FUND UPDATE

kōura KiwiSaver Scheme : Emerging Markets Equities Fund

Fund Update for the quarter ended **30 September 2023**
This update was first made publicly available on 30 October 2023

What is the purpose of this update?

This document tells you how the kōura Wealth KiwiSaver Emerging Markets Equities Fund has performed and what fees were charged. The document will help you to compare the fund with other funds. kōura Wealth Limited prepared this update in accordance with the Financial Markets Conduct Act 2013. This information is not audited and may be updated.

Description of this fund

This Fund provides exposure to Emerging Markets including Eastern Europe, the Middle East, South America, Africa and Asia including China. The Fund will invest underlying funds to provide this desired exposure. The Fund expects to deliver a negative return once in every 3-4 years.

Total value of the fund ($)	**$6,777,096**
Number of investors in the fund	**2716**
The date the fund started	**23 October 2019**

What are the risks of investing?

Risk indicator for the Emerging Markets Equities Fund[1]:

The risk indicator is rated from 1 (low) to 7 (high). The rating reflects how much the value of the fund's assets goes up and down. A higher risk generally means higher potential returns over time, but more ups and downs along the way.

To help you clarify your own attitude to risk, you can seek financial advice or work out your risk profile at https://www.sorted.org.nz/guides/kiwisaver-which-fund-suits.

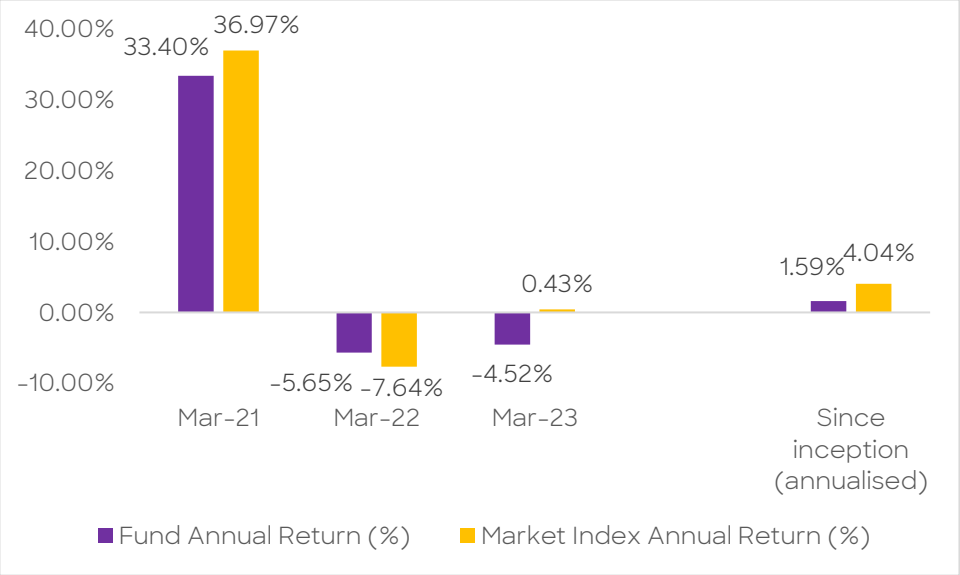
Note that even the lowest category does not mean a risk-free investment, and there may be other risks that are not captured by this rating. This risk indicator is not a guarantee of a fund's future performance. The risk indicator is based on the returns data for the five years ended 30 September 2023. While risk indicators are usually relatively stable, they do shift from time to time. The risk indicator will continue to be updated in future fund updates. See the product disclosure statement (PDS) for more information about the risks associated with investing in this fund.

How has the fund performed?

	Past Year
Annual Return (After deductions for charges and Tax)	1.29%
Annual Return (After deductions for charges but before Tax)	2.54%
Market index annual return (Reflects no deduction for charges and tax)	6.89%

The market index for this fund is the Morningstar Emerging Markets GR USD (Converted to NZ Dollars). Koura is responsible for the conversion to NZD.

Annual return graph [2,3]



This shows the return after fund charges and tax for each year ending 31 March since the fund started. The last bar shows the return since the fund started, up to 30 September 2023 on an annualised basis.

Important: This does not tell you how the fund will perform in the future.

Returns in this update are after tax at the highest prescribed investor rate (PIR) 28% tax for an individual New Zealand resident. Your tax may be lower. The market index return reflects no deductions for charges and tax.

What fees are investors charged?

