

Active Growth Fund

Portfolio Investment Entity

Monthly Fact Sheet as at 31 May 2021



Portfolio Managers



Jonathan Windust
Portfolio Manager



William Curtayne
Co-Portfolio Manager

The Fund returned 0.5% in May with share market indices generating mixed results; global (+1.0%), Australia (+2.3%) and New Zealand (-3.2%). The New Zealand market was negatively impacted by the underperformance of some of the larger companies including a2 Milk and Fisher & Paykel Healthcare. The Fund performed relatively well, boosted by strong company selection and a minimal investment in a2 Milk. We continue to maintain our investment in Fisher & Paykel Healthcare given its strong long-term growth potential which has been accelerated by COVID-19.

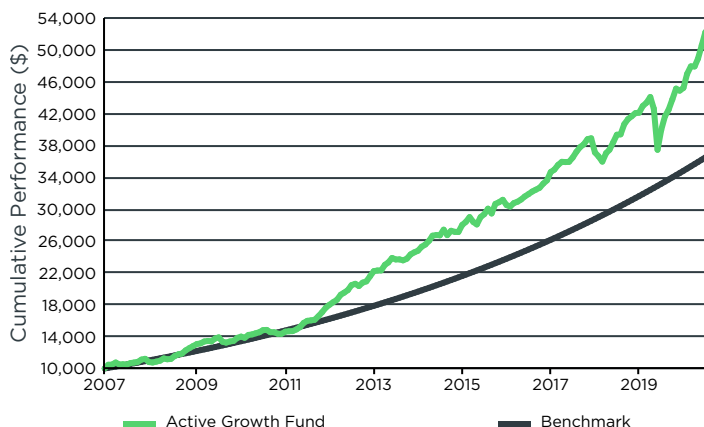
Key positives during May included global industrial companies CNH Industrial (+15.6%) and CRH (+10.2%) and UK banks Lloyds (+9.8%) and Virgin Money (+6.5%). CNH Industrial produces agricultural and construction equipment and is benefitting from strong sales in response to rising commodity prices and strong construction markets. CRH is a global building materials company and is benefitting from strong housing and construction markets. UK banks continue to benefit from an improving economic outlook, rising interest rates and generally robust financial results. After a strong run the Fund reduced its holdings in Lloyds and US bank JP Morgan in favour of UK banks Natwest Group and Barclays which we believe are more attractively valued.

The outlook for shares is 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 interest rates and company taxes. 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 June 2021 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 Annual returns of 10% over a minimum of five years

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

Target Allocation 22% Income Assets / 78% Growth Assets

Neutral FX Exposure 15.0%

Net Asset Value (NAV) \$1,685.7 M

Buy-sell Spread None - swing pricing applies (See PDS for details)

Inception Date 1 October 2007

Status Closed to new investors

Benchmark 10% p.a.

Base Fund Fee² 1.05%

Performance Fee 15% of the Fund's returns above the Benchmark¹, subject to the high watermark.

Total Fund Fees³ 1.30% (includes an est. performance fee)



External Ratings



Milford Active Growth Fund received a Morningstar Analyst Rating™ of 'Silver' on 29-05-2018

Active Growth Fund as at 31 May 2021

Investment Performance after fees as at 31 May 2021⁴

Unit Price: \$4.8831

	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)	0.48%	7.32%	26.00%	12.15%	11.79%	12.89%
After Tax 10.50%	0.44%	7.30%	25.42%	11.84%	11.45%	12.37%
After Tax 17.50%	0.41%	7.29%	25.04%	11.62%	11.23%	12.16%
After Tax 28.00%	0.37%	7.27%	24.46%	11.31%	10.90%	11.74%
Benchmark	0.81%	2.43%	10.00%	10.00%	10.00%	10.00%

Top Equity Holdings

Holdings	% of Fund
Contact Energy	3.35%
Spark	3.05%
Virgin Money	3.03%
Fisher & Paykel	2.91%
HCA Holdings	2.31%
Alphabet	2.28%
Summerset	2.21%
Microsoft	2.09%
Dr Horton	2.05%
Charter Hall Retail	1.80%

Current Asset Allocation

	Actual Investment Mix	Neutral Investment Mix
Effective Cash #	10.06%	6.00%
New Zealand Fixed Interest	0.56%	2.00%
International Fixed Interest	5.56%	14.00%
New Zealand Equities	22.35%	22.00%
Australian Equities	21.60%	18.00%
International Equities	39.33%	38.00%
Other	0.54%	0%

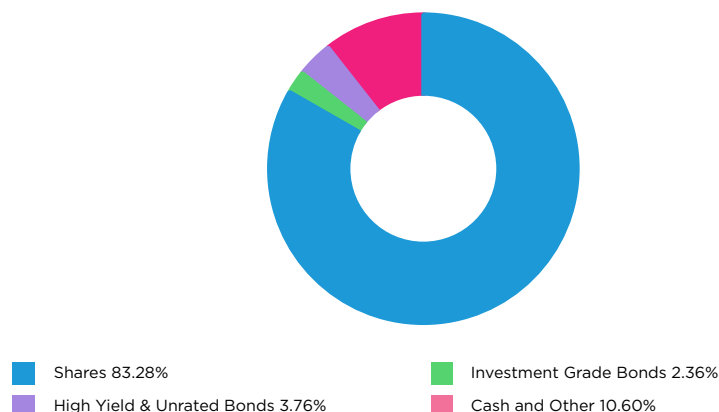
The actual cash held by the Fund is 9.33%. Effective Cash reported above is adjusted to reflect the Fund's notional positions (e.g. derivatives used to increase or reduce market exposure).

Top Fixed Interest Holdings

Holdings	% of Fund
NatWest 6% Perpetual	0.52%
Lloyds Bank 5.125% Perpetual	0.48%
Crown Resorts 5.795% 2075	0.45%
CYBG 8% 2049	0.39%
Barclays 5.875% 2024	0.39%
Scentre Group 5.125% 2080	0.36%
Lloyds Bank 7.5% Perpetual	0.28%
Barclays 7.75% Perpetual	0.28%
NatWest 5.125% Perpetual	0.26%
Precinct 4.8% 2021	0.13%

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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