Harbour Enhanced Cash Fund

Fund Update

for the quarter ended 30 September 2026

Harbour Investment Funds | **This fund update was first made publicly available on 29 October 2026**

What is the purpose of this update?

This document tells you how the Harbour Enhanced Cash 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 Harbour Enhanced Cash Fund is an actively managed portfolio that holds liquid money market securities, NZ Government Stock, corporate bonds and bank deposits, all denominated in New Zealand Dollars. The Fund is designed to earn a premium over 90 day bank bills, while aiming to avoid the volatility of traditional fixed interest funds. The maximum permitted duration of the Fund is 2 years. The Fund maintains a core holding of highly liquid securities in order to minimise transaction costs and facilitate investor cash flow requirements at short notice. The Fund also uses hedging instruments to manage interest rate risk within prescribed limits.

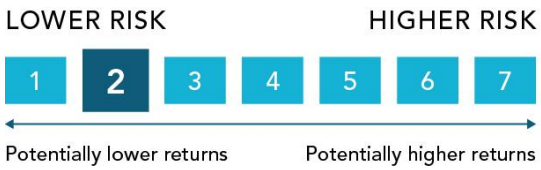
Investment Objective: The investment objective of the Fund is to outperform the benchmark of the portfolio by 0.85% per annum over a rolling 3-year period.

Benchmark: S&P/NZX Bank Bills 90-Day Index

Total value of the Fund (NZD)	**$ 284,213,101**
The date the Fund started	**1 August 2019**

What are the risks of investing?

Risk indicator for the Harbour Enhanced Cash Fund



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 September 2026. While risk indicators are usually relatively stable, they do shift from time to time. The risk indicator will continue to be updated in future fund updates.

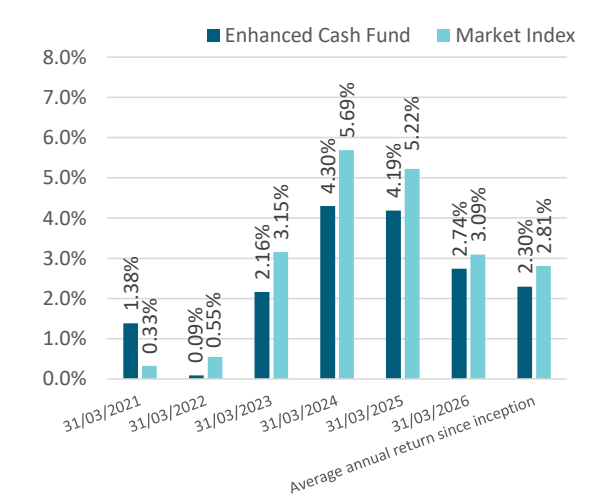
See the Product Disclosure Statement (PDS) for more information about the risks associated with investing in this Fund.

How has the Fund performed?

	Average over past 5 years	Past Year
Annual Return[1] (after deductions for charges and tax)	**2.87%**	**2.15%**
Annual Return[1] (after deductions for charges but before tax)	**4.01%**	**3.01%**
Market index annual return[1] (reflects no deduction for charges and tax)	**3.75%**	**2.61%**

The market index annual return is based on the weighted average return of the market indices used to measure performance of the underlying fund. In this case the Market Index is the S&P/NZX Bank Bills 90-Day Index. Additional information about the market index is available on the offer register at https://disclose-register.companiesoffice.govt.nz/.

Annual Return Graph[2]



This graph 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 September 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 2026 these were as follows:

	% of net asset value
Total fund charges (Inc. GST)	**0.26%**
Which are made up of:	
Total management and administration	**0.26%**
Including-	
Manager's basic fee	0.19%
Other management and administration charges[3]	0.07%
Total Performance-based fees	0.00%

Investors may also be charged individual action fees for specific actions or decisions (for example, for withdrawing from or switching funds). See the PDS and Other Material Information Document OMI for more information about fees.

