

Harbour Balanced Fund

Fund Update

for the quarter ended 30 June 2026

Harbour Investment Funds

This fund update was first made publicly available on 29 July 2026

What is the purpose of this update?

This document tells you how the Harbour Balanced Fund has performed and what fees were charged. The document will help you compare the Fund with other funds. Harbour Asset Management 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

The Fund is designed to provide investors with exposure to a wide range of domestic and global assets. The Fund invests approximately 60% in growth assets such as shares, property and infrastructure and approximately 40% into more defensive assets, predominantly investment grade bonds. The Manager will use active management to enhance returns and manage downside risks.

Investment Objective:

The Fund's objective is to outperform the benchmark before fees and tax over a rolling 5-year period.

Total value of the Fund (NZD)

\$ 2,126,280

The date the Fund started

21 November 2025

What are the risks of investing?

Risk indicator for the Harbour Balanced Fund



A combination of actual Fund returns and market index returns have been used to determine the risk indicator for the Harbour Balanced Fund (inception 21 November 2025), as the Fund has not been operational for the required 5 years. The risk indicator may therefore provide a less reliable indicator of potential future volatility of this Fund. Where the Fund invests in assets for which no appropriate market index exists, those assets are excluded from the calculation of the risk indicator. The risk indicator may also be a less reliable indicator of potential future volatility than if an appropriate market index existed for all assets.

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 www.sorted.org.nz.

Note that even the lowest category does not mean a risk-free investment, and there are 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 5 years to 30 June 2026. 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 Return¹ (after deductions for charges and tax)	Not applicable
Annual Return¹ (after deductions for charges but before tax)	Not applicable
Market index annual return¹ (reflects no deduction for charges and tax)	13.96%

The market index (benchmark) return is a composite return based on appropriate indices for the asset classes that make up the Fund's target investment mix. Where the Fund invests in assets for which no appropriate market index exists (for example private credit assets), those assets are excluded from the market index return calculation, and the remaining indices are re-weighted (grossed up for assets excluded from the market index return calculation) to reflect the Fund's target investment mix. The market index (benchmark) return may be a less reliable indicator of Fund performance as a whole than if an appropriate market index existed for all the Fund's assets. Additional information about the market index is available on the offer register (search HARBOUR INVESTMENT FUNDS) at <https://disclose-register.companiesoffice.govt.nz/>.

What fees are investors charged?

Investors in the Fund are charged fund charges. This Fund has not been open for a full financial year. As such, based on the PDS dated 21 November 2025, these are expected to be (excluding GST):

	% of net asset value
Total fund charges	0.93%
Which are made up of:	
Total management and administration	0.93%
Including-	
Manager's basic fee	0.76%
Other management and administration charges ²	0.17%
Total Performance-based fees	0.00%

Investors may also be charged individual action fees for specific actions or decisions (for example, for withdrawing from or switching funds). See the PDS and Other Material Information Document OMI for more information about fees. Also see the product disclosure statement for more information about the basis on which performance fees are charged.

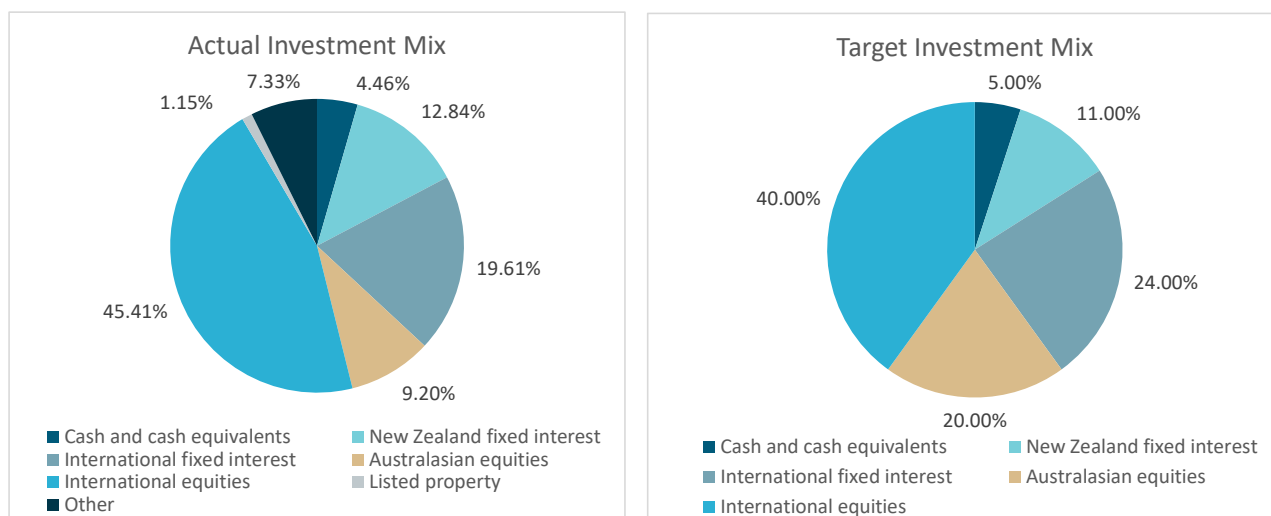
Example of how this applies to an investor

