

HUNTER GLOBAL FIXED INTEREST FUND

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

The Fund and its principal activity	<p>The objective of the Fund is to provide a total return, before costs and tax, 1% higher than the Bloomberg Barclays Global Aggregate Index - 100% New Zealand dollar hedged over a rolling three-year period.</p> <p>The Fund invests in a diversified portfolio of actively managed fixed interest securities, cash and derivatives. The predominant investment is in securities issued by governments, supranationals, local authorities, and corporates. The Fund may also invest in emerging market debt, asset-backed securities, mortgage-backed securities, structured notes, bank loans, high yield securities, mortgage derivatives, preferred securities, unrated securities, cash and cash equivalents, and derivative instruments, including currency hedging instruments. The Fund can borrow up to 20% of the aggregate value of its investments but only for the purposes of providing short-term liquidity.</p> <p>Derivatives may be used to obtain or reduce exposure to securities and markets, to implement investment strategies and to manage risk.</p>
The Manager	Harbour Asset Management Limited
The Investment Manager	PIMCO Australia Pty Ltd ('PIMCO') has been appointed as the Investment Manager of the Fund and is responsible for investing and managing the Fund's assets.
Registered Office	Level 16, 171 Featherston Street, Wellington, New Zealand
Licensed Supervisor	The New Zealand Guardian Trust Company Limited
Custodian and Administrator	Apex Investment Administration (NZ) Limited. Certain custodian and administration services are provided by Apex's subservice organisation, J.P. Morgan Chase Bank N.A.
Auditor	PwC

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

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YOUR FUND'S PROFIT
STATEMENT OF COMPREHENSIVE INCOME
\$000

	Note	Hunter Global Fixed Interest Fund	
		2025	2024 15 Months
INCOME			
Interest income on financial instruments at fair value through profit or loss ϕ ⁽¹⁾		98,451	55,491
Interest income on financial assets at amortised cost ϕ ⁽¹⁾		787	9,722
Net gains on financial instruments at fair value through profit or loss	3	35,685	28,322
Other foreign exchange losses		(12,008)	(5,888)
Other income		302	419
Total income		123,217	88,066
EXPENSES			
Management fees	7	11,346	8,501
Interest expense		-	99
Other expenses		638	1,209
Brokerage fees		124	62
Total expenses		12,108	9,871
Net profit		111,109	78,195
Total Comprehensive Income		111,109	78,195

⁽¹⁾ In the current year, the presentation of interest income has been disaggregated between interest income on financial instruments at fair value through profit or loss and interest income on financial assets at amortised cost in accordance with NZ IAS 1 *Presentation of Financial Statements*.

ϕ Interest income on financial assets at amortised cost is recognised in the statement of comprehensive income as interest accrues using the effective interest rate method. Interest income from financial instruments at fair value through profit and loss represents coupons received and accrued during the period. Interest income is earned on term deposits, cash held at the bank, debt securities and swaps.

The accompanying notes form an integral part of these financial statements.

CHANGES IN THE VALUE OF YOUR FUND
STATEMENT OF CHANGES IN UNIT HOLDERS' FUNDS

	Hunter Global Fixed Interest Fund	
\$'000	2025	2024
UNIT HOLDERS' FUNDS		15 Months
Unit holders' funds at the beginning of the year/period	1,616,072	1,119,951
Total comprehensive income	111,109	78,195
Contributions during the year/period	1,097,214	787,672
Withdrawals during the year/period	(244,883)	(305,855)
Distributions to unit holders	(98,265)	(64,461)
Unit holder attributed taxation	(2,039)	570
Unit Holders' Funds at the end of the year/period	2,479,208	1,616,072
'000		
UNITS ON ISSUE		
Units on issue at the beginning of the year/period	1,894,897	1,321,409
Units issued during the year/period	1,277,651	934,874
Units redeemed during the year/period	(288,867)	(361,386)
Units on issue at the end of the year/period	2,883,681	1,894,897

The accompanying notes form an integral part of these financial statements.

THE VALUE OF YOUR FUND

STATEMENT OF FINANCIAL POSITION

\$000

	Note	Hunter Global Fixed Interest Fund	
		2025	2024
Unit Holders' Funds		2,479,208	1,616,072
Represented by:			
ASSETS			
Cash and cash equivalents		44,621	33,196
Trade and other receivables	5	11,204	9,407
Receivables from sale and repurchase agreements		26,522	111,779
Financial assets at fair value through profit or loss			
Investment securities	3	2,408,539	1,518,603
Derivatives	3,4	137,879	64,849
Margin Accounts	10	51,287	22,771
Unit holder attributed taxation receivable		1	-
Total Assets		2,680,053	1,760,605
LIABILITIES			
Trade and other payables	6	42,032	70,284
Trade and other payables to related parties	7	1,096	619
Payables from sale and repurchase agreements		10,726	3,113
Financial liabilities at fair value through profit or loss			
Derivatives	3,4	98,336	52,185
Margin Accounts	10	48,655	18,332
Total Liabilities		200,845	144,533
Net Assets Attributable to Unit Holders		2,479,208	1,616,072

These Financial Statements were authorised for issue by the Manager, Harbour Asset Management Limited.

Director



Murray Brown

Director



Andrew Bascand

Date

13 October 2025

Date

13 October 2025

The accompanying notes form an integral part of these financial statements.

