

The Devon View: Macro Shocks and Micro Risks

Josh Wilson, Portfolio Manager

The New Zealand share market has fallen -6% since the war broke out between the US, Israel and Iran. This is in stark contrast to the US share market which has risen +5% in the same period.

The divergent performance can be at least partly attributed to the anticipated impact of constrained fuel supply and higher prices on our respective economies: New Zealand is heavily dependent on the Middle East-Asian fuel supply chain, and we're an export driven economy that suffers even more from the tyranny of distance when fuel (and freight) costs rise. Exports comprise nearly a quarter of our GDP. In contrast, the US is self-sufficient in oil and does a lot of business with itself (exports are about 10% of GDP).

Furthermore, for the struggling New Zealand economy, where it was finally looking like the 'green shoots' of recovery might grow into something more meaningful, the spike in fuel costs, inflation fears, and interest rate rises mean we may now be waiting until 2027 for this to eventuate. Consensus expectations for economic growth in 2026 have fallen from 2.4% to 1.8% since the start of the year and may fall further if the conflict and high fuel prices persist.

In contrast, the US economy entered the conflict in good shape, with economic growth above 2% in 2025 and projected to remain there in 2026. Some of this is due to the robust AI activity in the US tech sector, while its oil and gas sector has also benefited from higher oil prices, whereas this is a straight 'tax' on NZ, with very little offset...[READ MORE](#)

MARKET INDICES

Index	Region	Monthly Return	1 Yr. Return
S&P/NZX50G	NZ	-0.1%	8.4%
S&P/ASX200G	AUSTRALIA	2.2%	10.1%
MSCI World Index	GLOBAL	8.4%	28.2%
S&P500	USA	9.4%	29.7%
FTSE100	UK	2.3%	26.3%
NIKKEI 225	JP	16.1%	67.4%
NZ 90 Day Bank Bill	NZ	0.2%	3.0%
Bloomberg Global Aggregate Index (NZD)	GLOBAL	0.2%	1.2%

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AT A GLANCE

Prices as at 30 April 2026

DEVON ALPHA FUND	\$2.2152
DEVON AUSTRALIAN FUND	\$1.9288
DEVON DIVERSIFIED INCOME FUND	\$1.4921
DEVON DIVIDEND YIELD FUND	\$1.9682
DEVON GLOBAL IMPACT BOND FUND	\$1.3078
DEVON GLOBAL SUSTAINABILITY FUND	\$2.2573
DEVON TRANS-TASMAN FUND	\$5.0199
DEVON SUSTAINABILITY FUND	\$3.0753
ARTESIAN GREEN & SUSTAINABLE BOND FUND	\$0.9899

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DEVON ALPHA FUND

FUND OUTLINE

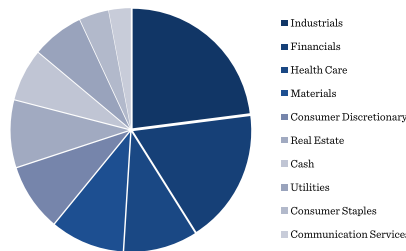
The **Alpha Fund** invests in a concentrated portfolio of approximately 10 to 15 select companies predominantly listed on the NZ and Australian share markets.

The Fund does not follow any index, is actively managed and aims to generate capital growth over the long term. Currency exposure is actively managed.

KEY HOLDINGS



ASSET ALLOCATION



ALLOCATION

New Zealand Equities	51.8%	Cash	6.1%
Australian Equities	42.1%	Total	100.0%
Currency Hedge	101.4%		

PERFORMANCE

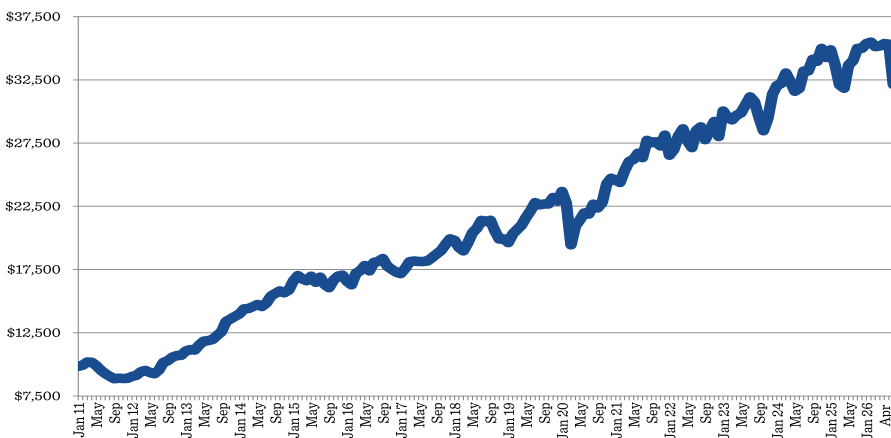
	1 Mth	3 Mth	1 Yr	3 Yr p.a	5 Yr p.a	10 Yr p.a
Devon Alpha Fund	3.3%	-6.2%	4.3%	3.8%	5.0%	6.6%
OCR + 5%	0.6%	1.8%	7.9%	9.6%	7.2%	4.2%

