on redemption. In addition, the Funds may be materially affected by the actions of other investors who have invested in other funds in which the Funds have invested.

For instruments for which there is no active market, the Funds may use internally developed models which are usually based on valuation methods and techniques generally recognised as standard within the industry. Valuation models are used primarily to value unlisted equity, debt securities and other debt instruments for which markets were or have been inactive during the year. Some of the inputs to these models may not be market observable and therefore estimated based on assumptions.

2.3 Offsetting financial instruments

Financial assets and liabilities are offset and the net amount reported in the Statements of Financial Position when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis, or realise the asset and settle the liability simultaneously.

2.4 Net assets attributable to Unitholders

The Funds issue units that are redeemable at the Unitholders' option and have identical features and are therefore classified as equity. The units can be put back to the Funds at any time for cash based on the redemption price. The fair value of redeemable units is measured at the redemption amount that is payable (based on the redemption unit price) at the balance date if Unitholders exercised their right to put the units back to the Funds. As stipulated in the Funds' Deeds, each unit represents an individual share in the Funds and does not extend to a right in the underlying assets of the Funds. There are no separate classes of units within the Funds and each unit has the same rights attaching to it as all other units in the Funds.

Applications received for units in the Funds are recorded net of any entry fees payable prior to the issue of units in the Funds. Redemptions from the Funds are recorded gross of any exit fees payable after the cancellation of the units redeemed. Units are issued and redeemed at the holder's option at prices based on the Funds' net asset value per unit at the time of issue or redemption. The Funds' net asset value per unit is calculated by dividing the net assets attributable to the Unitholders of the Funds with the total number of outstanding units of the Funds. In accordance with the provisions of the offering documents, investment positions are valued based on the last traded market price for the purpose of determining the net asset value per unit for subscriptions and redemptions.

In accordance with the Funds' Deeds, the Manager has full discretion as to whether to distribute any income of the Funds. Income that is not distributed is invested as part of the assets of the Funds or may be used later to make distributions to Unitholders.

The Funds' units meet the definition of puttable instruments classified as equity instruments under the revised NZ IAS 32, 'Financial Instruments: Presentation' as:

- (i) Unitholders are entitled to a pro rate share of the Funds' net assets in the event of the Funds' liquidation or maturity,
- (ii) apart from the contractual obligation of the issuer to redeem the instrument for cash or another financial asset, the instrument does not include contractual obligations to deliver cash or another financial asset to another entity, or to exchange financial assets or financial liabilities with another entity under potentially unfavorable conditions to the entity, and
- (iii) the total expected cash flows attributable to the instrument over its life is based substantially on the profit or loss and changes in the recognised net assets or the change in fair value of the recognised and unrecognised net assets of the entity over the life of the instrument.

2.5 Investment income

Interest income

Interest income on assets at fair value through profit or loss is included as interest in the Statements of Comprehensive Income. Interest is recognised as interest accrues using the effective interest method. Changes in fair value for such instruments are recorded in accordance with the policies described in Note 2.2.

Dividend and distribution income

Dividend income is recognised on the ex-dividend date in the Statements of Comprehensive Income, with any related foreign withholding tax recorded in the Statements of Net Assets Attributable to Unitholders as a unitholder tax liability. Distribution income is recognised when the Fund's right to receive payment is established.

Net gains and losses on financial assets at fair value through profit or loss

Realised and unrealised gains and losses are reflected in the Statements of Comprehensive Income as net gain/(loss) on financial instruments at fair value through profit or loss. Unrealised gains or losses include the change in net market value of investments held as at balance date and the reversal of prior period unrealised gains or losses on investments that have been realised in the current period. Realised gains or losses are calculated based on the gross sale proceeds and the weighted average cost of the investments sold.

2.6 Expenses

All expenses, including the Funds' management fees, performance fees and Supervisor fees, are recognised in the Statements of Comprehensive Income on an accruals basis.

Notes to the Financial Statements

2. Summary of material accounting policies (continued)

2.7 Foreign currency translation

(a) Functional and presentation currency

Items included in the Funds' Financial Statements are measured using the currency of the primary economic environment in which they operate (the "functional currency"). The functional currency for the Funds is the New Zealand dollar, which reflects the currency in which the Funds compete for funds and are regulated. The Funds' investors are from New Zealand, with the subscriptions and redemptions of the units denominated in New Zealand dollars. The performance of the Funds is measured in New Zealand dollars.

(b) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign currency assets and liabilities are translated into the functional currency using the exchange rate prevailing at the reporting date. Foreign exchange gains and losses resulting from translation are included in the Statements of Comprehensive Income.

The Funds do not isolate that portion of gains or losses on securities, foreign cash and derivative instruments that are measured at fair value through profit or loss, and which are due to changes in foreign exchange rates in the market price of securities. Such fluctuations are included with the net gains or losses on financial instruments at fair value through profit or loss in the Statements of Comprehensive Income.

2.8 Income tax

The Funds qualify as and have each elected to be a Portfolio Investment Entity (PIE) for tax purposes. Under the PIE regime, income is effectively taxed in the hands of the Unitholders and therefore the Funds have no income tax expense. Accordingly, no income tax expense is recognised in the Statements of Comprehensive Income. Income is disclosed gross of any resident and foreign withholding taxes deducted at source and the taxes are included in Unitholder tax liabilities in the Statements of Changes in Net Assets Attributable to Unitholders.

Under the PIE regime, the Manager attributes the taxable income of the Funds to Unitholders in accordance with the proportion of their interest in the Funds. The income attributed to each Unitholder is taxed at the Unitholder's "prescribed investor rate" which is capped at 28% on redemptions and annually at 31 March each year. Unitholder tax liabilities disclosed in the Statements of Changes in Net Assets Attributable to Unitholders consists of withdrawals to meet Unitholder tax liabilities under the PIE regime and any resident and foreign withholding taxes deducted at source.

2.9 Goods and services tax ("GST")

The Funds are not registered for GST. The Statements of Comprehensive Income and Statements of Cash Flows have been prepared so that all components are stated inclusive of GST. All items in the Statements of Financial Position are stated inclusive of GST.

2.10 Comparatives

Where necessary, comparative figures have been adjusted to conform with changes in presentation in the Financial Statements.

Prior year restatements

For the Devon Diversified Income and Devon Sustainability Funds, 'Fee rebates' have been restated from Income to 'Management and performance fees' and 'Expense allowance' under Expenses in the Statements of Comprehensive Income to better reflect the nature of transactions as fee rebates are settled by netting off against the management fees and expense allowance. This restatement has no impact on the total comprehensive (loss)/income attributable to Unitholders or the financial position.

\$ For the year ended 31 March	Devon Diversified Income Fund			Devon Sustainability Fund		
	2024		2024	2024		2024
	Original	Adjustment	Restated	Original	Adjustment	Restated
Statements of Comprehensive Income (extract)						
Income						
Fee rebates	15,927	(15,927)	-	200,541	(200,541)	-
Total income	351,689	(15,927)	335,762	2,883,286	(200,541)	2,682,745
Expenses						
Management and performance fees	40,471	(10,721)	29,750	269,685	(200,541)	69,144
Expense allowance	17,161	(5,206)	11,955	76,389	-	76,389
Total operating expenses	59,475	(15,927)	43,548	346,095	(200,541)	145,554
Total comprehensive income for the year attributable to Unitholders	292,214	-	292,214	2,537,191	-	2,537,191

The impact of the restatement to the Statements of Cash Flow is presented in the table below.

\$ For the year ended 31 March	Devon Diversified Income Fund			Devon Sustainability Fund		
	2024		2024	2024		2024
	Original	Adjustment	Restated	Original	Adjustment	Restated
Statements of Cash Flows (extract)						
Cash flows from operating activities						
Operating expenses paid	(61,062)	18,621	(42,441)	(343,754)	271,992	(71,762)
Other income	18,621	(18,621)	-	271,992	(271,992)	-
Net cash (outflow)/inflow from operating activities	(68,894)	-	(68,894)	319,093	-	319,093
Net (decrease)/increase in cash and cash equivalents	(574,195)	-	(574,195)	167,181	-	167,181
Cash and cash equivalents at the end of the year	476,008	-	476,008	230,405	-	230,405

Notes to the Financial Statements

3. Critical accounting estimates and judgements

The Manager of the Funds makes estimates and assumptions that affect the reported amounts of assets and liabilities. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities are outlined below. Estimates are continually evaluated and are based on historical experience among other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Fair value of derivative financial instruments

The Funds may, from time to time, hold financial instruments that are not quoted in active markets, such as over the counter derivatives. Fair values for such instruments are determined by using valuation techniques. Valuation techniques, including models, use observable data to the extent possible. However, areas such as credit risk, volatilities and correlations require management to make estimates. Changes or assumptions about these factors could affect the reported fair value of financial instruments.

Fair value of securities not quoted in an active market

The fair value for such securities not quoted in an active market may be determined by the Funds using reputable pricing sources (such as pricing agencies) or indicative prices from bond/debt market makers. Broker quotes as obtained from pricing sources may be indicative and not executable or binding. The Manager would exercise judgement and estimates on the quantity and quality of pricing sources used. Where no market data is available, the Funds may price positions using their own models, which are usually based on valuation methods and techniques generally recognised as standard within the industry. The models for debt securities are based on net present value of estimated future cash flows, adjusted as appropriate for liquidity and credit and market risk factors. The fair value of investments in other funds that are not quoted in active markets is determined by reference to the redemption price per unit of the underlying funds.

