

JULY 2026

Net return for
July 2026

-20.84%

After fees, pre-tax

Net return for FY2027
to date

15.02%

After fees, pre-tax, March y/e

Net return for FY2027
to date for the MSCI ACWI

11.65%

March y/e

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

\$17,926

At 0% PIR tax

Net Returns As At 31 July 2026	1 month	6 months	1 year	2 years (pa)	5 years (pa)	Inception (pa)
Lighthouse Global Equity Fund	-20.8%	8.6%	-2.9%	15.3%	12.4%	
Lighthouse Funds' investment strategy	-20.8%	8.6%	-2.9%	15.3%	12.4%	18.1%
MSCI ACWI net in NZD	-3.1%	11.3%	22.7%	19.6%	14.7%	14.3%

COMMENTARY FOR THIS MONTH

The Fund was down 20.8% in July, which is its worst ever month, by far. July's share price movements were just absurd, on several levels. We can't see any compelling explanation for why growth stocks' share prices fell by anything like this amount. We expect there will be a strong recovery from here.

A share price is a number from today multiplied by a story about tomorrow.

We have up-to-date accurate "numbers from today" because companies are reporting their financial performance for the April-to-June quarter. So far 15 of the Fund's 23 companies have reported their results. On average their revenues are up 50% on Apr-Jun 2025, their profits are up over 90%, and they've raised their forecasts. That is a great quarter.

Ordinarily we'd expect that a Fund holding companies that had grown profits by 90% over the last twelve months would be up something like 35-40%. Yet this Fund's portfolio is down 3% in the last twelve months.

But in July growth stocks' share prices were totally driven by the "story about tomorrow".

The first three weeks of July were panic about AI's future. The narrative was that there's no commercial demand for AI, AI models will be commoditised, and datacenter capex is building over-capacity that will lead to a large downturn. Sentiment trumps numbers, so AI-related share prices tumbled, even as

AI-related earnings and guidance kept climbing to new records. The reality is that financial markets are more given to panic than to euphoria and this was a moment of high panic.

Because at the exact same time Google, Microsoft, Meta and others were consistently saying that datacenter demand far exceeds supply, the current capex is already fully contracted for, these services are strongly profitable and they need to accelerate – not cancel – their AI plans. So you have to ask, when investors run to the exits about AI spend do they know better about the future of tech than Google and Microsoft?

But the falls in the first part of July then led to forced selling by those investors who were highly-leveraged, which steepened the downturn to its low on the 29th of July. The recovery began once those positions were flushed out. All it took to save the market was liquidating 5 million Koreans and a 24yo nerd.

At the moment equity markets have separated into AI and not-AI. This Fund has a growth focus and all the growth is in AI-adjacent companies, so we have a binary choice to either stay at the party or go home. We're also numbers driven, and the numbers show the Fund's current portfolio is cheaply priced for its forecast growth (the average PEG ratio is about 0.72, where a value less than 1 signals very cheap growth).

The unnecessary volatility is frustrating. We are all captive to the market's most hyperactive investors. But, realistically, these moments in the market are buying opportunities.

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

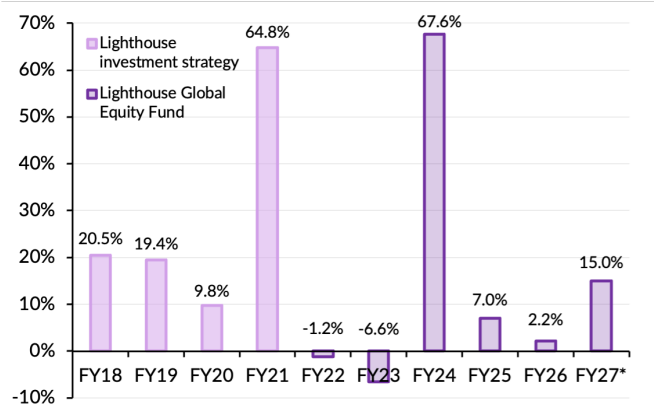
Holding	% of Fund NAV
Guardant Health	11.3%
Invesco Optimum Yield Diversified Commodity	9.3%
Nvidia	7.6%
Comfort Systems	7.3%
Micron	6.4%
FTAI Aviation	5.9%
Flex	5.8%
KLA Corporation	5.6%
Fortinet	3.9%
AMD	3.8%

IMPORTANT NOTICE

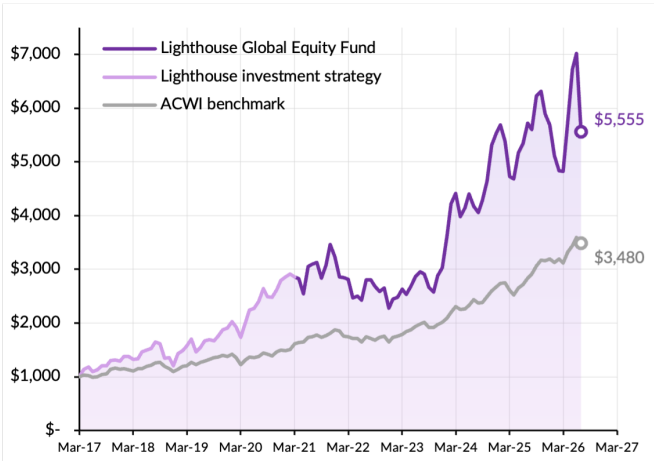
This factsheet is produced by Lighthouse Funds Limited (Lighthouse) and provides key information about the Lighthouse Global Equity Fund. It tells you how the fund has performed and it will help you to compare it with other investments. It is based on information that we believe to be accurate and reliable 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 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.