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

**The benchmark for Alpha changed to OCR + 5% from 1 September 2022.

NET PERFORMANCE

Based on \$10,000 invested at 1 January 2011



NOTE: Further information on the Devon Alpha Fund can be found in our Quarterly Fund Updates by visiting <https://devonfunds.co.nz/alpha-fund> or by clicking [HERE](#)

COMMENTARY

The Alpha strategy enjoyed a solid month of performance during April. Many of our Australian investments, in particular, generated strong returns after the difficulties faced by equity markets in March.

Stocks worth highlighting included Goodman Group which rallied 15.8% and Macquarie Group that finished up 16.4%. Despite some weakness in a few of our New Zealand investments, in an overall sense we were encouraged that most of our highest conviction ideas were well supported by investors as they recognised the valuation support evident. Outside of the Australian companies identified above, we have also been building a meaningful position in Infratil. This was supported by a recent research trip by one of our senior analysts to the US, to better understand the evolving trends in AI and data centres. Although Infratil rallied 7.0% in April, the conviction that we built from the US visit was particularly rewarded in May after Infratil announced a huge contract win by their associate company CDC Data Centres.

PORTFOLIO MANAGER

Slade Robertson



Slade has primary responsibility for stock selection and portfolio construction for the Alpha, Australian and Diversified Income funds. Slade

is also the Managing Director at Devon and has overall responsibility for the business. Slade has over 20 years' industry experience.



DEVON TRANS-TASMAN FUND

FUND OUTLINE

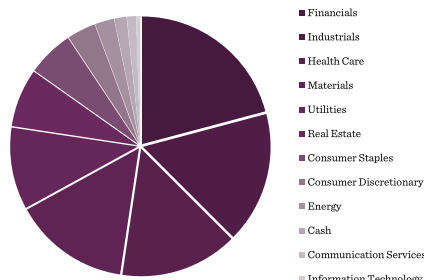
The **Trans-Tasman Fund** provides a broad and actively managed exposure to the New Zealand and Australian equity markets.

This Fund invests in a select portfolio of well researched companies, which are primarily New Zealand and Australian listed companies. The Australian dollar currency exposure is typically unhedged.

KEY HOLDINGS



ASSET ALLOCATION



ALLOCATION

New Zealand Equities	53.3%	Cash	1.5%
Australian Equities	45.2%	Total	100.0%

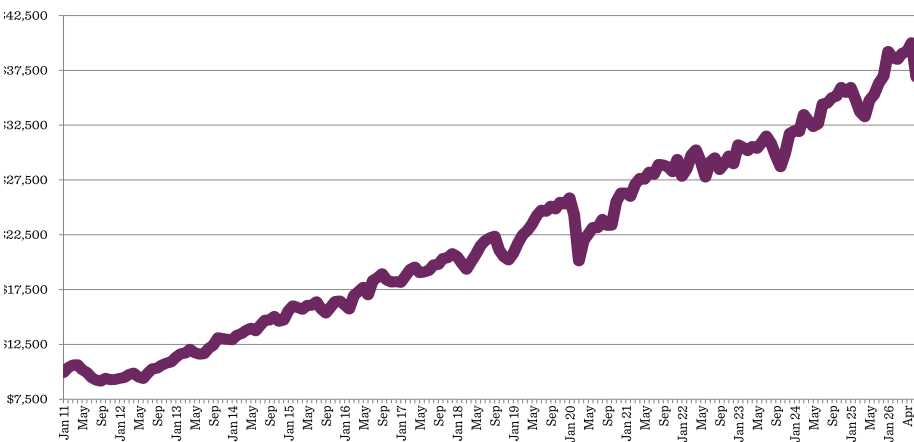
PERFORMANCE

	1 Mth	3 Mth	1 Yr	3 Yr p.a	5 Yr p.a	10 Yr p.a
Devon Trans-Tasman Fund	2.7%	-3.4%	14.0%	7.4%	6.5%	7.8%
50:50 NZX50 Gross & ASX200 Index Unhedged	1.9%	0.1%	16.6%	8.5%	5.7%	8.6%

*Devon Trans Tasman Fund returns are after all fees and expenses, but before tax which varies by investor.

NET PERFORMANCE

Based on \$10,000 invested at 1 January 2011



NOTE: Further information on the Devon Trans-Tasman Fund can be found in our Quarterly Fund Updates by visiting <https://devonfunds.co.nz/trans-tasman-fund> or by clicking [HERE](#)

COMMENTARY

The Trans-Tasman portfolio enjoyed positive relative performance during April, exceeding its benchmark. Key highlights included strong performance from Goodman Group (+15.8%), Macquarie Group (+16.4%) and James Hardie (+11.5%). Key detractors included Summerset (-8.1%) and Amcor (-5.3%).

