

# Active Growth Fund

Portfolio Investment Entity

Monthly Fact Sheet as at 30 June 2021



## Portfolio Managers



**Jonathan Windust**  
Portfolio Manager



**William Curtayne**  
Co-Portfolio Manager

The Fund returned 1.8% in June with strong returns from major share market indices; global (+2.3%), Australia (+2.3%) and New Zealand (+2.8%). Share markets benefitted from continued high demand from retail investors in response to low interest rates. Rising Covid cases saw the technology and healthcare sectors perform well whilst recovery sectors, such as banks, underperformed.

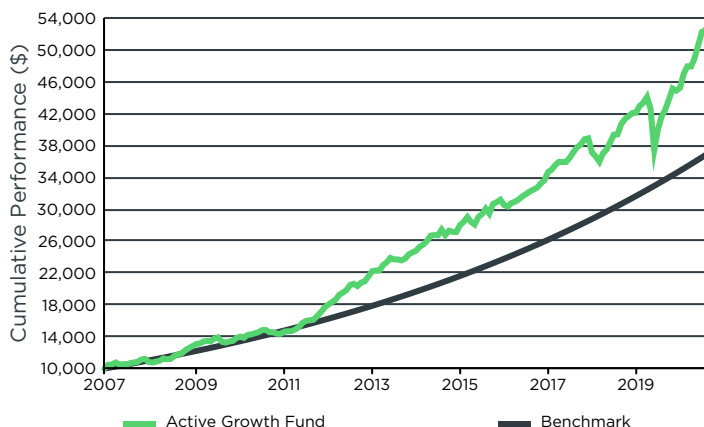
Key positives during the month included healthcare companies Thermo Fisher (+7.5%) and ResMed (+20.8%) and technology companies Microsoft (+8.5%) and Intuit (+11.6%). Intuit provides accounting and tax software to individuals and small businesses across the globe. We believe that Intuit has a long runway for growth particularly in the United States where the adoption of cloud accounting software is very low - particularly compared to New Zealand. During the month we added to our holdings in all four of these companies reflecting the positive investment backdrop.

The outlook for shares remains supported by the prospect of strong economic growth, improvements in company earnings, continued 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. On balance we retain a positive outlook for shares but given high levels of optimism remain selective in our investments and look to avoid companies with inflated valuations.

To view Milford's July 2021 Market and Economic Review please see [milfordasset.com/fact-sheet](http://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

<b>Objective<sup>1</sup></b>	Annual returns of 10% over a minimum of seven years
<b>Description</b>	Diversified fund that primarily invests in equities, with a moderate allocation to fixed interest securities

<b>Target Allocation</b>	22% Income Assets / 78% Growth Assets
<b>Neutral FX Exposure</b>	15.0%
<b>Net Asset Value (NAV)</b>	\$1,798.2 M
<b>Buy-sell Spread</b>	None - swing pricing applies (See PDS for details)
<b>Inception Date</b>	1 October 2007
<b>Benchmark</b>	10% p.a.
<b>Base Fund Fee<sup>2</sup></b>	1.05%
<b>Performance Fee</b>	15% of the Fund's returns above the Benchmark <sup>1</sup> , subject to the high watermark.
<b>Total Fund Fees<sup>3</sup></b>	1.25% (includes an est. performance fee)

	Lower risk						Higher risk
<b>Risk Indicator</b>	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 29-05-2018

## Active Growth Fund as at 30 June 2021

### Investment Performance after fees as at 30 June 2021<sup>4</sup>

Unit Price: \$4.9698

	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)	1.80%	5.65%	25.79%	12.24%	12.65%	12.96%
After Tax 10.50%	1.90%	5.70%	25.39%	11.93%	12.35%	12.45%
After Tax 17.50%	1.96%	5.74%	25.12%	11.73%	12.15%	12.24%
After Tax 28.00%	2.06%	5.80%	24.71%	11.43%	11.85%	11.83%
Benchmark	0.79%	2.40%	10.00%	10.00%	10.00%	10.00%

### Top Equity Holdings

Holdings	% of Fund
Contact Energy	3.07%
Virgin Money	2.96%
Fisher & Paykel	2.88%
Spark	2.75%
Microsoft	2.40%
Alphabet	2.28%
Summerset	2.24%
Dr Horton	2.08%
Thermo Fisher	2.06%
HCA Holdings	1.91%

### Current Asset Allocation

	Actual Investment Mix	Neutral Investment Mix
Effective Cash #	7.29%	6.00%
New Zealand Fixed Interest	0.51%	2.00%
International Fixed Interest	5.20%	14.00%
New Zealand Equities	21.95%	22.00%
Australian Equities	20.88%	18.00%
International Equities	44.17%	38.00%
Other	0.00%	0%

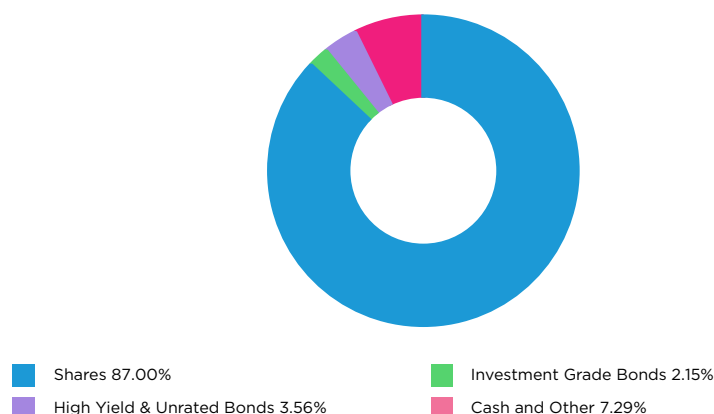
# The actual cash held by the Fund is 8.08%. Effective Cash reported above is adjusted to reflect the Fund's notional positions (e.g. derivatives used to increase or reduce market exposure).

### Top Fixed Interest Holdings

Holdings	% of Fund
NatWest 6% Perpetual	0.51%
Lloyds Bank 5.125% Perpetual	0.46%
Crown Resorts 5.795% 2075	0.42%
Barclays 5.875% 2024	0.37%
CYBG 8% 2049	0.36%
Scentre Group 5.125% 2080	0.36%
Lloyds Bank 7.5% Perpetual	0.28%
Barclays 7.75% Perpetual	0.27%
NatWest 5.125% Perpetual	0.24%
Precinct 4.8% 2021	0.12%

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](http://milfordasset.com/fact-sheet) for more information about the data published within this document.

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