

DEVON FUNDS.

For the informed investor.



DEVON GLOBAL SUSTAINABILITY FUND

MONTHLY REPORT: MAY 2026

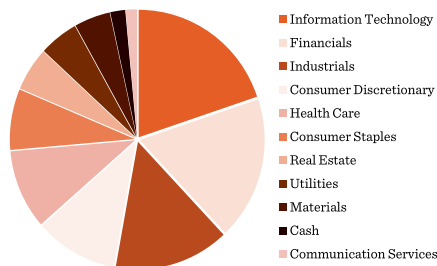
SUMMARY OF INVESTMENT OBJECTIVE

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	97.4%	Cash	2.6%
Currency Hedge	48.8%	Total	100%

PERFORMANCE

	1 Mth	3 Mth	1 Yr	3 Yr p.a
Devon Global Sustainability Fund	4.0%	4.9%	13.5%	14.3%
MSCI All Country World Index in NZD, 50% hedged to NZD	4.3%	7.4%	29.3%	21.9%

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

FUND PERFORMANCE AND ATTRIBUTION

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

Security selection was the primary driver of relative underperformance. Weak selection in information technology was partially offset by selection in industrials, consumer discretionary and materials. Sector allocation, a result of our bottom-up stock selection process, was neutral to returns. Allocation effect was driven by our underweight to information technology and overweight to real estate and financials, but offset by our lack of exposure to communication services and energy. On a market basis, weak stock selection in United States was partially offset by selection in Japan and United Kingdom.

At the issuer level, our top two relative contributors were overweights to Recruit Holdings and DSM-Firmenich, while our top two relative detractors were not owning Micron Technology and an overweight to Ferguson Enterprises.

Shares of Recruit Holdings rose over the period following a strong FY2025 earnings release that featured a sizable EPS beat and accelerating profit growth, alongside robust FY2026 guidance. Gains were further supported by optimism around AI-driven HR technology and improving monetization within its Indeed segment.

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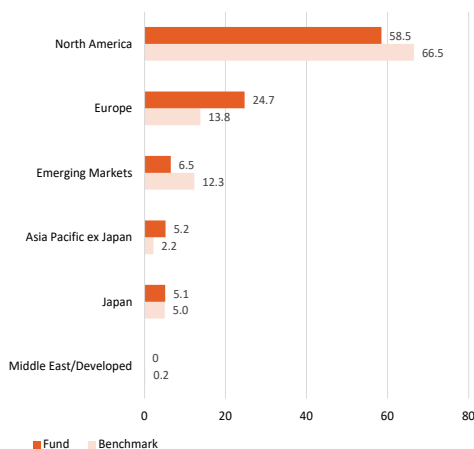


MARKET REVIEW

Global equities advanced in May, as markets were encouraged by signs of progress toward a negotiated settlement to end the conflict in Iran, strong corporate earnings, and favorable outlooks from hyperscale technology companies that reinforced enthusiasm for AI-related investments. Continued evidence of robust demand for AI infrastructure, particularly across semiconductors, data centers, and related supply chains, sustained the market leadership of technology and other growth-oriented equities, while solid earnings across a broad range of industries helped offset persistent macroeconomic and geopolitical concerns. However, mounting economic headwinds in the form of energy-driven inflation pressures, higher interest-rate expectations, and signs of consumer fragility complicated the path toward policy normalization. In response to the complex and uncertain macroeconomic environment, many global central banks adopted a cautious policy stance and left interest rates unchanged, emphasizing data dependence and a willingness to implement restrictive policy settings should inflation prove persistent. In contrast, the Reserve Bank of Australia raised interest rates in response to rising inflationary pressures, while the Bank of Japan remained on its gradual path toward policy normalization. A summit between President Donald Trump and Chinese President Xi Jinping offered new hope for stability and a positive reset in relations, with new mechanisms to address trade and investment and a commitment to support continued dialogue.

The MSCI All Country World Index Net returned 5.2% (in USD terms) over the period. Within the index, six out of 11 sectors rose over the period. Information technology and consumer discretionary were the top performing sectors, while energy and utilities were the bottom performing sectors for the month.

REGIONAL DISTRIBUTION % OF EQUITY



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

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FUND PERFORMANCE AND ATTRIBUTION (CONTINUED)

Micron Technology’s share price rose during the period, supported by a broad semiconductor and memory-chip rally driven by strong AI-related demand and tight memory supply. The company’s market capitalization surpassed \$1 trillion for the first time, underscoring the increasingly critical role of memory semiconductors in enabling AI infrastructure and next-generation computing workloads.

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, which we had no 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.