YOUR FUND'S CASH FLOWS

STATEMENT OF CASH FLOWS

\$000

Hunter Global Fixed Interest Fund

	2025	2024
		15 months
CASH FLOWS USED IN OPERATING ACTIVITIES		
Cash was provided from: Sale of investments	13,396,527	16,973,482
Interest income	83,101	57,074
Other income	302	419
Cash was applied to: Purchase of investments	(14,068,433)	(17,481,292)
Interest expense	-	(99)
Payment of expenses	(9,293)	(7,575)
Net realisation/(settlement) of derivatives	(134,509)	52,661
Net cash used in operating activities	(732,305)	(405,330)
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash was provided from: Contributions from unit holders	994,497	691,310
Cash was applied to: Withdrawals by unit holders	(217,655)	(254,951)
Distributions to unit holders	(31,090)	(21,511)
Unit holder attributed taxation	(1,996)	573
Net cash from financing activities	743,756	415,421
Net increase in cash and cash equivalents	11,451	10,091
Cash and cash equivalents at the beginning of the period	33,196	23,025
Effect of exchange rate fluctuations	(26)	80
Cash and cash equivalents at the end of the period	44,621	33,196
RECONCILIATION OF NET PROFIT TO CASH FLOWS FROM OPERATING ACTIVITIES		
Net profit attributable to unit holders	111,109	78,195
Net unrealised changes in the fair value of financial assets and liabilities through profit or loss	(83,470)	(246)
Foreign exchange losses on cash and cash equivalents	2,362	80
Net movements of investments	(833,344)	(495,031)
Net movements in Margin Accounts	1,807	13,816
(Increase)/decrease in receivables from sale and repurchase agreements	85,257	(65,747)
Increase in payables from sale and repurchase agreements	7,613	3,113
Decrease in trade and other receivables	971	15,563
Increase/(decrease) in trade and other payables	(24,610)	44,927
Net cash flows used in operating activities	(732,305)	(405,330)

The accompanying notes form an integral part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS

1. REPORTING ENTITY

A. Basis of Preparation

The financial statements of the Fund have been prepared in accordance with Generally Accepted Accounting Practice in New Zealand and other legislative requirements as appropriate for for-profit entities. The Fund is a Tier 1 entity and, as such, the financial statements comply with New Zealand equivalents to International Financial Reporting Standards ("NZ IFRS") and other New Zealand accounting standards and authoritative notices applicable to entities that apply NZ IFRS. These financial statements comply with International Financial Reporting Standards Accounting Standards ("IFRS Accounting Standards"). The impact of any indicators affecting the Fund's ability to operate as a going concern was assessed during the preparation of these financial statements. No indicators were identified, and the Fund remains a going concern. These financial statements have been prepared on the historical cost basis, except for financial instruments measured at fair value through profit or loss.

The financial statements of the Fund cover the year ended 30 June 2025. Comparative information has been provided for the 15-month period ended 30 June 2024 to align with the reporting date of other funds managed by the Manager. Comparative information has been updated and reclassified, where relevant, to conform with current year presentation.

All amounts are in New Zealand Dollars which is the Funds' functional currency. All amounts have been rounded to the nearest one thousand dollars.

Accounting policies that are relevant for an understanding of the financial statements are designated by a ϕ symbol.

Material judgements, estimates and assumptions made in order to affect the application of policies and reported amounts of assets and liabilities, income and expenses are designated by a Ω symbol.

B. Changes in accounting standards

Standards and amendments to existing standards effective 1 July 2024

Disclosure of Fees for Audit Firms' Services - Amendments to FRS-44

Effective for annual periods beginning on or after 1 January 2024, the amendments to FRS-44 require entities to disclose fees incurred for services provided by their audit or review firm. These amendments aim to enhance the transparency and consistency of fee disclosures. The amendments have been applied to the Financial Statements of the Fund, and the fees have been disclosed in note 7.

There are no other new standards and no other new amendments to or interpretation of standards that have been effective for the reporting period that have a material effect on the financial statements of the Fund.

Standards not yet issued and not yet effective

In May 2024, the External Reporting Board ("XRB") introduced NZ IFRS 18, *Presentation and Disclosure in Financial Statements* ("NZ IFRS 18") (effective for annual reporting periods beginning on or after 1 January 2027). This standard replaces NZ IAS 1, *Presentation of Financial Statements* ("NZ IAS 1") and primarily introduces a defined structure for the Statement of comprehensive income, disclosure of management-defined performance measures (a subset of non-GAAP measures) in a single note together with reconciliation requirements and additional guidance on aggregation and disaggregation principles in the financial statements. The Fund has not early adopted NZ IFRS 18 and is yet to assess its impacts.

A number of other new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 July 2024 that have not been early adopted in preparing these financial statements. None of these are expected to have a material effect on the financial statements of the Fund.

C. Financial instruments

Classification

The Fund classifies its investments based on both the Fund's business model for managing those financial assets and the contractual cash flow characteristics of the financial assets.

Financial assets at fair value through profit or loss can be either designated as such upon initial recognition or mandatorily measured at fair value in accordance with NZ IFRS 9 'Financial Instruments'. The Fund is primarily focused on fair value information and use that information to assess the assets' performance and to make decisions. Where the contractual cash flows of the Fund's debt securities are solely principal and interest, the collection of contractual cash flows is only incidental in achieving the Funds business model, therefore these debt securities are classified as financial assets at fair value through profit or loss.