For certain other financial instruments, including amounts due from/to brokers, outstanding settlements receivable, contributions receivable, other receivables, accounts payable and accrued expenses, the carrying amounts approximate fair value due to the short-term nature of these financial instruments.

Net assets attributable to Unitholders

The Funds classify units as equity instruments in accordance with revised NZ IAS 32, 'Financial Instruments: Presentation'. The Funds continue to assess the classification of the redeemable units to ensure they have all the features or meet all the conditions set out in paragraphs 16A and 16B of NZ IAS 32.

4. Derivative financial instruments

In the normal course of business, the Funds enter into transactions in derivative instruments with certain risks. A derivative is a financial instrument or other contract which is settled at a future date and whose value changes in response to the change in a specified interest rate, financial instrument price, commodity price, foreign exchange rate, index of prices or rates, credit rating, credit index or other variable.

Derivative financial instruments require no initial net investment or an initial net investment that is smaller than would be required for other types of contracts that would be expected to have a similar response to changes in market factors.

Derivative instruments include a wide assortment of instruments, such as forwards and swaps. Derivatives are considered to be part of the investment process. The use of derivatives is an essential part of the Funds' portfolio management.

Derivatives may be used for:

- (i) economic hedging to protect assets or liabilities of the Funds against a fluctuation in market values or to reduce volatility;
- (ii) a substitution for trading of physical securities; and
- (iii) adjusting asset exposures within the parameters set in the investment strategy, and adjusting the duration of fixed interest portfolios or the weighted average maturity of cash positions.

While derivatives are used for trading purposes, they are not used to gear (leverage) a portfolio. Gearing a portfolio would occur if the level of exposure to the markets exceeds the underlying value of the Fund.

The Funds may hold the following derivative instruments:

4.1 Forward foreign currency contracts

Forward currency contracts are primarily used by the Funds to economically hedge against foreign currency exchange rate risks on its non-New Zealand dollar denominated trading securities. Forward foreign currency contracts are contractual obligations to buy or sell one currency on a future date in exchange for a second currency at a specified forward foreign exchange rate which is established in an organised market. The forward contracts are agreed between the parties to the contract and are not traded on an exchange. The Funds' open positions in forward contracts at balance date are outlined below:

\$ As at 31 March	Devon Alpha Fund		Devon Australian Fund		Devon Diversified Income Fund		Devon Dividend Yield Fund		Devon Trans-Tasman Fund	
	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
Forward exchange contracts (net fair value in NZ\$)										
Sell AUD/Buy NZD	292,294	(407,951)	-	-	-	-	19,789	(114,811)	-	-

\$ As at 31 March	Devon Sustainability Fund		Devon Global Impact Bond Fund		Devon Global Sustainability Fund		Artesian Green and Sustainable Bond Fund (NZD)	
	2025	2024	2025	2024	2025	2024	2025	2024
Forward exchange contracts (net fair value in NZ\$)								
Sell AUD/Buy NZD	-	-	-	-	-	-	149,716	(156,072)
Sell CHF/Buy NZD	-	-	-	-	(9,797)	3,193	-	-
Sell CAD/Buy NZD	-	-	-	-	-	(3,327)	-	-
Sell EUR/Buy NZD	-	-	-	-	(182,705)	(107,490)	-	-
Sell GBP/Buy NZD	-	-	-	-	(54,108)	(37,174)	-	-
Sell JPY/Buy NZD	-	-	-	-	(1,126)	(4,136)	-	-
Sell USD/Buy NZD	-	-	-	-	(72,175)	(386,276)	-	-

Notes to the Financial Statements

5. Financial risk management

The Trust Deed for the Funds requires the Manager to invest the assets of the Funds in accordance with the investment guidelines, as agreed with the Supervisor from time to time, in order to manage risk. The Funds' activities expose it to a variety of financial risks: credit risk, liquidity risk and market risk (including currency risk, fair value interest rate risk, cash flow interest rate risk and price risk). The Devon Diversified Income Fund, the Devon Sustainability Fund, the Devon Global Impact Bond Fund, the Devon Global Sustainability Fund and the Artesian Green and Sustainable Bond Fund (NZD) are also indirectly exposed to credit risk, currency risk, cash flow interest rate risk and price risk as a result of their investments in the unlisted unit trusts. The Funds' overall risk management programme seeks to maximise the return derived for the level of risk to which the Funds are exposed and seeks to minimise potential adverse effects on the Funds' financial performance. The Funds may use derivative financial instruments to moderate certain risk exposures. Climate risk is also one of many factors that are considered in assessing financial risks and applying risk management strategies. The assessment of the impacts of climate risk is ongoing.

The Funds use different methods to measure and manage the various types of risk to which it is exposed. These methods are explained below.

5.1.1 Market risk

(a) Price risk

The Funds are exposed to price risk arising from investments held by the Funds for which prices in the future are uncertain. Where non-monetary financial instruments – for example, equity securities – are denominated in currencies other than New Zealand dollars, the price initially expressed in foreign currency and then converted into New Zealand dollars will also fluctuate because of changes in foreign exchange rates. Paragraph (b) 'Foreign exchange risk' below sets out how this component of price risk is managed and measured. The Devon Diversified Income Fund, the Devon Sustainability Fund, the Devon Global Impact Bond Fund, the Devon Global Sustainability Fund and the Artesian Green and Sustainable Bond Fund (NZD) also have exposure to unlisted unit trust price risk as a result of its investment in the unlisted unit trusts.

Price risk is managed through diversification and selection of securities and other financial instruments within specified limits and in accordance with mandates and overall investment strategy. Further information related to price risk management can be found at <https://devonfunds.co.nz/devon-funds-statement-investment-policy-and-objectives>.

The majority of the Funds' equity investments are publicly traded and are listed on the New Zealand and Australian Stock Exchanges. The overall market position is monitored by the Funds' Manager. Compliance with the Funds' investment policies are reported to the Directors of the Manager.

The table below summarises the sensitivity of the Funds' net assets attributable to Unitholders to equity securities, unlisted trusts and preference shares' price movements, including the effect of movements in foreign currency exchange rates on equity securities, unlisted trusts and preference shares' prices, as at 31 March. The analysis is based on a price move of 10% which represents management's best estimate of a reasonable shift in prices having regard to market conditions and historical volatility. If the prices of equity securities, unlisted trusts and preference shares in which the Funds invest in at 31 March had increased or decreased by 10% with all other variables held constant, this would have increased/decreased total comprehensive income as disclosed below. The notional impact on PIE tax (which affects Net Assets Attributable to Unitholders) has not been calculated. The Directors of the Manager do not believe that this has a material impact.

\$ As at 31 March	Devon Alpha Fund		Devon Australian Fund		Devon Diversified Income Fund		Devon Dividend Yield Fund		Devon Trans-Tasman Fund	
	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
10% increase in prices	14,289,446	12,654,519	1,045,981	1,211,071	162,193	197,401	1,435,640	1,791,234	11,008,925	7,239,598
10% decrease in prices	(14,289,446)	(12,654,519)	(1,045,981)	(1,211,071)	(162,193)	(197,401)	(1,435,640)	(1,791,234)	(11,008,925)	(7,239,598)

\$ As at 31 March	Devon Sustainability Fund		Devon Global Impact Bond Fund		Devon Global Sustainability Fund		Artesian Green and Sustainable Bond Fund (NZD)	
	2025	2024	2025	2024	2025	2024	2025	2024
10% increase in prices	2,887,948	2,840,526	7,137,139	4,796,897	5,648,797	5,487,062	2,862,553	830,021
10% decrease in prices	(2,887,948)	(2,840,526)	(7,137,139)	(4,796,897)	(5,648,797)	(5,487,062)	(2,862,553)	(830,021)

(b) Foreign exchange risk

The Funds operate internationally and hold both monetary and non-monetary assets denominated in currencies other than New Zealand dollars, the functional currency. Foreign currency risk, as defined in NZ IFRS 7, 'Financial Instruments: Disclosures', arises as the value of future transactions, recognised monetary assets and monetary liabilities denominated in other currencies fluctuate due to changes in foreign exchange rates. NZ IFRS 7 considers the foreign exchange exposure relating to non-monetary assets and liabilities to be a component of market price risk, not foreign currency risk. However, the Manager monitors the exposure on all foreign currency denominated assets and liabilities and therefore the information presented below has been prepared on that basis.

Currency risk management is undertaken by the Funds' Manager within the guidelines provided by the Supervisor. The Funds may enter into foreign exchange derivatives both to economically hedge the foreign currency risk implicit in the value of the portfolio securities denominated in foreign currency and to secure a particular exchange rate for a planned purchase or sale of securities. The terms and conditions of these contracts is to manage the investment activities of the Fund. They are accounted for by marking to market at balance date in a manner consistent with the valuation of the underlying securities. The Devon Diversified Income Fund, the Devon Sustainability Fund, the Devon Global Impact Bond Fund, the Devon Global Sustainability Fund and the Artesian Green and Sustainable Bond Fund (NZD) are exposed to indirect currency exposure through their investments in the unlisted unit trusts.