Key portfolio holding Goodman Group (GMG) recovered some of the recent lost performance over the month after the company an important joint venture deal in the US with data centre operator DataBank. The partners will launch a new 32MW data centre in Los Angeles, a highly supply constrained market. The facility, located in Vernon, CA, will deliver 6MW by December 2026 and the remaining 26MW by September 2027. GMG is also progressing other key datacentre developments in the US, Europe, Asia, and Australasia. We anticipate customer leasing deals in the coming year given the very strong demand globally for computing power. In our view, any positive developments on leasing will support a re-rating of the business.

PORTFOLIO MANAGER

Tama Willis



After a long period in international investment markets, Tama returned to NZ after a very successful career in London and Singapore to join Devon's investment team. Tama holds primary responsibility for Devon's Trans-Tasman Fund. Tama is widely regarded as a leading expert on resource and mining stocks.



DEVON AUSTRALIAN FUND

FUND OUTLINE

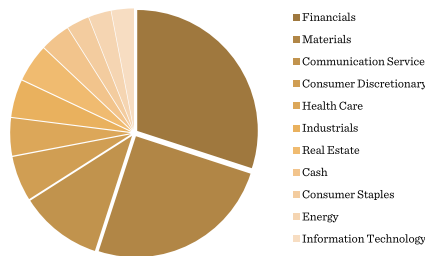
The **Australian Fund** invests in a select portfolio of companies, which are primarily Australian listed companies.

The Australian market is much larger than the New Zealand market and offers exposure to a number of sectors that are not available in New Zealand. The Australian dollar currency exposure of this Fund is typically unhedged.

KEY HOLDINGS



ASSET ALLOCATION



ALLOCATION

New Zealand Equities	0.0%	Cash	6.8%
Australian Equities	93.2%	Total	100.0%

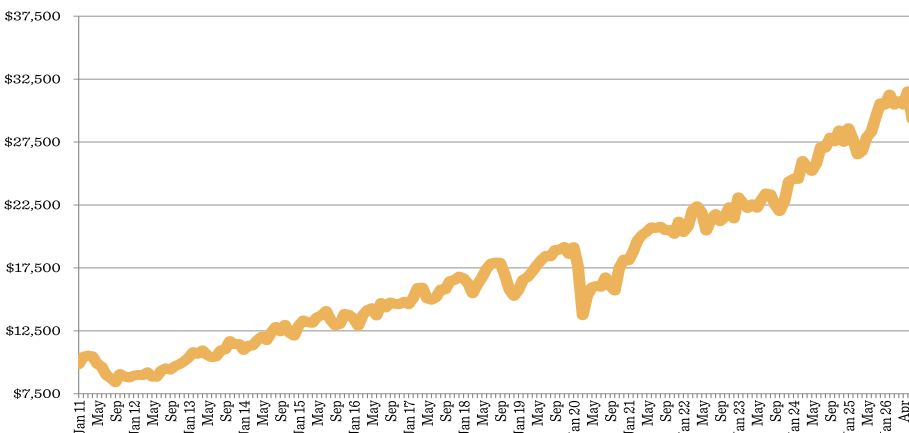
PERFORMANCE

	1 Mth	3 Mth	1 Yr	3 Yr p.a	5 Yr p.a	10 Yr p.a
Devon Australian Fund	5.3%	1.3%	15.3%	11.0%	8.9%	8.1%
ASX200 Index Gross (NZD)	3.9%	4.1%	24.7%	14.6%	11.1%	10.5%

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

NET PERFORMANCE

Based on \$10,000 invested at 1 January 2011



NOTE: Further information on the Devon Australian Fund can be found in our Quarterly Fund Updates by visiting <https://devonfunds.co.nz/australian-fund> or by clicking [HERE](#)

COMMENTARY

The Australian Fund rallied strongly in April. Key contributors to performance during the month included Ooh!Media (+23.8%), Macquarie Group (+16.4%), and Goodman Group (+15.8%), while EBOS Group (-6.7%) and The A2 Milk Company (-26.0%) detracted from performance.

Ooh!Media performed very strongly after receiving an unsolicited, non-binding indicative offer from Pacific Equity Partners (PEP) to acquire the company for A\$1.40 per share. The out-of-home media market has continued to increase its share of the total advertising market, yet the stock had sold off due to investor concerns surrounding a slowdown in advertising spend, stemming from the Iran war. Prior to this announcement, Ooh!Media was trading on a price-to-earnings ratio of 7x, or a 7.5% dividend yield, which we viewed as significantly undervalued given the favourable market dynamics. Additionally, we continued to expect the out-of-home sector to remain rational, particularly as one of Ooh!Media's largest competitors, QMS, had recently been sold from private equity ownership to media giant, Nine Entertainment.

