

Active Growth Fund

Portfolio Investment Entity

Monthly Fact Sheet as at 31 January 2023



Portfolio Managers



Jonathan Windust
Portfolio Manager



William Curtayne
Co-Portfolio Manager

The Fund rose 4.4% in January benefitting from strong gains from share market indices; New Zealand (+4.3%), Australia (+6.2%) and global (+6.5%). Shares rose in response to China reopening, lower gas prices in Europe, lower inflation and renewed investor optimism. The Fund return was slightly below the markets it invests in, but a good result considering the current lower allocation to shares. Performance was boosted by strong returns from the Fund's fixed income investments.

Key positive performers during the month included: Spanish airports Aena (+17.2%), UK bank Barclays (+17.2%), European mobile tower company Cellnex (+16.0%), global building materials company CRH (+18.3%), US home builder Pulte (+25.0%) and Amazon (+22.8%). Aena is benefitting from a rebound in travel and lower power costs. Cellnex rose following reports of a potential takeover for the company, which highlighted its value. Pulte rebounded following lower mortgage rates and better than expected results, despite a challenging housing market.

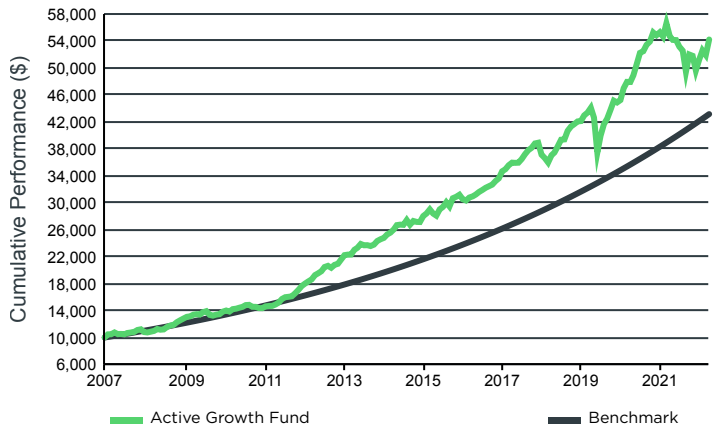
During the month the Fund reduced some of our fixed income investments given recent strong performance. Following strong market gains towards the end of the month, the Fund purchased Put options (an option to sell assets at an agreed price at a certain time) to provide some insurance/protection against sharp market falls.

Looking forward, the outlook for shares remains uncertain, with high inflation and high interest rates likely to slow growth and company earnings. Positives include the fact inflation rates are falling from high levels, central bank rate hikes may slow, China has reopened and there are lower energy prices in Europe. However, following market rallies, the valuation of share markets remains relatively high. Given this backdrop, 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 relative to their risk. Within shares, the Milford investment team remains active to isolate attractive company investments which have strong medium-term risk and return prospects.

To view Milford's February 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)	\$2,799.2 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)

Risk Indicator	Lower risk	1	2	3	4	5	6	7	Higher risk
		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 January 2023

Investment Performance after fees as at 31 January 2023⁴

Unit Price: \$5.024

	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)	4.44%	5.81%	-0.89%	7.14%	8.57%	11.65%
After Tax 10.50%	4.30%	5.59%	-1.05%	6.93%	8.32%	11.18%
After Tax 17.50%	4.20%	5.44%	-1.16%	6.80%	8.15%	10.99%
After Tax 28.00%	4.06%	5.22%	-1.32%	6.59%	7.90%	10.60%
Benchmark	0.81%	2.43%	10.0%	10.0%	10.0%	10.0%

Top Equity Holdings

Holdings	% of Fund
Contact Energy	3.39%
Shell	2.28%
Natwest	1.97%
CRH	1.67%
Charter Hall Retail	1.56%
HCA Holdings	1.55%
Santos	1.55%
Boston Scientific	1.54%
Barclays	1.52%
JPMorgan	1.43%

Current Asset Allocation

	Actual Investment Mix	Neutral Investment Mix
Effective Cash #	13.72%	6%
New Zealand Fixed Interest	1.33%	2%
International Fixed Interest	27.33%	14.0%
New Zealand Equities	11.57%	16%
Australian Equities	13.83%	18%
International Equities	30.77%	44%
Other	1.45%	0.0%

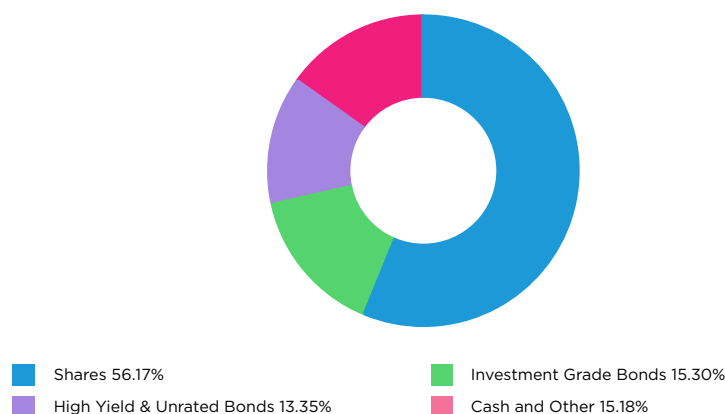
The actual cash held by the Fund is 8.01%. Effective Cash reported above is adjusted to reflect the Fund's notional positions (e.g. derivatives used to increase or reduce market exposure).

Top Fixed Interest Holdings

Holdings	% of Fund
NatWest 5.125% Perpetual	1.84%
Scentre Group 5.125% 2080	1.21%
ING Groep 4.25% Perpetual	1.08%
CBA 6.86 2032	0.99%
Barclays 4.375% Perpetual	0.89%
ANZ 6.405% 2034	0.80%
Westpac 5% 2027	0.75%
Brisbane Airport 4.5% 2030	0.72%
Woolworths 2.8% 2030	0.71%
Lloyds Bank 5.125% Perpetual	0.69%

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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