

Global Corporate Bond Fund

Portfolio Investment Entity

Monthly Fact Sheet as at 28 February 2025



Portfolio Managers



Anthony Ip
Portfolio Manager



Ian Robertson
Co-Portfolio Manager



Paul Morris
Co-Portfolio Manager

The Fund returned 1.5% in February which was marginally behind the benchmark's return. Absolute returns were broadly supported by lower global market interest rates as policy uncertainty and mixed economic data weighed on expectations of global growth. Meanwhile, credit spreads (the extra yield of corporate bonds over government bonds) widened in most markets that the Fund invests in, driven by the abovementioned cautious macro sentiment.

The Fund's returns relative to the benchmark were supported by an underweight positioning in global investment grade corporate credit, especially in the US where corporate credit valuations began to cheapen after reaching their most expensive level in several years. Post month-end the Fund has begun adding back to its exposure to USD investment grade corporate credit but will be taking a cautious approach given macro uncertainty.

The Fund's relative returns were also supported by interest rate positioning whereby the Fund is generally overweight in the 3-7yr part of the global interest rate markets and underweight longer term interest rates. In our view, longer term interest rates should continue to underperform nearer term interest rates as the market digests expectations around increased fiscal spending, especially in Europe.

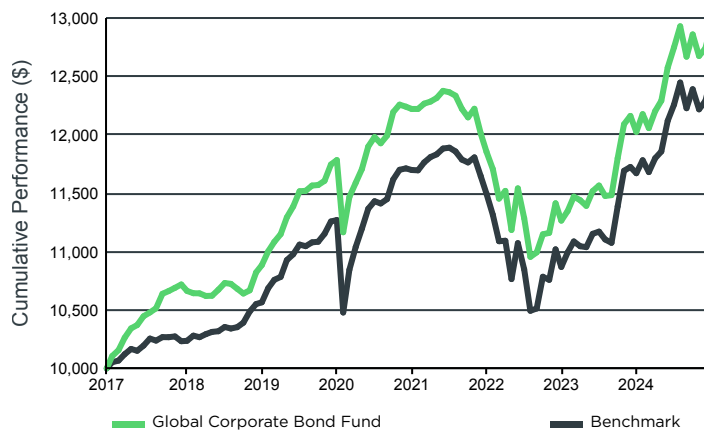
Looking ahead, we are cautiously optimistic on Fund returns. While global economic growth looks to be slowing, strong corporate fundamentals and still-attractive corporate bond yields should support Fund returns.

To view Milford's February 2025 Market and Economic Review please see milfordasset.com/insights.

For previous fund reports see milfordasset.com/fund-reports.

Cumulative Fund Performance

(after fees and before tax)



Assumes the growth of \$10,000 invested at the Fund's inception date, and assumes reinvestment of distribution.

Key Fund Facts

Objective¹	To protect capital and generate a positive NZD hedged return that exceeds the relevant benchmark over the minimum recommended investment timeframe.
Description	Primarily invests in global corporate fixed interest securities
Minimum recommended investment timeframe	3 years +
Target Allocation	100% Income Assets / 0% Growth Assets
Neutral FX Exposure	0%
Net Asset Value (NAV)	\$442.2 M
Yield²	3.75%
Average Credit Rating	BBB+
Duration	5.8 years
Rating Categories	Inv.Grade 80% / High Yield 8% / Unrated 1%
Inception Date	1 February 2017
Current Distribution	0.85 cents per unit (Quarterly)
Benchmark	Bloomberg Global Aggregate Corporate Total Return Index (100% NZD-hedged)
Base Fund Fee³	0.85%
Performance Fee	Not applicable
Total Fund Fees⁴	0.85%

Risk Indicator	Lower risk	1	2	3	4	5	6	7	Higher risk
				Potentially lower returns				Potentially higher returns	



