



# Product Disclosure Statement

PIE Save

Offer of units in the Kernel Funds  
15 June 2026

Issued by Kernel Wealth Limited

This document gives you important information about this investment to help you decide whether you want to invest. There is other useful information about this offer on <https://disclose-register.companiesoffice.govt.nz>.

Kernel Wealth Limited has prepared this document in accordance with the Financial Markets Conduct Act 2013. You can also seek advice from a financial advice provider to help you to make an investment decision.

# 1 Key information summary

## What is this?

This is a managed investment scheme. Your money will be pooled with other investors' money and invested in various investments. Kernel Wealth Limited ('Kernel') will invest your money and charge you a fee for its services. The returns you receive are dependent on the investment decisions of Kernel and the performance of the investments. The value of those investments may go up or down. The types of investments and the fees you will be charged are described in this document.

## What will your money be invested in?

The Kernel PIE Save Fund ('Fund') is a fund in the Kernel Funds ('Scheme') that invests wholly in deposits at one or more AA- rated registered NZ-based bank[s].

Information about the investment objectives and strategy for the Fund is provided at Section 3, 'Description of your investment options'.

## Who manages the Scheme?

Kernel Wealth Limited ('Kernel' 'we', 'our', 'us') is the manager of the Scheme. See Section 7, 'Who is involved?' for more information.

## What are the returns?

The return on your investment will come from interest earned on the Fund's deposits with registered banks and credited to your account monthly.

The current rate of return will be published on our website at [www.kernelwealth.co.nz](http://www.kernelwealth.co.nz). See Section 2, 'How does this investment work?' for more information.

## How can you get your money out?

Your investment in the Fund is redeemable. You can usually withdraw part or all of your investment at any time by completing an online withdrawal form at [www.kernelwealth.co.nz](http://www.kernelwealth.co.nz). Withdrawals will be processed daily.

In certain circumstances, we may suspend, defer, or partially restrict withdrawals.

See Section 2, 'How does this investment work?' for more information about withdrawals.

Your investment in this Fund cannot be sold or transferred to anyone else.

## How will your investment be taxed?

The Fund is a portfolio investment entity ('PIE').

The amount of tax you pay in respect of a PIE is based on your prescribed investor rate ('PIR'). This can be 0%, 10.5%, 17.5%, or 28%. See Section 6 of the PDS (What taxes will you pay?) on page 8 for more information.

## Where can you find more key information?

We are required to publish quarterly updates for the Fund. The updates show the returns, and the total fees actually charged to investors, during the previous year. The latest fund updates are available at [www.kernelwealth.co.nz](http://www.kernelwealth.co.nz). We will also give you copies of those documents on request.

See Section 4, 'What are the risks of investing?' for an explanation of the risk indicator and for information about other risks that are not included in the risk indicator. 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/tools/investor-profiler](http://www.sorted.org.nz/tools/investor-profiler)

Fund	Description and investment objective	Risk Indicator*	Annual fund charges (percentage of net asset value)
Kernel PIE Save Fund	The Fund will invest wholly in dollar deposits (cash) at one or more AA- rated registered NZ-based banks. The Fund is designed for investors that want a stable positive return over the short term, with easy access to their money. The Fund targets the return (before deductions for Fund charges and tax) of the New Zealand Official Cash Rate (OCR).		up to 0.50% p.a.**

\* As the Fund has not been in existence for 5 years, the risk indicator is based on the returns of the market index for the 5 years to 31 March 2026. As a result, the risk indicators may provide a less reliable indicator of the potential future volatility of this Fund.

\*\* We may from time to time choose to reduce the annual fund charges or charge no fee at all.

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## 2 How does this investment work?

### The Fund and Scheme

The Fund operates within the Scheme which is a managed investment scheme under the Financial Markets Conduct Act 2013.