At the balance date the Funds had the following foreign currency exposures due to holdings of monetary assets and liabilities (expressed in NZD equivalents):

\$ As at 31 March	Devon Alpha Fund		Devon Australian Fund		Devon Diversified Income Fund		Devon Dividend Yield Fund		Devon Trans-Tasman Fund	
	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
Monetary assets/(liabilities)										
Australian Dollar (AUD)	10,646,751	(60,722,169)	385,119	326,945	-	-	(3,960,685)	(5,298,252)	1,763,339	356,616
United States Dollar (USD)	163,358	37,281	24,703	12,170	-	-	8,514	1,488	81,118	24,244

Notes to the Financial Statements

5. Financial risk management (continued)

5.1.1 Market risk (continued)

\$ As at 31 March	Devon Sustainability Fund		Devon Global Impact Bond Fund		Devon Global Sustainability Fund		Artesian Green and Sustainable Bond Fund (NZD)	
	2025	2024	2025	2024	2025	2024	2025	2024
Monetary assets/(liabilities)								
Australian Dollar (AUD)	-	-	-	-	-	-	(28,509,794)	(8,257,168)
Swiss Franc (CHF)	-	-	-	-	(842,731)	(544,574)	-	-
Euro (EUR)	-	-	-	-	(6,896,121)	(5,704,024)	-	-
Pound Sterling (GBP)	-	-	-	-	(2,029,929)	(1,953,870)	-	-
Japanese Yen (JPY)	-	-	-	-	(1,552,656)	(1,461,231)	-	-
Canadian Dollar (CAD)	-	-	-	-	-	(278,104)	-	-
United States Dollar (USD)	-	-	-	-	(17,389,597)	(15,823,930)	-	-

The table below summarises the impact on the Statements of Comprehensive Income and Net Assets Attributable to Unitholders on monetary assets and liabilities at balance date, had the exchange rates between the New Zealand dollar and the foreign currencies increased or decreased by 10% (2024: 10%) with all other variables held constant. The analysis is based on the Manager's best estimate of a reasonable possible shift in exchange rates with regard to historical volatility.

\$ As at 31 March	Devon Alpha Fund		Devon Australian Fund		Devon Diversified Income Fund		Devon Dividend Yield Fund		Devon Trans-Tasman Fund	
	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
Monetary assets/(liabilities)										
Exchange rates increased by 10%	(982,737)	5,516,808	(37,257)	(30,829)	-	-	359,288	481,524	(167,678)	(34,624)
Exchange rates decreased by 10%	1,201,123	(6,742,765)	45,536	37,679	-	-	(439,130)	(588,529)	204,940	42,318

\$ As at 31 March	Devon Sustainability Fund		Devon Global Impact Bond Fund		Devon Global Sustainability Fund		Artesian Green and Sustainable Bond Fund (NZD)	
	2025	2024	2025	2024	2025	2024	2025	2024
Monetary assets/(liabilities)								
Exchange rates increased by 10%	-	-	-	-	2,610,094	2,342,339	2,591,799	750,652
Exchange rates decreased by 10%	-	-	-	-	(3,190,115)	(2,862,859)	(3,167,755)	(917,463)

At the balance date the Funds had the following foreign currency exposures due to holdings of non-monetary assets and liabilities (expressed in NZD equivalents):

\$ As at 31 March	Devon Alpha Fund		Devon Australian Fund		Devon Diversified Income Fund		Devon Dividend Yield Fund		Devon Trans-Tasman Fund	
	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
Non-monetary assets/(liabilities)										
Australian Dollar (AUD)	82,757,820	102,661,113	10,459,805	12,110,705	-	-	4,130,572	6,041,232	54,378,654	38,672,604

\$ As at 31 March	Devon Sustainability Fund		Devon Global Impact Bond Fund		Devon Global Sustainability Fund		Artesian Green and Sustainable Bond Fund (NZD)	
	2025	2024	2025	2024	2025	2024	2025	2024
Non-monetary assets/(liabilities)								
Australian Dollar (AUD)	-	-	-	-	-	-	28,625,532	8,300,214

The table below summarises the impact on the Statements of Comprehensive Income and Net Assets Attributable to Unitholders on non-monetary assets at balance date, had the exchange rates between the New Zealand dollar and the foreign currencies increased or decreased by 10% (2024: 10%) with all other variables held constant. The analysis is based on the Manager's best estimate of a reasonable possible shift in exchange rates with regard to historical volatility.

\$ As at 31 March	Devon Alpha Fund		Devon Australian Fund		Devon Diversified Income Fund		Devon Dividend Yield Fund		Devon Trans-Tasman Fund	
	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
Non-monetary assets/(liabilities)										
Exchange rates increased by 10%	(7,523,438)	(9,332,828)	(950,891)	(1,100,973)	-	-	(375,507)	(549,203)	(4,943,514)	(3,515,691)
Exchange rates decreased by 10%	9,195,313	11,406,790	1,162,201	1,345,634	-	-	458,952	671,248	6,042,073	4,296,956

\$ As at 31 March	Devon Sustainability Fund		Devon Global Impact Bond Fund		Devon Global Sustainability Fund		Artesian Green and Sustainable Bond Fund (NZD)	
	2025	2024	2025	2024	2025	2024	2025	2024
Non-monetary assets/(liabilities)								
Exchange rates increased by 10%	-	-	-	-	-	-	(2,602,321)	(754,565)
Exchange rates decreased by 10%	-	-	-	-	-	-	3,180,615	922,246

Notes to the Financial Statements

5. Financial risk management (continued)

5.1.1 Market risk (continued)

(c) Cash flow interest rate risk

Interest rate risk arises from the effects of fluctuations in the prevailing levels of market interest rates on the fair value of financial assets and liabilities and future cash flow. The Funds may hold cash and cash equivalents in New Zealand dollars that expose the Funds to cash flow interest rate risk.

The table below summarises the impact on the Statements of Comprehensive Income and Net Assets Attributable to Unitholders had the relevant interest rates increased or decreased by 1.0% (2024: 1.0%) at balance date with all other variables held constant. The analysis is based on the Manager's best estimate of a reasonable possible shift in interest rates with regard to historical volatility. These movements arise substantially from the cash flow variability from cash and cash equivalents.

\$	Devon Alpha Fund		Devon Australian Fund		Devon Diversified Income Fund		Devon Dividend Yield Fund		Devon Trans-Tasman Fund	
As at 31 March	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
Increase of 1.0% (31 March 2024: Increase of 1.0%)	103,798	195,830	5,795	7,057	3,982	4,760	2,436	8,575	17,693	6,443
Decrease of 1.0% (31 March 2024: Decrease of 1.0%)	(103,798)	(195,830)	(5,795)	(7,057)	(3,982)	(4,760)	(2,436)	(8,575)	(17,693)	(6,443)

\$	Devon Sustainability Fund		Devon Global Impact Bond Fund		Devon Global Sustainability Fund		Artesian Green and Sustainable Bond Fund (NZD)	
As at 31 March	2025	2024	2025	2024	2025	2024	2025	2024
Increase of 1.0% (31 March 2024: Increase of 1.0%)	548	2,304	12,757	8,513	7,011	5,647	2,589	1,679
Decrease of 1.0% (31 March 2024: Decrease of 1.0%)	(548)	(2,304)	(12,757)	(8,513)	(7,011)	(5,647)	(2,589)	(1,679)

(d) Fair value interest rate risk

The Devon Diversified Income Fund holds fixed interest securities that expose it to fair value interest rate risk and also has indirect exposure to cash flow interest rate risk as a result of its investment in the Devon Dividend Yield Fund. The Devon Global Impact Bond Fund has indirect exposure to fair value interest rate risk as a result of its investment in the Wellington Global Impact Bond.

The following table summarises the fair value sensitivity of the Funds' investments to changes in interest rate movements at the balance date. The analysis is based on the assumptions that the relevant interest rate increased/decreased by 1.0% (2024: 1.0%), with all other variables held constant. This represents the Manager's best estimate of a reasonable shift in the interest rates, with regard to historical volatility of those rates.

\$	Devon Alpha Fund		Devon Australian Fund		Devon Diversified Income Fund		Devon Dividend Yield Fund		Devon Trans-Tasman Fund	
As at 31 March	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
Increase of 1.0% (31 March 2024: Increase of 1.0%)	-	-	-	-	(56,897)	(72,580)	-	-	-	-
Decrease of 1.0% (31 March 2024: Decrease of 1.0%)	-	-	-	-	58,314	75,161	-	-	-	-

Notes to the Financial Statements

5. Financial risk management (continued)

5.1.2 Credit risk

Credit risk is the potential risk of financial loss resulting from the failure of counterparties to honour fully the terms and conditions of a contract with the Funds. The investment manager of the Funds manage credit risk by establishing controls which are either specified in the guidelines set by the Manager or outlined in the product disclosure statement/information memorandum of underlying unit trust investments that it makes. The Funds may require collateral or other security to support financial instruments with credit risk. Financial instruments that subject the Funds to credit risk consist primarily of cash equivalents, debt instruments and trade and other receivables including amounts receivable for unsettled investment trades, dividends receivable and contributions receivable. The Devon Diversified Income Fund, the Devon Sustainability Fund, the Devon Global Impact Bond Fund, the Devon Global Sustainability Fund and the Artesian Green and Sustainable Bond Fund (NZD) are indirectly exposed to credit risk through their investments in the unlisted unit trusts. The maximum credit risk of financial instruments is considered to be the fair value. The Supervisor regularly reviews and approves an investment strategy that is implemented by the Manager.

The following table sets out the equivalent Standard and Poor's credit rating for cash and cash equivalents, fixed interest securities and preference shares.