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

Jenny had \$10,000 in the Harbour Balanced Fund on 21 November 2025 (inception date) and did not make any further contributions. At the end of the June 2026, Jenny received a return, after fund charges were deducted, of \$540 (that is 5.40% of her initial \$10,000). This gives Jenny a total return after tax of \$507 for the period 21 November 2025 to June 2026. As the fund started on 21 November 2025, it has not been in existence for a full scheme year. This example is based on the actual returns since inception, after deductions for charges and tax. It is not an annualised return.

What does the Fund invest in?

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



Actual asset allocation to 30 June 2026. Actual asset allocation will vary from the target asset allocation as market conditions change and if we pursue tactical investment opportunities.

Top 10 investments

Name	% of Fund net assets	Type	Country	Credit Rating**
TPG Private Equity Opportunities Fund	2.46%	International equities	US	NA
GD1 Fund 3 L.P. (Partnership)	2.18%	Other	NZ	NA
Icehouse IVX Investment	2.17%	Other	NZ	NA
NVIDIA Corp	1.92%	International equities	US	NA
NZ Government Stock 15/05/2028 0.25%	1.78%	New Zealand fixed interest	NZ	AAA
Apple Inc	1.70%	International equities	US	NA
Revolution Private Debt Fund (NZD) PIE	1.29%	Other	NZ	NR
NZ Government Stock 20/04/2029 3.00%	1.24%	New Zealand fixed interest	NZ	AAA
Fisher & Paykel Healthcare	1.22%	Australasian equities	NZ	NA
Infratil	1.18%	Australasian equities	NZ	NA

* Securities categorised as "Other" pertain to private credit/equity investments or other unlisted investments with a mix of various asset classes (NZ and International).

** Securities with credit rating "NR" are unrated by rating agencies such as S&P, Moody's and Fitch.

** Securities specified as "NA" are those where there is no applicable rating by rating agencies such as S&P, Moody's and Fitch.

The top 10 investments make up **17.14%** of the net asset value of the Fund.

Key Personnel

Name	Current Position	Time in current position	Previous position	Time in previous position
Hamish Pepper 	Head of Multi-Asset and Global Investments	0 year 11 months	Harbour Asset Management, Director, Fixed Interest and Currency Strategist	6 year 1 month
Lewis Fowler 	Portfolio Manager, Multi-Asset	0 year 11 months	Harbour Asset Management, Associate Portfolio Manager	4 year 2 months

Further information

You can also obtain this information, the PDS for the Harbour Balanced Fund, and some additional information from the offer register at <https://disclose-register.companiesoffice.govt.nz/>.

Notes:

1. Returns to 30 June 2026.
 2. Other fees: these charges cover the general management of the Fund e.g. administration, Supervisor, legal, and audit fees and costs required to comply with relevant legislation. These charges are based on estimates to 30 June 2026 and excludes any applicable GST.
- More information on these charges can be found in the PDS and the other material information document (OMI) on the Disclose Register.

Hyperlinks to Harbour documents:

Links to the latest PDS, SIPO & OMI for the Harbour Funds can be found on the Harbour website: <https://www.harbourasset.co.nz/our-funds/investor-documents/>