The key benefits of investing in the Fund are:

- **Convenience** – the Fund enables you to readily access your money via daily withdrawals.
- **Tax benefits** – the Fund is a PIE so you will be taxed at your PIR rather than your individual tax rate.
- **Simple structure** – you hold a single unit in the Fund so your account balance reflects your holding in the Fund at any time.

### Structure of the Scheme

The Scheme and the Fund are governed by a master trust deed and establishment deed between us and Trustees Executors Limited (the Scheme's supervisor ('Supervisor')). The Fund is established as a separate trust.

We are responsible for managing the Scheme and the Fund, and the Supervisor is responsible for supervising us in doing so.

### Nature of your interests

You invest in the Fund by purchasing a unit. Your unit is issued initially for \$1 (or such other amount as we may determine from time to time).

Your unit represents your scheme participant account ('Account') and the value of your Account will rise and fall with additional contributions, returns earned, and withdrawals.

Your Account balance represents your share of the Fund. You don't acquire any right or interest in any underlying investments of the Fund. Your money is pooled with other investors' money and then invested by us.

The Fund's investments are held on trust by a custodian appointed by the Supervisor, which is independent from Kernel.

The Fund is legally separate and distinct. This means that the investments or assets of the Fund are not available to meet the liabilities of any other Fund in the Scheme.

### Returns

Contributions to your Account accumulate together with investment returns from the Fund. These accumulated amounts fund your withdrawals.

The Fund does not intend to make distributions. Returns earned on the Fund's investments will be

credited to your Account on a pro rata basis with other investors in the Fund.

### Making investments

#### How to make an investment

You can invest in the Fund through the Kernel service at [www.kernelwealth.co.nz](http://www.kernelwealth.co.nz) or by contacting a financial adviser to facilitate your investment in the Funds through a separate administration service. Contact us for a list of eligible administration services and financial advisory firms at any time. We may accept applications from investors directly at our discretion.

The Fund is only available to investors that have signed up for the Plus or Premium subscription service on the Kernel Platform or using an administration service accepted by Kernel. For further information visit [www.kernelwealth.co.nz/pricing](http://www.kernelwealth.co.nz/pricing).

Contributions can be made to Accounts by making lump sum investments and/or through regular contributions. See the 'Other Material Information' ('OMI') document on the Scheme's offer register entry at <https://disclose-register.companiesoffice.govt.nz> and our website [www.kernelwealth.co.nz](http://www.kernelwealth.co.nz) for more information.

We can set minimum contribution and withdrawal amounts and minimum balances for your Accounts. The minimum initial and regular savings plan contribution amount is currently \$1 per contribution. Contributions must be made by direct credit.

Once you have invested, you must maintain a minimum balance of at least \$1.

We could change these minimums in the future. While there's no requirement to give notice to you, our normal practice is to do so. We publish our up-to-date minimum amounts on our website at [www.kernelwealth.co.nz](http://www.kernelwealth.co.nz).

We may refuse or reject any application to purchase an initial unit or make further contributions to your Account, and are not required to give reasons.

### Investing through an administration service

Any investment made through an administration service will be held by the administration service's custodian on your behalf. Different minimum investment levels may apply to the particular service that you use. You will need to make payments to the provider of that service by following the process it has. The provider will be able to provide you with details.

## Processing payments

We will process your valid application as follows:

- applications we receive before 2.30pm on a valuation day will be processed for inclusion in the Fund on that valuation day; and
- otherwise, your application will be processed on the next valuation day.

A **'valuation day'** is a day on which we value the Fund. Valuation days currently occur each business day. We may change the valuation days, or the frequency of valuation days, by giving written notice to the Supervisor.

Whilst processing your application, your money will be held on trust for you in the subscriptions bank account held in the name of the custodian. Any interest earned on the application amount pending inclusion in the Fund will be credited to us to cover the costs of administering the subscriptions bank account.

See the 'Other Material Information' ('OMI') document on the Scheme's offer register entry at <https://disclose-register.companiesoffice.govt.nz> for more information.