PORTFOLIO MANAGER

Ben Jenkin



Ben has primary responsibility for stock selection and portfolio construction for the Australian and Sustainability Fund.

Ben also holds research responsibility for the telco, media and technology sectors, as well as a wide ranging number of industrial companies.



DEVON DIVIDEND YIELD FUND

FUND OUTLINE

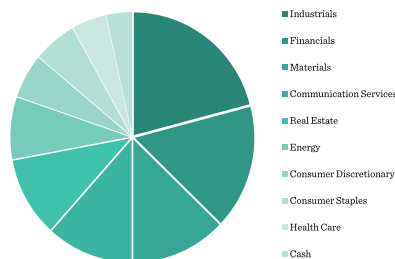
The **Devon Dividend Yield Fund** invests in a carefully selected portfolio of New Zealand and Australian listed companies.

These stocks are chosen for their attractive dividend yields and growth prospects with the aim of maintaining the dividend yield and capital value in real terms. The Australian dollar currency exposure is typically fully hedged.

KEY HOLDINGS



ASSET ALLOCATION



ALLOCATION

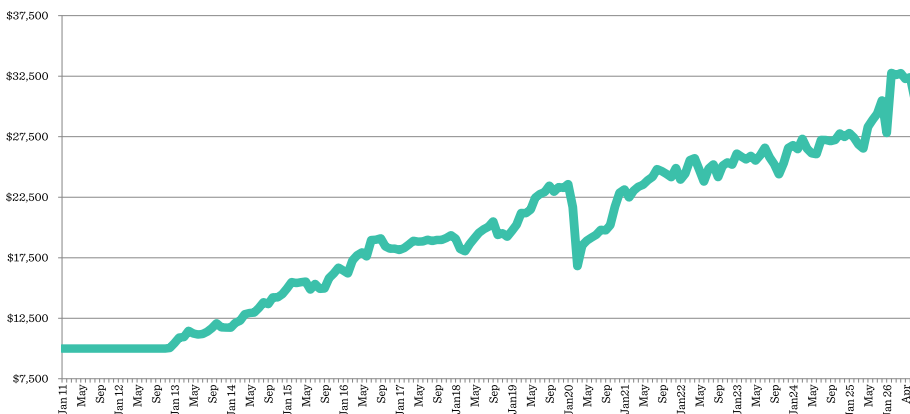
New Zealand Equities	62.0%	Cash	2.5%
Australian Equities	35.5%	Total	100.0%
Currency Hedge	98.2%	Yield	5.8%

PERFORMANCE	1 Mth	3 Mth	1 Yr	3 Yr p.a	5 Yr p.a	Since Inception
Devon Dividend Yield Fund	2.7%	-2.8%	18.3%	6.6%	6.1%	9.0%
50:50 NZX50 & ASX200 Index Gross	1.1%	-2.5%	9.3%	6.0%	4.3%	9.6%

*Devon Dividend Yield Fund returns are after all fees and expenses, but before tax which varies by investor.

NET PERFORMANCE

Based on \$10,000 invested at 1 January 2013



NOTE: Further information on the Devon Dividend Yield Fund can be found in our Quarterly Fund Updates by visiting <https://devonfunds.co.nz/dividend-yield-fund> or by clicking [HERE](#)

COMMENTARY

During April the Dividend Yield strategy rebounded following March's sell off, rallying +2.66%, outperforming the index by +1.60%. Top performers were Ooh Media (+23.8%), Breville (+13.7%), and Genesis Energy (+13.3%). Meanwhile key detractors were A2 Milk (-24.9%), Argosy (-4.4%), and Ebos Group (-4.4%).

While the effects of the current Iran War continue to wash through the world economy, we are beginning to see interesting opportunities present themselves. Several of our cyclicals are now at prices which put the risk-reward dynamic in our favour. Ooh Media is an Australasian outdoor advertiser, which was trading at seven times earnings before a large Australian private equity fund made a takeover offer at a 65% premium to the last traded price. Encouragingly, should the listed markets become too myopic and put companies with cyclically suppressed earnings on overly conservative valuations, we can see buyers with longer term horizons present themselves.

PORTFOLIO MANAGER

Patrick Washer



Patrick has primary responsibility for stock selection and portfolio construction for the Dividend Yield Fund. Patrick also holds research responsibilities for the property, aged care and transport sectors.



DEVON DIVERSIFIED INCOME FUND

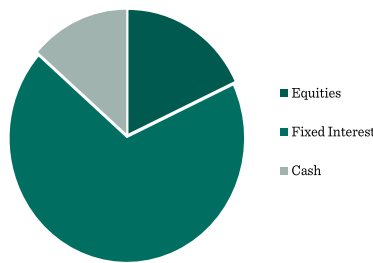
FUND OUTLINE

The **Devon Diversified Income Fund** aims to give New Zealanders access to a diverse and good quality portfolio of high yielding investments. The Fund aims to generate better-than-bank income rates by investing in a carefully selected portfolio of government and corporate bonds, cash, listed property, infrastructure, utility companies, high yielding equities, credit securities and other yielding financial assets.

