

## Key information

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

**Structure:** Portfolio Investment Entity (PIE)

**Fund Inception:** 7 November 2022

**Number of constituents:** 1039

**Morningstar AU Fund code:** 25446

**Morningstar Code:** F00001EVGR

**Citi Code:** EKWU

**Disclose Register #:** FND40596

**Total fund value:** \$37,978,529

**Distribution frequency:** Quarterly

**Management fee:** 0.25% p.a.

## Offer documents<sup>1</sup>

**PDS:** December 2023

**SIPO:** November 2024

**ESG Policy:** April 2024

**Fund Update:** June 2024

**Index:** Composite of Benchmark asset allocation. See SIPO for full details

## Risk (index data)

**Fund update risk Indicator:** 4

**12 month volatility<sup>2</sup>:** 5.35%

## Monthly returns standard deviation

	+/-1 (68%)	+/-2 (95%)
<b>1 year</b>	1.50%	2.99%
<b>3 years</b>	2.33%	4.65%
<b>5 years</b>	2.53%	5.05%

## Range of 12 month index returns

	1 year	5 years
<b>Worst</b>	7.12%	-11.21%
<b>Median</b>	13.24%	9.13%
<b>Average</b>	14.31%	7.90%
<b>Best</b>	23.49%	29.72%

## Fund overview

The Kernel Balanced Fund primarily invests in growth assets with some allocation to income assets. The fund targets a 60% equities and 40% fixed interest asset allocation, investing mainly in several of the other Kernel funds. The fund is designed to fluctuate less than the High Growth Fund due to the diversification with income assets that are generally more stable. This fund may be suitable for investors with a medium to high risk appetite, and has approximately 1/7 chance of a negative year.

## Benefits

The Kernel Balanced fund can be used in a variety of strategies:

- Portfolio core
- Low-cost global equity exposure
- Gain access to NZ and global fixed income

## Performance<sup>3</sup>

	1 month	3 months	1 year
Index total return	2.73%	3.87%	19.20%
Fund gross return <sup>4</sup>	2.77%	4.08%	20.13%
Gross tracking difference	+0.04%	+0.21%	+0.93%
Performance (after fees at 0% PIR tax)	2.74%	3.99%	19.61%
Performance (after fees at 28% PIR tax)	2.61%	4.04%	18.09%

3 years p.a. index  
5 years p.a. index

6.31%\* 7.61%\*

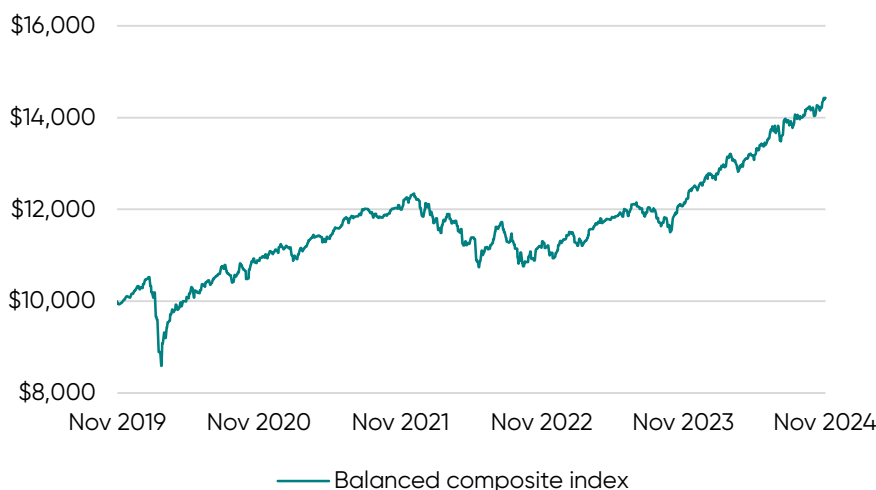
*\*Index returns do not reflect deductions for charges and taxes.*

## Index Calendar return

2023	2022	2021	2020	2019
14.47%	-11.21%	11.12%	9.94%	19.93%

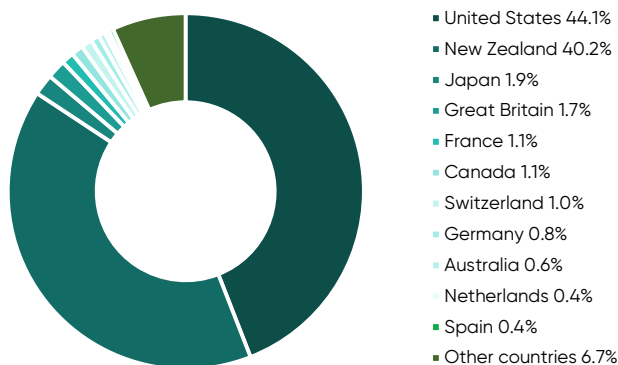
## Index value chart

**\$10,000 invested 5 years ago<sup>5</sup>:** \$14,433



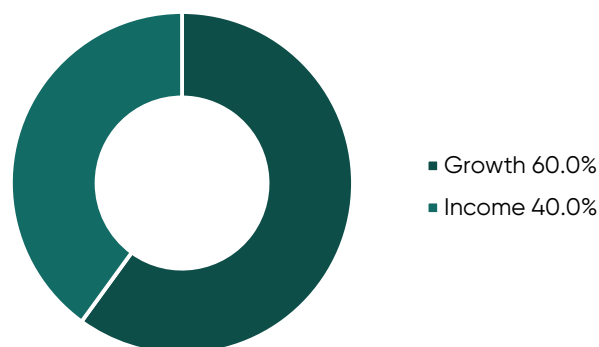
## Where does the fund invest?

This shows the country weight that the fund invests in:



## What does the fund invest in?

This shows the split between Growth assets (shares/property) and Income assets (cash/bonds):



## Fund breakdown

Holdings	% of fund NAV
Kernel NZ 20 Fund	14.11%
Kernel NZ Small & Mid Cap Opportunities	4.03%
Kernel Global ESG Fund	17.98%
Kernel S&P Global 100 (NZD Hedged) Fund	17.84%
Kernel Global Infrastructure (NZD Hedged) Fund	3.10%
Kernel Global Property (NZD Hedged) Fund	2.97%
Kernel US Bond Fund	12.69%
Kernel Cash Plus Fund	1.98%
Kernel NZ Bond Fund	18.86%
Kernel March 2027 NZ Bond Fund	0.91%
Kernel March 2029 NZ Bond Fund	0.74%
Directly-held Fixed Income	4.06%
Cash and Cash Equivalents	0.73%

## Top 10 investments

Company	Country	% of fund NAV
iShares Core US Aggregate Bond ETF	United States	12.75%
Apple	United States	3.16%
Nvidia	United States	3.13%
Bank of China Deposit	New Zealand	2.92%
Microsoft	United States	2.82%
NZGS Bond	New Zealand	2.71%
NZGS Bond	New Zealand	2.49%
Wellington Intl Airport Bond	New Zealand	2.44%
Fisher & Paykel Healthcare	New Zealand	2.05%
Alphabet	United States	1.89%

The Top 10 investments make up 36.37% of the fund

## 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.

1. The offer documents are available at [www.kernelwealth.co.nz](http://www.kernelwealth.co.nz)

2. 12 month volatility is the standard deviation of daily returns, annualised by multiplying by square root of number of periods.

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

4. Gross return is estimated from the 0.25% management fee.

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