

# Fixed Income Fund

## Harbour NZ Core Fixed Interest Fund

31 MAY 2024

1 year performance

**3.61%**

As at 31 May 2024, after fees, before tax

Est. fee

**0.63%**

Per annum, ex. GST

Unit pricing

**Daily**

T + 1

If you invested \$10,000 at inception it would be worth:

**\$14,864**

After fees, before tax.  
Inception 24/5/2011

Past performance is not indicative of future results. Please see pg 2 for performance over additional periods and additional Fund information.

### About the Fund

An actively managed fixed interest fund which predominantly holds a mix of NZ Government and corporate bonds.

### Fund purpose

This Fund is designed as a risk-diversifier for those who may already hold riskier assets (such as equities or property). It aims to generate returns over and above the New Zealand fixed interest market. The objective of the Fund is to outperform the benchmark by 100 basis points per annum over a rolling 3-year period.

### Fund benchmark

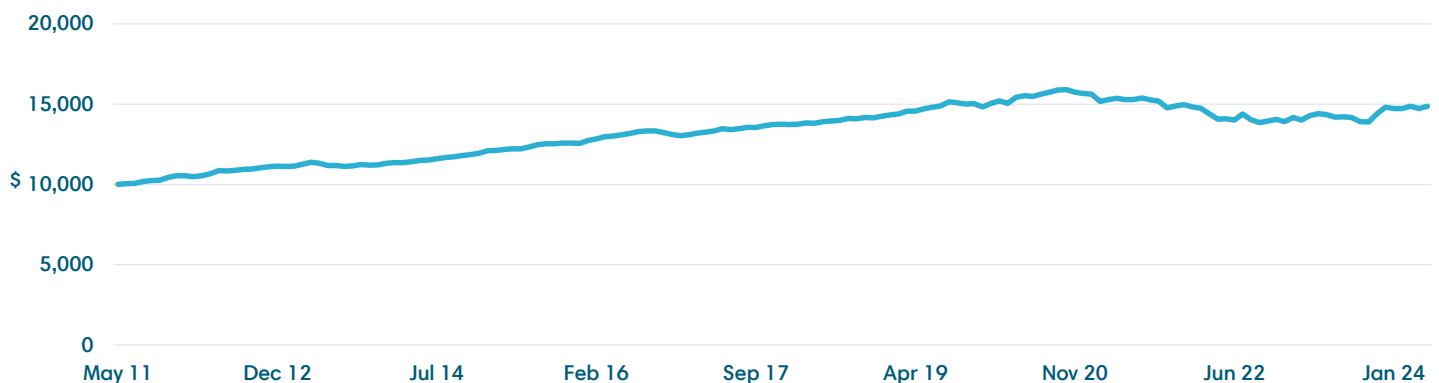
Bloomberg NZBond Composite 0+ Yr Index.

### Investment approach

This Fund is built to generate returns through investing primarily in a mix of New Zealand Government and corporate fixed interest securities. The Fund is actively managed, which means the Fixed Income team is able to use Harbour's macroeconomic and security research to make active investment decisions and target additional returns or hedge against risks.

### Growth of \$10,000 invested in Fund since inception

Cumulative returns after fees, before tax. This includes the reinvestment of the Fund's distributions.



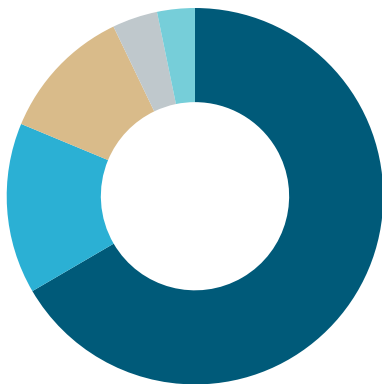
**Financial advisers:** This Fund is available via platforms including Consilium, FNZ, Apex, OneAnswer, WealthView  
**Individual investors:** Direct investment minimum is \$100k. Also available via financial advisers and InvestNow  
 For more information contact us at: 0800 460 830 [contactus@harbourasset.co.nz](mailto:contactus@harbourasset.co.nz)