\$ As at 31 March	Devon Alpha Fund		Devon Australian Fund		Devon Diversified Income Fund		Devon Dividend Yield Fund		Devon Trans-Tasman Fund	
	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
Cash and cash equivalents										
AA+ to AA-	10,379,815	1,845,853	579,505	-	398,185	355,937	243,608	-	1,769,252	-
A+ to A-	-	17,737,115	-	705,734	-	120,071	-	857,464	-	644,274
	10,379,815	19,582,968	579,505	705,734	398,185	476,008	243,608	857,464	1,769,252	644,274
Fixed interest securities										
AA+ to AA-	-	-	-	-	1,863,030	2,093,819	-	-	-	-
A+ to A-	-	-	-	-	452,159	343,117	-	-	-	-
BBB+ to BBB-	-	-	-	-	266,935	727,853	-	-	-	-
Unrated	-	-	-	-	169,336	165,526	-	-	-	-
	-	-	-	-	2,751,460	3,330,315	-	-	-	-
Preference Shares										
Unrated	-	-	-	-	594,954	558,138	-	-	-	-
	-	-	-	-	594,954	558,138	-	-	-	-

\$ As at 31 March	Devon Sustainability Fund		Devon Global Impact Bond Fund		Devon Global Sustainability Fund		Artesian Green and Sustainable Bond Fund (NZD)	
	2025	2024	2025	2024	2025	2024	2025	2024
Cash and cash equivalents								
AA-	54,817	-	1,275,651	-	701,124	-	258,891	-
A to A-	-	230,405	-	851,262	-	564,719	-	167,897
	54,817	230,405	1,275,651	851,262	701,124	564,719	258,891	167,897

With respect to cash and cash equivalents and forward currency contracts, the Funds' credit risk is managed by limiting the counterparties to a group of international banks and the Funds do not expect to incur any losses as a result of non-performance by these counterparties.

The Funds also restrict their exposure to credit losses on the trading derivatives they hold by entering into International Swap and Derivatives Association (ISDA) arrangements with their counterparties (refer to Note 5.4 for further details) with whom they undertake derivative transactions. The arrangements do not result in an offset of the Statements of Financial Position assets and liabilities, as transactions are usually settled on a gross basis. However, the credit risk associated with favourable contracts is reduced by the arrangement to the extent that if an event of default occurs, all amounts with the counterparty are terminated and settled on a net basis. The overall exposure to credit risk on derivative instruments subject to such arrangements can change substantially within a short period, as it is affected by each transaction subject to the arrangement.

All transactions in listed securities are settled/paid for upon delivery using approved brokers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker has received payment. Payment is made on purchase once the securities have been received by the broker. The trade will fail if either party fails to meet its obligations.

The maximum credit risk of financial instruments is considered to be the carrying amount on the Statements of Net Assets. There is a risk of non-recovery. In accordance with the Funds' policy, the investment manager monitors the Fund's credit positions on a daily basis. The Investment Committee reviews it periodically.

The Funds measure credit risk and expected credit losses using the probability of default, exposure at default and loss given default.

As at 31 March 2025 and 31 March 2024:

All other receivable balances and amounts due from brokers are held by counterparties and are due to be settled within 1 month, with counterparties which the Manager considers as having a strong capacity to meet their contractual obligations in the near term. Cash, margin accounts and term deposits (where held at amortised cost) and any interest accruals on any of these instruments are highly liquid and held with counterparties with good credit ratings. The duration of the short-term deposits are all less than 12 months and the Manager has no historical information or forward looking information which suggests that there are any losses to be recognised.

The Manager therefore considers the expected credit losses for all the financial assets held at amortised cost by the Fund to be close to zero. As a result no loss allowance has been recognised based on the 12-month expected credit losses as any such impairment would be wholly insignificant to the Funds.

All transactions in listed securities are settled/paid for upon delivery using approved brokers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker has received payment. Payment is made on purchase once the securities have been received by the broker. The trade will fail if either party fails to meet its obligations.

Notes to the Financial Statements

5. Financial risk management (continued)

5.1.3 Liquidity risk

Liquidity risk is the risk that the Funds may not be able to generate sufficient cash resources to settle their obligations in full as they fall due or can only do so on terms that are materially disadvantageous.

Liquidity management is designed to ensure that the Funds have the ability to generate sufficient cash in a timely manner to meet their financial commitments and normal level of redemptions. Liquidity risk is managed by investing the majority of its assets in investments that are traded in an active market and can be readily disposed of to enable them to meet liabilities as they fall due and unit redemptions when requested. In the event of abnormal levels of redemptions, timing of payment may be dependent on the ability of each Fund to realise its underlying investments on a timely basis. The Funds may periodically invest in derivative contracts traded over the counter, which are not traded in an organised market and may be illiquid. As a result, a Fund may not be able to liquidate its holdings in these investments at an amount close to their fair value to meet its liquidity requirements, or be able to respond to specific events such as deterioration in the creditworthiness of any particular issue. At 31 March 2025, the Funds held no investments that are considered illiquid (31 March 2024: nil).

The Funds also have the ability (in extraordinary situations) to impose discretionary redemption restrictions, which include the ability to suspend redemptions or withhold varying amounts of any redemption requested. It is the intention of the Funds to exercise this ability only in instances where the payment of redemptions would put the remaining Unitholders in a disadvantageous position, or if a Fund is unable to liquidate its holding in these investments that would allow the Fund to pay redemptions as they fall due. The Funds have not withheld redemptions during the year.

The table below analyses the Funds' financial liabilities into relevant maturity grouping based on the remaining period at the balance date to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows excluding gross settled derivatives.

\$ As at 31 March	Devon Alpha Fund 20252024		Devon Australian Fund 20252024		Devon Diversified Income Fund 20252024		Devon Dividend Yield Fund 20252024		Devon Trans-Tasman Fund 20252024	
Financial liabilities at fair value through profit or loss										
7 days to 1 month	-	203,615	-	-	-	-	-	66,162	-	-
1 month to 3 months	-	204,336	-	-	-	-	-	48,649	-	-
Outstanding settlements										
Less than 7 days	-	5,243,626	206,427	244,831	-	-	-	-	1,417,612	806,029
Related party payables										
7 days to 1 month	174,879	1,799,761	12,526	13,522	3,822	4,665	13,320	16,590	123,668	92,928
Withdrawals payable										
Less than 7 days	154,594	554,520	-	-	-	-	-	-	111,523	49,934

\$ As at 31 March	Devon Sustainability Fund		Devon Global Impact Bond Fund		Devon Global Sustainability Fund		Artesian Green and Sustainable Bond Fund (NZD)	
	2025	2024	2025	2024	2025	2024	2025	2024
Financial liabilities at fair value through profit or loss								
7 days to 1 month	-	-	-	-	237,393	220,703	-	89,665
1 month to 3 months	-	-	-	-	104,448	320,136	-	66,407
Related party payables								
7 days to 1 month	32,244	116,827	38,114	25,777	65,508	56,144	15,214	4,281
Withdrawals payable								
Less than 7 days	-	1,031	5,655	296	6,130	-	48,668	3,817

5.2 Capital risk management

The Funds' capital is represented by net assets attributable to Unitholders. The amount of net assets attributable to Unitholders can change significantly on a monthly basis as the Funds are subject to subscriptions and withdrawals at the discretion of Unitholders. The Funds' objectives when managing capital is to safeguard their ability to continue as a going concern in order to provide returns for Unitholders, benefit other stakeholders and to maintain a strong capital base to support the development of the investment activities of the Funds. The Funds do this by investing primarily in a diversified portfolio of equity securities and Funds listed on exchanges in New Zealand and Australia. The Funds may also use derivatives to decrease currency exposure in non-New Zealand dollar denominated investments. Investment decisions are guided by the mandate included in the Statement of Investment Policies and Objectives.

The Funds strive to invest the subscriptions of Unitholder funds in investments that meet the Funds' objectives while maintaining sufficient liquidity to meet Unitholder redemptions. The Funds follow an internal liquidity limit based on historical data with regards to Unitholder tenure.

The Funds do not have any externally imposed capital requirements. Units may be redeemed by the Unitholders on any business day in accordance with the Fund Deed and Product Disclosure Statement. The Manager may, in the interests of all Unitholders in each Fund, restrict, suspend or alter withdrawals in certain circumstances.

Notes to the Financial Statements

5. Financial risk management (continued)

5.3 Fair value estimation

All financial assets and financial liabilities included in the Statements of Financial Position are carried at amounts that represent or approximate fair value. The fair value of financial assets and liabilities traded in active markets are based on quoted market prices at the close of trading on the year end date. A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker or pricing service, and those prices represent actual and regularly occurring market transactions on an arm's length basis. The fair value of financial assets and liabilities that are not traded in an active market is determined by using valuation techniques. The Funds use a variety of methods and makes assumptions that are based on market conditions existing at each year end date. Valuation techniques used for non-standard financial instruments such as over the counter derivatives include the use of comparable recent arm's length transactions, reference to other instruments that are substantially the same, discounted cash flow analysis, options pricing models and other valuation techniques commonly used by market participants making the maximum use of market inputs and relying as little as possible on entity-specific inputs.

For instruments for which there is no active market, the Funds may use internally developed models which are usually based on valuation methods and techniques generally recognised as standard within the industry. Valuation models are used primarily to value unlisted equity, debt securities and other debt instruments for which markets were or have been inactive during the year. Some of the inputs to these models may not be market observable and therefore estimated based on assumptions.

The Funds classify fair value measurements using a fair value hierarchy that reflects the significance of inputs used in making the measurements. The fair value hierarchy has the following levels:

- Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities
- Level 2 - Inputs other than quoted prices included in level 1 that are observable for the asset or liability, either directly (prices) or indirectly (derived from prices)
- Level 3 - Inputs for the asset or liability that are not based on observable market data (unobservable inputs)

The level in the fair value hierarchy within the fair value measurement is categorised in its entirety and is determined on the basis of the lowest input that is significant to the fair value measurement in its entirety. For this purpose, the significance of an input is assessed against the fair value measurement in its entirety. If a fair value measurement uses observable inputs that require significant adjustment based on unobservable inputs, that measurement is a level 3 measurement.

