

Active Growth Fund

Portfolio Investment Entity

Monthly Fact Sheet as at 31 July 2023



Portfolio Managers



Jonathan Windust
Portfolio Manager



William Curtayne
Co-Portfolio Manager

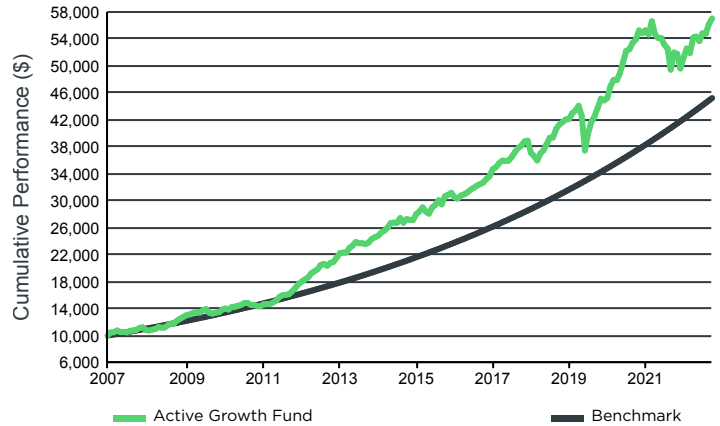
The Fund rose 1.5% in July benefiting from good performance of both share and bond markets. The major New Zealand, Australian and global share market indices rose 1.2%, 2.9% and 2.9% respectively. Share markets were supported by the prospect that inflation and interest rates have peaked, strong US growth, reasonable earnings, and continued investor optimism. Returns were negatively impacted by the rise of the New Zealand dollar, which reduced returns on unhedged offshore shares.

Key positive company performers for the month included financial software provider Intuit (+11.9%), Social media company Meta (+11.0%), Bank of Ireland (+9.8%), and US home builder PulteGroup (+8.6%). Meta owner of Instagram and Facebook reported strong results with a 16% increase in profits due to rising advertising spend. Bank of Ireland rose following strong results and is benefiting from higher interest margins and a robust Irish economy. Pulte continues to deliver strong earnings with profits up 18% over the previous year.

The outlook for share markets is supported by resilient growth in the United States and the prospect that falling inflation means central bank rate rises are close to a peak. Negatives are patchy economic growth outside of the United States and relatively high levels of investor enthusiasm and company valuations. Given a more positive economic backdrop and company-specific opportunities, the Fund increased holdings towards shares during the month, albeit retaining a lower weight than normal with a higher weight towards fixed income where we continue to see attractive yields. The Milford team remains active to isolate attractive companies which we believe will deliver attractive medium-term returns.

To view Milford's July 2023 Market and Economic Review please see milfordasset.com/insights.

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) | \$2,914.4 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 | <div style="display: flex; justify-content: space-between; align-items: center;"> Lower risk Higher risk </div> <div style="display: flex; justify-content: center; align-items: center; gap: 10px;"> 1 2 3 4 5 6 7 </div> <div style="display: flex; justify-content: space-between; margin-top: 5px;"> Potentially lower returns Potentially higher returns </div> |

External Ratings



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

Active Growth Fund as at 31 July 2023

Investment Performance after fees as at 31 July 2023⁴

Unit Price: \$5.2797

| | 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) | 1.49% | 4.02% | 9.75% | 9.24% | 8.39% | 11.63% |
| After Tax 10.50% | 1.44% | 3.92% | 9.57% | 9.04% | 8.16% | 11.17% |
| After Tax 17.50% | 1.41% | 3.85% | 9.45% | 8.91% | 8.00% | 10.98% |
| After Tax 28.00% | 1.37% | 3.74% | 9.27% | 8.71% | 7.77% | 10.60% |
| Benchmark | 0.81% | 2.43% | 10.0% | 10.0% | 10.0% | 10.0% |

Top Equity Holdings

| Holdings | % of Fund |
|--------------------------------|-----------|
| Contact Energy | 3.08% |
| Shell | 1.93% |
| HCA Holdings | 1.86% |
| Charter Hall Retail | 1.65% |
| Elevance Health | 1.60% |
| Spark | 1.60% |
| Coca-Cola Europacific Partners | 1.51% |
| Lowe's | 1.49% |
| Aena SME | 1.40% |
| AGCO | 1.38% |

Current Asset Allocation

| | Actual Investment Mix | Neutral Investment Mix |
|------------------------------|-----------------------|------------------------|
| Effective Cash # | 7.31% | 6% |
| New Zealand Fixed Interest | 1.93% | 2% |
| International Fixed Interest | 25.69% | 14.0% |
| New Zealand Equities | 12.51% | 16% |
| Australian Equities | 13.07% | 18% |
| International Equities | 39.21% | 44% |
| Other | 0.28% | 0.0% |

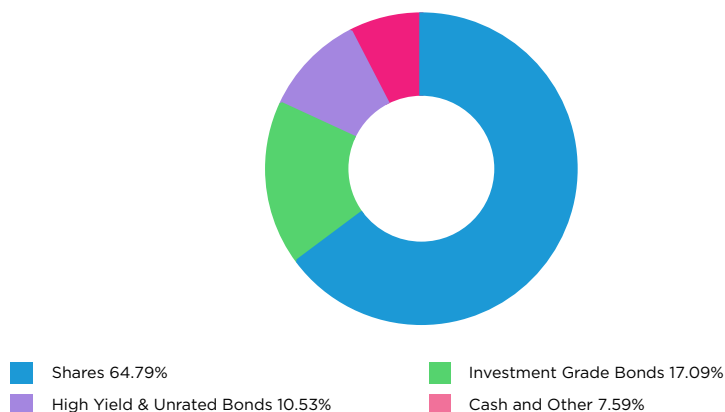
The actual cash held by the Fund is 5.98%. Effective Cash reported above is adjusted to reflect the Fund's notional positions (e.g. derivatives used to increase or reduce market exposure).

Top Fixed Interest Holdings

| Holdings | % of Fund |
|------------------------------|-----------|
| NatWest 5.125% Perpetual | 1.75% |
| Scentre Group 5.125% 2080 | 1.01% |
| AT&T 2.875% Perpetual | 0.83% |
| CBA 6.704% 2038 | 0.76% |
| ANZ 6.405% 2034 | 0.73% |
| CBA 6.86% 2032 | 0.73% |
| ING Groep 4.25% Perpetual | 0.71% |
| Westpac 6.934% 2038 | 0.69% |
| Lloyds Bank 5.125% Perpetual | 0.68% |
| Brisbane Airport 4.5% 2030 | 0.65% |

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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