NOTES TO THE FINANCIAL STATEMENTS

The Fund's financial assets and financial liabilities are categorised as follows:

Financial assets at fair value through profit or loss:	Comprise of debt securities and derivative contracts that have a positive fair value at reporting date.
Financial liabilities at fair value through profit or loss:	Comprise of derivative contracts that have a negative fair value at reporting date.
Financial assets at amortised cost:	<p>Cash and cash equivalents include cash in hand, deposits held at call with banks in New Zealand dollars and foreign currencies.</p> <p>Trade and other receivables represent receivables for securities purchased that have been contracted for but not yet settled or delivered on the reporting date, interest receivable and contributions receivable.</p> <p>Receivables from sale and repurchase agreements.</p> <p>Margin accounts represent margin accounts receivable.</p>
Financial liabilities at amortised cost:	<p>Trade and other payables represent payables for securities sold that have been contracted for but not yet settled or delivered on the reporting date, withdrawals payable and trade payable.</p> <p>Trade and other payables to related parties represent management fees payable.</p> <p>Payables from sale and repurchase agreements.</p> <p>Margin accounts represent margin accounts payable.</p>

2. FINANCIAL RISK MANAGEMENT

The Fund is subject to a number of financial risks which are as a result of their activities, including: market risk, liquidity risk and credit risk. The Fund's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the Fund's financial performance. The Fund uses derivative financial instruments to actively manage portfolio risk where this is more efficient than trading the underlying physical asset. Derivative exposures are generally collateralised and the total risk exposure, both physical and derivative, must fall under mandate risk constraints. Derivatives are not used to leverage the portfolio.

The Manager is a climate reporting entity pursuant to the provisions of the Financial Markets Conduct Act 2013, as modified by the Financial Sector (Climate-related Disclosures and Other Matters) Amendment Act 2021. The Manager's climate statement for the Fund will be available on the Climate-related Disclosures Register. For more details on climate-related risks and opportunities for the Fund and how the Manager manages them, please refer to the climate statement.

A. Market Risk

Market price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. No adjustment has been made to the carrying amount of financial instruments as a result of climate change.

Price risk is the risk of gains or losses from changes in the market price of investments.

The Fund's overall market positions are monitored on a daily basis by the Investment Manager. The Fund's derivative financial instruments (excluding interest rate swaps and foreign exchange contracts) are susceptible to market price risk arising from uncertainties about future values of the investment.

Interest rate risk is the risk of movements in interest rates. Surplus cash is held in interest bearing New Zealand and foreign bank accounts. The Fund is therefore exposed to the risk of gains or losses or changes in interest income from movements in both New Zealand and foreign interest rates.

In accordance with the Fund's policy, the Investment Manager monitors and the Manager reviews the Fund's overall interest sensitivity on a regular basis.

NOTES TO THE FINANCIAL STATEMENTS

2. FINANCIAL RISK MANAGEMENT (continued)

Currency risk is the risk of gains or losses or changes in the New Zealand dollar value of income from changes in foreign exchange rates. An analysis including the impact on unit holders' funds of the financial risks arising from the investments of the Fund are set out below. Unit holders' funds are impacted by price movements by the same amount as profit subject to adjusting for the impact of PIE tax adjustments attributable to unit holders.

Market risk

The table below shows the impact on net profit attributable to unit holders and unit holders' funds if prices at balance date had been 1% higher/lower with all other variables held constant. The 1% variable used in the previous period is considered appropriate based on historical price movements.

\$000		Hunter Global Fixed Interest Fund	
Price risk		2025	2024
Futures, options, swaps (excluding IRS) and To-Be-Announced forwards:			
Impact of a +/- 1% change in market prices		21,342	(2,037)
Interest rate risk			
Cash and cash equivalents, debt securities and swaps:			
Re-pricing profile	Up to 90 days	68,064	186,470
	90 days - 1 year	13,519	75,377
	1-5 yrs	613,988	255,935
	5+ yrs	1,755,242	1,031,283

In the current year, the Price risk sensitivity in the table above has been prepared on a 1% change in market prices. Comparative information has been restated to align with the methodology applied in the current year's presentation.

Cash Flow Sensitivity Analysis

A change in interest rates impacts the cash flow of the Funds cash and cash equivalents and floating rate debt securities by increasing or decreasing the amount of interest received. The 1% variable used in the previous period continues to be appropriate to illustrate the impact of a reasonable possible movement based on historic trends. The table below shows the impact on net profit attributable to unit holders and unit holders' funds if interest rates at balance date had been 100 basis points (1.0%) higher/lower with all other variables held constant:

\$000		Hunter Global Fixed Interest Fund	
Cash and cash equivalents and floating rate debt securities		2025	2024
Impact of a +/- 1% change in interest rates		6,807	6,056

Fair Value Sensitivity Analysis

A change in interest rates impacts the fair value of the Funds' bond futures, debt securities and swaps with fixed interest rates.

The table below shows the impact on net profit attributable to unit holders and unit holder's funds if yields at balance date were 100 basis points (1.0%) higher/lower, with all other variables held constant. An increase/(decrease) in yields would result in a (decrease)/increase in fair values. The table shows the impact of a 100 basis point move in yields.