Investors in the EM Equities Fund are charged fund charges. For the year to 31 March 2023, these were:

	% of net asset value
Total Fund charges	0.63%
Which are made up of:	
Total Management and administration charges	0.63%
Including:	
Manager's basic fee	0.47%
Other Management and administration fees	0.16%
Total performance based fees	0.00%
Other charges	**Dollar amount per investor**
Administration Fee	$30 per year

All fund charges are exclusive of GST.

Investors are not charged individual action fees for specific actions or decisions (for example, for withdrawing from or switching funds).

Example of how this applies to an investor:

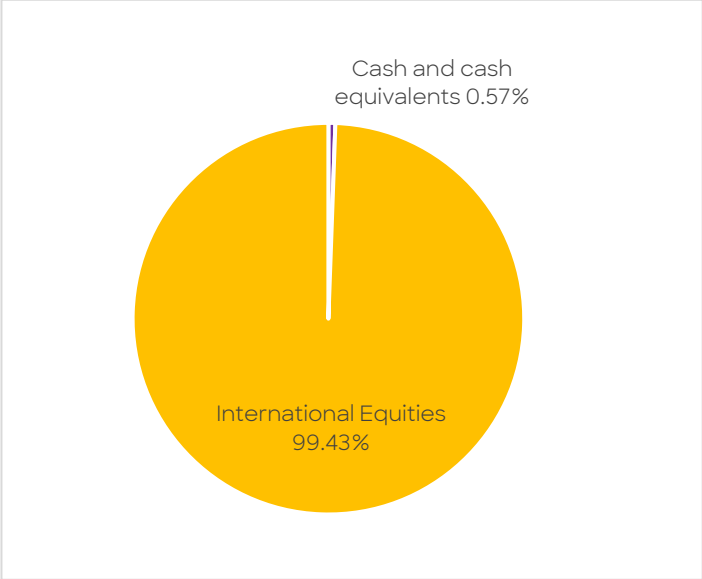
Small differences in fees and charges can have a big impact on your investment over the long term.

Lily had $10,000 in the fund at the start of the year and did not make any further contributions. At the end of year, Lily incurred a gain after fund charges were deducted of $129. (That is 1.29% of her initial $10,000). Lily also paid $30 in administration charges. This gives Lily a total gain after tax and charges of $99 for the year.

What does the fund invest in?

This shows the types of assets that the fund invests in.

Actual investment mix



Target investment mix

Cash and cash equivalents	1%	International equities	99%
New Zealand fixed interest	0%	Australasian equities	0%
International fixed interest	0%	Unlisted property	0%
Listed Property	0%	Commodities	0%
Other	0%		

Top 10 investments

Asset Name	% of fund net assets	Type	Country	Credit rating
iShares ESG Advanced MSCI EM ETF	99.43	International Equities	US	
BNZ NZD Account	0.55	Cash and cash equivalents	NZ	AA-
BNZ USD Account	0.02	Cash and cash equivalents	NZ	AA-

The top ten investments make up 100% of the fund.

The fund's exposure to assets denominated in foreign currencies was 99.45%, of which 0% was hedged. This means the fund's unhedged foreign currency exposure was 100% of the net asset value of the fund.

Key personnel

This shows the directors and employees who have the most influence on the investment decisions of the fund.

Name	Current position	Time in current position	Previous or other current position	Time in previous or other current position
Warren Couillault	Chairman, Investment Committee Member	4 years, 2 months	CEO, Hobson Wealth (Current)	6 years, 2 months
Rupert Carlyon	Managing Director, Investment Committee Member	4 years, 10 months	Director, KPMG	2 years, 0 months
David Moore	Investment Committee Member	4 years, 2 months	Executive Director, UBS AG	29 years, 6 months
Nigel Scott	Director, Investment Committee Member	2 years, 7 months	Non-Executive Director, Hobson Wealth (Current)	3 years, 2 months

Further information

You can also obtain this information, the PDS for the kōura KiwiSaver Scheme and some additional information from the offer register at http://www.companiesoffice.govt.nz/disclose. Search kōura KiwiSaver Scheme under offers.

Notes

1. As the fund started on 23 October 2019, actual returns for the fund are not available until then. To calculate the risk indicator for the five-year period ending 30 September 2023, market index returns have been used up to 31 October 2019 with actual fund returns used for the balance of the period. As a result of those market returns, the risk indicator may provide a less reliable indicator of the potential future volatility of the fund.
2. Performance has been calculated from 23 October 2019, when the first investment was made in the fund.
3. The bar chart show fund returns after the deduction of fees and taxes, however, the market index returns are shown before any fees or taxes are deducted.