

Active Growth Fund

Portfolio Investment Entity

Monthly Fact Sheet as at 31 October 2020



Portfolio Managers



Jonathan Windust
Portfolio Manager



William Curayne
Co-Portfolio Manager

The Fund rose 0.8% in October with strong performance of New Zealand (+2.9%) and Australian (+2.0%) share markets and good company selection offsetting weak performance in global share market indices (-3.1%). Global markets came under pressure due to rising COVID-19 cases and uncertainty around the outcome for the US election.

Key positive company investments during the month were Kiwi Income Property (+16.0%), Summerset (+15.7%), Virgin Money (+26.6%) and Alphabet (+10.3%). Kiwi Income benefitted from increased confidence in the New Zealand economy and Summerset from the strong housing market. Virgin Money is a UK bank and benefitted from strong results from its peers that showed improving credit conditions and margins. We believe Virgin, despite facing short-term challenges, is very attractively valued. The Fund also holds investments in the company's subordinated fixed income which offer attractive yields for the risk. Given rising uncertainty and good gains, the Fund reduced investments in global shares and increased investment in New Zealand shares. In particular the Fund added to our holdings in Fisher & Paykel Healthcare. Fisher & Paykel has become the clinical standard for treating COVID-19 in hospitals and should benefit from sharply rising case numbers globally.

The short-term outlook for shares remains uncertain with rising virus cases, potentially reduced government support, elections, BREXIT and high valuations. The main positives remain very strong stimulus measures and very low interest rates which attract investors to shares to generate a return. A vaccine would be a positive for economies although some companies that have benefitted from the virus and 'working from home' may see headwinds. On balance we expect shares to outperform over the medium-term but remain volatile given the high level of uncertainty. The strategy of the Fund is to remain active and invest in a combination of reasonably priced growth companies and companies which offer value and attractive yields.

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

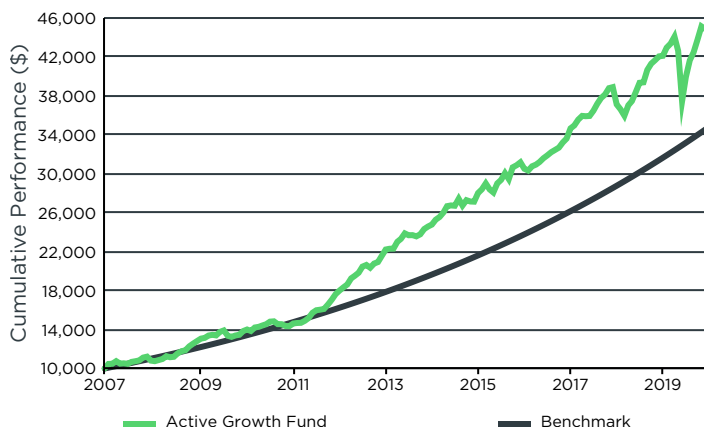
External Ratings



Milford Active Growth Fund received a Morningstar Analyst Rating™ of 'Silver' on 29-05-2018

Cumulative Fund Performance

(after fees and before tax)



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

Key Fund Facts

Objective¹ Annual returns of 10% over a minimum of five years

Description Diversified fund that primarily invests in equities, with a moderate allocation to fixed interest securities

Target Allocation 22% Income Assets / 78% Growth Assets

Neutral FX Exposure 15.0%

Net Asset Value (NAV) \$1,296.0 M

Buy-sell Spread None - swing pricing applies (see PDS for details)

Inception Date 1 October 2007

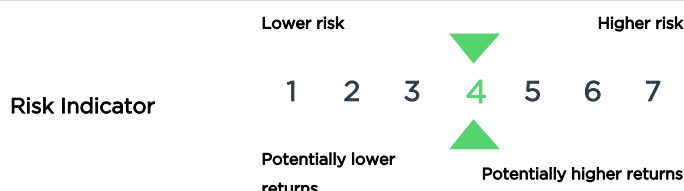
Status Closed to new investors

Benchmark 10% p.a.

Base Fund Fee² 1.05%

Performance Fee 15% of the Fund's returns above the Benchmark¹, subject to the high watermark.

Total Fund Fees³ 1.30% (includes an est. performance fee)



Active Growth Fund as at 31 October 2020

Investment Performance after fees as at 31 October 2020⁴

Unit Price: \$4.2135

	1 Month	3 Months	1 year	3 years (p.a.)	5 years (p.a.)	Since inception (p.a.)
Milford Active Growth Fund (Gross Of Tax)	0.78%	3.32%	7.39%	9.27%	10.04%	12.22%
After Tax 10.50%	0.73%	3.22%	7.13%	8.95%	9.75%	11.70%
After Tax 17.50%	0.69%	3.16%	6.96%	8.74%	9.55%	11.50%
After Tax 28.00%	0.63%	3.06%	6.71%	8.42%	9.26%	11.08%
Benchmark	0.81%	2.43%	10.00%	10.00%	10.00%	10.00%

Top Equity Holdings

Holdings	% of Fund's NAV
Fisher & Paykel Healthcare	5.22%
Spark New Zealand	3.98%
Summerset Group Holdings	2.87%
a2 Milk Company	2.07%
Dr Horton	1.92%
Contact Energy	1.83%
EBOS Group	1.81%
Thermo Fisher Scientific	1.67%
Charter Hall Retail	1.60%
Kiwi Property Group	1.50%

Current Asset Allocation

	Actual Investment Mix	Neutral Investment Mix
Effective Cash #	9.59%	6.00%
New Zealand Fixed Interest	1.00%	2.00%
International Fixed Interest	12.99%	14.00%
New Zealand Equities	26.27%	22.00%
Australian Equities	17.81%	18.00%
International Equities	32.10%	38.00%
Other	0.24%	0%

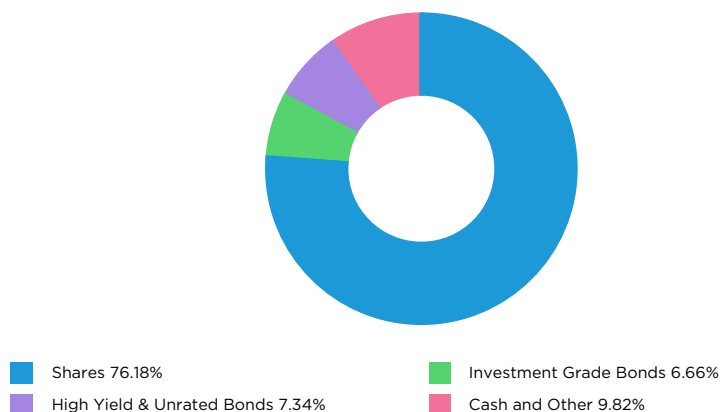
The actual cash held by the Fund is 4.28%. Effective Cash reported above is adjusted to reflect the Fund's notional positions (e.g. derivatives used to increase or reduce market exposure).

Top Fixed Interest Holdings

Holdings	% of Fund's NAV
Scentre Group 5.125% 2080	1.63%
CYBG 8% 2049	1.13%
Natwest 6% Perpetual	0.71%
Lloyds Bank 5.125% Perpetual	0.59%
Crown Resorts 5.795% 2075	0.58%
Vodafone Group 6.25% 2078	0.56%
CYBG 7.875% 2028	0.54%
Credit Suisse 7.5% 2023	0.50%
Barclays 5.875% 2024	0.47%
QBE 6.75% 2044	0.43%

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

Fund Portfolio Mix



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. 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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