## Withdrawing your investments

### How to make a withdrawal

You can usually withdraw part or all of your investment at any time by completing an online withdrawal form at [www.kernelwealth.co.nz](http://www.kernelwealth.co.nz). If you cancel your Plus or Premium subscription you can still withdraw part or all of your investment in the Fund.

You must maintain a minimum balance of \$1 in your Account. We may require you to make a full withdrawal if the requested withdrawal would reduce the value of your investment in below \$1.

If you are investing through an administration service, you will need to request a withdrawal by following the process the provider of that service has. Different withdrawal minimums may apply to the particular service you use through your financial adviser or equivalent. They will be able to provide you with details of that process.

### Period for processing withdrawals

Withdrawals will be processed as soon as practicable following receipt by us of a completed online withdrawal request normally on the next business day.

We typically determine the value of the Fund and your Account on the day the withdrawal request is processed. This means that:

- a valid withdrawal request received before 2.30pm on any valuation day will generally be processed on that valuation day; and
- otherwise, your withdrawal request will generally be processed on the next valuation day.

Returns are calculated and accrued daily but are only credited to your Account at the end of the month. Therefore if we pay a full withdrawal from your Account during a month, your Account will still receive interest earned during the part month you remained invested for at the end of that month.

We will complete a withdrawal request by paying you the amount withdrawn in cash to your nominated bank account, normally your Kernel wallet.

## Suspending or deferring withdrawals and switches

We may, with prior notice to the Supervisor, suspend withdrawal requests or defer payment of withdrawals where, due to certain circumstances arising (for example, political or market conditions), we form the opinion that it is not practicable or would be prejudicial to the general interests of investors to give effect to withdrawals, or that suspension is desirable for the Fund.

See the OMI document on the Scheme's offer register entry at <https://disclose-register.companiesoffice.govt.nz> for more information about withdrawals.

### How to switch between Funds

You can switch between this Fund and other funds in the Scheme by completing an online withdrawal request to switch out of this Fund, and completing an online application for the fund you wish to switch into. You can only switch into the Fund if you have a Plus or Premium subscription on the Kernel Platform or using an administration service accepted by Kernel.

Switches will occur in accordance with our regular investment cycle. Because we process switches as a withdrawal from one fund and an application for another, your switch may take more than one month to fully complete if you are switching your entire Account balance. All the conditions and restrictions on applications and withdrawals will therefore apply.

See the OMI document on the Scheme's offer register entry at <http://disclose-register.companiesoffice.govt.nz> for more information about switching Funds. We don't charge any fees for switches between funds in the Scheme.

### 3 Description of your investment options

This table shows details of each fund:

Name	Summary of investment objectives and strategy	Risk indicator category*	Minimum suggested investment time frame																					
Kernel PIE Save Fund	<p><b>Investment objective</b> The Fund aims to achieve returns comparable to the Official Cash Rate of New Zealand (OCR).</p> <p><b>Investment strategy</b> The Fund invests wholly in dollar deposits (cash) at one or more AA- rated registered NZ-based bank. These investments will typically be stable without periods of negative performance</p>	<table border="0"> <tr> <td colspan="3" style="text-align: left;">Potentially Lower Returns</td> <td colspan="4" style="text-align: right;">Potentially Higher Returns</td> </tr> <tr> <td style="border-top: 1px solid black; border-bottom: 1px solid black;">1</td> <td style="border-top: 1px solid black; border-bottom: 1px solid black;">2</td> <td style="border-top: 1px solid black; border-bottom: 1px solid black;">3</td> <td style="border-top: 1px solid black; border-bottom: 1px solid black;">4</td> <td style="border-top: 1px solid black; border-bottom: 1px solid black;">5</td> <td style="border-top: 1px solid black; border-bottom: 1px solid black;">6</td> <td style="border-top: 1px solid black; border-bottom: 1px solid black;">7</td> </tr> <tr> <td colspan="3" style="text-align: left;">Lower Risk</td> <td colspan="4" style="text-align: right;">Higher Risk</td> </tr> </table>	Potentially Lower Returns			Potentially Higher Returns				1	2	3	4	5	6	7	Lower Risk			Higher Risk				No minimum
Potentially Lower Returns			Potentially Higher Returns																					
1	2	3	4	5	6	7																		
Lower Risk			Higher Risk																					

