

# DEVON FUNDS.

For the informed investor.



## DEVON GLOBAL SUSTAINABILITY FUND

MONTHLY REPORT: APRIL 2026

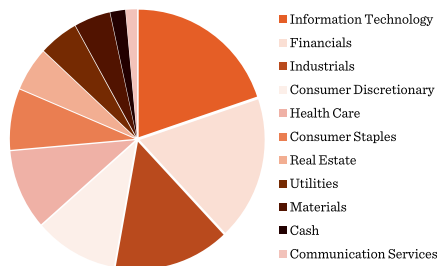
### SUMMARY OF INVESTMENT OBJECTIVE

The **Devon Global Sustainability Fund** is actively managed and seeks to deliver long-term total returns in excess of the MSCI All Country World Index (50% hedged to NZD) by investing in the equities of companies globally, that generate high return on capital relative to their peers, and whose management teams and boards display exemplary stewardship to sustain those returns over time. We define stewardship as how companies balance the interests of all stakeholders (customers, employees, communities and the supply chain) in the pursuit of profits and how they incorporate material environmental, social and governance (ESG) risks and opportunities in their corporate strategy. The Fund targets net zero emissions by 2050 in alignment with the Paris Agreement.

### KEY HOLDINGS



### ASSET ALLOCATION



### ALLOCATION

Wellington Global Stewards Fund NZD Unhedged	98.4%	Cash	1.6%
Currency Hedge	52.1%	Total	100%

### PERFORMANCE

	1 Mth	3 Mth	1 Yr	3 Yr p.a
Devon Global Sustainability Fund	7.0%	2.0%	15.1%	12.6%
MSCI All Country World Index in NZD, 50% hedged to NZD	8.1%	4.8%	30.6%	20.5%

Devon Global Sustainability Fund returns are after all fees and expenses, but before tax which varies by investor.

### FUND PERFORMANCE AND ATTRIBUTION

The fund underperformed the index over the period, however delivered overall positive returns.

Security selection was the primary driver of relative underperformance. Weak selection in consumer discretionary, information technology and health care was partially offset by selection in financials and industrials. Sector allocation, a result of our bottom-up stock selection process, also detracted from returns. Allocation effect was driven by our lack of exposure to communication services and overweight to financials, but offset by our lack of exposure to energy. On a market basis, weak stock selection in United States, Taiwan and Hong Kong was partially offset by selection in France.

At the issuer level, our top two relative contributors were overweights to Texas Instruments and Arista Networks, while our top two relative detractors were not owning Alphabet and an overweight to ServiceNow.

The share price of Texas Instruments surged in April following stronger-than-expected first-quarter results and a robust second-quarter outlook. First-quarter revenue increased 19% year over year, driven by strength in Analog and Embedded Processing, with broad-based gains across industrial markets and accelerating demand from data centers.

### Devon Funds Management Limited

Level 17, HSBC Tower, 188 Quay Street, Auckland 1010  
 PO Box 105 609, Auckland 1143  
 Telephone: 0800 944 049 (free call) or +649 925 3990  
 enquiries@devonfunds.co.nz

# DEVON FUNDS.

[www.devonfunds.co.nz](http://www.devonfunds.co.nz)

Devon Funds Management Limited, its directors, employees and agents believe that the information herein is correct at the time of compilation; however they do not warrant the accuracy of that information. Save for any statutory liability which cannot be excluded, Devon Funds Management Limited further disclaims all responsibility or liability for any loss or damage which may be suffered by any person relying upon such information or any opinions, conclusions or recommendations herein whether that loss or damage is caused by any fault or negligence on the part of Devon Funds Management Limited, or otherwise. This disclaimer extends to any entity which may distribute this publication and in which Devon Funds Management Limited or its related companies have an interest. We do not disclaim liability under the Fair Trading Act 1986, nor the Consumer Guarantees Act 1993, to the extent these Acts apply. This document is issued by Devon Funds Management Limited. It is not intended to be an offer of units in any of the Devon Funds [the 'Funds']. Anyone wishing to apply for units will need to complete the application form attached to the current Product Disclosure Statement (PDS) which is available at [www.devonfunds.co.nz](http://www.devonfunds.co.nz). Devon Funds Management Limited, a related company of Investment Services Group Limited, manages the Funds and will receive management fees as set out in the PDS. This document contains general securities advice only. Past performance is no guide to future returns. In preparing this document, Devon Funds Management Limited did not take into account the investment objectives, financial situation and particular needs ('financial circumstances') of any particular person. Accordingly, before acting on any advice contained in this document, you should assess whether the advice is appropriate in light of your own financial circumstances or contact your financial adviser. No part of this document may be reproduced without the permission of Investment Services Group.