The determination of what constitutes 'observable' requires significant judgement by the Manager. The Manager considers observable data to be market data that is readily available, regularly distributed or updated, reliable and verifiable and provided by independent sources that are actively involved in the relevant market.

The following table analyses, within the fair value hierarchy, the Funds' financial assets and financial liabilities (by class) measured at fair value at balance date:

\$ As at 31 March		Devon Alpha Fund		Devon Australian Fund		Devon Diversified Income Fund		Devon Dividend Yield Fund		Devon Trans-Tasman Fund	
		2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
Level 1 Assets											
<i>Financial assets at fair value through profit or loss</i>											
Listed equities		142,894,460	126,545,189	10,459,805	12,110,705	-	-	14,356,399	17,912,342	110,089,250	72,395,978
Total Level 1 Assets		142,894,460	126,545,189	10,459,805	12,110,705	-	-	14,356,399	17,912,342	110,089,250	72,395,978
Level 2 Assets											
<i>Financial assets at fair value through profit or loss</i>											
Forward foreign exchange contracts		292,294	-	-	-	-	-	19,789	-	-	-
Fixed interest securities		-	-	-	-	2,751,460	3,330,315	-	-	-	-
Preference shares		-	-	-	-	594,954	558,138	-	-	-	-
Unlisted trusts		-	-	-	-	1,026,972	1,415,874	-	-	-	-
Total Level 2 Assets		292,294	-	-	-	4,373,386	5,304,327	19,789	-	-	-
Total financial assets at fair value though profit or loss		143,186,754	126,545,189	10,459,805	12,110,705	4,373,386	5,304,327	14,376,188	17,912,342	110,089,250	72,395,978
Level 2 Liabilities											
<i>Financial liabilities at fair value through profit or loss</i>											
Forward foreign exchange contracts		-	407,951	-	-	-	-	-	114,811	-	-
Total Level 2 Liabilities		-	407,951	-	-	-	-	-	114,811	-	-
Total financial liabilities at fair value through profit or loss		-	407,951	-	-	-	-	-	114,811	-	-

Notes to the Financial Statements

5. Financial risk management (continued)

5.3 Fair value estimation (continued)

\$ As at 31 March	Devon Sustainability Fund 2025	Devon Sustainability Fund 2024	Devon Global Impact Bond Fund 2025	Devon Global Impact Bond Fund 2024	Devon Global Sustainability Fund 2025	Devon Global Sustainability Fund 2024	Artesian Green and Sustainable Bond Fund (NZD) 2025	Artesian Green and Sustainable Bond Fund (NZD) 2024
Level 2 Assets								
<i>Financial assets at fair value through profit or loss</i>								
Forward foreign exchange contracts	-	-	-	-	21,930	5,629	149,716	-
Unlisted trusts	28,879,481	28,405,264	71,371,393	47,968,967	56,487,969	54,870,619	28,625,532	8,300,214
Total Level 2 Assets	28,879,481	28,405,264	71,371,393	47,968,967	56,509,899	54,876,248	28,775,248	8,300,214
Total financial assets at fair value through profit or loss	28,879,481	28,405,264	71,371,393	47,968,967	56,509,899	54,876,248	28,775,248	8,300,214

\$ As at 31 March	Devon Sustainability Fund 2025	Devon Sustainability Fund 2024	Devon Global Impact Bond Fund 2025	Devon Global Impact Bond Fund 2024	Devon Global Sustainability Fund 2025	Devon Global Sustainability Fund 2024	Artesian Green and Sustainable Bond Fund (NZD) 2025	Artesian Green and Sustainable Bond Fund (NZD) 2024
Level 2 Liabilities								
<i>Financial liabilities at fair value through profit or loss</i>								
Forward foreign exchange contracts	-	-	-	-	341,841	132,379	-	156,072
Total Level 2 Liabilities	-	-	-	-	341,841	132,379	-	156,072
Total financial liabilities at fair value through profit or loss	-	-	-	-	341,841	132,379	-	156,072

Investments whose values are based on quoted market prices in active markets, and therefore classified within Level 1, include listed equity instruments. The Funds do not adjust the quoted price for these instruments. Financial instruments which trade in markets that are not considered to be active but are valued based upon quoted market prices or alternative pricing sources supported by observable inputs are classified as Level 2. These include unlisted unit trusts, preference shares, fixed interest securities and forward foreign currency contracts.

There have been no transfers between Level 1, Level 2 and Level 3 during the year (31 March 2024: nil). There are no Level 3 financial instruments during the year (31 March 2024: nil).

5.4 Offsetting and amounts subject to master netting arrangements and similar agreements

The Devon Dividend Yield Fund, Devon Alpha Fund, Devon Global Sustainability Fund and Artesian Green and Sustainable Bond Fund (NZD) are subject to International Swaps and Derivatives Association (ISDA) arrangements with their derivative counterparty: Bank of New Zealand (31 March 2024: The Devon Dividend Yield Fund, Devon Alpha Fund, Devon Global Sustainability Fund and Artesian Green and Sustainable Bond Fund (NZD) with Bank of New Zealand). According to the terms of the ISDA arrangement with the respective counterparties all the derivatives are settled net.

Each party has the option to settle all open contracts on a net basis in the event of default by the other party.

The following tables present the Funds' financial assets and liabilities subject to offsetting, enforceable master netting arrangements and similar agreements. The tables are presented by type of financial instrument.

\$ As at 31 March	Devon Alpha Fund 2025	Devon Alpha Fund 2024	Devon Australian Fund 2025	Devon Australian Fund 2024	Devon Diversified Income Fund 2025	Devon Diversified Income Fund 2024	Devon Dividend Yield Fund 2025	Devon Dividend Yield Fund 2024	Devon Trans-Tasman Fund 2025	Devon Trans-Tasman Fund 2024
<i>Financial assets subject to offsetting, enforceable master netting arrangements and similar agreements</i>										
Gross amounts of recognised financial assets	292,294	-	-	-	-	-	19,789	-	-	-
Net amounts of financial assets presented in the statement of financial position	292,294	-	-	-	-	-	19,789	-	-	-
<i>Related amounts not set-off in the statement of financial position</i>										
Financial instruments	-	-	-	-	-	-	-	-	-	-
Net amount	292,294	-	-	-	-	-	19,789	-	-	-
<i>Financial liabilities subject to offsetting, enforceable master netting arrangements and similar agreements</i>										
Gross amounts of recognised financial liabilities	-	407,951	-	-	-	-	-	114,811	-	-
Gross amounts of recognised financial assets set-off in the statement of financial position	-	-	-	-	-	-	-	-	-	-
Net amounts of financial liabilities presented in the statement of financial position	-	407,951	-	-	-	-	-	114,811	-	-
Net amount	-	407,951	-	-	-	-	-	114,811	-	-

Notes to the Financial Statements

5. Financial risk management (continued)

5.4 Offsetting and amounts subject to master netting arrangements and similar agreements (continued)

\$ As at 31 March	Devon Sustainability Fund		Devon Global Impact Bond Fund		Devon Global Sustainability Fund		Artesian Green and Sustainable Bond Fund (NZD)	
	2025	2024	2025	2024	2025	2024	2025	2024
Financial assets subject to offsetting, enforceable master netting arrangements and similar agreements								
Gross amounts of recognised financial assets	-	-	-	-	21,930	5,629	149,716	-
Net amounts of financial assets presented in the statement of financial position	-	-	-	-	21,930	5,629	149,716	-
Related amounts not set-off in the statement of financial position								
Financial instruments	-	-	-	-	(21,930)	(5,629)	-	-
Net amount	-	-	-	-	-	-	149,716	-
Financial liabilities subject to offsetting, enforceable master netting arrangements and similar agreements								
Gross amounts of recognised financial liabilities	-	-	-	-	341,841	540,839	-	156,072
Gross amounts of recognised financial assets set-off in the statement of financial position	-	-	-	-	-	-	-	-
Net amounts of financial liabilities presented in the statement of financial position	-	-	-	-	341,841	540,839	-	156,072
Related amounts not set-off in the statement of financial position								
Financial instruments	-	-	-	-	(21,930)	(5,629)	-	-
Cash and cash equivalents	-	-	-	-	-	-	-	-
Net amount	-	-	-	-	319,911	535,210	-	156,072

Each party has the option to settle all open contracts on a net basis in the event of default by the other party. Per the terms of the ISDA agreement, an event of default includes the following:

- failure by a party to make a payment when due
- failure by a party to perform an obligation required by the agreement (other than payment) if such failure is not remedied within 30 days after such notice of such failure is given to the party
- bankruptcy

The related amounts not set-off in the Statements of Financial Position represent amounts that have not been offset in the Statements of Financial Position but could be expected to be offset in the event of default by either the relevant Fund or its counterparty to the derivative contract. For financial instruments this is the maximum value of assets and liabilities that could be offset. For cash collateral this is the value of cash that could be withheld by the counterparty to settle derivative liabilities.

