

## 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:** 1793

**Morningstar AU Fund code:** 28610

**Morningstar Code:** F00001SFTW

**Citi Code:** BXDMB

**Disclose Register #:** FND58858

**Total fund value:** \$2,078,093

**Distribution frequency:** Quarterly

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

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

**PDS:** August 2025

**SIPO:** September 2025

**ESG Policy:** April 2024

**Fund Update:** Available September 2025

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

## Risk (index data)

**Fund update risk Indicator:** 3

**12 month volatility<sup>2</sup>:** 3.18%

## Monthly returns standard deviation

	+/-1 (68%)	+/-2 (95%)
<b>1 year</b>	0.73%	1.47%
<b>3 years</b>	1.43%	2.86%
<b>5 years</b>	1.45%	2.90%

## Range of 12 month index returns

	1 year	5 years
<b>Worst</b>	5.39%	-8.01%
<b>Median</b>	8.16%	4.55%
<b>Average</b>	9.22%	3.80%
<b>Best</b>	15.69%	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 seek 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<sup>3</sup>

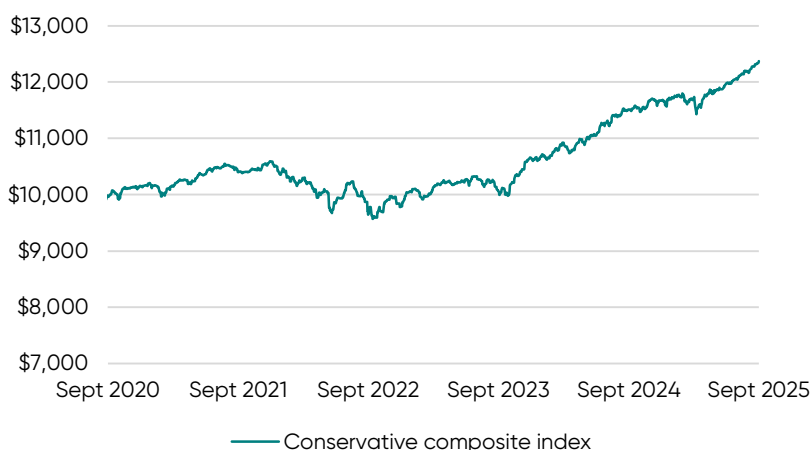
	1 month	3 months	1 year	3 years p.a	5 years p.a
Index total return	1.51%	3.41%	7.57%	8.68%	4.44%
Fund gross return <sup>5</sup>	1.76%				
Gross tracking difference	+0.25%				
Performance (after fees at 0% PIR tax)	1.76%				
Performance (after fees at 28% PIR tax)	1.38%				

## Index Calendar return

2023	2022	2021	2020	2019
8.83%	-7.50%	4.26%	5.18%	12.03%

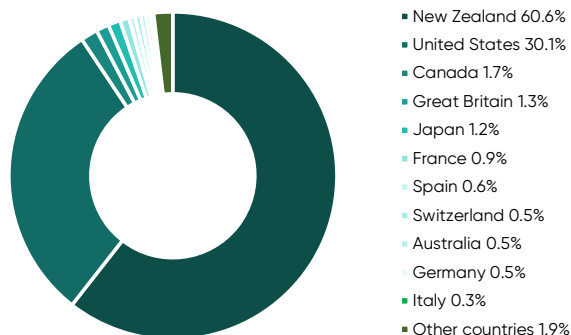
## Index value chart

**\$10,000 invested 5 years ago<sup>5</sup>:** \$12,424



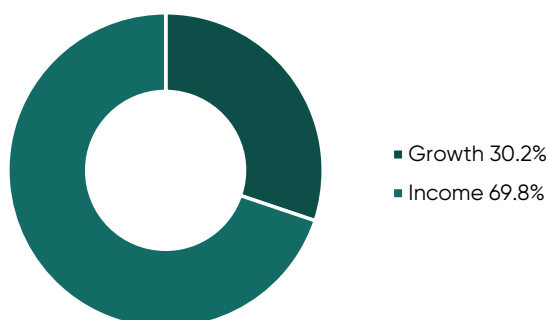
## Where does the fund invest?

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	42.00%
Kernel US Bond Fund	14.85%
Kernel Cash Plus Fund	12.87%
Kernel Global Infrastructure (NZD Hedged) Fund	7.57%
Kernel NZ 20 Fund	5.94%
Kernel S&P Global 100 (NZD Hedged) Fund	4.06%
Kernel S&P Global 100 Fund	4.05%
Kernel S&P 500 (Unhedged) Fund	3.04%
Kernel World ex-US (NZD Hedged) Fund	3.00%
Kernel Global Property (NZD Hedged) Fund	2.50%
Directly-held Fixed Income	0.00%
Cash and Cash Equivalents	0.11%

## Top 10 investments

Company	Country	% of fund NAV
iShares Core US Aggregate Bond ETF	United States	14.87%
NZGS 4.25% 15/05/2034	New Zealand	6.04%
Bank of China Deposit	New Zealand	3.56%
NZGS 1.50% 15/05/2031	New Zealand	3.14%
NZGS 2.75% 15/04/2037	New Zealand	3.05%
NZGS 4.50% 15/05/2030	New Zealand	2.58%
NZGS 2.00% 15/05/2032	New Zealand	2.55%
Wellington Intl Airport 3.32% 24/09/2031	New Zealand	1.70%
NZ LGFA 3.00% 15/05/2035	United States	1.31%
NZGS 5.00% 15/05/2054	New Zealand	1.28%

The Top 10 investments make up 40.09% 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.