

| Fund Information                          |  |
|---|--|
| Description                               | Diversified fund targeting mid-range long-run returns by investing in a diversified portfolio with a balance of income and growth assets.      |
| Objective                                 | To perform broadly in line with the return of the weighted average return of the asset class benchmark indices on a before fees and tax basis. |
| Inception                                 | 2 September 2020   |
| Fund Type                                 | PIE  |
| Fund Size (NAV)                           | \$1.3 million  |
| Annual Fund Charges (Estimated, % of NAV) | 0.37%  |
| Performance Fee                           | Nil  |
| Buy/Sell Spread                           | 0.08%/0.11%  |
| Unit Price                                | \$1.0328   |

### Commentary

The Hunter Balanced Fund outperformed its benchmark in January, returning 0.67% after fees and before tax versus the benchmark return of 0.54%.

Global equity markets were buffeted by increasing COVID-19 infection rates globally. However, the continuing rollout of vaccines provides increased confidence that some sort of return to pre-COVID activities can be achieved by the middle to later part of this year.

An improving New Zealand economy, highlighted by strong improvements in the unemployment rate and large increases nationally in house prices, saw our domestic equity market (S&P/NZX 50 Gross Index including Imputation Credits) eke out a credible 0.3% gain.

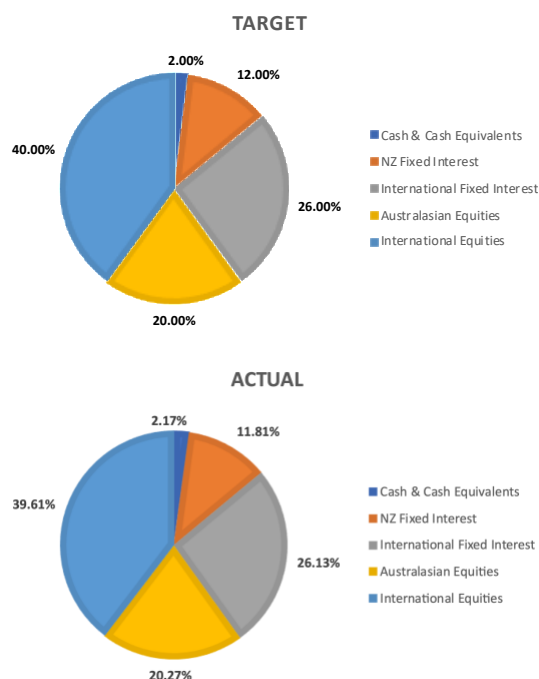
Fixed interest markets, both domestic and global declined over the month. The Barclays Global Aggregate Index – 100% hedged to NZ dollar fell 0.6% and the Bloomberg NZ Bond Composite 0+Yr Index was off 0.4%.

The Fund's strategy is to provide a well diversified portfolio targeting mid-range long-run returns by reweighting back to the Fund's benchmark/target investment mix within a cost-effective and tax appropriate investment structure.

| Performance                   | 1 Mth | 3 Mths | Incept |
|-------------------------------|-------|--------|--------|
| Fund (no deductions)          | 0.70% | 4.98%  | 3.52%  |
| Benchmark (no deductions)     | 0.54% | 4.69%  | 3.19%  |
| Fund (after fees before tax)  | 0.67% | 4.87%  | 3.35%  |
| Fund (after fees and 28% PIR) | 0.65% | 4.71%  | 3.03%  |

Investors should also refer to the Quarterly Fund Update, which is available at [hunterinvestments.co.nz](http://hunterinvestments.co.nz) and [business.govt.nz/disclose](https://business.govt.nz/disclose).

### Investment Mix



**Tony Hildyard** - 021 830 720

[tonyhildyard@hunterinvestments.co.nz](mailto:tonyhildyard@hunterinvestments.co.nz)

**Manager: Implemented Investment Solutions Limited**

[contact@iisolutions.co.nz](mailto:contact@iisolutions.co.nz)

0800 499 466

This is provided by Hunter Investment Management Limited (Hunter) in good faith and is designed as a summary to accompany the Product Disclosure Statement for the Hunter Diversified Funds (the Fund). The Product Disclosure Statement is available from Hunter, or the issuer Implemented Investment Solutions Limited (IIS) at <https://iisolutions.co.nz/fund-hosting/documents-and-reporting-2/>, and on <https://disclose-register.companiesoffice.govt.nz/>. The information contained in this Report and Update is not an offer of units in the Fund or a proposal or an invitation to make an offer to sell, or a recommendation to subscribe for or purchase, any units in the Fund. Any person wishing to apply for units should contact IIS to get an application form. The information and any opinions in this Fact Sheet are based on sources Hunter believes are reliable and accurate. Hunter, its directors, officers and employees make no representations or warranties of any kind as to the accuracy or completeness of the information contained in this fact sheet and disclaim liability for any loss, damage, cost or expense that may arise from any reliance on the information or any opinions, conclusions or recommendations contained in it, whether that loss or damage is caused by any fault or negligence on the part of Hunter, or otherwise, except for any statutory liability which cannot be excluded. All opinions reflect Hunter's judgment on the date of this Fact Sheet and are subject to change without notice. This disclaimer extends to any entity that may distribute this publication and in which IIS or its related companies have an interest. The information in this Fact Sheet is not intended to be financial advice for the purposes of the Financial Advisers Act 2008 or the Financial Markets Conduct Act 2013. In particular, in preparing this document, Hunter did not take into account the investment objectives, financial situation and particular needs of any particular person. Professional investment advice from an appropriately qualified adviser should be taken before making any investment. Past performance is not necessarily indicative of future performance, unit prices may go down as well as up and an investor in the Fund may not recover the full amount the capital that they invest. No part of this document may be reproduced without the permission of Hunter or IIS. IIS is the manager of the Fund and will receive the management fees as set out in the Product Disclosure Statement.