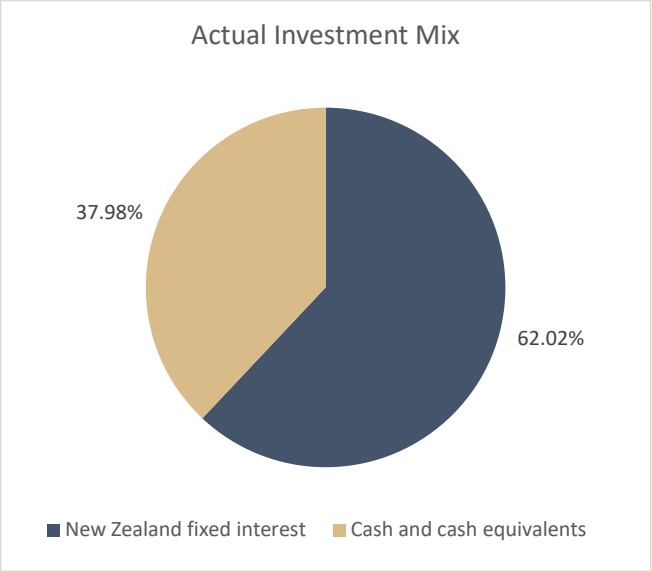
Example of how this applies to an investor

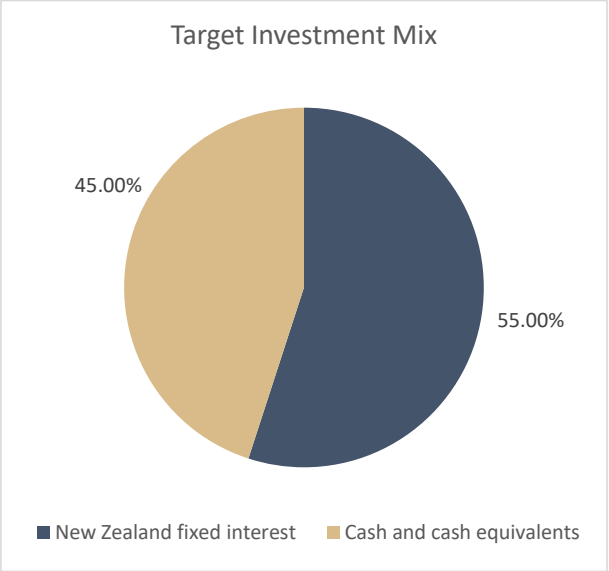
Small differences in fees and charges can have a big impact on your investment over the long term.

Jenny had $10,000 in the Harbour Enhanced Cash 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 $301 (that is 3.01% of her initial $10,000.) This gives Jenny a total return after tax of $215 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 September 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* (if applicable)
New Zealand Government 0.25% 15/05/2028	13.13%	New Zealand fixed interest	NZ	AAA
Westpac Banking Corp. Term Deposit 3.455% 01/02/2027	7.44%	Cash and cash equivalents	NZ	A-1+
Bank of New Zealand Term Deposit 3.99% 15/04/2027	4.93%	Cash and cash equivalents	NZ	A-1+
ASB Bank Ltd 5.928% 16/11/2026	4.03%	New Zealand fixed interest	NZ	AA-
Kiwibank Ltd 2.635% 05/10/2026	3.80%	New Zealand fixed interest	NZ	NR
Bank of New Zealand 4.985% 07/06/2027	3.48%	New Zealand fixed interest	NZ	AA-
ASB Bank Ltd Floating Rate Note 30/04/2029	3.23%	Cash and cash equivalents	NZ	AA-
Kiwibank Ltd Term Deposit 3.48% 01/02/2027	3.19%	Cash and cash equivalents	NZ	NR
MUFG Bank Ltd (Auckland Branch) Term Deposit 3.21% 03/11/2026	3.18%	Cash and cash equivalents	NZ	Not available
ICBC New Zealand Term Deposit 3.75% 03/03/2027	2.65%	Cash and cash equivalents	NZ	A-1

**Securities with credit rating "NR" are unrated by S&P.*

** Securities specified as "Not available" are those where there is no applicable rating by S&P.*

The top 10 investments make up **49.06%** of the net asset value of the Fund.

Key Personnel

Name	Current Position	Time in current position	Previous position	Time in previous position
George Henderson 	Portfolio Manager	8 years & 3 months	Portfolio Manager, Royal London Asset Management	11 years & 6 months
Tamsin Wilding 	Portfolio Manager	0 years & 8 months	Principal, Portfolio Manager, Leith Wheeler Investment Counsel	2 years & 4 months
Thomas Entwisle 	Investment Analyst	1 year & 8 months	Operations Analyst, Harbour Asset Management	1 year & 7 months

The following key personnel above were not named in a previous fund update for the fund:

- Tamsin Wilding
- Thomas Entwisle

Further information

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

Notes:

1. Returns to 30 September 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 2026 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.

Harbour documents:

Links to the latest PDS, SIPO & OMI for the Harbour Investment Funds can be found on the Harbour website:

https://www.harbourasset.co.nz/our-funds/investor-documents/