

Key information

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

Structure: Portfolio Investment Entity (PIE)
Fund Inception: 17 February 2021
Number of constituents: 50
Morningstar AU Fund code: 24947
Morningstar Code: F000016S85
Citi Code: U23P
Disclose Register #: FND21701

Total fund value: \$4,441,169
Indicative Dividend¹: 0.00%
Management fee: 0.45% p.a.

Offer documents²

PDS: November 2024
SIPO: November 2024
ESG Policy: April 2024
Fund Update September 2024

Index fundamentals

Index: S&P Kensho Moonshots Index
Price to Book: 2.98
Trailing P/E: -7.87
Projected P/E: -8.95
Implied Earnings Yield: -11.17%

Risk (index data)

Fund update risk Indicator: 7
12 month volatility³: 35.55%

Monthly returns standard deviation

	+/-1 (68%)	+/-2 (95%)
1 year	10.65%	21.31%
3 years	11.14%	22.28%
5 years	11.23%	22.46%

Range of 12 month index returns

	1 year	5 years
Worst	-32.81%	-62.67%
Median	-9.82%	-6.50%
Average	-7.73%	9.66%
Best	24.39%	242.81%

Fund overview

Be like a venture capitalist and diversify your portfolio by investing in disruptive ideas and innovations that will shape our lives today and in the future. This fund is comprised of 50 US-listed companies, headquartered globally, with the highest Early-Stage Composite Innovation Score as assessed by the AI smarts of Kensho. The fund provides exposure to 17 disruptive sectors such as smart grids, cleantech, cyber security and space exploration; these are the Moonshots. Market capitalisation and liquidity are key criteria for index selection; with minimum company size being \$100M. These international high-growth companies are a mix of ground-breaking start-ups and established innovative corporates each with the possibility for exponential potential. This fund tracks the S&P Kensho Moonshots Index.

Benefits

The Kernel S&P Kensho Moonshots Innovation Fund can be used in a variety of investment strategies:

- Thematic exposure to disruptive technology
- Satellite pick to enhance long term returns
- Portfolio diversification

Performance⁴

	1 month	3 months	1 year	3 years p.a.
Index total return	3.72%	30.15%	15.04%	-19.51%
Fund gross return	3.63%	30.01%	15.21%	-19.43%
Gross tracking difference	-0.09%	-0.14%	+0.17%	+0.08%
Performance (after fees at 0% PIR tax)	3.47%	29.68%	14.37%	-20.13%
Performance (after fees at 28% PIR tax)	3.40%	29.32%	12.99%	-21.06%

5 years p.a.
index
-1.59%*

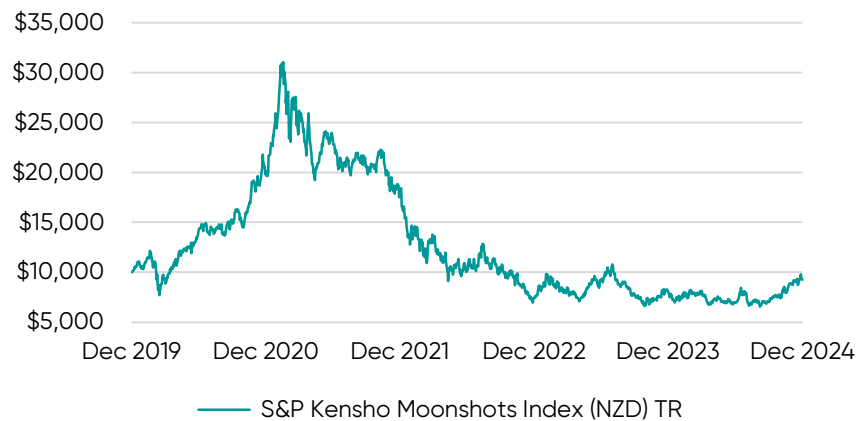
**Index returns do not reflect deductions for charges and taxes.*