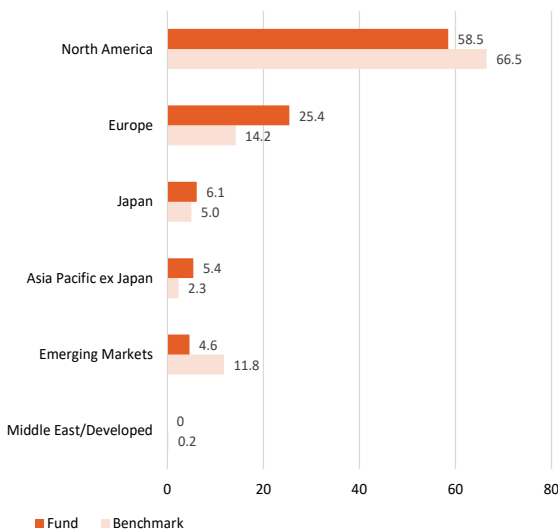


## MARKET REVIEW

Global equities rebounded in April as performance was led by technology and AI-linked companies, where strong earnings, continued investment in digital infrastructure, and investor positioning drove outperformance. The broader global backdrop showed increasing dispersion, driven by elevated geopolitical tensions, divergent regional growth trajectories, and accelerating inflationary dynamics. Central banks largely held interest rates steady, maintaining a cautious stance amid considerable uncertainty about the impacts of the energy supply shock on inflation and economic growth. Disruptions tied to the Iran conflict led to intermittent delays in Gulf shipping and frequent adjustments to insurance coverage. As a result, manufacturers worldwide are contending with volatile input costs and shifting delivery schedules, with the effects most pronounced across Europe and Asia. The IMF’s April World Economic Outlook described a fragile equilibrium; global economic growth remains intact but is slowing at the margin, while energy-driven inflation pressures increase the likelihood that monetary policy remains tighter for longer than markets currently anticipate. At the same time, investment in AI appears increasingly structural. Spending is focused not only on applications but on the build-out of core infrastructure – compute, data, and enterprise integration – suggesting a multiyear capital cycle as firms pursue productivity gains amid ongoing cost and labor constraints.

The MSCI All Country World Index Net returned 10.2% (in USD terms) for the month. Within the index, nine out of 11 sectors rose over the month. Information technology and communication services were the top performing sectors, while energy and health care were the bottom performing sectors over the period.

## REGIONAL DISTRIBUTION % OF EQUITY



Totals may not add up to 100% due to rounding.

**Devon Funds Management Limited**  
 Level 17, HSBC Tower, 188 Quay Street, Auckland 1010  
 PO Box 105 609, Auckland 1143  
 Telephone: 0800 944 049 (free call) or +649 925 3990  
 enquiries@devonfunds.co.nz

## FUND PERFORMANCE AND ATTRIBUTION (CONTINUED)

Shares of Alphabet, a US-based technology conglomerate, rose during the month after a blockbuster Q1 2026 earnings report, where strong revenue growth in their Google Cloud and computing segments headlined. Successful integration of AI solutions have translated into measurable operating margin expansion for the company and helped to abate prior concerns of AI chatbots replacing traditional search engines.

## FUND POSITIONING AND OUTLOOK

At the end of the period, our largest overweights were consumer discretionary and financials. We were most underweight to communication services and energy, neither of which we had exposure to. From a regional perspective, our largest overweight was Europe and we were most underweight to North America and Emerging Markets.

## PORTFOLIO MANAGER Yolanda Courtines

Yolanda Courtines is the lead portfolio manager for Global Stewards. She is responsible for investment decisions and collaborates extensively with Wellington’s



broad base of investment resources, including Global Industry Analysts, ESG analysts, and climate specialists, for idea generation and fundamental research. She brings over 30 years of industry experience to her role, combining deep expertise with a commitment to stewardship.