Milford KiwiSaver Plan
KiwiSaver Conservative Fund
Monthly Fact Sheet as at 31 October 2026

Portfolio Managers



Mark Riggall
Portfolio Manager



Paul Morris
Co-Portfolio Manager

Last month the Fund returned 0.9%, bringing the one-year return to -0.4%. After multiple months of underperforming shares, bonds rebounded sharply in October. This helped the Fund deliver a positive return for the month, with rising bond prices adding to the interest earned.

The Fund has largely avoided significant exposure to technology shares, and these were sharply weaker last month. Instead, the Fund has greater exposure to non-tech shares, which outperformed, with many delivering positive returns. While the Fund's share market exposure is modest, these gains helped performance and illustrate the benefits of diversification. In bonds, the Fund has been heavily tilted towards domestic NZ exposure.

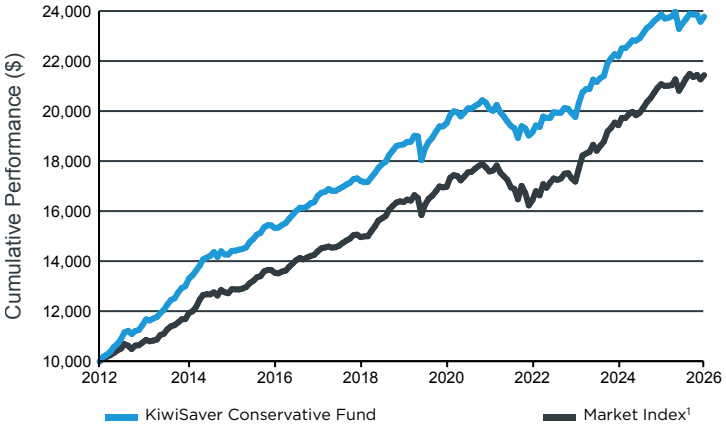
Accordingly, the RBNZ's surprise decision to hold interest rates last month helped performance as NZ bonds rallied. After the rally in bonds, we have reduced exposure somewhat, as we still think there are risks around rising long-term bond yields. That said, we are looking for opportunities to add back to bonds and increasingly see Australian and UK bonds as attractive.

Looking ahead, we remain cautious on shares in the near-term, but we are looking to add exposure should the right opportunities arise over the coming weeks.

To view Milford's October 2026 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.

Key Fund Facts

Objective [2]	To provide moderate returns and protect capital over the minimum recommended investment timeframe
Description	Diversified fund that primarily invests in fixed interest securities, with a moderate allocation to equities. While conservative in nature, the Fund may experience short term negative returns, particularly in times of heightened volatility
Minimum recommended investment timeframe	3 years +
Target Allocation	82% Income Assets / 18% Growth Assets
Neutral FX Exposure	5.8%
Net Asset Value (NAV)	$455.2 M
Yield [3]	3.24%
Average Credit Rating	A
Buy-sell Spread	None - swing pricing applies (See PDS for details)
Inception Date	1 October 2012
Benchmark	Not applicable
Base Fund Fee [4]	0.85%
Performance Fee	Not applicable
Total Fund Fees [5]	0.85%

Risk Indicator

Lower risk — Higher risk

1	2	**3**	4	5	6	7

Potentially lower returns — Potentially higher returns

Milford Asset Management
W milfordasset.com
T 0800 662 346
E info@milfordasset.com
Level 12, 50 Albert Street
Auckland 1010, New Zealand
PO Box 960, Shortland Street
Auckland 1140, New Zealand

KiwiSaver Conservative Fund as at 31 October 2026

Investment Performance after fees as at 31 October 2026 [6]

