



TAHITO Te Tai o Rehua Fund

Performance (Returns net of fees)

31-Oct-21	Month	3 Mths	6 Mths	YTD	1 Year	2 Year	Inception (p.a.)
Fund	0.1%	2.5%	5.0%	9.0%	22.5%	12.7%	12.1%
Benchmark	-0.4%	2.6%	4.6%	7.9%	21.2%	10.0%	9.5%
Alpha	0.6%	-0.1%	0.4%	1.1%	1.3%	2.7%	2.6%

Benchmark: 50% S&P / NZX50 Portfolio Index Gross with Imputation and 50% S&P / ASX200 Accumulation Index in New Zealand dollars.

The month of October provided a pleasing out performance, while the respective markets were mixed. The Australian share market (as measured by the ASX200 in NZD) was up modestly by 0.16% while the New Zealand share market fell in October. The NZX50 Portfolio Index was down by -1.03%, led by declines in Mainfreight (which makes up 5% of the index), Contact Energy and Auckland International Airport.

The TAHITO Te Tai o Rehua Fund benchmark was down -0.44% yet the Fund returned a positive 0.14%. For the year so far, the Fund has returned a healthy 9.0% after fees, 1.1% above the benchmark.

The key drivers for the monthly outperformance were:

- Holding an overweight to Australian stocks.
- Little to no exposure to ASX resources stocks, which were weak relative to the ASX200.
- Our New Zealand property holdings performed well for the month relative to the wider sector.
- Good performance from portfolio holding Reliance Worldwide. The company reported a strong full year result with improved earnings, revenues and profit margins for FY2021.
- After a weak September, Sims Metals bounced back, continuing to outperform in the resources sector.



Temuera Hall
Portfolio Manager

For more information on our Fund please contact:

TAHITO Limited
Level 1, 87 Hurstmere Road,
Takapuna, Auckland,
New Zealand

+64 09 308 1450

info@tahito.co.nz

www.tahito.co.nz

Climate Change Mitigation and Health

The World Leaders Summit for CoP 26 is over, with the key messages as follows:

The Paris Agreement aims to limit the global temperature rise to well below 2°C, while pursuing efforts to limit the increase to 1.5°C above pre-industrial levels. Modelling indicates that countries' current Nationally Determined Contributions (NDCs), which set out their commitments to reduce emissions, are not enough to achieve this limit.

Even if we stopped emissions rising today, the world would still need to deal with the consequences of climate disruption. Impacts are already being felt across the world, with the climate vulnerable communities hit the hardest. Existing inequalities exacerbate the impacts of climate change for individuals and communities, limiting their resilience whilst constraining their options to act.

Continued on next page.

Climate Change Mitigation and Health - Continued

As noted in the CoP 26 summary report, finance-related actions need to be directed in the following ways (and we note that Aotearoa is not immune):

- Protect and restore nature and ecosystems, the foundations for healthy lives and sustainable livelihoods.
- Build climate resilient health systems, and support adaptation in food systems, water and sanitation, transport and energy systems.
- Guide a rapid transition to clean renewable energy, to save lives from air pollution, particularly from coal combustion. Ensure energy security for health facilities and decrease energy poverty.
- Invest in climate resilient health systems. Value health gains from carbon mitigation and adaptation policies, fossil fuel-subsidy reform and carbon pricing.
- Promote sustainable, healthy urban transport systems, including active and public transport, and the rapid phase out of petrol and diesel engines.

Read the summary report here:

<https://www.who.int/publications/i/item/cop26-key-messages-on-climate-change-and-health>

Temuera Hall - Portfolio Manager

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