\* As the Fund has not been in existence for 5 years, the risk indicator is based on the returns of the market index for the 5 years to 31 March 2026. As a result, the risk indicators may provide a less reliable indicator of the potential future volatility of this Fund.

#### Changes to the SIPO

Further information about the investment policy and objectives for the Fund, the index the Fund is designed to track, and the investment manager, investment style and philosophy, is set out in the Statement of Investment Policy and Objectives ('SIPO') for the Scheme, which covers the Fund.

We may amend or replace the SIPO from time to time only after giving prior written notice to the Supervisor.

We will give you at least 30 days' prior notice of any material changes. See the Scheme's scheme register entry at <https://disclose-register.companiesoffice.govt.nz> or [www.kernelwealth.co.nz](http://www.kernelwealth.co.nz) for a copy of the current SIPO. A summary of material changes to the SIPO will be included in the Scheme's annual report.

Further information about the assets in the Fund can be found in the fund updates at [www.kernelwealth.co.nz](http://www.kernelwealth.co.nz).

## 4 What are the risks of investing?

### Understanding the risk indicator

Managed funds in New Zealand must have a standard risk indicator. The risk indicator is designed to help investors understand the uncertainties both for loss and growth that may affect their investment. You can compare funds using the risk indicator.

See the table on page 2, 'What will your money be invested in?' for the filled-in risk indicator for each Fund. A blank risk indicator is shown below.

Potentially Lower Returns			Potentially Higher Returns			
1	2	3	4	5	6	7
Lower Risk			Higher Risk			

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 (volatility). 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/tools/investor-profiler](http://www.sorted.org.nz/tools/investor-profiler).

Note that even the lowest category does not mean a risk-free investment, and there are other risks (described under the heading 'Other specific risks') that are not captured by this rating.

This risk indicator is not a guarantee of the Fund's future performance. The risk indicator is based on the returns data for the five years to 31 March 2026. While risk indicators are usually relatively stable, they do shift from time to time. You can see the most recent risk indicator in the latest fund update for the Fund.

### General investment risks

Some of the things that may cause the Fund's value to move up and down, which affect the risk indicator, are:

- **Credit risk:** The main risk is that the rate of return of the Fund may be impacted by a bank's ability to pay interest and principal owed when due or may become insolvent therefore causing the value of the investment to decline. The Depositor Compensation Scheme does not apply to the Fund.
- **Interest rate risk:** the risk that changes in interest rates will affect the Fund's rate of return.
- **Investment return risk:** the risk that the Fund underperforms compared to its investment objective or the broader market. Past performance is no guarantee of future performance.

### Other specific risks

There are other factors that may impact investors' returns that are not reflected in the risk indicator.

#### Investment manager risk

Kernel as the investment manager chooses how to allocate the Fund's investments with one or more AA-rated registered NZ-based banks and those decisions will affect that fund's returns.

#### Bank deposit concentration risk

The Fund invests solely in bank deposits, concentrating investment in a single asset class with no diversification across equities, bonds, or other sectors. Returns depend entirely on available bank deposit rates. The Fund may only hold deposits with one bank which will also increase the concentration risk. Your investment is also subject to counterparty risk in respect of the deposit-taking banks.

For more information about these and other risks, see the OMI document on the Scheme's offer register entry at <https://disclose-register.companiesoffice.govt.nz>.

## 5 What are the fees?

You will be charged fees for investing in the Fund. Fees are deducted from your investment and will reduce your returns. The fees you pay will be charged in two ways:

- regular charges (for example, annual fund charges). Small differences in these fees can have a big impact on your investment over the long term;
- one-off fees (for example, switching fees). We do not currently charge one-off fees.