KEY HOLDINGS



ASSET ALLOCATION



ALLOCATION

New Zealand Equities	16.3%	Bonds	62.0%
Australian Equities	9.4%	Cash	12.3%

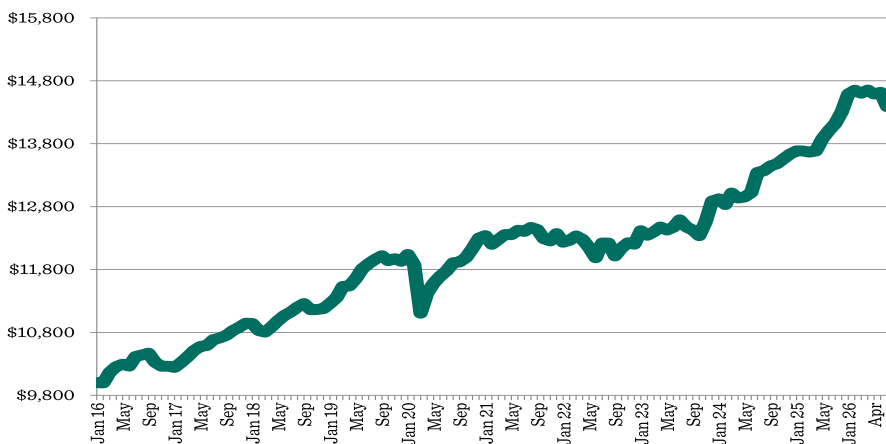
PERFORMANCE

	1 Mth	3 Mth	1 Yr	3 Yr p.a	5 Yr p.a	Since Inception
Devon Diversified Income Fund	0.9%	-0.5%	6.1%	5.2%	3.3%	3.8%
75% BB Composite 0-5yr Index, 25% 50:50 Composite NZX50 Gross and ASX 200 Index hedged to NZD	0.4%	-0.6%	3.1%	5.1%	4.5%	2.9%

*Devon Diversified Income Fund returns are after all fees and expenses, but before tax which varies by investor.
**The Devon Diversified Income Fund's benchmark changed to a blended market index from 10th December 2024.

NET PERFORMANCE

Based on \$10,000 invested at 1 January 2016



NOTE: Further information on the Devon Diversified Income Fund can be found in our Quarterly Fund Updates by visiting <https://devonfunds.co.nz/diversified-income-fund> or by clicking [HERE](#)

COMMENTARY

Global bond yields rose slightly during the month with the interest rate on US 10-year Treasuries closing at 4.41%, having started the month at 4.31%. Market sentiment continued to be heavily influenced by the turmoil in the Middel East, its impact on the price of oil and the potential impact on inflation, growth and central bank policy. During April the US Federal Reserve announced their decision to hold the federal funds rate steady at 3.50% - 3.75%. There was a high degree of disagreement amongst the Committee members regarding this decision, with the highest number of dissents at a single meeting since 1992 (4 out of the 12). These dissents were also particularly notable because they were split in their views across three wanting to hike and another pushing for a cut. This highlighted the uncertainty in the macro-backdrop and the challenge facing policy makers. The RBNZ also met and decided to keep rates on hold at 2.25%.

PORTFOLIO MANAGER

Slade Robertson



Slade has primary responsibility for stock selection and portfolio construction for the Alpha, Australian and Diversified Income funds. Slade is also the Managing Director at Devon and has overall responsibility for the business. Slade has over 20 years' industry experience.



DEVON SUSTAINABILITY FUND

FUND OUTLINE

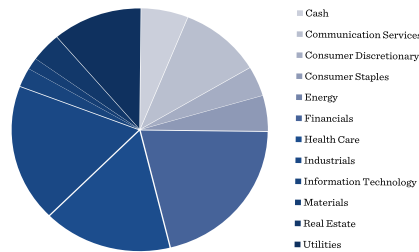
The **Devon Sustainability Fund** invests in a select portfolio of well researched New Zealand and Australian listed companies.

The Fund looks to invest in companies that score highly on overall environmental, social and corporate governance performance. The Fund also employs an ethical screen which will prohibit investment into certain companies and sectors.