\$000		Hunter Global Fixed Interest Fund	
Fixed rate debt securities, interest rate swaps and other derivatives		2025	2024
Impact of a +/- 1% change in yields		161,292	95,740

NOTES TO THE FINANCIAL STATEMENTS

2. FINANCIAL RISK MANAGEMENT (continued)

Currency risk

The Fund is directly exposed to currency risk through the investment in monetary assets (including cash and cash equivalents, trade and other receivables and payables, margin accounts, debt securities, bond futures, forward exchange contracts and swaps).

Sensitivity Analysis

The following table shows the sensitivity of profit for the period and sensitivity of unit holders' funds to reasonably possible changes in foreign exchange (FX) rates as at 30 June with all other variables held constant:

\$000	Hunter Global Fixed Interest Fund	
Impact of a +/- 10% change in FX rates	2025	2024
Net currency exposures in NZD equivalents:		
AUD	(1,297)	(2,325)
BRL	3,088	15
CNY	(2,796)	(1,360)
EUR	5,222	(4,431)
INR	2,949	1,442
JPY	4,799	661
USD	(9,636)	12,121
Other	427	(1,533)
Total	2,756	4,590

In the current year, the FX sensitivity in the table above have been prepared based on the net open position, incorporating monetary and non-monetary financial instruments as well as the notional amounts of forward foreign exchange contracts. Comparative information has been restated to align with the methodology applied in the current year's presentation.

B Liquidity Risk

Liquidity risk is the risk that the Fund will not be able to meet its financial obligations as they fall due.

The liquidity risk of the Fund is assessed with reference to liquidity of the underlying assets and securities. The Manager then establishes an appropriate application and redemption frequency for the Fund. The Fund invests predominantly in liquid securities and hence has daily applications and redemptions. Market conditions can, however, change resulting in some assets becoming difficult to sell. Hence if the Fund were to experience liquidity problems the Manager may defer or suspend redemptions for a period of time.

The Fund's financial liabilities at fair value through profit or loss that are financial derivative instruments consist of the fair value of forward foreign exchange contracts, futures, options, TBA's and swaps. The current fair value represents the estimated cash flow that may be required to dispose of the positions. Future cash flows of the Fund and realised liabilities may differ from current liabilities based on future changes in market conditions. The table below sets out the cash flows for the Fund's financial liabilities at fair value through profit or loss:

\$000	Hunter Global Fixed Interest Fund	
	2025	2024
Less than one year	60,123	25,233
1-5 years	11,332	10,806
5+ years	26,881	16,145

In the current year, the table above includes only financial liabilities at fair value through profit or loss. In the prior period, the table were presented on a net basis and also included derivative assets. Accordingly, the comparative information has been restated to conform with the methodology applied in the current year's presentation.

The Fund's financial liabilities also consist of trade and other payables which are short term in nature and classified as a current liability at balance date. Maturities are not expected to exceed 90 days.

NOTES TO THE FINANCIAL STATEMENTS

2. FINANCIAL RISK MANAGEMENT (continued)

C Credit Risk

Credit risk represents the risk that a counterparty to the financial instrument will fail to perform contractual obligations under a contract and cause the Fund to incur a loss. The Investment Manager has a counterparty assessment process. All credit assets are individually assessed and monitored by the Investment Manager.

With respect to credit risk arising from the financial assets of the Fund, the Fund's exposure to credit risk arises from the default of the counterparty, with the current exposure equal to the fair value of these instruments as disclosed in the Statement of Financial Position. This does not represent the maximum risk exposure that could arise in the future as a result of changes in values, but best represents the current maximum exposure at the reporting date.

The Fund measures credit risk and expected credit losses using probability of default, exposure at default and loss given default. The Manager considers both historical analysis and forward-looking information in determining any expected credit loss.

The Fund's cash and cash equivalents balances are held with ANZ (AA- credit rating) (30 June 2024: AA-) and JP Morgan A+ (30 June 2024: A+).

As at 30 June 2025 and 30 June 2024, all amounts due from brokers, cash and short-term deposits are held with counterparties with a credit rating of A or higher and are due to be settled within 1 week. The Manager considers the probability of default to be close to zero as these instruments have a low risk of default and the counterparties have a strong capacity to meet their contractual obligations in the near term. As a result, no loss allowance has been recognised based on 12-month expected credit losses as any such impairment would be wholly insignificant to the Fund.

The table below shows the credit rating grade of each class of the Fund's debt securities and derivatives that are subject to credit risk as at 30 June 2025 and 30 June 2024.

\$000			Hunter Global Fixed Interest Fund	
Credit rating	2025	2024		
AAA to AA-	1,240,464	959,511		
A+ to A-	631,024	244,499		
BBB+ to B-	320,580	138,494		
Less than B-	16,059	20,201		
Unrated	338,291	220,747		
Total	2,546,418	1,583,452		

In the current year, the table above includes only financial assets at fair value through profit or loss. In the prior period, the table was presented on a net basis and also included derivative liabilities. Accordingly, the comparative information has been restated to conform with the methodology applied in the current year's presentation.

For the Fund, the minimum average portfolio credit quality is A-.

PIMCO's fixed income philosophy revolves around the principle of diversification that no single risk should dominate returns.

The Investment Manager is responsible for assessing and monitoring the creditworthiness of borrower, guarantors, issuers of debt securities, acceptors of bills of exchange, counterparties to any over the counter derivatives contracts or other sources of credit risk. The minimum average credit rating of the portfolio is A-.

