

Active Growth Fund

Portfolio Investment Entity

Monthly Fact Sheet as at 31 December 2021



Portfolio Managers



Jonathan Windust
Portfolio Manager



William Curayne
Co-Portfolio Manager

The Fund rose 3.6% in December and finished the year up by 18.1%. Global share markets rose as investors looked past Omicron and focused on strong growth prospects in the United States and continued low interest rates. The Fund performed well generating returns in excess of the markets it invests, due to strong company selection.

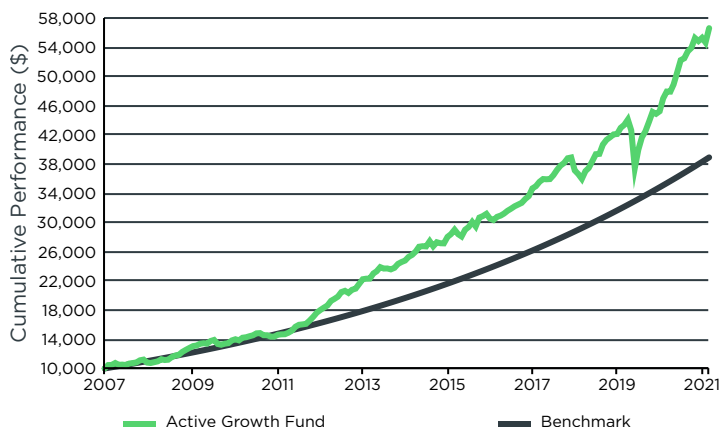
Key positive performing companies during the month included NZ healthcare logistics company EBOS (+13.0%), Australian bio-technology company Neuren (+109.4%), US hospital company HCA (+14.1%), US health insurer Anthem (+14.4%) and US home builder Pulte (+14.6%). EBOS rose following the acquisition of medical devices distribution company LifeHealthcare which complements EBOS' current pharmacy, healthcare and logistics businesses. Neuren rose following the positive trial of its treatment for Rett Syndrome, a rare disease. Whilst a small holding in the Fund, we were pleased to be able to support a company which will have major benefits for its patients. HCA, Anthem and Pulte were re-rated as investors focus shifted to companies with attractive valuations.

The outlook for shares in 2022 is supported by the prospect of strong economic growth, strong company earnings, low short-term interest rates and high levels of liquidity. The key headwinds for markets are relatively high valuations, generally optimistic investor sentiment and the prospect of rising inflation and interest rates. The prospect of rising Omicron cases may also cause short-term economic weakness. Whilst parts of the market have relatively full valuations, we continue to find companies which we believe are attractively valued. The strategy of the Fund is to remain active and construct a portfolio of investments which provide attractive medium-term risk adjusted returns.

To view Milford's January 2022 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

Objective¹ To provide annual returns of 10% over the minimum recommended investment timeframe

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

Minimum recommended investment timeframe	7 years +
Target Allocation	22% Income Assets / 78% Growth Assets
Neutral FX Exposure	16.0%
Net Asset Value (NAV)	\$2,465.8 M
Buy-sell Spread	None - swing pricing applies (See PDS for details)
Inception Date	1 October 2007
Benchmark	10% p.a.
Base Fund Fee²	1.05%
Performance Fee	15% of the Fund's returns above the Benchmark ¹ , subject to the high watermark.
Total Fund Fees³	1.25% (includes an est. performance fee)

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

External Ratings



Milford Active Growth Fund received a Morningstar Analyst Rating™ of 'Silver' on 07-07-2020

Active Growth Fund as at 31 December 2021

Investment Performance after fees as at 31 December 2021⁴

Unit Price: \$5.2606

	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)	3.59%	3.23%	18.12%	16.32%	12.97%	12.93%
After Tax 10.50%	3.56%	3.21%	17.96%	16.03%	12.67%	12.43%
After Tax 17.50%	3.54%	3.19%	17.85%	15.84%	12.47%	12.23%
After Tax 28.00%	3.51%	3.17%	17.69%	15.56%	12.17%	11.83%
Benchmark	0.81%	2.43%	10.00%	10.00%	10.00%	10.00%

Top Equity Holdings

Holdings	% of Fund
Contact Energy	3.42%
Virgin Money	2.80%
Alphabet	2.43%
Fisher & Paykel	2.21%
Santos	2.03%
Dr Horton	1.95%
CRH	1.94%
HCA Holdings	1.89%
EBOS Group	1.78%
Microsoft	1.74%

Current Asset Allocation

	Actual Investment Mix	Neutral Investment Mix
Effective Cash #	8.16%	6.0%
New Zealand Fixed Interest	0.89%	2.0%
International Fixed Interest	11.22%	14.0%
New Zealand Equities	18.52%	20.0%
Australian Equities	20.54%	18.0%
International Equities	40.67%	40.0%
Other	0.00%	0.0%

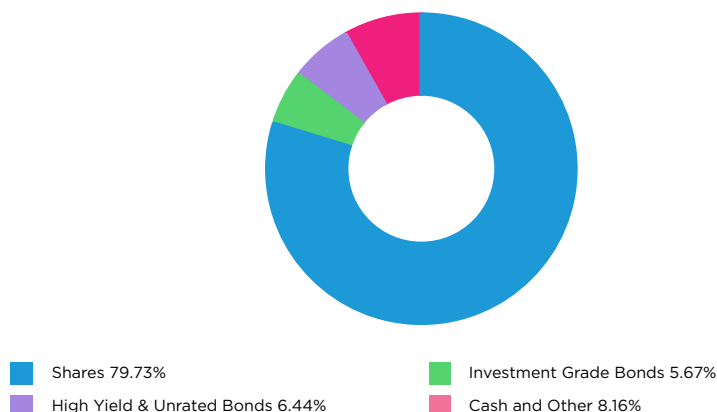
The actual cash held by the Fund is 8.53%. Effective Cash reported above is adjusted to reflect the Fund's notional positions (e.g. derivatives used to increase or reduce market exposure).

Top Fixed Interest Holdings

Holdings	% of Fund
ING Groep 4.25% Perpetual	1.41%
JPMorgan 5% 2024	1.28%
Westpac 5% 2027	1.28%
Barclays 4.375% Perpetual	1.01%
NatWest 5.125% Perpetual	0.85%
Scentre Group 5.125% 2080	0.77%
Barclays 5.875% 2024	0.51%
Bank of Queensland Float 2032	0.46%
NatWest 6% Perpetual	0.40%
Lloyds Bank 5.125% Perpetual	0.36%

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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