The Fund's fee is as follows:

Name	Annual fund charges (percentage of net asset value)
Kernel PIE Save Fund	up to 0.50% p.a.

We may from time to time choose to reduce the annual fund charge or charge no fee for the Fund.

The fee is calculated as at each valuation day and charged monthly in arrears. The fee outlined above covers the following:

Fee	What it covers
<b>Annual fund charge</b>	The annual fund charge is deducted from, and reflected in the value of, the Fund.
	<p>The annual fund charge includes:</p> <ul style="list-style-type: none"> <li>▪ the fees and costs charged by us, the Supervisor, custodian, administration manager and registrar (together with the fees and costs charged by other funds we invest in); and</li> <li>▪ charges and expenses such as legal, accounting and audit fees.</li> </ul>

All fees are disclosed GST inclusive. GST may be included in some expenses, where applicable. We retain any interest earned on the application amount pending issue of your unit and cash held by the Fund pending withdrawal payment.

### Individual action fees

We do not charge contribution, withdrawal, establishment, or termination fees. We do not charge any fees on an individual basis for investor-specific decisions or actions other than Financial Adviser Fees.

### Financial Adviser Fees

You will only be charged a financial adviser fee if you have a financial adviser and have agreed with your adviser that they will be paid a fee from your investment in the Scheme for providing you financial advice.

The amount of this fee is to be agreed between you and your financial adviser, subject to a maximum of 0.50% per annum including GST of your account balance. It will be disclosed to you by your financial adviser. This fee will be calculated as at each valuation date and charged monthly in arrears and deducted from your account. Your adviser can also charge you additional fees for other services, but these cannot be paid from the Scheme.

For more information about fees, see the Scheme's OMI document on the offer register at <https://disclose-register.companiesoffice.govt.nz>.

### Example of how fees apply to an investor

Emma invests \$10,000 in the Fund.

She is charged management and administration fees, which work out to about \$50 (0.50% of \$10,000). These fees might be more or less if her account balance has increased or decreased over the year.

Over the next year, Emma pays no other charges.

### Estimated total fees for the first year

Individual action fees: \$0  
 Fund charges: \$50  
 Other charges: \$0

See the latest fund update for an example of the actual returns and fees investors were charged over the past year.

This example applies only to the Fund. If you are considering investing in other Funds, this example may not be representative of the actual fees you may be charged.

### The fees can be changed

We can change the Annual Fund Charges (including when they are deducted from the Funds). We may change the fees and charges payable by an investor at any time. Where we increase a fee or charge, we will give you at least three months' notice of the change.

We can also at any time and from time to time waive or reduce the Annual Fund Charges either generally or in relation to a particular investor, category of investors, or particular transaction.

Although we do not intend to do so, we can also introduce other fees in the future, subject to the maximum fees set out in the master trust deed (where relevant). We must publish a fund update for the Fund showing the fees actually charged during the most recent year. Fund updates, including past updates, are available at [www.kernelwealth.co.nz](http://www.kernelwealth.co.nz).

## 6 What taxes will you pay?

The Fund is a portfolio investment entity. The amount of tax you pay is based on your prescribed investor rate ('PIR'). To determine your PIR, go to [www.ird.govt.nz/roles/portfolio-investment-entities/find-my-prescribed-investor-rate](http://www.ird.govt.nz/roles/portfolio-investment-entities/find-my-prescribed-investor-rate). If you are unsure of your PIR, we recommend you seek professional advice or contact the Inland Revenue Department. It is your responsibility to tell us your PIR when you invest or if your PIR changes. If you do not tell us, a default rate may be applied. If the rate applied to your PIE income is lower than your correct PIR, you will be required

to pay any tax shortfall as part of the income tax year-end process. If you are an individual investor and the rate applied to your PIE income is higher than your PIR, any tax over-withheld will be used to reduce any income tax liability you may have for the tax year, and any remaining amount will be refunded to you. Other investors will not receive a refund of any over-withheld tax. For more information about the tax consequences of an investment in the Fund, see Section 4 of the OMI document on the Scheme's offer register entry at <https://disclose-register.companiesoffice.govt.nz>.

