



Milford Unit Trust PIE Funds Annual Report 2018



Year ended 31 March 2018

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Section One - Details of the scheme

Name of the scheme

Milford Unit Trust PIE Funds (the scheme)

Type of scheme

Managed Investment Scheme

Manager

Milford Funds Limited

Supervisor

Trustees Executors Limited

Product Disclosure Statement

The current Product Disclosure Statement (PDS) for the scheme is dated 26 July 2018 and is open for applications.

Fund Updates

A fund update for each of the ten investment funds is available to 30 June 2018.

Financial statements and auditor's report

The latest full financial statements for the scheme that comply with, and have been registered under, the Financial Markets Conduct Act 2013 cover the financial year 1 April 2017 to 31 March 2018 and were authorised for issue by the manager, Milford Funds Limited, on 26 July 2018.

The auditors report on those financial statements was dated 26 July 2018.

Section Two - Information on contributions and scheme participants

As at 1 April 2017 the scheme had seven managed investment products on issue.

As at 31 March 2018 the scheme had ten managed investment products on issue.

Units on Issue

Units on issue at the start and end of the accounting period.

	Units on issue at 1 April 2017	Units on issue at 31 March 2018
Investment Option	(000's)	(000's)
Trans-Tasman Bond Fund*	265,437	323,983
Global Bond Fund*	146,160	290,431
Conservative Fund	108,354	167,525
Diversified Income Fund	990,545	1,086,213
Balanced Fund	195,187	241,928
Active Growth Fund	242,354	269,986
Australian Absolute Growth Fund**	-	12,671
Global Equity Fund	207,727	267,728
Trans-Tasman Equity Fund	122,344	126,751
Dynamic Fund	112,329	115,124

*Units on issue prior to 1 March 2018 is from when the Fund was previously offered to wholesale investors only

**Launched 1 March 2018

Section Three - Changes relating to the scheme

Trust Deed

Over the accounting period:

- the Australian Absolute Growth Fund was established via a Deed of Establishment dated 20 December 2017; and
- the following changes were made:
 - on 26 January 2018 a deed was executed amending the Conditions of Establishment for the Trans-Tasman Bond Fund and Global Bond Fund to convert them from Wholesale into Retail schemes and to change their names to match their retail status; and
 - on 27 February 2018 a deed was executed amending the Conditions of Establishment for the Trans-Tasman Fund and Global Fund to rename them the Trans-Tasman Equity Fund and Global Equity Fund respectively.

Terms of offer of interests in the scheme

In February 2018:

- three new funds (Trans-Tasman Bond Fund, Global Bond Fund and Australian Absolute Growth Fund) were added to the scheme;
- the Trans-Tasman Fund and Global Fund were renamed to the Trans-Tasman Equity Fund and Global Equity Fund; and
- the Trans-Tasman Equity Fund benchmark changed.

The Statement of Investment Policy and Objectives (SIPO)

In February 2018 the SIPO was updated for the:

- addition of three new funds (Trans-Tasman Bond Fund, Global Bond Fund and Australian Absolute Growth Fund);
- name changes to the Trans-Tasman Equity Fund and Global Equity Fund; and
- benchmark change to the Trans-Tasman Equity Fund.

Nature or scale of related party transactions

All related party transactions were conducted on normal commercial terms and conditions during the accounting period and were on arm's-length terms.

Section Four - Other information for particular types of managed funds

Unit Prices

	Unit prices as at 1 April 2017*	Unit prices as at 31 March 2018
Investment Option		
Trans-Tasman Bond Fund**	1.0870	1.1122
Global Bond Fund**	1.0081	1.0267
Conservative Fund	1.0734	1.1075
Diversified Income Fund	1.6068	1.6473
Balanced Fund	1.9338	2.0970
Active Growth Fund	2.9805	3.3756
Australian Absolute Growth Fund***	-	0.9908
Global Equity Fund	1.3343	1.4670
Trans-Tasman Equity Fund	2.2205	2.5001
Dynamic Fund	1.4781	1.7561

*Opening price as at 1 April 2017, is the closing price as at 31 March 2017

**Unit price prior to 1 March 2018 is from when the Fund was previously offered to wholesale investors only

***Launched 1 March 2018

Section Five - Changes to persons involved in the scheme

There were no changes to the manager, the directors of the manager, the administration manager, the supervisor, investment manager, custodian, securities registrar* or auditor of the scheme during the accounting period.

Changes to key personnel:

Wayne Gentle was appointed as Chief Investment Officer on 15 December 2017.

*From 5 June 2018, Milford's registry function is provided by MMC Limited.

Changes to the directors of the supervisor:

- Andrew Eason Scott-Howman was appointed as a Director on 24 April 2017
- Franceska Eve Banga was appointed as a Director on 18 July 2017.

Section Six - How to find further information

Information relating to the scheme is available on the offer register and the scheme register and can be found at www.disclose-register.companiesoffice.govt.nz.

The scheme register includes the scheme's financial statements, trust deed and SIPO.

The offer register includes information such as the PDS and other material information relating to the scheme and quarterly fund updates.

You can also find much of this information available at www.milfordasset.com or in the member portal specific to your investment options. You can also call us on 0800 662 345 to request this information.

All the information described above can be obtained from us without charge.

Section Seven - Contact details and complaints

Contact details for the Manager, Supervisor and the Securities Registrar.

Manager

Milford Funds Limited
Level 17, 41 Shortland Street (changing to Level 28, 48 Shortland Street from on or about October 2018)
PO Box 960 Shortland Street
Auckland 1140
Telephone: 09 921 4700 or 0800 662 345

Supervisor

Trustees Executors Limited
Level 7, 51 Shortland Street
Auckland 1140
Telephone: 09 308 7100

Securities Registrar*

MMC Limited
Level 25, OBE Centre, 125 Queen Street
PO Box 106 039
Auckland 1010
Telephone: 09 309 8926

How to complain

Please direct any complaints about your investment to Milford Funds Limited at:
Level 17, 41 Shortland Street
PO Box 960 Shortland Street
Auckland 1140
Attn: Manager, Investor Services
Telephone: 09 921 4700 or 0800 662 345
Email: info@milfordasset.com

If we are unable to resolve your complaint you may choose to contact the Supervisor.

Milford is a member of the Insurance and Financial Services Ombudsman Scheme (IFSO), an independent dispute resolution schemes approved by the Ministry of Consumer Affairs.

If you make a complaint and the complaint cannot be resolved, you may refer it to IFSO subject to certain conditions being met.

Further information about referring a complaint to the IFSO can be found at www.ifso.nz/complaints.

Their contact details are:

Insurance & Financial Services
Ombudsman Scheme
PO Box 10-845
Wellington 6143
Telephone: 04 499 7612 or 0800 808 200

The IFSO will not charge a fee to any complainant to investigate or resolve a complaint.

*From 5 June 2018, Milford's registry function is provided by MMC Limited, having previously been provided by Trustees Executors Limited.



MILFORD

Level 17, 41 Shortland Street Auckland
PO Box 960, Shortland Street, Auckland 1140
Free phone **0800 662 345**
milfordasset.com

