Kernel Conservative Fund

For the month ending 31 October 2026

Key information

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

Structure: Portfolio Investment Entity (PIE)
Fund Inception: 13 August 2025
Number of constituents: 1784
Morningstar AU Fund code: 28610
Morningstar Code: F00001SFTW
Citi Code: BXDMB
Disclose Register #: FND58858

Total fund value: $32,522,394
Distribution frequency: Quarterly
Management fee: 0.25% p.a.

Offer documents[1]

PDS: September 2026
SIPO: September 2026
ESG Policy: September 2026
Fund Update: September 2026

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

Risk (index data)

Fund update risk Indicator: 3
12 month volatility[2]: 2.82%

Monthly returns standard deviation

	+/-1 (68%)	+/-2 (95%)
1 year	1.16%	2.33%
3 years	1.13%	2.26%
5 years	1.46%	2.92%

Range of 12 month index returns

	1 year	5 years
Worst	3.08%	-7.70%
Median	7.46%	7.20%
Average	7.20%	5.91%
Best	10.76%	15.69%

Fund overview

The Kernel Conservative Fund primarily invests in income assets with some allocation to growth assets. The fund targets a 70% fixed income and 30% equities asset allocation, investing mainly in several of the other Kernel funds. The fund is designed to fluctuate less than the Balanced Fund due to a higher allocation to income assets that are generally more stable.The fund provides broad diversification and suits lower-risk investors who seeks capital preservation and income, such as retirees or short-to-medium-term investors.

Benefits

The Kernel Conservative 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[3]

	1 month	3 months	1 year
Index total return	1.41%	0.43%	3.80%
Fund gross return[4]	1.59%	0.55%	4.19%
Gross tracking difference	+0.18%	+0.12%	+0.39%
Performance (after fees at 0% PIR tax)	1.57%	0.49%	3.91%
Performance (after fees at 28% PIR tax)	1.26%	0.31%	3.37%

1 year	3 years p.a	5 years p.a
3.80%	9.03%	4.52%

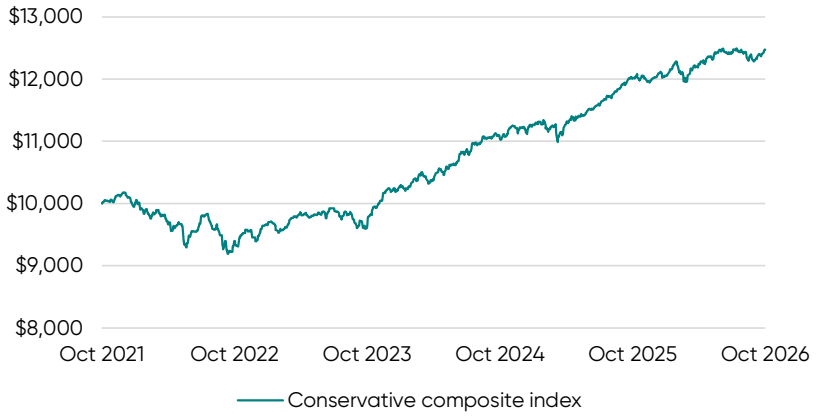
**Index returns do not reflect deductions for charges and taxes.*

Index Calendar return

2025	2024	2023	2022	2021
7.20%	9.52%	8.83%	-7.50%	4.26%

Index value chart

$10,000 invested 5 years ago[5]: $12,472

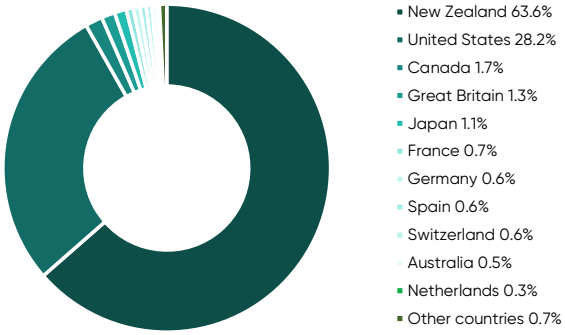


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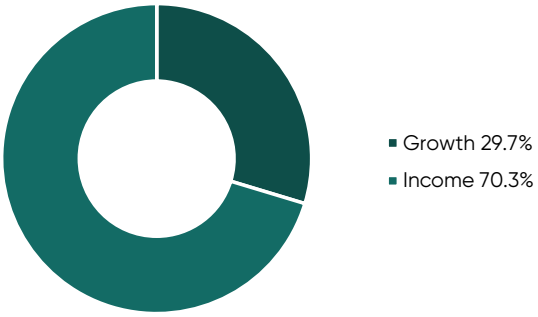
Where does the fund invest?

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 Bond Fund	43.64%
Kernel US Bond Fund	13.34%
Kernel Cash Plus Fund	11.76%
Kernel Global Infrastructure (NZD Hedged) Fund	7.90%
Kernel NZ 20 Fund	5.93%
Kernel S&P Global 100 (NZD Hedged) Fund	3.81%
Kernel S&P Global 100 Fund	3.77%
Kernel S&P 500 (Unhedged) Fund	2.86%
Kernel World ex-US (NZD Hedged) Fund	2.94%
Kernel Global Property (NZD Hedged) Fund	2.55%
Directly-held Fixed Income	0.77%
Cash and Cash Equivalents	0.73%

Top 10 investments

Company	Country	% of fund NAV
iShares Core USgregate Bond ETF	United States	13.34%
NZGS Bond	New Zealand	6.48%
Bank of China Deposit	New Zealand	4.38%
NZGS Bond	New Zealand	4.18%
Housing NZ Bond	New Zealand	3.40%
NZGS Bond	New Zealand	2.58%
NZGS Bond	New Zealand	1.79%
NZ LGFA Bond	New Zealand	1.65%
NZGS Bond	New Zealand	1.29%
Dunedin City Treasury Bond	New Zealand	1.19%

The Top 10 investments make up 40.28% 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 the after-fee return at a 0% PIR, with the management fee and other expenses added back
5. Growth of a hypothetical investment in the index (no allowance for fees or taxes) and no further contributions.