KEY HOLDINGS



ASSET ALLOCATION



ALLOCATION

New Zealand Equities	58.2%	Cash	6.0%
Australian Equities	35.8%	Total	100.0%

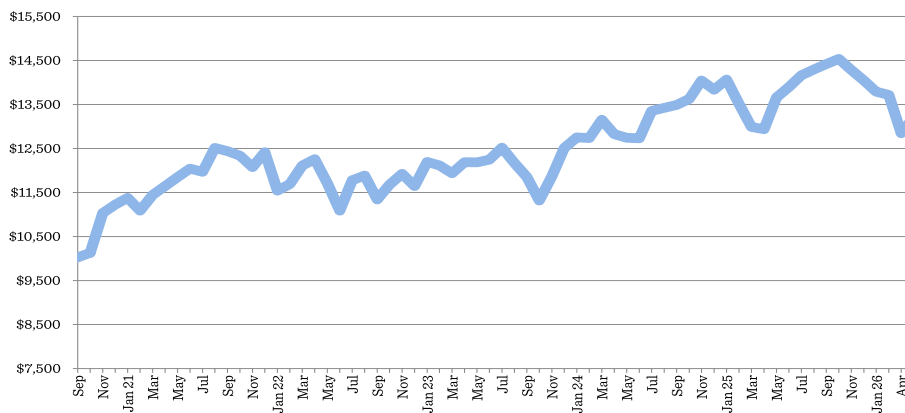
PERFORMANCE

	1 Mth	3 Mth	1 Yr p.a	3 Yr p.a	Since Inception
Devon Sustainability Fund	2.8%	-4.2%	2.1%	2.7%	5.0%
50:50 NZX50 Portfolio Index & ASX200 Index	1.2%	-3.1%	9.6%	6.0%	6.5%

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

NET PERFORMANCE

Based on \$10,000 invested at 31 August 2020



NOTE: Further information on the Devon Sustainability Fund can be found in our Quarterly Fund Updates by visiting <https://devonfunds.co.nz/devon-sustainability-fundor> by clicking [HERE](#)

COMMENTARY

The Sustainability Fund performed strongly in April. Key contributors to performance included Ooh!Media (+23.8%), Goodman Group (+15.8%), and Breville Group (+13.7%), while notable detractors were Ebos Group (-4.4%) and Summerset Group Holdings (-8.1%).

Despite robust quarterly sales from Summerset Group Holdings, investors remain concerned about the New Zealand housing market due to the macroeconomic impacts of the Iran war. At the end of the month, Summerset's management held an investor day, highlighting the company's flexibility in navigating different economic cycles, including adjusting production, capital management strategies, and dynamic pricing.

CAR Group (+11.3%) also performed strongly, as investors gained confidence in the impact of AI on the business. During the month, we met with management, who showcased progress in their AI product development. This includes powerful tools for dealers to assist with photo editing, listing descriptions, and live listings via AI-assisted chat. The stock continues to trade at an attractive valuation relative to its opportunity set.

PORTFOLIO MANAGER

Ben Jenkin



Ben has primary responsibility for stock selection and portfolio construction for the Australian and Sustainability Fund. Ben also holds

research responsibility for the telco, media and technology sectors, as well as a wide ranging number of industrial companies.

DEVON FUNDS.

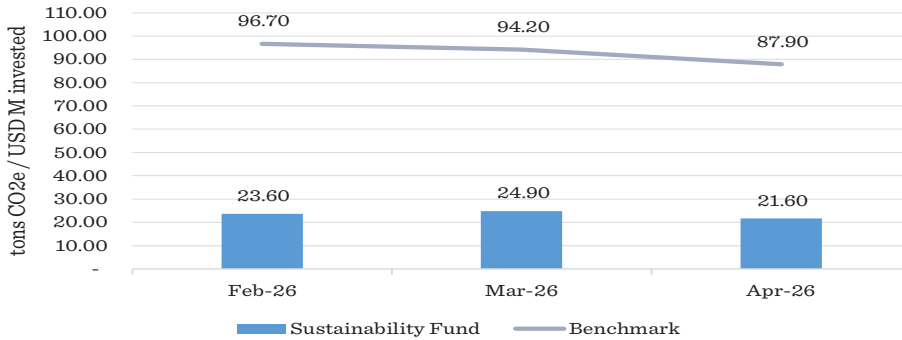
www.devonfunds.co.nz



DEVON SUSTAINABILITY FUND

CARBON INTENSITY - PORTFOLIO VS BENCHMARK

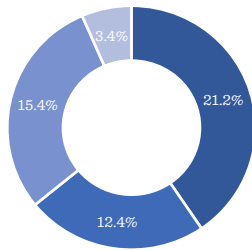
Financed Carbon Emissions - Portfolio vs Benchmark



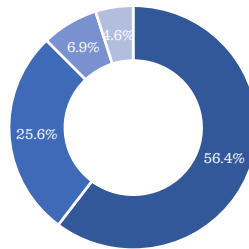
PORTFOLIO CARBON EMISSIONS BY KEY SECTORS

Portfolio Carbon Emissions by Key Sectors

Portfolio value by sector



Portfolio carbon emission by sector



■ Industrials ■ Utilities ■ Healthcare ■ Consumer Staples ■ Industrials ■ Utilities ■ Healthcare ■ Consumer Staples

The Industrials, Utilities, Health Care and Consumer Staples sectors make up 52.4% of the portfolio by value, but they account for 93.5% of the carbon emissions in the portfolio.

