Harbour Balanced Growth 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 Growth 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 70% in growth assets such as shares, property and infrastructure and approximately 30% into more defensive assets, predominantly investment grade bonds. The Manager will use active management to enhance returns and manage downside risks.

Investment Objective: The objective is to outperform the benchmark before fees and tax over a rolling 5-year period.

Total value of the Fund (NZD)	$ 56,180,274
The date the Fund started	1 November 2019

What are the risks of investing?

Risk indicator for the Harbour Balanced Growth Fund*

LOWER RISK HIGHER RISK

1 2 3 **4** 5 6 7

Potentially lower returns Potentially higher returns

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.

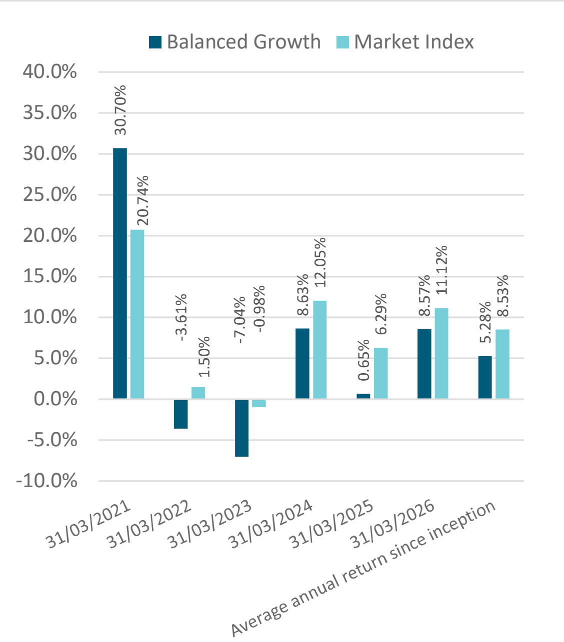
* Name changed from Harbour Active Growth Fund to Harbour Balanced Growth Fund on 21 November 2025.

How has the Fund performed?

	Average over past 5 years	Past Year
Annual Return[1] (after deductions for charges and tax)	**2.09%**	**13.47%**
Annual Return[1] (after deductions for charges but before tax)	**2.90%**	**14.37%**
Market index annual (reflects no deduction for charges and tax)	**6.97%**	**16.21%**

The market index (benchmark) return is a composite 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, those assets are excluded from the market index calculation, and the remaining indices are re-weighted 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/.

Annual Return Graph[2]



This shows the return after Fund charges and tax for each year ending 31 March since the Fund started.

The last bar shows the annualised annual return since the Fund started, up to 30 June 2026 Market Index returns do not include any tax, expenses or charges.

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) of tax for an individual New Zealand resident. Your tax may be lower.

What fees are investors charged?

Investors in the Fund are charged fund charges. In the year to 30 June 2025 these were as follows:

	% of net asset value
Total fund charges (Inc. GST)	**1.04%**
Which are made up of:	
Total management and administration	**1.04%**
Including-	
Manager's basic fee	0.80%
Other management and administration charges[3]	0.24%
Total Performance-based fees	**0.00%**

The Harbour Balanced Growth Fund does not charge a performance fee, however, some of the underlying Funds do, which flows through to the investor. Please refer to the PDS & OMI for more information on how performance fees are charged.

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.

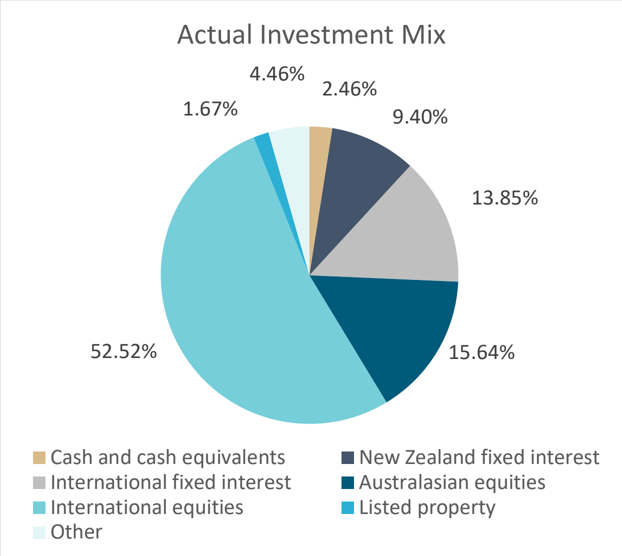
Example of how this applies to an investor

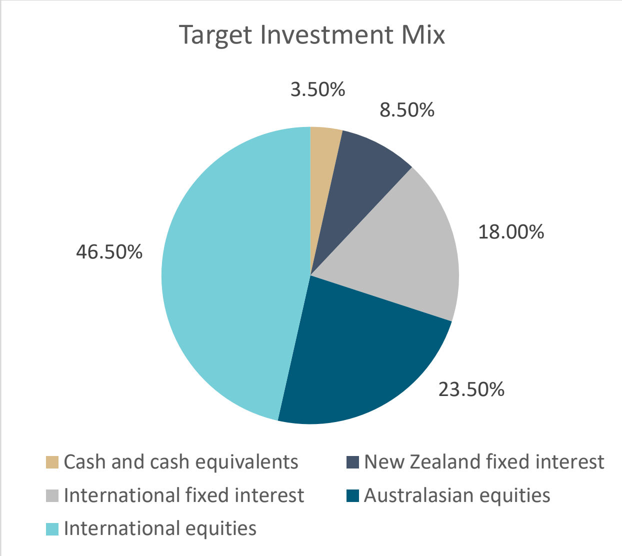
Small differences in fees and charges can have a big impact on your investment over the long term.

Jenny had $10,000 in the Harbour Balanced Growth Fund at the start of the year and did not make any further contributions. At the end of the year, Jenny received a return, after fund charges were deducted, of $1,437 (that is 14.37% of her initial $10,000). This gives Jenny a total return after tax of $1,347 for the year.

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	2.98%	International equities	US	NA
NVIDIA Corp	2.22%	International equities	US	NA
Fisher & Paykel Healthcare	2.20%	Australasian equities	NZ	NA
Infratil	2.04%	Australasian equities	NZ	NA
Apple Inc	1.97%	International equities	US	NA
Revolution Private Debt Fund (NZD) PIE	1.45%	Other	NZ	NR
Contact Energy	1.42%	Australasian equities	NZ	NA
Auckland International Airport	1.32%	Australasian equities	NZ	NA
Microsoft Corporation	1.27%	International equities	US	NA
NZ Government Stock 15/05/2028 0.25%	1.25%	New Zealand fixed interest	NZ	AAA

** Securities categorised as "Other" pertain to private credit/equity investments or other unitised 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 **18.12%** 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 years and 11 months	Harbour Asset Management, Director, Fixed Interest and Currency Strategist	6 years & 1 months
Lewis Fowler 	Portfolio Manager, Multi-Asset	0 years and 11 months	Harbour Asset Management, Associate Portfolio Manager	4 years & 2 months

Further information

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

Notes:

1. Returns to 30 June 2026.
2. The bar chart shows fund returns after the deduction of fees and tax, however the market index returns are shown before any fees or tax is deducted.
3. 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 the audited financial statements for the Fund to 30 June 2025 and includes 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.

Hyperlink to Harbour Investor 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/