At 30 June 2025, none of these financial assets, which have no credit rating are past due or impaired (30 June 2024: none).

NOTES TO THE FINANCIAL STATEMENTS

2. FINANCIAL RISK MANAGEMENT (continued)

D Financial Assets and Liabilities Subject to Offsetting, Enforceable Master Netting Arrangements and Similar Agreements

The Fund holds derivative financial instruments:

The Investment Manager (PIMCO) on behalf of the Fund has contractual arrangements with counterparties to manage the credit risk associated primarily with over-the-counter derivatives, repurchase and reverse repurchase transactions. The Fund also has agreements with some of its counterparties to settle certain derivatives via a central clearing counterparty (CCP). These netting agreements and similar arrangements enable counterparties to offset financial liabilities against financial assets if an event of default or other predetermined event occurs and may require the posting of collateral.

Financial assets and liabilities are offset and the net amount reported in the Statement of Financial Position when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Fund or the counterparty.

The following table presents the recognised financial assets and liabilities that are subject to offsetting, or other similar arrangements but not offset, as at 30 June 2025.

\$000	Hunter Global Fixed Interest Fund					
	Financial instruments in the statement of financial position			Related amounts not set-off in the statement of financial position		
2025	Gross amount	Gross amounts set-off	Net amounts	Financial instruments	Cash collateral received/pledged	Net amount
Financial Asset						
Derivatives	137,879	-	137,879	(71,061)	(31,044)	35,774
Repo receivables	26,522	-	26,522	-	-	26,522
Financial Liability						
Derivatives	98,336	-	98,336	(71,061)	(25,551)	1,724
Repo payable	10,726	-	10,726	(10,726)	-	-

2025: \$27.071 million of debt securities is held as collateral against repo receivables.

\$000	Hunter Global Fixed Interest Fund					
	Financial instruments in the statement of financial position			Related amounts not set-off in the statement of financial position		
2024	Gross amount	Gross amounts set-off	Net amounts	Financial instruments	Cash collateral received/pledged	Net amount
Financial Asset						
Derivatives	64,849	-	64,849	(16,061)	(15,712)	33,076
Repo receivables	111,779	-	111,779	-	-	111,779
Financial Liability						
Derivatives	52,185	-	52,185	(16,061)	(19,474)	16,650
Repo payable	3,113	-	3,113	(3,113)	-	-

2024: \$69.126 million of debt securities is held as collateral against repo receivables.

NOTES TO THE FINANCIAL STATEMENTS

3. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

The Fund measures fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements.

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability.

The following table analyses within the fair value hierarchy the Fund's assets and liabilities measured at fair value at 30 June 2025 and 30 June 2024.

\$000		Hunter Global Fixed Interest Fund	
Financial assets at fair value through profit or loss		2025	2024
Debt securities	Level 2	2,408,539	1,518,603
Derivative assets:	Futures (Level 1)	16,474	2,139
	Options (Level 2)	355	1,982
	Interest rate swaps (Level 2)	9,782	4,439
	Swaps (excluding interest rate swaps) (Level 2)	33,790	32,310
	TBA's (Level 2)	10,140	2,688
	Forward foreign exchange contracts (Level 2)	67,338	21,291
Total financial assets at fair value through profit or loss		2,546,418	1,583,452

\$000		Hunter Global Fixed Interest Fund	
Financial liabilities at fair value through profit or loss		2025	2024
Derivative liabilities:	Futures (Level 1)	2,484	2,931
	Options (Level 1)	20	-
	Options (Level 2)	398	1,881
	Interest rate swaps (Level 2)	10,790	7,180
	Swaps (excluding interest rate swaps) (Level 2)	23,925	18,924
	TBA's (Level 2)	3,931	2,862
	Forward foreign exchange contracts (Level 2)	56,788	18,407
Total financial liabilities at fair value through profit or loss		98,336	52,185

Ω The fair value of exchange-traded futures is based on quoted market prices and is included within level 1.

The fair value of fixed interest securities at the reporting date are based on quoted market prices or binding dealer price quotations. The government fixed interest securities and corporate fixed interest debt securities are included within level 2.

The Fund uses widely recognised valuation models for determining fair values of over-the-counter derivatives. For these financial instruments, inputs into models are market observable and are therefore included within level 2. The fair values of forward foreign exchange contracts are calculated by reference to current exchange rates for contracts with similar maturity and risk profiles. The fair values of To-Be-Announced forwards are calculated by reference to underlying bond prices. The fair value of credit default swaps and options are based on the quoted market prices and included within level 2. The fair value of the interest rate swaps is calculated by the yield curve of underlying interest securities interest rates and is included within level 2.

NOTES TO THE FINANCIAL STATEMENTS

3. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS (continued)

Due to their short term nature, carrying amounts of cash and cash equivalents, margin accounts, receivables and payables stated in the Statement of Financial Position approximate their fair value.

Transfers between levels of the fair value hierarchy

There were no transfers between levels in the year ended 30 June 2025 (Period ended 30 June 2024: nil).

\$000	Hunter Global Fixed Interest Fund	
Net gains on financial instruments at fair value through profit or loss	2025	2024
Investment securities	147,511	(13,230)
Derivatives	(111,826)	41,552
Total net changes in fair value of investments	35,685	28,322

4. DERIVATIVE FINANCIAL INSTRUMENTS

The Fund holds the following derivative financial instruments:

(a) Forward foreign exchange contracts (FFX)

Forward foreign exchange contracts are contractual obligations to buy or sell foreign currencies on a future date at a specified price. Forward foreign exchange contracts are settled on a net basis.