ESG PORTFOLIO SUMMARY

	MSCI ESG Ratings	MSCI ESG Quality score	Portfolio
Portfolio	AA	7.53	Sustainability Fund
Benchmark	AA	7.52	50:50 composite S&P/NZX50 Portfolio Index & S&P/ASX200G Index

PERFORMANCE

	1 Mth	3 Mth	6 Mth	1 Yr	Since Inception
ESG relative performance	0.1%	0.4%	0.1%	1.0%	4.9%

*ESG Relative Performance is the MSCI ESG Score of the Devon Sustainability fund compared to the MSCI ESG Score of the Benchmark
 **Please note due to an issue with MSCI, we have not provided updated data for the month ending 31 May. This will be updated in next months reporting once we are comfortable with accuracy.

PORTFOLIO HOLDING'S DISCLOSURE SUMMARY

Portfolio Holding's Summary

% of companies reporting to TCFD standards	87.5%
% of companies committed to Net Zero	72.5%
% of companies committed to Carbon Neutral	10.0%
% of companies with no commitment to either	17.5%

STEWARDSHIP

Scales Corporation is a diversified agribusiness, based in Hawkes Bay. The company held an ASM in April and in research materials provided by ISS (our proxy research provider) it was flagged that the board had insufficient diversity with less than 30% female representation. We reached out to the company directly and were reassured that there would be an opportunity to address this in the near future, as a director had indicated they will be standing down before the end of the year. We were satisfied with this and took the opportunity to encourage the board to improve gender diversity at the next opportunity.

PORTFOLIO MANAGER

Ben Jenkin

Ben has primary responsibility for stock selection and portfolio construction for the Sustainability Fund. Ben also holds research responsibility for the telco, media and technology sectors, as well as a wide ranging number of industrial companies.





DEVON GLOBAL IMPACT BOND FUND

DURATION

Sector	Contribution to Duration (Years)		
	Account	Benchmark	Difference
Cash & Cash Equivalents	-0.00	-0.00	-0.00
US Government	0.93	1.10	-0.17
Credit*	4.73	4.46	0.26
Asset Backed Securities	0.03	0.01	0.03
Mortgage Backed	0.82	0.61	0.21
Commercial Mortgage	0.02	0.02	-0.01
Other	0.02	0.09	-0.07
Cash Offset	-	-	-
	6.55	6.29	0.25

The Fund invests into the Wellington Global Impact Bond Fund, managed by Wellington Management. Wellington Management is one of the world's leading investment management firms with over US\$1 trillion in assets under management worldwide across a broad range of asset classes. They have been providing innovative investment solutions to clients for more than 85 years. Wellington Management seeks to understand the world's social and environmental problems and to identify and invest primarily in debt issued by companies and organisations that they believe are addressing these needs in a differentiated way through their core products, services and projects. The Wellington Global Impact Bond Fund aims to improve access to, and the quality of, basic life essentials, reduce inequality and mitigate the effects of climate change.

CREDIT RATING

Quality	Percent of Market Value		
	Account	Benchmark	Difference
Cash	-0.96	0.36	-1.31
AAA	32.99	12.25	20.74
AA	25.91	37.82	-11.91
A	15.37	35.25	-19.88
BBB	17.35	14.05	3.30
BB	4.00	0.02	3.98
B	5.73	-	5.73
Below B	0.28	-	0.28
Cash Offset	-2.16	-	-2.16
Not Rated	1.50	0.25	1.25
	100.00	100.00	

They seek to identify securities which it believes fall into three primary impact categories: life essentials, human empowerment and the environment. Within these categories the Fund will invest across "Impact Themes" including, but not limited to the following:

Life Essentials: affordable housing, clean water and sanitation, health, sustainable agriculture and nutrition.

Human Empowerment: digital divide, education and job training, financial inclusion, safety and security.

Environment: alternative energy, resource efficiency and resource stewardship.

*Duration & Credit Rating as at 30 April 2026

DEVON GLOBAL SUSTAINABILITY FUND

The Fund invests into the Wellington Global Stewards Fund, managed by Wellington Management. Wellington Management is one of the world's leading investment management firms with over US\$1 trillion in assets under management worldwide across a broad range of asset classes. They have been providing innovative investment solutions to clients for more than 85 years. Wellington Management seeks to invest in 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. Wellington defines 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 underlying Wellington Fund differentiates itself by:

Long-term horizon – the intention is to hold stocks for over 10 years. The belief is the longer the holding period, the greater the potential performance benefits from superior stewardship.

Highly selective – typically 35-45 stocks, only relying on their own internal ESG research.

Active engagement – holding those in charge of investee companies to account and encouraging companies to commit to net zero carbon emissions by 2050 in alignment with the Paris Agreement.

