

# Trans-Tasman Equity Fund

## Portfolio Investment Entity

Monthly Fact Sheet as at 30 November 2024



### Portfolio Managers



**Sam Trethewey**  
Portfolio Manager



**Wayne Gentle**  
Co-Portfolio Manager

The Fund returned 3.6% in November, and has now returned 21.2% over the past year. This performance was against the backdrop of the NZX 50 gross index rallying 3.4%, driven by the combination of falling interest rates and improving economic sentiment. The ASX 200 returned 3.8% as significant sector divergence continued. ASX financials, largely the banks, continued to outperform over the month, while resources lagged again on China growth concerns.

Fund performance was led by technology companies Gentrack (+40.5%), Life360 (+15.2%) and Xero (+16.3%). Gentrack reported a strong half year result against cautious market expectations, and management indicated it expects mid-teen revenue growth ahead. Life360's quarterly update demonstrated that subscribers to its family tracking app continue to grow rapidly, particularly in new markets outside the US. Xero reported a strong half year result that demonstrated robust pricing power and subscriber growth. Xero continues to refine its product for the important US market, where it has limited market share. Hence we are watching progress in this market closely. Elsewhere, the Fund added to holdings in Spark and a2 Milk on share price weakness, and reduced Auckland Airport.

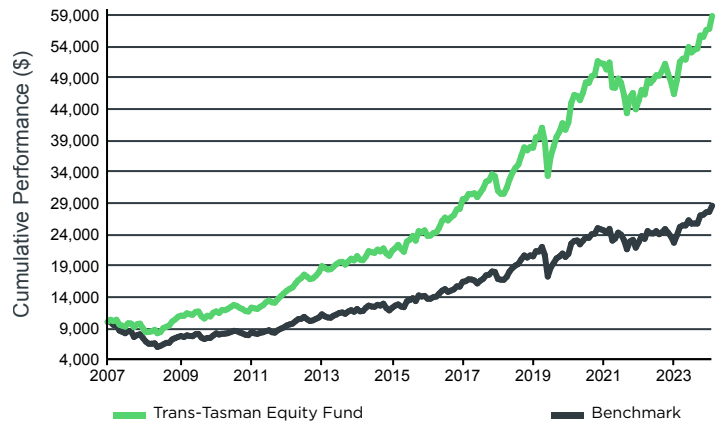
Looking ahead, we are yet to see any material change in the NZ economy from lower interest rates. We are mindful that the impact of lower interest rates will vary on each holding, and remain wary of some companies which are highly leveraged to the local economy. Conversely, Australian interest rates are set to remain on hold for some time, and recent trading updates suggest a softening in the local housing market and consumer. Regardless of the economic backdrop, we continue to find attractive investment opportunities and remain confident in our portfolio companies' ability to produce attractive risk-adjusted returns over time.

To view Milford's November 2024 Market and Economic Review please see [milfordasset.com/insights](https://milfordasset.com/insights).

For previous fund reports see [milfordasset.com/fund-reports](https://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

<b>Objective<sup>1</sup></b>	To provide capital growth by out-performing a mix of two relevant share market indices over the minimum recommended investment timeframe
<b>Description</b>	Primarily invests in Australasian equities with the ability to invest in international equities opportunistically

<b>Minimum recommended investment timeframe</b>	8 years +
<b>Target Allocation</b>	5% Income Assets / 95% Growth Assets
<b>Neutral FX Exposure</b>	0%
<b>Net Asset Value (NAV)</b>	\$779.6 M
<b>Buy-sell Spread</b>	None - swing pricing applies (See PDS for details)
<b>Inception Date</b>	1 October 2007
<b>Benchmark</b>	50% x S&P/ASX 200 Total Return Index (100% NZD-hedged) + 50% x S&P/NZX 50 Gross Index
<b>Base Fund Fee<sup>2</sup></b>	1.05%
<b>Performance Fee</b>	15% of the Fund's returns above the Benchmark <sup>1</sup> , subject to the high watermark.
<b>Total Fund Fees<sup>3</sup></b>	1.05%

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

### External Ratings



The Milford Trans-Tasman Equity Fund has a Morningstar Medalist Rating™ of 'Silver' as of 19-09-2023

# Trans-Tasman Equity Fund as at 30 November 2024

## Investment Performance after fees as at 30 November 2024<sup>4</sup>

Unit Price: \$4.5582

	1 Month	3 Months	1 year	3 years (p.a.)	5 years (p.a.)	Since inception (p.a.)
Milford Trans-Tasman Equity Fund (Gross Of Tax)	3.63%	6.02%	21.20%	5.38%	8.31%	10.88%
After Tax 10.50%	3.61%	5.94%	20.91%	5.03%	8.02%	10.47%
After Tax 17.50%	3.59%	5.89%	20.72%	4.80%	7.83%	10.25%
After Tax 28.00%	3.57%	5.82%	20.43%	4.45%	7.55%	9.88%
Benchmark	3.59%	5.32%	19.96%	5.67%	6.05%	6.31%

## Top Security Holdings

Holdings	% of Fund
Fisher & Paykel	8.23%
Infratil	5.95%
BHP	4.36%
CSL	3.99%
CBA	3.70%
Contact Energy	3.23%
Xero	3.08%
Mainfreight	2.98%
Auckland Airport	2.69%
a2 Milk	2.67%

## Current Asset Allocation

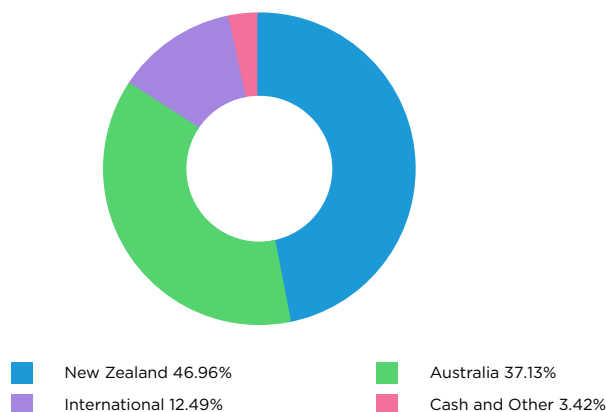
	Actual Investment Mix	Neutral Investment Mix
Effective Cash #	3.42%	5%
New Zealand Fixed Interest	0.00%	0.0%
International Fixed Interest	0.00%	0.0%
New Zealand Equities	45.65%	47.5%
Australian Equities	47.48%	47.5%
International Equities	3.45%	0.0%
Other	0.00%	0.0%

# The actual cash held by the Fund is 5.19%. 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	22.84%
Health Care	19.51%
Information Technology	10.96%
Industrials	7.90%
Communication Services	6.80%
Utilities	6.70%
Materials	6.57%
Real Estate	5.02%
Other Sectors	10.28%
Cash and Other	3.42%

## Region Exposure



Note: This shows where the entities' main operations are based. This can differ from the Current Asset Allocation which is based on the exchange it is listed on.

1. After the Base Fund Fee but before tax and before the performance fee. 2. Where applicable, the Base Fund Fee includes an estimate of non-related underlying fund charges. 3. 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. 4. Assumes the reinvestment of distributions. 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](http://milfordasset.com/fact-sheet) for more information about the data published within this document.

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