

Fund Fact Sheet: Australasian Managed Fund

Quarterly as at 30 September 2024

Our investment approach favours companies that generate sustainable cashflows with attractive growth pathways. These companies tend to be lower risk than early-stage non-profitable growth companies.

About the Fund

The Australasian Managed fund invests in an actively managed portfolio of New Zealand infrastructure and property equities, and selected Australasian equities identified as having high long-term growth potential.

Portfolio Managers

The fund is managed by Portfolio Managers Andrew Bolland and Dan Frost, who have been managing our Australasian investment strategy and the Australasian portion of Generate's other funds (Generate KiwiSaver Scheme) for the past five years, which have demonstrated strong performance.



Andrew Bolland, CFA
Portfolio Manager



Daniel Frost, CFA
Portfolio Manager

Fund Commentary

The local market gave back some of its August gains over the month of September, with the broad market (S&P/NZX 50) index declining -0.2%. Domestic property stocks in particular have endured a wild ride; after a very strong August, they gave back more than half that in September, dropping -4.4% (measured by the S&P/NZX Property Index).

In a weak month, the Australasian stocks held by the funds generally performed well. The highlights were Manawa Energy (+26%) and Infratil (+11%), both of which benefitted from Contact Energy's takeover offer for Manawa. Manawa Energy owns 26 small hydroelectric schemes scattered around the country. These schemes produce more electricity in winter, making them valuable to Contact Energy whose hydroelectricity facilities have a summer bias. Infratil shares appreciated on the news because it owns just over half of Manawa Energy.

On the negative side of the ledger, Spark continued to perform poorly. Following a disappointing result in August, market participants started speculating that it could exit the all-important MSCI World Index. This would see all of the passive funds that follow the index sell their Spark shares. We generally see such events as an opportunity. We like to take advantage of passive managers' indiscriminate buying or selling by focusing on the long-term fundamentals of the business and taking advantage of temporary pricing anomalies.

Australasian Fund Performance

(After fees and before tax)



Assumes the growth of \$10,000 investment at inception

Key Fund Facts

Risk indicator:



For more information on risks and risk indicators refer to section 4 of the Managed Funds Product Disclosure Statement.

Objective	The Australasian Managed Fund aims to provide a higher than benchmark return over the long term. It invests in an actively managed portfolio of growth assets located predominately in New Zealand and Australia with a very minor allocation of income assets. Volatility is likely to be high. Returns will vary and may be low or negative at times.
Minimum Investment Timeframe	10 Years
Target Allocation	2% Income assets / 98% Growth Assets
Total Value of Fund	\$202,217
Date fund started	03 July 2023
Benchmark	Please refer to SIPO
Fund Management Fee	1.29%
Performance Fee	0.00%
Total fund fees	1.29%

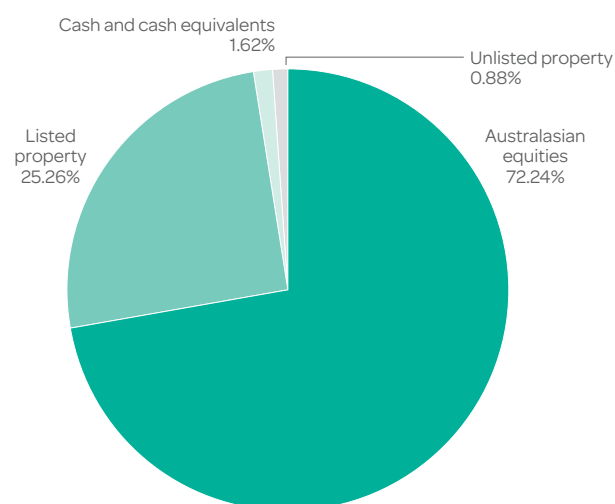
Generate Managed Funds

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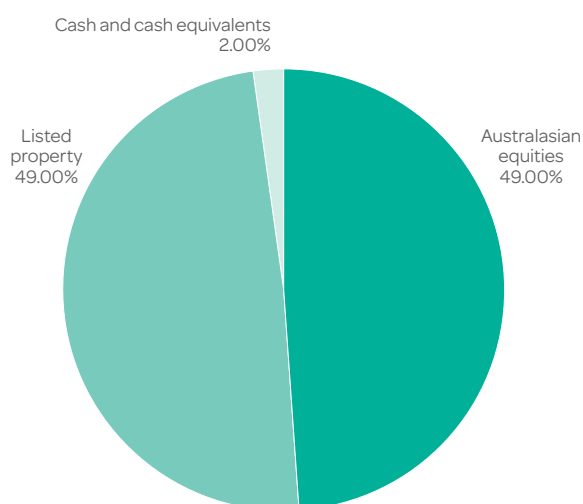
Current Asset allocation

	Actual Investment Mix	Target Investment Mix
Cash	1.62%	2.00%
New Zealand Fixed Interest	0.00%	0.00%
International Fixed Interest	0.00%	0.00%
Australasian Equities	72.24%	49.00%
International Equities	0.00%	0.00%
Unlisted Property	0.88%	0.00%
Listed Property	25.26%	49.00%

Actual investment mix



Target investment mix



Top 10 investments

Name	Percentage of fund net assets	Type	Country	Credit rating (if applicable)
Infratil	10.86%	Australasian equities	New Zealand	
Fisher & Paykel Healthcare Ltd	10.34%	Australasian equities	New Zealand	
Contact Energy	6.70%	Australasian equities	New Zealand	
Spark	5.67%	Australasian equities	New Zealand	
Auckland International Airport Ltd	5.39%	Australasian equities	New Zealand	
Precinct Properties NZ	4.23%	Listed property	New Zealand	
Chorus	4.12%	Australasian equities	New Zealand	
Goodman Property Trust	3.88%	Listed property	New Zealand	
EBOS Group	3.71%	Australasian equities	New Zealand	
Arvida Group	3.68%	Listed property	New Zealand	

The top 10 investments make up 58.58% of the fund.

The fund's net foreign currency exposure was 4.83% of net asset value on the 30 September 2024. At target the fund's net foreign currency exposure is 0.00% of net asset value. More details on the approach to currency hedging is available in the SIPO on the register at business.govt.nz/disclose.

The issuer is **Generate Investment Management Ltd**. PDS is available at generatewealth.co.nz/disclosures.

No part of this is intended as financial advice; it is intended as general information only.