

KiwiSaver Aggressive Fund

Portfolio Investment Entity

Monthly Fact Sheet as at 31 December 2019



Portfolio Managers



Stephen Johnston
Portfolio Manager



Jonathan Windust
Co-Portfolio Manager

The Fund gained 0.7% in December. Global share markets wrapped up 2019 with broad based gains, capping off a strong year. The year surpassed most investors' expectations with some markets registering their biggest yearly gains since the Global Financial Crisis.

The top contributor for the month was Japanese cloud-based accounting/payroll software developer Freee (+61.3%), that listed in Tokyo during December. Freee has a similar business model to local champion Xero but is 100% focused on serving small and medium sized businesses in Japan. Growth prospects are attractive given low penetration rates of cloud-based accounting and payroll software in Japan. Other strong performers included Italian payments company Nexi (+15.7%) and best in class US oil company EOG Resources (+18.1%).

The largest detractors were Constellation Software (-11.1%), a Toronto listed group that specialises in acquiring and managing a portfolio of software companies, and Japanese baby goods company Pigeon (-20.4%) after weaker than expected guidance.

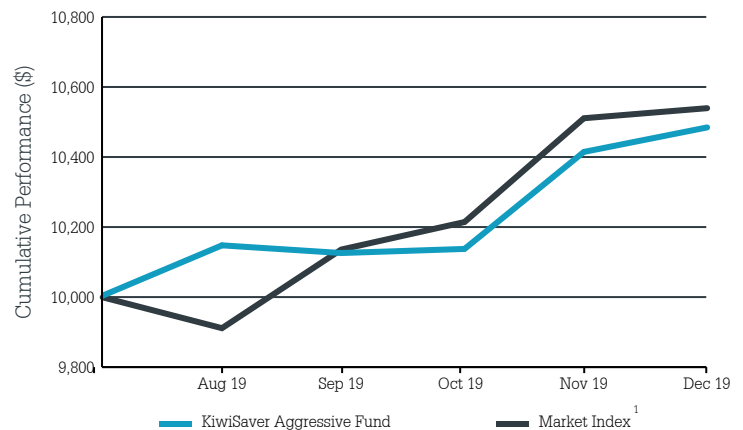
In Australasia, positive contributors included gold company Northern Star Resources (+17.9%), after announcing an earnings accretive deal in Western Australia. AFG continued its strong run gaining a further 10% boosted by the recovering Australian housing market. AMA (-27.8%) was the worst performer after a weaker than expected trading update.

The global backdrop remains supportive for shares given gradually improving economic growth and low interest rates. Geopolitics remains the wildcard for 2020, with recent news from Iran a reminder we need to monitor global events closely.

To view Milford's January 2020 Market and Economic Review please see milfordasset.com/fact-sheet.

Cumulative Fund Performance

(after fees and before tax)



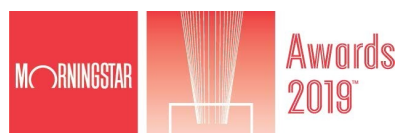
Assumes the growth of \$10,000 invested at the Fund's inception date.

Key Fund Facts

Objective²	Maximise capital growth over a minimum of fifteen years
Description	Primarily invests in international equities, with a moderate allocation to Australasian equities
Target Allocation	5% Income Assets / 95% Growth Assets
Neutral FX Exposure	24.5%
Net Asset Value (NAV)	\$61.2 M
Buy-sell Spread	None
Inception Date	1 August 2019
Benchmark	Not applicable
Base Fund Fee³	1.15%
Performance Fee	The Fund may invest into related Milford funds that charge performance fees.
Total Fund Fees⁴	1.15%
Risk Indicator	<div style="display: flex; justify-content: space-between;"> Lower risk Higher risk </div> <div style="text-align: center;"> 1 2 3 4 5 6 7 </div> <div style="display: flex; justify-content: space-between;"> Potentially lower returns Potentially higher returns </div>



Consumer NZ People's Choice Award – KiwiSaver



Morningstar Fund Manager of the Year
- KiwiSaver Category, NZ



Zenith FundSource - Fund Manager of the
Year 2019

Investment Performance after fees as at 31 December 2019⁵

Unit Price: \$1.0478

	1 Month	3 Months	1 year	3 years (p.a.)	5 years (p.a.)	Since Inception
Milford KiwiSaver Aggressive Fund (Gross Of Tax)	0.67%	3.54%	-	-	-	4.85%
After Tax 10.50%	0.43%	3.17%	-	-	-	4.59%
After Tax 17.50%	0.28%	2.92%	-	-	-	4.41%
After Tax 28.00%	0.04%	2.55%	-	-	-	4.15%
Market Index ¹	0.27%	3.98%	-	-	-	5.39%

Top Security Holdings

Holdings	% of Fund's NAV
Microsoft Corp	2.88%
Alphabet	2.77%
Visa	2.50%
Mastercard	1.98%
Alibaba Group	1.95%
Amazon	1.94%
HDFC Bank	1.78%
Apple	1.68%
Freee	1.53%
Taiwan Semiconductor	1.52%

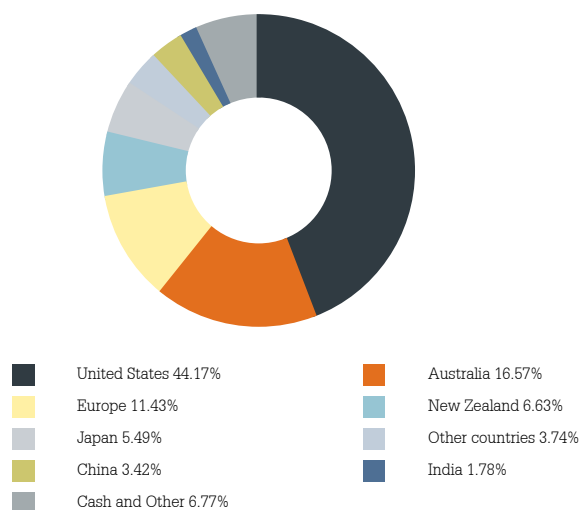
Current Asset Allocation

	Actual Investment Mix	Neutral Investment Mix
Cash and Cash Equivalents	4.66%	5.00%
New Zealand Fixed Interest	0.00%	0%
International Fixed Interest	0.00%	0%
New Zealand Equities	6.08%	5.00%
Australian Equities	17.62%	20.00%
International Equities	69.53%	70.00%
Other	2.11%	0%

Sector Exposure

Allocation	Weight %
Information Technology	21.99%
Consumer Discretionary	16.09%
Financials	12.35%
Health Care	9.40%
Consumer Staples	6.96%
Industrials	6.63%
Communication Services	6.03%
Materials	5.65%
Other Sectors	8.13%
Cash and Other	6.77%

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 and before the performance 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.** 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.

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