Index calendar return

2023	2022	2021	2020	2019
7.83%	-57.96%	-10.21%	97.11%	59.60%

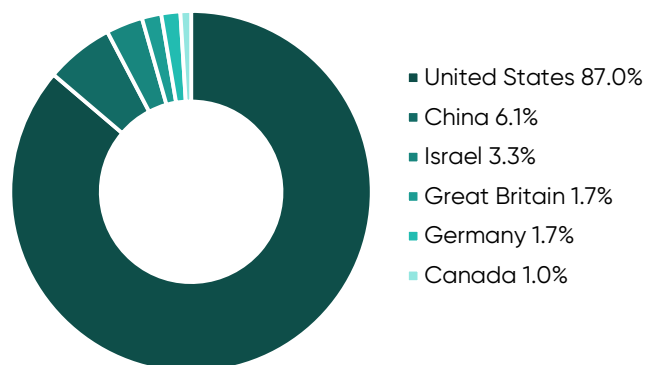
Index value chart

\$10,000 invested 5 years ago⁵: \$9,228



Where does the fund invest?

This shows the country weight that the fund invests in:



Asset allocation

Asset	% of fund NAV
Cash and cash equivalents	-0.88%
Australasian equities	0.00%
International equities	100.88%

Index Eligibility Criteria ⁷

To qualify a company must meet the following criteria:

1. Be listed in the US on the NYSE, Nasdaq or CBOE.
2. Have a minimum security level unadjusted market capitalization of US\$ 100 million and a maximum security level unadjusted market capitalization of the 90th percentile value of stocks meeting the Security Type and Exchange Listing criteria.
3. Have a minimum three-month average daily value traded of US \$1 million.

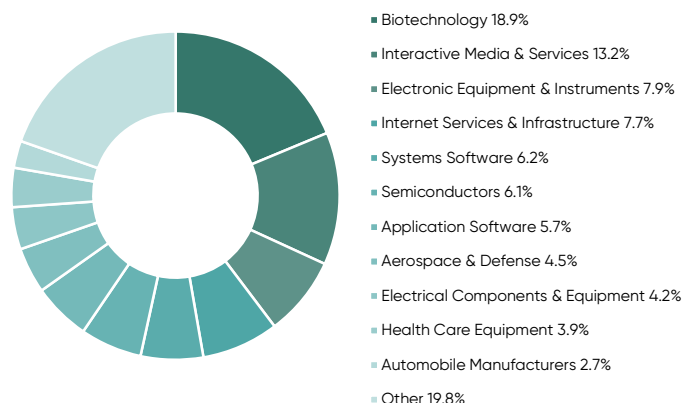
From here the eligible constituents are ranked by the Early-Stage Composite Innovation Score. The highest ranking 50 companies are selected and form the index

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.

What does the fund invest in?

This shows the GICS⁶ weighting for the fund:



Top 10 investments

Company	Country	% of fund NAV
Red Cat Holdings	United States	3.78%
Rumble	United States	3.43%
Eos Energy Enterprises	United States	3.23%
Ouster	United States	2.72%
Lucid Group	United States	2.66%
Rocket Lab	United States	2.34%
Cyber-Ark Software	Israel	2.21%
Ehang Holdings	China	2.20%
Planet Labs PBC	United States	2.19%
Flywire	United States	2.17%

The Top 10 investments make up 26.93% of the fund

Impact ⁸

Carbon Footprint:

7.23 metric tons per USD1m invested. 91% below global benchmark. Operational and first tier supply chain greenhouse gas emissions

Carbon Efficiency:

36.61 metrics tons / USD1m revenue. 82% below global benchmark. The index's absolute owned greenhouse gas emissions divided by the sum of revenues

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

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

3. 12month volatility is the standard deviation of daily returns, annualised by multiplying by square root of number of periods.

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

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

6. Global Industry Classification Standard (GICS)

7. More can be read on the methodology at <https://www.spglobal.com/spdji/en/documents/methodologies/methodology-sp-kensho-moonshots-index.pdf>

8. While a benchmark for this innovation fund is difficult to identify, we have used the S&P Global BMI for comparison purposes.