Unit Price: $2.3287

	1 Month	1 year	3 years (p.a.)	5 years (p.a.)	10 years (p.a.)	Since inception (p.a.)
Milford KiwiSaver Conservative Fund (Gross Of Tax)	0.87%	-0.38%	6.35%	3.44%	4.49%	6.34%
After Tax 10.50%	0.81%	-0.35%	5.89%	3.17%	4.14%	5.89%
After Tax 17.50%	0.77%	-0.33%	5.59%	3.00%	3.91%	5.58%
After Tax 28.00%	0.71%	-0.30%	5.14%	2.74%	3.57%	5.13%
Market Index [1]	0.81%	1.71%	7.65%	4.04%	4.70%	5.56%

Top Equity Holdings

Holdings	% of Fund
Zealandia	0.69%
Microsoft	0.63%
Amazon	0.51%
SSE	0.48%
National Grid	0.45%
Contact Energy	0.39%
NatWest Group	0.36%
Precinct Properties	0.33%
Shell	0.32%
Goodman Group	0.31%

Current Asset Allocation

	Actual Investment Mix	Neutral Investment Mix
Effective Cash #	13.12%	7%
New Zealand Fixed Interest	34.74%	25%
International Fixed Interest	33.96%	50.0%
New Zealand Equities	2.36%	1%
Australian Equities	3.64%	2%
International Equities	9.68%	10%
Listed Property	2.47%	5%
Commodities	0.03%	0.0%
Other	0.00%	0.0%

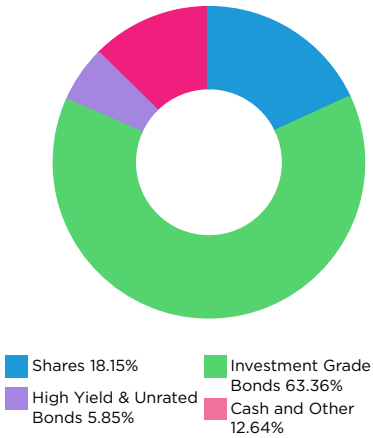
The actual cash held by the Fund is 13.64%. Effective Cash reported above is adjusted to reflect the Fund's notional positions (e.g. derivatives used to increase or reduce market exposure).

Top Fixed Interest Holdings

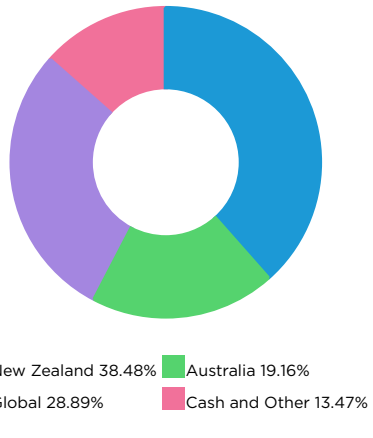
Holdings	% of Fund
NZ Govt. 2.5% 2035	2.85%
NZLGFA 3.5% 2033	2.28%
NZ Govt. 1.5% 2031	1.83%
NZ Govt. 3% 2029	1.16%
NZ Govt. 3.5% 2033	1.15%
BNZ 4.884% 2031	1.09%
Bank of Queensland Float 2029	1.04%
Westpac 4.337% 2029	1.04%
Housing NZ 2.183% 2030	1.04%
BNZ 4.354% 2031	0.98%

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

Fund Portfolio Mix



Region Exposure



1. The Fund does not have a performance benchmark, hence a market index has been included for comparison purposes. See the Statement of Investment Policy and Objectives for more details on the market index. The market index is a blend of indices that represent the Fund's neutral asset allocation. Note the Fund's investment strategy is designed to achieve its objective, which may mean that at times, the returns of the market index may not be an appropriate measure. **2.** After the Base Fund Fee but before tax. **3.** 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). **4.** Where applicable, the Base Fund Fee includes an estimate of non-related underlying fund charges. **5.** 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. **6.** 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-ks for more information about the data published within this document.

Disclaimer: The Milford Fund Fact Sheet has been prepared by Milford Funds Limited. It is based on information believed to be accurate and reliable although no guarantee can be given that this is the case. No reproduction of any material either in part or in full is permitted without prior permission. For more information about the Fund, please refer to the Product Disclosure Statement or the latest Quarterly Fund Update.