Notes to the Financial Statements

6. Financial assets at fair value through profit or loss

\$	Devon Alpha Fund		Devon Australian Fund		Devon Diversified Income Fund		Devon Dividend Yield Fund		Devon Trans-Tasman Fund	
As at 31 March	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
Mandatorily measured at fair value through profit or loss										
Forward foreign exchange contracts	292,294	-	-	-	-	-	19,789	-	-	-
Listed equities	142,894,460	126,545,189	10,459,805	12,110,705	-	-	14,356,399	17,912,342	110,089,250	72,395,978
Unlisted trusts	-	-	-	-	1,026,972	1,415,874	-	-	-	-
Preference shares	-	-	-	-	594,954	558,138	-	-	-	-
Fixed interest securities	-	-	-	-	2,751,460	3,330,315	-	-	-	-
Total mandatorily measured at fair value through profit or loss	143,186,754	126,545,189	10,459,805	12,110,705	4,373,386	5,304,327	14,376,188	17,912,342	110,089,250	72,395,978
Total financial assets at fair value through profit or loss	143,186,754	126,545,189	10,459,805	12,110,705	4,373,386	5,304,327	14,376,188	17,912,342	110,089,250	72,395,978

\$	Devon Sustainability Fund		Devon Global Impact Bond Fund		Devon Global Sustainability Fund		Artesian Green and Sustainable Bond Fund (NZD)	
As at 31 March	2025	2024	2025	2024	2025	2024	2025	2024
Mandatorily measured at fair value through profit or loss								
Forward foreign exchange contracts	-	-	-	-	21,930	5,629	149,716	-
Unlisted trusts	28,879,481	28,405,264	71,371,393	47,968,967	56,487,969	54,870,619	28,625,532	8,300,214
Total mandatorily measured at fair value through profit or loss	28,879,481	28,405,264	71,371,393	47,968,967	56,509,899	54,876,248	28,775,248	8,300,214
Total financial assets at fair value through profit or loss	28,879,481	28,405,264	71,371,393	47,968,967	56,509,899	54,876,248	28,775,248	8,300,214

7. Financial liabilities at fair value through profit or loss

\$	Devon Alpha Fund		Devon Australian Fund		Devon Diversified Income Fund		Devon Dividend Yield Fund		Devon Trans-Tasman Fund	
As at 31 March	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
Mandatorily measured at fair value through profit or loss										
Forward foreign exchange contracts	-	407,951	-	-	-	-	-	114,811	-	-
Total mandatorily measured at fair value through profit or loss	-	407,951	-	-	-	-	-	114,811	-	-
Total financial liabilities at fair value through profit or loss	-	407,951	-	-	-	-	-	114,811	-	-

\$	Devon Sustainability Fund		Devon Global Impact Bond Fund		Devon Global Sustainability Fund		Artesian Green and Sustainable Bond Fund (NZD)	
As at 31 March	2025	2024	2025	2024	2025	2024	2025	2024
Mandatorily measured at fair value through profit or loss								
Forward foreign exchange contracts	-	-	-	-	341,841	540,839	-	156,072
Total mandatorily measured at fair value through profit or loss	-	-	-	-	341,841	540,839	-	156,072
Total financial liabilities at fair value through profit or loss	-	-	-	-	341,841	540,839	-	156,072

Notes to the Financial Statements

8. Financial instruments by category

\$ As at 31 March	Devon Alpha Fund		Devon Australian Fund		Devon Diversified Income Fund		Devon Dividend Yield Fund		Devon Trans-Tasman Fund	
	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
Financial assets at fair value through profit or loss										
Financial assets mandatorily measured at fair value through profit or loss	143,186,754	126,545,189	10,459,805	12,110,705	4,373,386	5,304,327	14,376,188	17,912,342	110,089,250	72,395,978
Total financial assets at fair value through profit or loss	143,186,754	126,545,189	10,459,805	12,110,705	4,373,386	5,304,327	14,376,188	17,912,342	110,089,250	72,395,978
Financial assets at amortised cost										
Cash and cash equivalents	10,379,815	19,582,968	579,505	705,734	398,185	476,008	243,608	857,464	1,769,252	644,274
Outstanding settlements receivable	3,031,791	-	249,490	85,497	-	-	-	-	2,056,280	893,709
Related party receivables	-	-	-	-	924	1,244	-	-	-	-
Contributions receivable	13,295	120,196	-	-	-	-	775	422	79,906	8,988
Other receivables	435,533	235,921	40,952	45,966	22,798	34,636	129,376	157,877	395,256	277,188
Total financial assets at amortised cost	13,860,434	19,939,085	869,947	837,197	421,907	511,888	373,759	1,015,763	4,300,694	1,824,159
Total financial assets	157,047,188	146,484,274	11,329,752	12,947,902	4,795,293	5,816,215	14,749,947	18,928,105	114,389,944	74,220,137

\$ As at 31 March	Devon Alpha Fund		Devon Australian Fund		Devon Diversified Income Fund		Devon Dividend Yield Fund		Devon Trans-Tasman Fund	
	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
Financial liabilities at fair value through profit or loss										
Financial liabilities mandatorily measured at fair value through profit or loss	-	407,951	-	-	-	-	-	114,811	-	-
Total financial liabilities at fair value through profit or loss	-	407,951	-	-	-	-	-	114,811	-	-
Financial liabilities at amortised cost										
Outstanding settlements payable	-	5,243,626	206,427	244,831	-	-	-	-	1,417,612	806,029
Related party payables	174,879	1,799,761	12,526	13,522	3,822	4,665	13,320	16,590	123,668	92,928
Withdrawals payable	154,594	554,520	-	-	-	-	-	-	111,523	49,934
Total financial liabilities at amortised cost	329,473	7,597,907	218,953	258,353	3,822	4,665	13,320	16,590	1,652,803	948,891
Total financial liabilities	329,473	8,005,858	218,953	258,353	3,822	4,665	13,320	131,401	1,652,803	948,891

\$ As at 31 March	Devon Sustainability Fund		Devon Global Impact Bond Fund		Devon Global Sustainability Fund		Artesian Green and Sustainable Bond Fund (NZD)	
	2025	2024	2025	2024	2025	2024	2025	2024
Financial assets at fair value through profit or loss								
Financial assets mandatorily measured at fair value through profit or loss	28,879,481	28,405,264	71,371,393	47,968,967	56,509,899	54,876,248	28,775,248	8,300,214
Total financial assets at fair value through profit or loss	28,879,481	28,405,264	71,371,393	47,968,967	56,509,899	54,876,248	28,775,248	8,300,214
Financial assets at amortised cost								
Cash and cash equivalents	54,817	230,405	1,275,651	851,262	701,124	564,719	258,891	167,897
Related party receivables	14,837	14,363	-	-	-	-	-	-
Contributions receivable	700	168	213,450	1,500,147	-	-	19,236	30,460
Other receivables	-	104	5,899	4,031	5,197	4,464	1,421	479
Total financial assets at amortised cost	70,354	245,040	1,495,000	2,355,440	706,321	569,183	279,548	198,836
Total financial assets	28,949,835	28,650,304	72,866,393	50,324,407	57,216,220	55,445,431	29,054,796	8,499,050

Notes to the Financial Statements

8. Financial instruments by category (continued)

\$ As at 31 March	Devon Sustainability Fund		Devon Global Impact Bond Fund		Devon Global Sustainability Fund		Artesian Green and Sustainable Bond Fund (NZD)	
	2025	2024	2025	2024	2025	2024	2025	2024
Financial liabilities at fair value through profit or loss								
Financial liabilities mandatorily measured at fair value through profit or loss	-	-	-	-	341,841	540,839	-	156,072
Total financial liabilities at fair value through profit or loss	-	-	-	-	341,841	540,839	-	156,072
Financial liabilities at amortised cost								
Related party payables	32,244	116,827	38,114	25,777	65,508	56,144	15,214	4,281
Withdrawals payable	-	1,031	5,655	296	6,130	-	48,668	3,817
Total financial liabilities at amortised cost	32,244	117,858	43,769	26,073	71,638	56,144	63,882	8,098
Total financial liabilities	32,244	117,858	43,769	26,073	413,479	596,983	63,882	164,170

9. Related parties

9.1 General

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the party in making financial or operational decisions.

Devon Funds Management Limited is the Manager of the Funds and The New Zealand Guardian Trust Company Limited is the Supervisor of the Funds.

The Manager has charged a management fee and expense allowance (calculated on the gross asset value of the Funds), creating a total Management Expense Ratio (the "MER") on the Funds. The MER includes other expenses reimbursable from the Funds (such as registry, custody, Supervisors and normal legal fees) but excludes abnormal or one-off costs, brokerage and any performance fees.

The administration expenses are recovered through an expense allowance. The amounts paid to the Manager are shown in the Statements of Comprehensive Income under "Expense allowance". The amounts payable to the Manager are shown in the Funds' Statements of Financial Position as part of "Related party payables".

The table below lists the management fee and expense allowance rates for the Funds.