(b) Mortgage-backed securities (To-Be-Announced forwards)

To-Be-Announced forward contracts are contractual obligations to buy or sell mortgage-backed financial instruments on a future date at a specified price. To-Be-Announced forward contracts are normally settled on a cash basis.

(c) Swaps.

Swaps are contractual agreements between two parties to exchange streams of payments over time based on specified notional amounts. Interest rate swaps (IRS) are contractual arrangements to receive or pay a net amount based on changes in interest rates at a future date at a specified price. Credit default swaps (CDS) are contractual obligations to make payments over time based on specified notional amounts in return for payout in the case of default by the underlying financial instruments. Currency swaps (CCY), referred to as cross-currency swaps, are the agreements between two parties to exchange interest payments and principal on loans denominated in two different currencies. Inflation indexed swaps (CPIs) are agreements in which one party pays a fixed rate on a notional principal amount, while the other party pays a floating rate linked to an inflation index, such as the Consumer Price Index (CPI). Overnight index swaps (OIS) are an interest rate swap agreement where a fixed rate is swapped against a pre-determined published index of a daily overnight reference rate for an agreed period.

(d) Options

Options are contractual agreements that convey the right, but not the obligation, for the purchaser either to buy or sell a specific amount of financial instrument at a fixed price.

(e) Futures

Futures are exchange-traded derivatives which represent agreements to buy/sell some underlying asset in the future for a specified price, established in an organised market.

NOTES TO THE FINANCIAL STATEMENTS

4. DERIVATIVE FINANCIAL INSTRUMENTS (continued)

\$000	Hunter Global Fixed Interest Fund	
Fair value of Derivative Financial Instruments	2025	2024
Derivative assets:		
Forward foreign exchange contracts	67,338	21,291
To-Be-Announced forwards	10,140	2,688
Interest rate swaps	9,782	5,972
Currency swaps	178	32
Overnight interest rate swaps	19,829	20,893
Credit default swaps	13,783	9,852
Options	355	1,982
Futures	16,474	2,139
Total derivative assets	137,879	64,849

\$000	Hunter Global Fixed Interest Fund	
Fair value of Derivative Financial Instruments	2025	2024
Derivative liabilities:		
Forward foreign exchange contracts	56,788	18,407
To-Be-Announced forwards	3,931	2,862
Interest rate swaps	10,790	7,303
Currency swaps	-	37
Overnight interest rate swaps	21,904	16,789
Credit default swaps	2,021	1,975
Options	418	1,881
Futures	2,484	2,931
Total derivative liabilities	98,336	52,185

5. RECEIVABLES

\$000	Hunter Global Fixed Interest Fund	
Receivables	2025	2024
Interest receivable	499	77
Receivables from sale of investments	3,994	5,387
Contributions receivable	6,711	3,943
Total receivables	11,204	9,407

NOTES TO THE FINANCIAL STATEMENTS

6. PAYABLES

\$000	Hunter Global Fixed Interest Fund	
Payables	2025	2024
Interest payable	443	34
Payables from purchase of investments	40,087	66,060
Management fees payable	1,096	619
Withdrawals payable	406	3,571
Total payables	42,032	70,284

7. RELATED PARTIES

A Fees with related parties

Key management personnel are defined as those persons having authority and responsibility for planning, directing and controlling the activities of the entity. The Fund receives key management personnel services from the Manager and the Investment Manager.

As outlined in the Fund's Product Disclosure Statement, the Fund incurs management fees fixed at 0.5222% per annum (plus GST, if any) of the gross asset value (GAV) of the Fund. The management fee comprises fees paid to the Manager of the Fund.

Related party fees incurred/payable by the Fund to the Manager, during the period are detailed below.

\$000		Hunter Global Fixed Interest Fund	
Harbour Asset Management Limited:		2025	2024
Management fees expense		11,346	8,501
Management fees payable		1,096	619
Expenses incurred by the Manager on behalf of the Funds:			
Supervisor, custody, accounting, and registry fees	Trustees Executors Limited	266	566
	Apex	1,072	96
	The New Zealand Guardian Trust Company Limited	256	179
Audit of the financial statements	PwC	35	-
	KPMG	-	46

B Related party unit holders

Investments into the Fund by other funds managed by the Manager are as follows:

\$000	Hunter Global Fixed Interest Fund	
Investments into the Fund by other funds managed by the manager are as follows:	2025	2024
Harbour Active Growth Fund	4,968	1,750

NOTES TO THE FINANCIAL STATEMENTS

8. CLASSIFICATION OF FINANCIAL INSTRUMENTS

\$000

Hunter Global Fixed Interest Fund

Financial Assets:	2025	2024
At Fair Value through Profit or Loss:		
Investment Securities	2,408,539	1,518,603
Derivatives	137,879	64,849
Total Financial Assets at Fair Value through Profit or Loss	2,546,418	1,583,452
At Amortised Cost:		
Cash and cash equivalents	44,621	33,196
Receivables	11,204	9,407
Receivables from sale and repurchase agreements	26,522	111,779
Margin accounts	51,287	22,771
Total Financial Assets at Amortised Cost	133,634	177,153
Total Financial Assets	2,680,052	1,760,605