Global Corporate Bond Fund as at 28 February 2025

Investment Performance after fees as at 28 February 2025⁵

Unit Price: \$1.0637

	1 Month	3 Months	1 year	3 years (p.a.)	5 years (p.a.)	Since inception (p.a.)
Milford Global Corporate Bond Fund (Gross Of Tax)	1.53%	0.59%	7.57%	2.95%	1.88%	3.24%
After Tax 10.50%	1.35%	0.51%	6.76%	2.65%	1.69%	2.90%
After Tax 17.50%	1.22%	0.45%	6.23%	2.45%	1.56%	2.67%
After Tax 28.00%	1.04%	0.37%	5.43%	2.14%	1.37%	2.33%
Benchmark	1.56%	0.73%	6.94%	2.78%	2.06%	2.78%

Top Fixed Interest Holdings

Holdings	% of Fund
Intercontinental Exchange 5.25% 2031	4.19%
Broadcom 5.2% 2032	2.89%
BNZ 5.698% 2035	2.88%
Westpac 5.618% 2035	2.47%
UBS 4.194% 2031	2.38%
Fiserv 4.5% 2031	2.32%
Aroundtown 4.8% 2029	2.26%
Goodman US 5.125% 2034	2.26%
T-Mobile 2.55% 2031	2.13%
Smurfit Kappa 5.2% 2030	2.07%
Morgan Stanley 5.23% 2031	2.06%
Citigroup 5.592% 2034	2.06%
BHP 5% 2030	2.05%
APA Infrastructure 5% 2035	2.01%
American Tower 3.8% 2029	1.94%
NBS 3.828% 2032	1.77%
NAB 5.181% 2034	1.68%
NXP BV 4.3% 2029	1.60%
Netflix 3.625% 2030	1.53%
British Telecommunications 8.375% 2083	1.50%

Note: Fixed interest securities are reported in the following format: Issuer name, interest (coupon rate), maturity year.

Current Asset Allocation

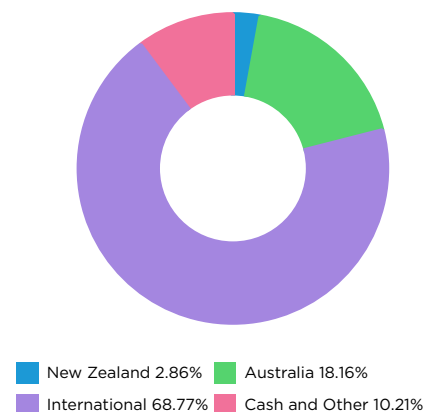
	Actual Investment Mix	Neutral Investment Mix
Effective Cash #	10.21%	5%
New Zealand Fixed Interest	0.00%	0.0%
International Fixed Interest	89.79%	95.0%
New Zealand Equities	0.00%	0.0%
Australian Equities	0.00%	0.0%
International Equities	0.00%	0.0%
Other	0.00%	0.0%

The actual cash held by the Fund is 9.05%. Effective Cash reported above is adjusted to reflect the Fund's notional positions (e.g. derivatives used to increase or reduce market exposure).

Sector Allocation

Allocation	Weight %
Financials	35.00%
Communication Services	10.43%
Real Estate	7.43%
Industrials	6.41%
Materials	6.37%
Information Technology	5.95%
Utilities	5.92%
Consumer Discretionary	4.07%
Other Sectors	8.21%
Cash and Other	10.21%

Region Exposure



1. After the Base Fund Fee but before tax. 2. The yield to maturity is not an indicator of future return, but reflects the current yield to maturity of the fund's underlying holdings (before tax and after the base fund fee). 3. Where applicable, the Base Fund Fee includes an estimate of non-related underlying fund charges. 4. The Total Fund Fees comprise the Base Fund Fee and any estimated Performance Fee. Please refer to the Product Disclosure Statement for more information as to how these are calculated. 5. Includes the reinvestment of distributions. Returns prior to 1 March 2018 are from when the Fund was previously offered to wholesale investors only and have been adjusted for the current Total Fund Fees. Please note past performance is not a guarantee of future returns.

Please refer to the 'Glossary for the Monthly Fact Sheet' at milfordasset.com/fact-sheet for more information about the data published within this document.

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