	Devon Alpha Fund	Devon Australian Fund	Devon Diversified Income Fund	Devon Dividend Yield Fund	Devon Trans-Tasman Fund
Management fee	1.00% per annum plus GST	1.00% per annum plus GST	0.65% per annum plus GST	0.70% per annum plus GST	1.00% per annum plus GST
Expense allowance	0.25% per annum plus GST (This is inclusive of Supervisor, custody, fund accounting, unit pricing, registry, legal and audit fees)	0.25% per annum plus GST (This is inclusive of Supervisor, custody, fund accounting, unit pricing, registry, legal and audit fees)	0.25% per annum plus GST Capped at 0.25% per annum plus GST (This is inclusive of Supervisor, custody, fund accounting, unit pricing, registry, legal and audit fees)	0.30% per annum plus GST Capped at 0.30% per annum plus GST (This is inclusive of Supervisor, custody, fund accounting, unit pricing, registry, legal and audit fees)	0.25% per annum plus GST (This is inclusive of Supervisor, custody, fund accounting, unit pricing, registry, legal and audit fees)

	Devon Sustainability Fund	Devon Global Impact Bond Fund	Devon Global Sustainability Fund	Artesian Green and Sustainable Bond Fund (NZD)
Management fee	1.00% per annum plus GST	0.34% per annum plus GST	0.95% per annum plus GST	0.34% per annum plus GST
Expense allowance	0.25% per annum plus GST Capped at 0.25% per annum plus GST (This is inclusive of Supervisor, custody, fund accounting, unit pricing, registry, legal and audit fees)	0.25% per annum plus GST (This is inclusive of Supervisor, custody, fund accounting, unit pricing, registry, legal and audit fees)	0.25% per annum plus GST (This is inclusive of Supervisor, custody, fund accounting, unit pricing, registry, legal and audit fees)	0.25% per annum plus GST (This is inclusive of Supervisor, custody, fund accounting, unit pricing, registry, legal and audit fees)

Notes to the Financial Statements

9. Related parties (continued)

9.1 General (continued)

A performance fee is entitled to be charged where the Fund meets the performance target. The performance fees are calculated as follows:

- Devon Alpha Fund

- Devon Australian Fund

- Devon Diversified Income Fund

- Devon Dividend Yield Fund

- Devon Trans-Tasman Fund

- Devon Sustainability Fund

- Devon Global Impact Bond Fund

- Devon Global Sustainability Fund

- Artesian Green and Sustainable Bond Fund (NZD)

The first 1% of gross return above the benchmark of 12% up to 13% per annum, then 15% of the return thereafter, subject to a high watermark, plus GST. Cap on performance fee of 3%.

10% of the net return of the Fund (reflected in the unit price) over the S&P/ASX200 Index in NZD (the Fund's benchmark) for the relevant period, subject to a high watermark, plus GST.

The Manager does not intend to charge a performance fee for the Diversified Income Fund.

10% of the net return of the Fund (reflected in the unit price) over the 50:50 NZX50:ASX200 Index unhedged to NZD (the Fund's benchmark) for the relevant period, subject to a high watermark, plus GST.

10% of the net return of the Fund (reflected in the unit price) over the 50:50 NZX50:ASX200 Index fully hedged (the Fund's benchmark) for the relevant period, subject to a high watermark, plus GST.

The Manager does not intend to charge a performance fee for the Devon Sustainability Fund.

The Manager does not intend to charge a performance fee for the Devon Global Impact Bond Fund.

The Manager does not intend to charge a performance fee for the Devon Global Sustainability Fund.

The Manager does not intend to charge a performance fee for the Artesian Green and Sustainable Bond Fund (NZD).

9.2 Related party fees

Under the Trust Deed the management fees and performance fees payable to Devon Funds Management Limited are payable monthly in arrears.

The Supervisor is paid a fee of up to 0.06% of the gross asset value of each Fund and is payable monthly. The Manager pays the Supervisor fees for the Funds, with the Manager recovering the Supervisor fees as part of the Funds' expense allowance.

Audit fees are included in the expense allowance from the Manager, and paid by the parent company of the Manager, Investment Services Group Limited. The audit fees included in the expense allowance from the Manager are as follows:

\$ For the year ended 31 March	Devon Alpha Fund		Devon Australian Fund		Devon Diversified Income Fund		Devon Dividend Yield Fund		Devon Trans-Tasman Fund	
	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
PricewaterhouseCoopers	14,646	14,178	14,646	14,178	14,646	14,178	14,646	14,178	14,646	14,178

\$ For the year ended 31 March	Devon Sustainability Fund		Devon Global Impact Bond Fund		Devon Global Sustainability Fund		Artesian Green and Sustainable Bond Fund (NZD)	
	2025	2024	2025	2024	2025	2024	2025	2024
PricewaterhouseCoopers	14,646	14,178	14,646	14,178	14,646	14,178	14,646	14,178

The Funds incurred the following fees to related parties:

\$ For the year ended 31 March	Devon Alpha Fund		Devon Australian Fund		Devon Diversified Income Fund		Devon Dividend Yield Fund		Devon Trans-Tasman Fund	
	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
<u>Devon Funds Management Limited</u>										
Management fees	1,491,097	1,308,251	124,762	119,063	33,921	40,471	117,949	135,494	934,095	641,137
Performance fees	24,729	1,648,589	6,018	5,239	-	-	-	-	15,881	94,098
Expense allowance	422,355	370,564	35,339	33,725	14,782	17,161	57,124	65,792	264,584	181,603
Fee rebates	-	-	-	-	(12,810)	(15,927)	-	-	-	-
	1,938,181	3,327,404	166,119	158,027	35,893	41,705	175,073	201,286	1,214,560	916,838

\$ For the year ended 31 March	Devon Sustainability Fund		Devon Global Impact Bond Fund		Devon Global Sustainability Fund		Artesian Green and Sustainable Bond Fund (NZD)	
	2025	2024	2025	2024	2025	2024	2025	2024
<u>Devon Funds Management Limited</u>								
Management fees	294,598	269,685	204,877	161,400	588,996	434,688	69,867	10,275
Expense allowance	83,640	76,389	170,682	134,461	175,615	129,606	58,206	8,560
Fee rebates	(175,746)	(200,541)	-	-	-	-	-	-
	202,492	145,533	375,559	295,861	764,611	564,294	128,073	18,835

Notes to the Financial Statements

9. Related parties (continued)

9.2 Related party fees (continued)

The Funds owed the following amounts to related parties at balance date:

\$	Devon Alpha Fund		Devon Australian Fund		Devon Diversified Income Fund		Devon Dividend Yield Fund		Devon Trans-Tasman Fund	
As at 31 March	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
<u>Devon Funds Management Limited</u>										
Management fees payable	136,278	117,804	9,761	10,537	2,662	3,249	8,966	11,167	96,371	62,752
Management fees rebates	-	-	-	-	(924)	(1,244)	-	-	-	-
Performance fees payable	-	1,648,589	-	-	-	-	-	-	-	12,402
Expense allowance payable	38,601	33,368	2,765	2,985	1,160	1,416	4,354	5,423	27,297	17,774
	174,879	1,799,761	12,526	13,522	2,898	3,421	13,320	16,590	123,668	92,928

\$	Devon Sustainability Fund		Devon Global Impact Bond Fund		Devon Global Sustainability Fund		Artesian Green and Sustainable Bond Fund (NZD)	
As at 31 March	2025	2024	2025	2024	2025	2024	2025	2024
<u>Devon Funds Management Limited</u>								
Management fees payable	25,127	109,981	20,792	14,062	50,462	43,249	8,300	2,337
Management fees rebates	(14,837)	(14,363)	-	-	-	-	-	-
Expense allowance payable	7,117	6,846	17,322	11,715	15,046	12,895	6,914	1,944
	17,407	102,464	38,114	25,777	65,508	56,144	15,214	4,281

9.3 Directors' interests and Manager's holdings

\$	Devon Alpha Fund		Devon Australian Fund		Devon Diversified Income Fund		Devon Dividend Yield Fund		Devon Trans-Tasman Fund	
As at 31 March	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
Holdings of the Directors of the Manager and their related parties	4,067,014	4,303,780	96,149	94,317	136,469	129,950	-	-	100,888	100,228

\$	Devon Sustainability Fund		Devon Global Impact Bond Fund		Devon Global Sustainability Fund		Artesian Green and Sustainable Bond Fund (NZD)	
As at 31 March	2025	2024	2025	2024	2025	2024	2025	2024
Holdings of the Directors of the Manager and their related parties	1,299	1,315	-	971,596	102,757	97,998	54,289	52,208

The Manager does not have holdings in the Funds as at year end (31 March 2024: nil).

9.4 Related party investments

\$	Devon Alpha Fund		Devon Australian Fund		Devon Diversified Income Fund		Devon Dividend Yield Fund		Devon Trans-Tasman Fund	
As at 31 March	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
Devon Dividend Yield Fund	-	-	-	-	1,026,972	1,415,874	-	-	-	-
The total income and gains earned or losses suffered on investments with related parties were:										
Devon Dividend Yield Fund	-	-	-	-	(18,903)	94,225	-	-	-	-

Notes to the Financial Statements

9. Related parties (continued)

9.4 Related party investments (continued)

\$ As at 31 March	Devon Sustainability Fund 2025	Devon Sustainability Fund 2024	Devon Global Impact Bond Fund 2025	Devon Global Impact Bond Fund 2024	Devon Global Sustainability Fund 2025	Devon Global Sustainability Fund 2024	Artesian Green and Sustainable Bond Fund (NZD) 2025	Artesian Green and Sustainable Bond Fund (NZD) 2024
Devon Sustainability Wholesale Fund	28,879,481	28,405,264	-	-	-	-	-	-

The total income and gains earned or losses suffered on investments with related parties were:

Devon Sustainability Wholesale Fund	(121,578)	2,671,787	-	-	-	-	-	-
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10. Interest income/(expense)

\$ For the year ended 31 March	Devon Alpha Fund 2025	Devon Alpha Fund 2024	Devon Australian Fund 2025	Devon Australian Fund 2024	Devon Diversified Income Fund 2025	Devon Diversified Income Fund 2024	Devon Dividend Yield Fund 2025	Devon Dividend Yield Fund 2024	Devon Trans-Tasman Fund 2025	Devon Trans-Tasman Fund 2024
Interest income - financial assets at amortised cost	460,561	535,235	10,161	13,994	19,248	37,020	12,745	18,886	62,055	64,141
Interest income - financial assets at fair value through profit or loss	-	-	-	-	130,551	136,725	-	-	-	-
Total net interest income	460,561	535,235	10,161	13,994	149,799	173,745	12,745	18,886	62,055	64,141