\$000

Hunter Global Fixed Interest Fund

Financial Liabilities:	2025	2024
At Fair Value through Profit or Loss:		
Derivatives	98,336	52,185
Total Financial Liabilities at Fair Value through Profit or Loss	98,336	52,185
At Amortised Cost:		
Trade and other payables	42,032	70,284
Trade and other payables to related parties	1,096	619
Payables from sale and repurchase agreements	10,726	3,113
Margin accounts	48,655	18,332
Total Financial Liabilities at Amortised Cost	102,509	92,348
Total Financial Liabilities	200,845	144,533

NOTES TO THE FINANCIAL STATEMENTS

9. MATURITY ANALYSIS

The Fund invests in a diversified portfolio of actively managed fixed interest securities, cash and derivatives.

The table below shows an analysis of assets and liabilities analysed according to when they are expected to be recovered or settled.

Hunter Global Fixed Interest Fund						
	Within 12 months		Over 12 months		Total	
	2025	2024	2025	2024	2025	2024
Investment Securities	38,075	228,599	2,370,464	1,290,004	2,408,539	1,518,603
Derivatives	81,921	26,332	55,958	38,517	137,879	64,849
Assets	119,996	254,931	2,426,422	1,328,521	2,546,418	1,583,452
Derivatives	60,123	25,233	38,213	26,952	98,336	52,185
Liabilities	60,123	25,233	38,213	26,952	98,336	52,185

All other balances for assets and liabilities are current. This consists of Cash at bank, Receivables, Receivables from sale and repurchase agreements, Margin accounts and Payables which are short term in nature and classified as current at balance date. Maturities are not expected to exceed 90 days.

10. MARGIN ACCOUNTS AND ASSETS PLEDGED AS COLLATERAL

Margin accounts with brokers and pledged securities represent collateral for open derivative contracts and obligations under sale and repurchase agreements. Certain balances in margin accounts are restricted.

Hunter Global Fixed Interest Fund		
	2025	2024
Margin accounts receivable	51,287	22,771
Margin accounts payables	48,655	18,332
Pledged securities	47,358	25,506

11. CAPITAL MANAGEMENT

The Fund manages the unit holders' funds as capital. All units in the Fund carry the same rights and restrictions. The Fund has no restrictions or specific capital requirements on the contributions and withdrawals of units. The Fund issues units, which provide the unit holder with a beneficial interest in the Fund. The units are issued and redeemed based on the Fund's net asset value per unit at the time of issue or redemption, which is calculated by dividing the net assets attributable to the unit holders by the total number of outstanding units. The units meet the definition of puttable instruments and are classified as equity instruments under NZ IAS 32 *Financial Instruments: Presentation*. Those criteria include:

- the puttable instruments must entitle the holder to a pro-rata share of net assets;
- the puttable instruments must be the most subordinated class and class features must be identical;
- there must be no contractual obligations to deliver cash or another financial asset other than the obligation on the issuer to repurchase; and
- the total expected cash flows from the puttable instrument over its life must be based substantially on the profit or loss of the issuer.

NOTES TO THE FINANCIAL STATEMENTS

12. SIGNIFICANT NON-CASH TRANSACTIONS

During the year ended 30 June 2025 unit holder ownership transferred between unit holders and distributions were reinvested which resulted in non-cash contributions and withdrawal transactions. The table below summarise these transactions:

\$000	Hunter Global Fixed Interest Fund	
	2025	2024
		15 Months
Contributions from unit holders	97,611	90,283
Withdrawals by unit holders	(30,436)	(47,333)
Distribution to unit holders	(67,175)	(42,950)

13. CONTINGENT LIABILITIES AND COMMITMENTS

Other than derivative financial instruments the Fund had no other material commitments or contingencies at 30 June 2025 (30 June 2024: nil).

14. SUBSEQUENT EVENTS

The Fund made a distribution of \$61,993,555 (2 cents per unit) on 17 September 2025.

There were no other material events that occurred subsequent to the reporting date which require additional disclosure in these financial statements.



Independent auditor's report

To the unit holders of Hunter Global Fixed Interest Fund (the Fund)

Our opinion

In our opinion, the accompanying financial statements of the Fund present fairly, in all material respects, the financial position of the Fund as at 30 June 2025, its financial performance, and its cash flows for the year then ended in accordance with New Zealand Equivalents to International Financial Reporting Standards (NZ IFRS) and International Financial Reporting Standards Accounting Standards (IFRS Accounting Standards).

What we have audited

The Fund's financial statements comprise:

- the statement of financial position as at 30 June 2025;
- the statement of comprehensive income for the year then ended;
- the statement of changes in unit holders' funds for the year then ended;
- the statement of cash flows for the year then ended; and
- the notes to the financial statements, comprising material accounting policy information and other explanatory information.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (New Zealand) (ISAs (NZ)) and International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We are independent of the Fund in accordance with Professional and Ethical Standard 1 *International Code of Ethics for Assurance Practitioners (including International Independence Standards) (New Zealand)* (PES 1) issued by the New Zealand Auditing and Assurance Standards Board and the *International Code of Ethics for Professional Accountants (including International Independence Standards)* issued by the International Ethics Standards Board for Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with these requirements.

