

Key information

Bought and sold from [Kernel directly](#) or via all major wrap platforms

Structure: Portfolio Investment Entity (PIE)

Fund Inception: 28th August 2019

Number of constituents: 20

Morningstar AU Fund code: 24492

Morningstar Fund Code: F00001461X

Citi Code: T13P

Disclose Register #: FND15841

Distribution frequency: Quarterly

12 month Yield¹: 2.11%

Indicative Dividend²: 2.33%

Management fee³: 0.39% p.a.

Offer documents

PDS: [May 2021](#)

SIPO: [May 2021](#)

ESG Policy: [click here](#)

Fund Update: [June 2021](#)

Index fundamentals

Index: [S&P/NZX 20 Index](#)

Price to Book: 2.63

Trailing P/E: 24.78

Projected P/E: 34.02

Implied Earnings Yield: 2.94%

Risk (index)

Fund update risk Indicator: 5

12m volatility⁴: 12.55%

Beta: Coming soon

Sortino Ratio: Coming soon

Monthly returns standard deviation

	+/-1 (68%)	+/-2 (95%)
1 year	3.77%	7.54%
3 years	3.79%	7.58%
5 years	3.26%	6.51%

Range of 12 month index returns

	1 year	5 years
Worst	2.26%	-3.66%
Median	11.53%	15.93%
Average	12.64%	16.37%
Best	39.44%	39.44%

Fund overview

The Fund provides investors with a diversified exposure across a range of sectors including utilities, real estate, telecommunication and healthcare to 20 of the largest companies listed in New Zealand. Large and liquid, many of these companies export globally and collectively account for over 80% of the value of the entire investable NZ stockmarket.

Benefits

The NZ 20 fund can be used in a variety of investment strategies, for example:

- A core allocation to NZ equities
- A tactical exposure to NZ blue-chips
- A low cost alternative to other active managers

Performance⁵

	1 month	3 months	1 year	5 years p.a. index	10 years p.a. index
Performance (after fees at 0% PIR tax)	-1.52%	4.20%	6.60%	15.43%*	16.89%*
Net index difference	-0.03%	-0.12%	-0.49%		
Gross tracking difference	+0.01%	+0.00%	+0.00%		
Tracking error	0.003%	0.003%	0.004%		
Performance (after fees at 28% PIR tax)	-1.51%	3.90%	5.90%		

**Index returns do not reflect deductions for charges and taxes.*

Index Calendar return

2020	2019	2018	2017	2016
17.26%	34.83%	8.54%	23.45%	11.06%

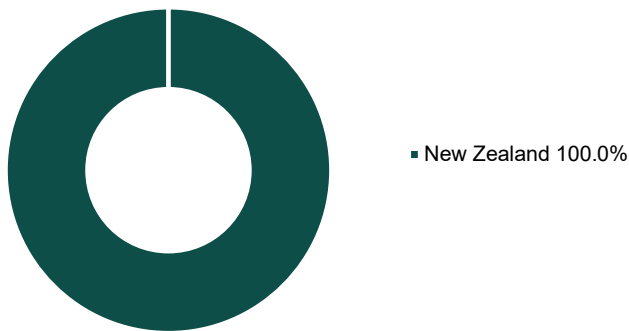
Index value chart

\$10,000 invested 5 years ago⁶: \$20,492



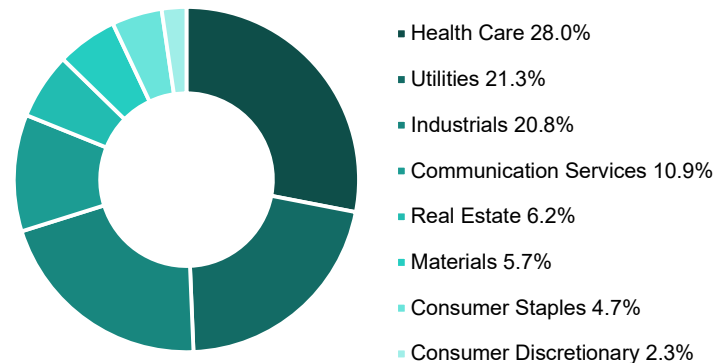
Where does the fund invest?

This shows the countries that the fund invests in:



What does the fund invest in?

This shows the GICS⁷ weighting for the fund:



Asset allocation

Asset	% of fund NAV
Directly held equities	100%
Cash and Cash equivalents	0%

Index Eligibility Criteria

The S&P/NZX 20 Index comprises 20 of the largest and most liquid securities on the NZX Main Board (NZSX). Dual and overseas listings are eligible. There are relative and absolute liquidity requirements to ensure that only stocks that are regularly traded are included. The index is weighted by float-adjusted market capitalization, to a maximum weight of 15% at rebalancing reference dates.

Top 10 investments

Company	% of fund NAV
Fisher & Paykel Healthcare	14.37%
Auckland International Airport	9.27%
Spark	8.19%
Mainfreight	7.39%
Contact Energy	6.10%
Ryman Healthcare	5.83%
Meridian Energy	5.77%
Infratil	5.75%
Fletcher Building	5.66%
The a2 Milk Company	4.69%

The Top 10 investments make up 73.02% of the fund

Further information

The information is not investment advice. Kernel has taken reasonable steps to ensure that the information in this document is accurate and up-to-date. Kernel does not accept any responsibility for any error or omission or for any loss resulting from the use of this information, except to the extent required by law.

¹ 12 month Yield is calculated as the last 4 quarterly distributions divided by unit price 12 months ago. This is the experience an existing investor would be had.

² Indicative Dividend is the index calculation of the underlying dividends in the last 12 months divided by the current valuation

³ Management fee before rebates.

⁴ 12month volatility is the standard deviation of index daily returns, annualised by multiplying by square root of number of periods.

⁵ Performance assumes distributions reinvested. Net index difference is after management fees and transaction costs

⁶ Growth of a hypothetical investment in the index (no allowance for fees or taxes) and no further contributions.

⁷ [Global Industry Classification Standard \(GICS\)](#)