\$ For the year ended 31 March	Devon Sustainability Fund 2025	Devon Sustainability Fund 2024	Devon Global Impact Bond Fund 2025	Devon Global Impact Bond Fund 2024	Devon Global Sustainability Fund 2025	Devon Global Sustainability Fund 2024	Artesian Green and Sustainable Bond Fund (NZD) 2025	Artesian Green and Sustainable Bond Fund (NZD) 2024
Interest income/(expense) - financial assets at amortised cost	12,558	10,958	35,371	(13,879)	28,170	(2,489)	11,661	926
Total net interest income/(expense)	12,558	10,958	35,371	(13,879)	28,170	(2,489)	11,661	926

11. Reconciliation of operating profit/(loss) to net cash inflow/(outflow) from operating activities

\$ For the year ended 31 March	Devon Alpha Fund 2025	Devon Alpha Fund 2024	Devon Australian Fund 2025	Devon Australian Fund 2024	Devon Diversified Income Fund 2025	Devon Diversified Income Fund 2024	Devon Dividend Yield Fund 2025	Devon Dividend Yield Fund 2024	Devon Trans-Tasman Fund 2025	Devon Trans-Tasman Fund 2024
Operating (loss)/profit	(5,055,432)	15,703,695	312,715	1,832,584	252,380	292,214	(293,623)	1,194,081	(618,758)	7,052,256
Adjustments for non-cash items										
Net unrealised changes in the fair value of financial assets & liabilities	6,931,822	(17,829,500)	1,076,233	(1,593,096)	(53,039)	(56,533)	1,213,421	(450,967)	4,300,356	(6,216,972)
Net foreign currency (losses)/gains on cash and cash equivalents	(356,266)	113,991	(3,671)	(3,801)	-	-	1,750	(2,971)	(10,913)	(1,463)
Distributions received as units rather than cash	(500,215)	(59,279)	(6,877)	(890)	(62,039)	(79,350)	(210,715)	(144,490)	(555,284)	(157,518)
	6,075,341	(17,774,788)	1,065,685	(1,597,787)	(115,078)	(135,883)	1,004,456	(598,428)	3,734,159	(6,375,953)
Movements in working capital items										
(Increase)/decrease in receivables	(199,612)	166,803	5,014	3,009	11,838	(858)	28,501	20,255	(118,068)	4,034
(Decrease)/increase in payables	(1,624,882)	1,672,511	(996)	379	(523)	(1,587)	(3,270)	(981)	30,740	25,714
(Increase)/decrease in net cost of investments	(31,744,451)	9,025,677	379,147	1,039,603	1,046,019	(222,780)	2,424,355	1,894,805	(41,991,478)	(5,564,153)
	(33,568,945)	10,864,991	383,165	1,042,991	1,057,334	(225,225)	2,449,586	1,914,079	(42,078,806)	(5,534,405)
	(27,493,604)	(6,909,797)	1,448,850	(554,796)	942,256	(361,108)	3,454,042	1,315,651	(38,344,647)	(11,910,358)
Net cash (outflow)/inflow from operating activities	(32,549,036)	8,793,898	1,761,565	1,277,788	1,194,636	(68,894)	3,160,419	2,509,732	(38,963,405)	(4,858,102)

Notes to the Financial Statements

11. Reconciliation of operating (loss)/profit to net cash outflow from operating activities (continued)

\$ For the year ended 31 March	Devon Sustainability Fund		Devon Global Impact Bond Fund		Devon Global Sustainability Fund		Artesian Green and Sustainable Bond Fund (NZD)	
	2025	2024	2025	2024	2025	2024	2025	2024
Operating (loss)/profit	(311,518)	2,537,191	2,196,148	2,145,017	2,956,911	9,716,743	1,144,911	212,516
Adjustments for non-cash items								
Net unrealised changes in the fair value of financial assets & liabilities	290,666	(2,671,787)	(2,132,677)	(2,408,625)	(2,623,534)	(10,239,028)	(821,729)	(159,655)
Net foreign currency gains or losses on cash and cash equivalents	-	-	-	-	-	-	2,466	(2,486)
Distributions received as units rather than cash	-	-	-	-	-	-	(740,993)	(59,855)
	290,666	(2,671,787)	(2,132,677)	(2,408,625)	(2,623,534)	(10,239,028)	(1,560,256)	(221,996)
Movements in working capital items								
Decrease/(increase) in receivables	104	(14,467)	(1,868)	16,849	(733)	7,331	(942)	(479)
(Decrease)/increase in payables	(85,057)	88,155	12,337	2,684	9,364	19,694	10,933	4,281
(Increase)/decrease in net cost of investments	(764,883)	380,001	(21,269,749)	(2,300,000)	790,885	(9,256,350)	(19,078,571)	(7,921,553)
	(849,836)	453,689	(21,259,280)	(2,280,467)	799,516	(9,229,325)	(19,068,580)	(7,917,751)
	(559,170)	(2,218,098)	(23,391,957)	(4,689,092)	(1,824,018)	(19,468,353)	(20,628,836)	(8,139,747)
Net cash (outflow)/inflow from operating activities	(870,688)	319,093	(21,195,809)	(2,544,075)	1,132,893	(9,751,610)	(19,483,925)	(7,927,231)

12. Assets and liabilities not carried at fair value but for which fair value is disclosed

All financial assets and liabilities not measured at fair value through profit or loss are carried at amortised cost and their carrying values are a reasonable approximation of fair value.

Cash and cash equivalents referred to in Note 8 include cash on hand and deposit accounts.

Outstanding settlements represent the contractual amount due by the Funds for settlement of trades.

13. Distributions

The Manager has discretion as to whether to distribute any net income of each fund. Income that is not distributed is invested as part of the assets of the Funds or may be used to make later distributions to investors.

The following distributions were made during the year:

\$ For the year ended 31 March	Devon Alpha Fund		Devon Australian Fund		Devon Diversified Income Fund		Devon Dividend Yield Fund		Devon Trans-Tasman Fund	
	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
Distributions	4,080,182	3,551,096	472,955	459,733	202,092	236,587	867,598	986,739	3,262,007	2,364,574

\$ For the year ended 31 March	Devon Sustainability Fund		Devon Global Impact Bond Fund		Devon Global Sustainability Fund		Artesian Green and Sustainable Bond Fund (NZD)	
	2025	2024	2025	2024	2025	2024	2025	2024
Distributions	1,116,120	1,042,929	3,047,528	2,616,229	-	-	844,805	9,182

14. Commitments and contingent liabilities

There are no material commitments or contingencies as at 31 March 2025 (31 March 2024: nil).

Notes to the Financial Statements

15. Non-cash transactions

Intrafund transfers during the reporting period within the Funds are as follows. Intrafund transfers are transfers of units within the same fund for registry purposes and do not represent units issued and redeemed by and from the Fund.

\$ For the year ended 31 March	Devon Alpha Fund 2025	Devon Alpha Fund 2024	Devon Australian Fund 2025	Devon Australian Fund 2024	Devon Diversified Income Fund 2025	Devon Diversified Income Fund 2024	Devon Dividend Yield Fund 2025	Devon Dividend Yield Fund 2024	Devon Trans-Tasman Fund 2025	Devon Trans-Tasman Fund 2024
Intrafund transfers	21,911,314	9,640,765	1,093,384	298,854	424,832	110,499	287,478	478,910	10,732,677	1,597,006

\$ For the year ended 31 March	Devon Sustainability Fund 2025	Devon Sustainability Fund 2024	Devon Global Impact Bond Fund 2025	Devon Global Impact Bond Fund 2024	Devon Global Sustainability Fund 2025	Devon Global Sustainability Fund 2024	Artesian Green and Sustainable Bond Fund (NZD) 2025	Artesian Green and Sustainable Bond Fund (NZD) 2024
Intrafund transfers	352,055	23,250,990	38,797	23,455,233	335,354	25,123,788	1,918,263	73,789

In addition to the distributions paid in cash, the following tables show the distributions reinvested during the reporting period:

\$ For the year ended 31 March	Devon Alpha Fund 2025	Devon Alpha Fund 2024	Devon Australian Fund 2025	Devon Australian Fund 2024	Devon Diversified Income Fund 2025	Devon Diversified Income Fund 2024	Devon Dividend Yield Fund 2025	Devon Dividend Yield Fund 2024	Devon Trans-Tasman Fund 2025	Devon Trans-Tasman Fund 2024
Distributions reinvested	1,686,282	1,495,752	114,892	111,407	125,660	149,758	342,797	400,482	1,379,814	842,885

\$ For the year ended 31 March	Devon Sustainability Fund 2025	Devon Sustainability Fund 2024	Devon Global Impact Bond Fund 2025	Devon Global Impact Bond Fund 2024	Devon Global Sustainability Fund 2025	Devon Global Sustainability Fund 2024	Artesian Green and Sustainable Bond Fund (NZD) 2025	Artesian Green and Sustainable Bond Fund (NZD) 2024
Distributions reinvested	109,146	127,339	321,067	344,311	-	-	265,032	6,577

16. Events occurring after the balance date

There have been no significant events that have occurred since balance date which would impact the financial position of the Funds as at 31 March 2025 or the results and cash flows of the Funds for the reporting period ended on that date.