Subject to certain restrictions, partners and employees of our firm may invest in the Fund on normal terms within the ordinary course of trading activities of the Fund. The firm has no other relationship with, or interests in, the Fund.

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Key audit matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current year. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Description of the key audit matter	How our audit addressed the key audit matter
<p>Valuation and existence of financial assets and financial liabilities at fair value through profit or loss</p> <p>Refer to note 3 of the financial statements for the reported values of financial assets and financial liabilities (financial instruments) at fair value through profit or loss.</p> <p>This was an area of focus for our audit as it represents the majority of the net assets attributable to unit holders of the Fund, and requires judgement in selecting and applying certain valuation techniques.</p> <p>These financial instruments are categorised as Level 1 and Level 2 within the fair value hierarchy.</p> <p>Refer to note 3 which describes how fair value is determined.</p> <p>For financial instruments quoted in foreign currencies, these are translated to New Zealand dollars using the exchange rates at the reporting date.</p> <p>Derivatives are entered into with counterparties. The remaining financial instruments at fair value through profit or loss are held by the Custodian or sub-custodian on behalf of the Fund.</p>	<p>We assessed the processes employed by the Manager for recording and valuing the financial instruments at fair value through profit or loss, including certain controls operated by third-party service organisations, the Administrators. Our assessment of the processes included obtaining the internal controls reports over investment accounting provided by the Administrators.</p> <p>We evaluated the evidence provided by the internal controls reports and bridging letters over the design and operating effectiveness of certain controls operated by the Administrators for the year ended 30 June 2025.</p> <p>For financial instruments where quoted market prices in an active market were available, we compared the market price at the reporting date to independent third-party pricing sources.</p> <p>For the remaining financial instruments our PwC valuation experts have evaluated the fair value, using independent valuation models.</p> <p>We have assessed the reasonableness of the exchange rates used to translate financial instruments quoted in foreign currencies.</p> <p>We obtained confirmation from the Custodian or sub-custodian for all holdings, and from counterparties on a sample basis, where appropriate, for financial instruments at fair value through profit or loss as recognised by the Fund as at the reporting date.</p>

Our audit approach

Overview

Materiality	<p>Our overall materiality for the Fund is calculated based on approximately 1% of net assets attributable to unit holders.</p> <p>We chose net assets attributable to unit holders as the benchmark because, in our view, the objective of the Fund is to provide unit holders with a total return on the Fund's net assets attributable to unit holders, taking into account both capital and income returns.</p>
Key audit matters	<p>As reported above, we have one key audit matter, being valuation and existence of financial assets and financial liabilities at fair value through profit or loss.</p>

As part of designing our audit, we determined materiality and assessed the risks of material misstatement in the financial statements. In particular, we considered where management made subjective judgements; for example, in respect of significant accounting estimates that involved making assumptions and considering future events that are inherently uncertain. As in all of our audits, we also addressed the risk of management override of internal controls, including among other matters, consideration of whether there was evidence of bias that represented a risk of material misstatement due to fraud.

Materiality

The scope of our audit was influenced by our application of materiality. An audit is designed to obtain reasonable assurance about whether the financial statements are free from material misstatement. Misstatements may arise due to fraud or error. They are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

Based on our professional judgement, we determined certain quantitative thresholds for materiality, including the overall materiality for the financial statements of the Fund as a whole as set out above. These, together with qualitative considerations, helped us to determine the scope of our audit, the nature, timing and extent of our audit procedures and to evaluate the effect of misstatements, both individually and in aggregate, on the financial statements of the Fund as a whole.

How we tailored our audit scope

We tailored the scope of our audit in order to perform sufficient work to enable us to provide an opinion on the financial statements of the Fund as a whole, taking into account the structure of the Fund, the Fund's investments and the accounting and registry processes and controls.

Harbour Asset Management Limited (the Manager) is responsible for the governance and control activities of the Fund. The Manager has outsourced investment accounting (Administrators) and registry services (Registrar) to third-party service providers.

Other information

The Manager is responsible for the other information. The other information comprises the information included in the Annual Report and the Climate Statement, but does not include the financial statements and our auditor's report thereon, which the Annual Report will refer to. The other information we obtained prior to the date of this auditor's report comprised the Climate Statement. The remaining other information comprising the Annual Report is expected to be made available to us after that date.

Our opinion on the financial statements does not cover the other information and we do not and will not express any form of audit opinion or assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

When we read the other information not yet received, if we conclude that there is a material misstatement therein, we are required to communicate the matter to the Manager and use our professional judgement to determine the appropriate action to take.

Responsibilities of the Manager for the financial statements

The Manager is responsible for the preparation and fair presentation of the financial statements in accordance with NZ IFRS and IFRS Accounting Standards and for such internal control as the Manager determines is necessary to enable the preparation of the financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Manager is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern, and using the going concern basis of accounting unless the Manager either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements, as a whole, are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (NZ) and ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located at the External Reporting Board's website at: <https://www.xrb.govt.nz/assurance-standards/auditors-responsibilities/audit-report-2/>

This description forms part of our auditor's report.

Who we report to

This report is made solely to the Fund's unit holders, as a body. Our audit work has been undertaken so that we might state those matters which we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Fund's unit holders, as a body, for our audit work, for this report or for the opinions we have formed.

The engagement partner on the audit resulting in this independent auditor's report is Christopher Barber.

For and on behalf of:



PricewaterhouseCoopers
13 October 2025

Wellington