

Key information

Bought and sold from Kernel directly or via all major wrap platforms

Structure: Portfolio Investment Entity (PIE)

Fund Inception: 28 August 2019

Number of constituents: 31

Morningstar AU Fund code: 24493

Morningstar Code: F00001461Y

Citi Code: VGHK

Disclose Register #: FND15842

Total fund value: \$29,099,430

Distribution frequency: Quarterly

12 month Yield¹: 3.56%

Indicative Dividend²: 4.06%

Management fee: 0.25% p.a.

Offer documents³

PDS: November 2024

SIPO: November 2024

ESG Policy: April 2024

Fund Update: June 2024

Index fundamentals

Index: S&P/NZX Emerging Opportunities

Price to Book: 1.20

Trailing P/E: 63.88

Projected P/E: 16.62

Implied Earnings Yield: 6.02%

Risk (index data)

Fund update risk Indicator: 6

12 month volatility⁴: 13.02%

Monthly returns standard deviation

	+/-1 (68%)	+/-2 (95%)
1 year	5.64%	11.27%
3 years	4.57%	9.15%
5 years	5.97%	11.94%

Range of 12 month index returns

	1 year	5 years
Worst	-10.54%	-36.78%
Median	-2.22%	-3.04%
Average	0.32%	0.43%
Best	18.28%	95.42%

Fund overview

The Fund provides investors with a diversified exposure to NZX-listed companies outside of the S&P/NZX 20 index, which normally have a market capitalisation of between \$100 million and \$1 billion and are part of the S&P/NZX Emerging Opportunities Index.

Benefits

The NZ Small & Mid Cap Opportunities fund can be used in a variety of investment strategies, for example:

- A low cost compliment to another NZ equity investment
- A tactical exposure to smaller growth companies
- Portfolio diversification

Performance⁵

	1 month	3 months	1 year	3 years p.a.	5 years p.a.
Index total return	4.58%	6.92%	18.28%	-6.28%	-0.18%
Fund gross return	4.57%	6.97%	18.24%	-6.26%	-0.07%
Gross tracking difference	-0.01%	+0.05%	-0.04%	+0.02%	+0.11%
Performance (after fees at 0% PIR tax)	4.54%	6.87%	17.84%	-6.59%	-0.47%
Performance (after fees at 28% PIR tax)	4.51%	6.49%	16.78%	-7.56%	-1.32%

Index calendar return

2023	2022	2021	2020	2019
-1.31%	-29.94%	14.24%	6.50%	19.16%

Index value chart

\$10,000 invested 5 years ago⁶: \$9,911



— S&P/NZX Emerging Opportunities Index (NZD) Gross with Imputation

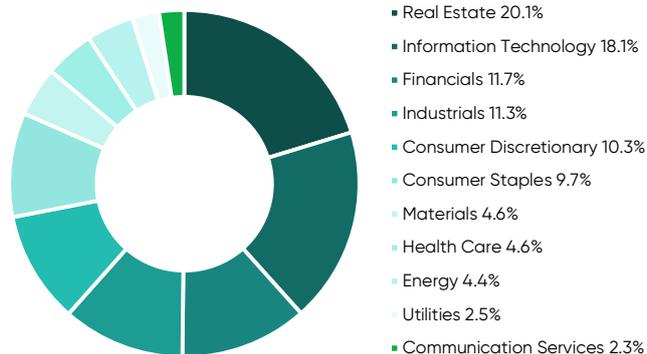
Where does the fund invest?

This shows the country weight that the fund invests in:



What does the fund invest in?

This shows the GICS⁷ weighting for the fund:



Asset allocation

Asset	% of fund NAV
Cash and cash equivalents	0.54%
Australasian equities	99.46%

Further information

The information is not investment advice. Kernel has taken reasonable steps to ensure that the information in this document is accurate and up-to-date. Kernel does not accept any responsibility for any error or omission or for any loss resulting from the use of this information, except to the extent required by law.

Top 10 investments

Company		% of fund NAV
Gentrack	NZ	9.99%
Skellerup Holdings	NZ	7.07%
Argosy Property	NZ	6.37%
Vital Healthcare Property	NZ	6.09%
Heartland Group Holdings	NZ	5.70%
Stride Property	NZ	5.15%
Channel Infrastructure NZ	NZ	4.36%
Fonterra Shareholders' Fund	NZ	4.02%
Oceania Healthcare	NZ	3.93%
Vista Group International	NZ	3.85%

The Top 10 investments make up 56.53% of the fund

Index eligibility criteria

To qualify for inclusion in the index, a constituent must be in the S&P/NZX All Index, but not in the S&P/NZX 20 Index. Constituents must then meet the below criteria:

•Maximum and minimum size between the following:

Criteria	Eligible Non-Constituents (NZD)	Current Constituents (NZD)
3M Average Float Adjusted Capitalization Cap	1 billion	1.25 billion
3M Average Float Adjusted Capitalization Floor	100 million	75 million
3M Average Total Capitalization Cap	1.5 billion	2 billion

•Minimum six month Median Daily Value Traded above NZD 35,000 for new constituents and NZD 30,000 for existing constituents.

1. 12 month Yield is the last 4 quarterly distributions divided by unit price 12 months ago. This is the experience an existing investor would have had.

2. Indicative Dividend is the index calculation of the underlying dividends in the last 12 months divided by the current valuation.

3. The offer documents are available at www.kernelwealth.co.nz

4. 12 month volatility is the standard deviation of daily returns, annualised by multiplying by square root of number of periods.

5. Performance assumes distributions reinvested. Gross tracking difference is before fees, expenses and tax. Rounding may cause a difference of 0.01%.

6. Growth of a hypothetical investment in the index (no allowance for fees or taxes) and no further contributions.

7. Global Industry Classification Standard (GICS)