## 7 Who is involved?

### About Kernel Wealth Limited

The manager of the Scheme is Kernel Wealth Limited. We are responsible for managing and administering the Scheme.

**Call:** 0800 537 635 (0800 KERNEL) during normal business hours.

**Email:** [support@kernelwealth.co.nz](mailto:support@kernelwealth.co.nz)

### Who else is involved?

	Name	Role
Supervisor	Trustees Executors Limited	Responsible for supervising us, acting on behalf of investors, and ensuring the Fund's assets are appropriately held.
Custodian	Adminis NZ Limited	Holds the Fund's assets on behalf of investors.
Administration Manager and Registrar	Adminis NZ Limited	Appointed by us to carry out some of the administration functions including registry services and Fund valuation for the Scheme.

## 8 How to complain

If you have any concerns, you can lodge a complaint with us:

**Call:** 0800 537 635 (0800 KERNEL) during normal business hours.

**Email:** [complaints@kernelwealth.co.nz](mailto:complaints@kernelwealth.co.nz)

You can also make a complaint to the Supervisor.

**Call:** 0800 878 783 during normal business hours

**Write to:**

Trustees Executors Limited,  
Level 11, 51 Shortland Street  
Auckland 1010  
Attn: Kernel Client Manager

We are a member of the Financial Services Complaints Ltd ('FSCL'), an approved independent dispute resolution scheme.

The Supervisor is also a member of FSCL. If you have complained to us or the Supervisor and your complaint has not been resolved, or you are not happy with the resolution, you can contact FSCL who may be able to consider your complaint.

**Call:** 0800 347 257 during normal business hours

**Email:** [complaints@fscl.org.nz](mailto:complaints@fscl.org.nz)

**Write to:**

Financial Services Complaints Ltd  
Level 4, 101 Lambton Quay  
PO Box 5967, Wellington 6140  
FSCL will not charge a fee to any complainant to investigate or resolve a complaint.

## 9 Where you can find more information

Further information relating to the Scheme and the Fund including financial statements, annual reports, quarterly fund updates, the Scheme's master trust deed and the Fund's establishment deed, and the SIPO is available on the Scheme's offer register entry and/or the scheme register at <https://disclose-register.companiesoffice.govt.nz>.

You are entitled to a copy of the information on the offer register or scheme register on request to the Registrar of Financial Service Providers.

The above information is also available free of charge on our website at [www.kernelwealth.co.nz](http://www.kernelwealth.co.nz) or by contacting us.

You will also receive:

- confirmation information – to be provided on a continuous basis such as when you change your contact details, or make a contribution or withdrawal;
- a copy of the Scheme's annual report (or a statement letting you know where you can access it online); and
- an annual PIE Tax Statement which will include the amount of PIE income attributed to you and the amount of PIE tax paid at your PIR. You will also be asked to confirm your IRD number and PIR.

You can obtain details of your investment at [www.kernelwealth.co.nz](http://www.kernelwealth.co.nz) or request it by contacting us. This information is available free of charge by emailing [support@kernelwealth.co.nz](mailto:support@kernelwealth.co.nz).

You can obtain general information about us and the Funds on our website at [www.kernelwealth.co.nz](http://www.kernelwealth.co.nz).

## 10 How to apply

It's easy to start investing, you'll need to either:

- read and accept the terms of the Kernel service and complete the online application at [www.kernelwealth.co.nz](http://www.kernelwealth.co.nz); or
- you can also speak to a financial adviser about the Fund, as many advisers can facilitate your investment in the Fund through their administration service providers.