Performance	1 MONTH	3 MONTH	1 YEAR P.A.	2 YEAR P.A.	3 YEAR P.A.	5 YEAR P.A.	10 YEAR P.A.	SINCE INCEPTION P.A.
Return before fees & tax	0.97%	1.18%	4.28%	3.40%	-0.26%	0.86%	3.30%	3.82%
Benchmark return	0.86%	0.92%	3.25%	2.06%	-1.36%	-0.26%	2.60%	3.16%
Return after fees, before tax	0.91%	1.01%	3.61%	2.74%	-0.92%	0.21%	2.60%	3.09%

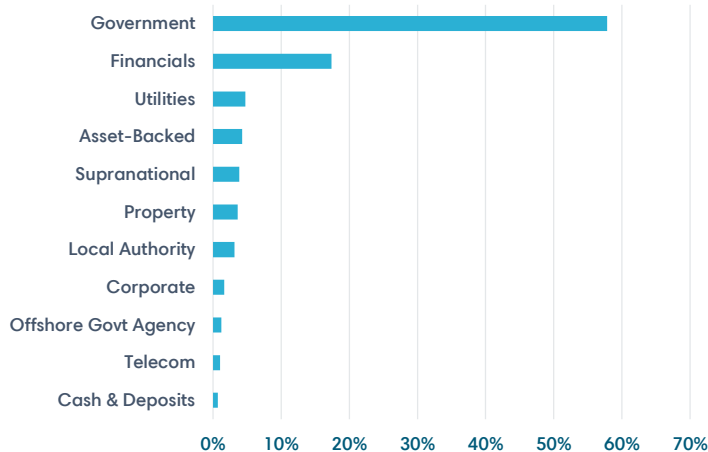
Past performance is not indicative of future results. Inception: 24 May 2011. Benchmark: Bloomberg NZBond Composite 0+ Yr Index, effective 1 January 2019. Prior benchmark was 50/50 weighted average of S&P/NZX Govt Bond Index & S&P/NZX A-Grade Corporate Bond Total Return Index. Return before fees & tax is for the wholesale fund, into which this fund invests.

## Ratings

- AAA (66.6%)
- AA (14.7%)
- A (11.6%)
- BBB (3.9%)
- NR (3.2%)



## Sector weights



## Responsible/ethical investing

We employ a strategy of integration and company engagement, meaning our team researches the companies we invest in and actively checks for any environmental, social or governance (ESG) risks that may apply. It helps our Portfolio Manager develop an understanding of each company, and influences the allocation of capital. This fund also includes negative screening to remove companies whose business activities may lead to significant harm. Zero-tolerance exclusions include the production of tobacco, nuclear explosives, cluster munitions, anti-personnel mines, pornography and controversial firearms. Additional information on screening thresholds and processes are outlined in the exclusions section of our [ESG Policy](#).

Market value	\$236,239,417
Inception date	24 May 2011
Currency	NZD
Estimated total fee (ex. GST)	0.63% p.a.
Performance fee	None
Entry/exit fee	None
Distribution frequency	Quarterly
Last distribution (cents per unit)	1.31
Risk rating*	3 out of 7
Unit price (NZD)	1.0003
Yield to maturity	5.33%
Modified duration (years)	5.61

FUND	
Weighted average carbon intensity	4.8

Weighted Average Carbon Intensity tonnes CO2e/\$m revenue. For more information please see [www.harbourasset.co.nz/fixed-interest-carbon-intensity](http://www.harbourasset.co.nz/fixed-interest-carbon-intensity). Source: Harbour Asset Management, MSCI. Data is the latest available.

\* Based on returns data from 5 years to 31 May 2024. Risk is rated from 1 (low) to 7 (high). The rating reflects how much the value of the fund's assets goes up and down (volatility). A higher risk generally means higher potential returns over time, but more ups and downs along the way. See PDS for more risk information.

## Investment team for this fund



**Mark Brown**  
Director, Head of Fixed Income



**George Henderson, CFA**  
Director, Portfolio Manager



**Hamish Pepper**  
Director, Fixed Income & Currency Strategist



**Simon Pannett, CFA**  
Director, Senior Credit Analyst



**Jenny Yang**  
Fixed Income Quantitative Analyst

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**Data sources:**

**S&P Dow Jones LLC**

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