

NOVEMBER 2024

Net return for
November 2024

14.28%

After fees, pre-tax

Net return for FY2025
to date

20.17%

After fees, pre-tax, March y/e

Net return for FY2025
to date for the MSCI ACWI

12.46%

March y/e

If you'd invested \$10,000 five
years ago it'd be worth

\$28,223

At 0% PIR tax

Net Returns As At 30 November 2024	1 month	6 months	1 year	2 years (pa)	5 years (pa)	Inception (pa)
Lighthouse Global Equity Fund	14.3%	27.9%	84.4%	41.5%		
Lighthouse Funds' investment strategy	14.3%	27.9%	84.4%	41.5%	23.1%	21.2%
MSCI ACWI net in NZD	4.4%	14.8%	31.7%	21.8%	13.2%	13.4%

COMMENTARY FOR THIS MONTH

November was another good month for the Fund, with a net return of 14.3%. That return was basically all from rising share prices, with the New Zealand dollar fairly steady through the month.

This is the ninth November that Lighthouse Funds now has under its belt and all nine have been winning months. Touch wood. November is also our best month for average gains. There is a slight seasonality to our returns, which we think is mainly driven by US tax dates, US holidays, and the market's quarterly earnings cycle. The other good news is that historically September is the worst month and that's now behind us.

Some of November's return came from a post-election boom as the election uncertainty cleared, and as Republicans in particular perceived Trump's election would usher in a new era of economic prosperity. US economic perceptions and consumer sentiment are driven more by political partisanship than by economic fundamentals. While those fundamentals have been strong for some time now nonetheless polling showed that Republican voters viewed America as being in an economic crisis. Post-election polling already shows a material shift in that mood.

Looking back over the last 50 years we see that the US equity markets have performed pretty consistently regardless of who is the President. History does show a marked difference in the

underlying economic fundamentals – Democrat Presidents have delivered markedly better economic performance than Republican Presidents have. But the share market returns don't show that same difference. If we were to hazard a guess we'd say that Democrat administrations tend to create a better economy but with higher taxes and tougher conditions on corporates, while Republican administrations don't achieve the same economic performance but offer lower taxes and a more corporate-friendly environment ... and perhaps both paths give similar outcomes to share prices.

One of our rules-of-thumb is that both equity markets as a whole and also individual share prices routinely trade in a band that sits 10% either side of what you might think is "true fair value". At the moment it feels to us like prices have risen to the "+10% of fair value" end of the band. That doesn't mean a reversal or collapse is imminent – prices can stay at elevated or depressed levels for many months. But typically after a strong run like we've seen recently share prices will pause or "consolidate" before their next move, if not slip back a bit.

So while we're pleased the Fund's shorter term returns have been strong in recent months we always recommend investors focus on the returns over 5 years or longer. The 1 year return numbers are quite volatile, but the 5 year return numbers provide a better reflection of what any given investment offering is likely to deliver.

KEY INFORMATION

FUND FEATURES

The Lighthouse Global Equity Fund is a portfolio of very large market capitalisation “blue chip” stocks, listed on the major United States exchanges, that have growth characteristics. The Fund intentionally seeks companies with high liquidity, very conservative levels of debt, and strong histories of revenue and profit growth. This is a high conviction portfolio of 15 to 20 positions.

The Fund’s objective is to deliver long-run net returns that are at least 2% pa higher than those of the MSCI All Country World Index. That index has averaged 13% pa over the last 5 years, so the Fund targets long-run net returns of at least 15% pa.

FUND FACTS

Fund name	Lighthouse Global Equity Fund
Fund type	PIE unit trust
Benchmark	MSCI ACWI, net, in NZD
Management fee	1% pa + GST (approx. 1.05% pa)
Performance fee	30% of returns in excess of the MSCI ACWI + 2% pa (we expect this hurdle to average 14-15% pa over time), with a perpetual high tide mark
Buy/sell spread	0.10%/0.10%
Manager	FundRock NZ
Investment manager	Lighthouse Funds
Supervisor	Public Trust
Custodian	Adminis
Auditor	KPMG

TOP 10 HOLDINGS

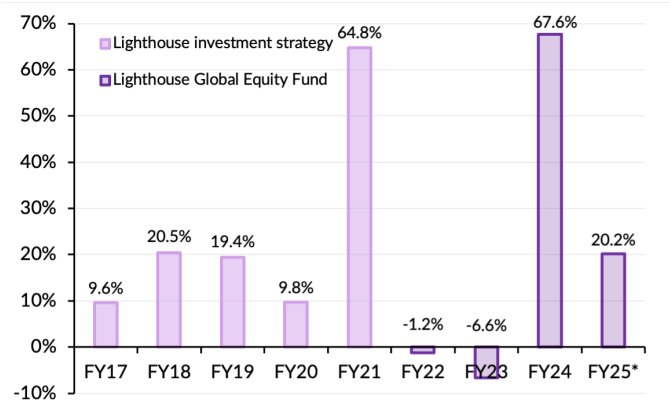
Holding	% of Fund NAV
Royal Caribbean Cruises	14.0%
AppLovin	14.0%
Deckers Outdoor	11.2%
NVidia	10.8%
Arista Networks	10.4%
Sea	7.9%
Netflix	6.3%
Invesco QQQ Trust	6.0%
Alnylam Pharmaceuticals	4.9%
Meta	4.4%

IMPORTANT NOTICE

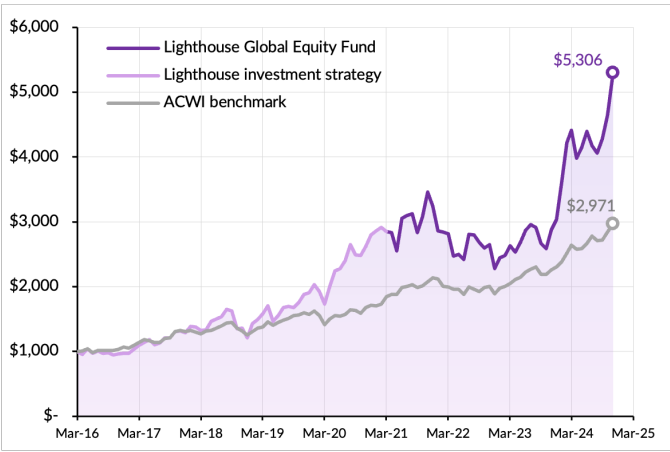
This factsheet is produced by Lighthouse Funds LP (Lighthouse) and provides key information about the Lighthouse Global Equity Fund. It tells you how the fund has performed and it will help you to compare it with other investments. It is based on information that we believe to be accurate and reliable but we can't guarantee that is the case. The returns information shows the net returns for this retail unit trust, since it began operations in March 2021, and also the net returns from the investment strategy Lighthouse Funds' uses in both this retail unit trust and in a wholesale fund that has been operating since March 2016. The returns for the wholesale fund have been provided by Lighthouse Funds from the audited financial statements for that fund. Past performance does not guarantee future returns. The information in this factsheet is not intended to be financial advice for the purposes of the Financial Market Conduct Act 2013, as amended by the Financial Services Legislation Amendment Act 2019. For more details please refer to the Product Disclosure Statement (PDS) and the latest quarterly fund update. You can find these documents at <https://lighthousefunds.nz/library> or contact us at enquiries@lighthousefunds.nz

PERFORMANCE

Returns by financial year (March year ends)



Cumulative returns



RISK

1	2	3	4	5	6	7
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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.