

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: 1029

Morningstar AU Fund code: 25446

Morningstar Code: F00001EVGR

Citi Code: EKWU

Disclose Register #: FND40596

Total fund value: \$45,383,066

Distribution frequency: Quarterly

Management fee: 0.25% p.a.

Offer documents¹

PDS: December 2023

SIPO: November 2024

ESG Policy: April 2024

Fund Update: December 2024

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

Risk (index data)

Fund update risk Indicator: 4

12 month volatility²: 5.51%

Monthly returns standard deviation

	+/-1 (68%)	+/-2 (95%)
1 year	1.40%	2.81%
3 years	2.30%	4.60%
5 years	2.52%	5.04%

Range of 12 month index returns

	1 year	5 years
Worst	9.71%	-11.21%
Median	15.03%	9.13%
Average	15.10%	7.81%
Best	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

Performance³

	1 month	3 months	1 year
Index total return	0.82%	4.00%	15.39%
Fund gross return ⁴	0.78%	4.20%	16.46%
Gross tracking difference	-0.04%	+0.20%	+1.07%
Performance (after fees at 0% PIR tax)	0.75%	4.11%	16.00%
Performance (after fees at 28% PIR tax)	0.63%	4.14%	15.03%

3 years p.a. index	5 years p.a. index
6.81%*	7.25%*

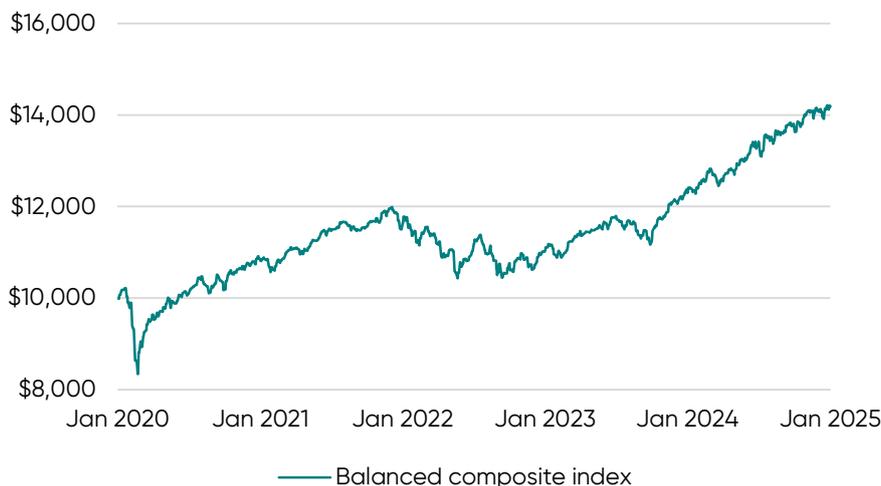
**Index returns do not reflect deductions for charges and taxes.*

Index Calendar return

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

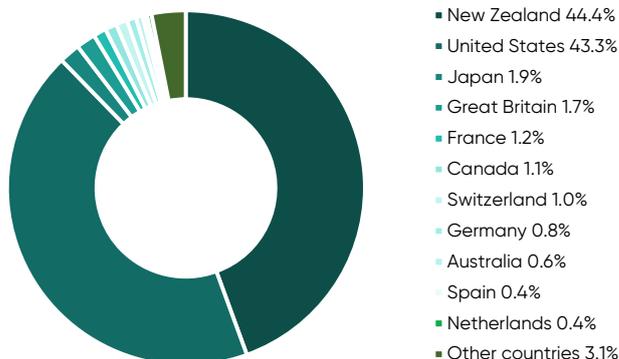
Index value chart

\$10,000 invested 5 years ago⁵: \$14,188



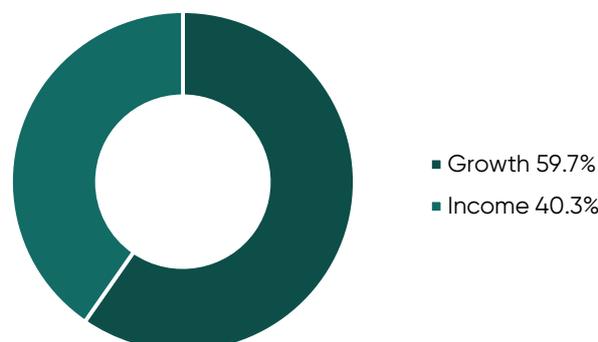
Where does the fund invest?

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	14.07%
Kernel NZ Small & Mid Cap Opportunities	4.02%
Kernel Global ESG Fund	18.09%
Kernel S&P Global 100 (NZD Hedged) Fund	17.96%
Kernel Global Infrastructure (NZD Hedged) Fund	2.88%
Kernel Global Property (NZD Hedged) Fund	2.94%
Kernel US Bond Fund	12.55%
Kernel Cash Plus Fund	1.43%
Kernel NZ Bond Fund	19.75%
Kernel March 2027 NZ Bond Fund	0.83%
Kernel March 2029 NZ Bond Fund	0.68%
Directly-held Fixed Income	3.75%
Cash and Cash Equivalents	1.05%

Top 10 investments

Company	Country	% of fund NAV
iShares Core US Aggregate Bond ETF	United States	12.45%
Wellington Intl Airport Bond	New Zealand	3.75%
Apple	United States	3.05%
NZGS Bond	New Zealand	2.98%
Microsoft	United States	2.72%
Nvidia	United States	2.60%
Fisher & Paykel Healthcare	New Zealand	2.09%
Alphabet	United States	2.06%
Auckland Intl. Airport	New Zealand	1.95%
Amazon	United States	1.84%

The Top 10 investments make up 35.50% 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

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.