PERFORMANCE	1 Mth	3 Mth	1 Yr	3 Yr p.a	Since Inception
Devon Global Impact Bond Fund	0.3%	-0.7%	1.8%	3.6%	1.5%
Bloomberg Global Aggregate Index Hedged NZD	0.2%	-0.5%	1.3%	3.2%	1.4%

PERFORMANCE	1 Mth	3 Mth	1 Yr	3 Yr p.a	Since Inception
Devon Global Sustainability Fund	7.0%	2.0%	15.1%	12.6%	10.5%
MSCI All Country World Index in NZD, 50% hedged to NZD	8.1%	4.8%	30.6%	20.5%	14.5%

*Benchmark performance figure is indicative only and will be finalised in the mid month report.

KEY HOLDINGS*



TEXAS INSTRUMENTS



*Key Holdings as at 30 April 2026

Please note that monthly reports will be produced for the Devon Global Impact Bond Fund and Devon Global Sustainability Fund later this month. These reports will include data on top holdings, performance, asset allocation, and fund commentaries. These reports will be sent out separately from those for Devon's other retail funds each month and will be available on the Devon Funds website.

DEVON FUNDS.

www.devonfunds.co.nz



ARTESIAN GREEN AND SUSTAINABLE BOND FUND (NZD)

FUND OUTLINE

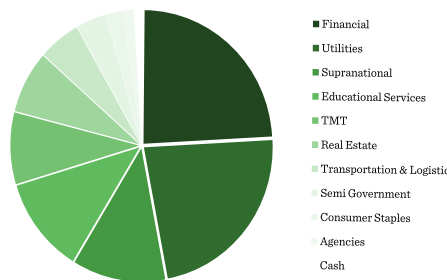
The **Artesian Green and Sustainable Bond Fund (NZD)** offers New Zealand-based investors a Portfolio Investment Entity (PIE) vehicle through which to invest in the Artesian Green and Sustainable Bond Fund (AUD).

Through this structure, the Fund will invest in a diversified portfolio of liquid, predominately investment grade fixed and floating rate green and sustainable bonds. Artesian are committed to integrating ESG into their investment processes, with a focus on responsible investment.

KEY HOLDINGS



ASSET ALLOCATION



ALLOCATION

Table with 4 columns: Fund Name, Percentage, Asset Category, and Total Percentage.

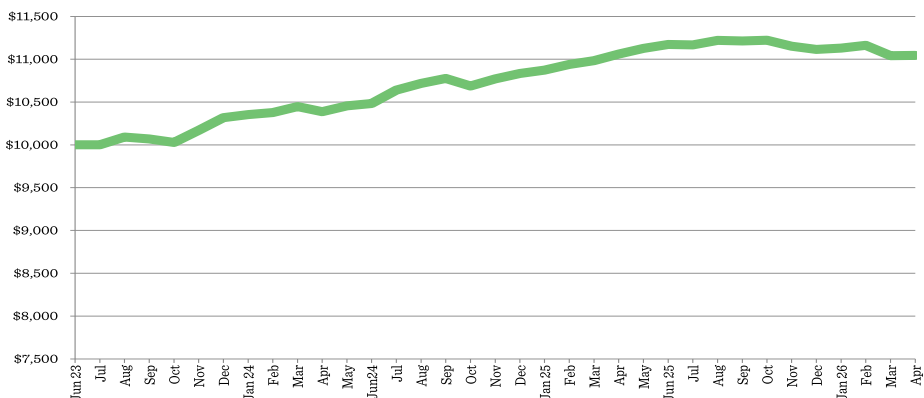
PERFORMANCE

Table with 6 columns: Fund Name, 1 Mth, 3 Mth, 1 Yr, 2 Yr, and Since Inception.

*Artesian Green & Sustainable Bond Fund (NZD) returns are after all fees and expenses, but before tax which varies by investor.

NET PERFORMANCE

Based on \$10,000 invested at 30 June 2023



NOTE: Further information on the Artesian Green Fund can be found in our Quarterly Fund Updates by visiting https://devonfunds.co.nz/artesian-green-and-sustainable-bond-fund-nzd or by clicking HERE

COMMENTARY

The Fund’s outperformance versus benchmark in April was driven by the overweight credit duration positioning (credit spreads were lower/tighter).

The Fund’s running yield of 5.51% versus the benchmark’s 4.93%, had a positive contribution to this month’s return.

Outperformance in April came from the Fund’s positions in ANZ (Sustainable), Mirvac Wholesale Office Fund (Green), BPCE SA (Social), Contact Energy (Green) and Optus (Sustainability-Linked). Underperformance came from the Fund’s position in Korea Housing Finance Corporation (Social).

PORTFOLIO MANAGER

David Gallagher

David joined Artesian in June 2013. Prior to joining Artesian, David spent nine years in the United Kingdom working for Deutsche Bank and RBS. David has extensive risk and portfolio management trading experience.

In David’s previous role with RBS, David managed a credit portfolio with outright risk ranging between £1-2.5 billion.

