

Active Growth Fund

Portfolio Investment Entity

Monthly Fact Sheet as at 31 December 2022



Portfolio Managers



Jonathan Windust
Portfolio Manager



William Curtayne
Co-Portfolio Manager

The Fund fell 1.3% during December as a result of falls in major share market indices; New Zealand (-0.6%), Australia (-3.2%) and global (-5.1%). Share markets fell in response to further rate hikes from central banks, with rate rises of 0.5% in the US, UK and Europe. Central banks continued to emphasise their resolve to reduce inflation. The Fund performed considerably better than most market indices due to a more cautious investment stance and strong company selection.

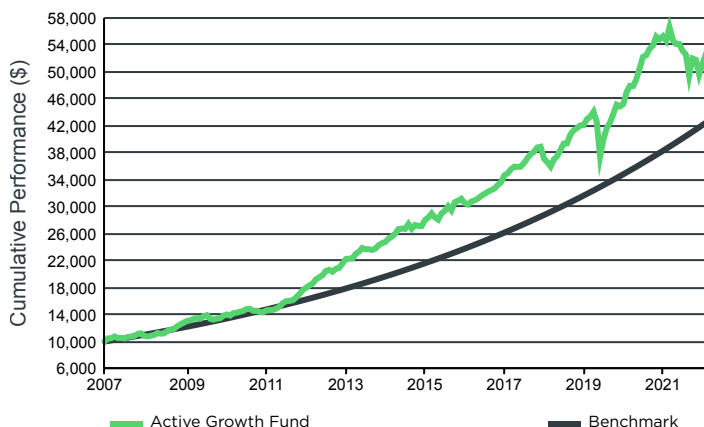
Key positive company performers during the month included Contact Energy (+2.9%), EBOS (+7.2%), Boston Scientific (+2.2%) and AGCO (+4.5%). AGCO is a manufacturer of agricultural equipment including Massey Ferguson and Fendt tractors and sprayers. AGCO rose following an investor update where it provided a positive earnings outlook for 2023 and strong medium-term growth targets. Negative performers for the month were growth and technology companies such as Amazon (-13.0%) and Google (-12.6%), as investors generally reduced growth expectations. We believe whilst facing short-term headwinds, these companies have attractive long-term growth prospects.

Looking forward, the short-term outlook for shares remains highly uncertain, with high inflation and high interest rates likely to slow economic growth and company earnings prospects in 2023. However, following market falls, slower growth is now factored into the valuations of many companies. Higher interest rates also provide a better return outlook for cash and fixed income investments. Given the uncertain environment, the Fund retains a lower weight to shares and higher weight to company bonds (fixed income) than normal. We believe select company bonds offer attractive returns with relatively low risk. Within shares, the Milford team remains active to isolate attractive company investments which have strong medium-term risk and return prospects.

To view Milford's January 2023 Market and Economic Review please see milfordasset.com/investor-centre.

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)	\$2,692.7 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	1.20% (includes an est. performance fee)

	Lower risk					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 2022

Investment Performance after fees as at 31 December 2022⁴

Unit Price: \$4.8105

	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)	-1.28%	4.62%	-8.30%	6.18%	7.86%	11.40%
After Tax 10.50%	-1.32%	4.62%	-8.35%	6.04%	7.63%	10.94%
After Tax 17.50%	-1.34%	4.63%	-8.38%	5.95%	7.47%	10.75%
After Tax 28.00%	-1.38%	4.63%	-8.42%	5.81%	7.24%	10.37%
Benchmark	0.81%	2.43%	10.0%	10.0%	10.0%	10.0%

Top Equity Holdings

Holdings	% of Fund
Contact Energy	3.55%
Shell	2.23%
CRH	1.94%
Natwest	1.92%
HCA Holdings	1.80%
Boston Scientific	1.78%
Santos	1.61%
JPMorgan	1.59%
Charter Hall Retail	1.40%
Barclays	1.36%

Current Asset Allocation

	Actual Investment Mix	Neutral Investment Mix
Effective Cash #	9.45%	6%
New Zealand Fixed Interest	1.18%	2%
International Fixed Interest	27.69%	14.0%
New Zealand Equities	11.85%	16%
Australian Equities	14.38%	18%
International Equities	33.77%	44%
Other	1.68%	0.0%

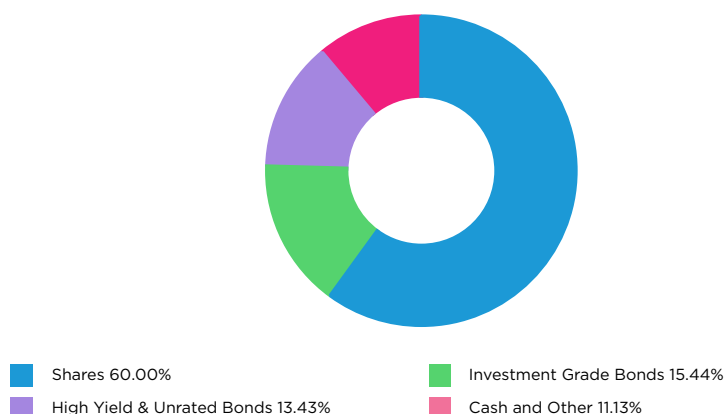
The actual cash held by the Fund is 7.52%. Effective Cash reported above is adjusted to reflect the Fund's notional positions (e.g. derivatives used to increase or reduce market exposure).

Top Fixed Interest Holdings

Holdings	% of Fund
NatWest 5.125% Perpetual	1.85%
Scentre Group 5.125% 2080	1.35%
ING Groep 4.25% Perpetual	1.15%
Westpac 5% 2027	1.05%
CBA 6.86 2032	1.01%
Barclays 4.375% Perpetual	0.90%
ANZ 6.405% 2034	0.81%
JPMorgan 5% 2024	0.80%
Lloyds Bank 5.125% Perpetual	0.70%
Woolworths 2.8% 2030	0.70%

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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