

# Aggressive Fund

Portfolio Investment Entity

## Monthly Fact Sheet as at 31 May 2022



### Portfolio Managers



**Stephen Johnston**  
Portfolio Manager



**Jonathan Windust**  
Co-Portfolio Manager

The Fund fell 1.3% in May, in what turned out to be a very volatile month for global share markets. Elevated oil prices, disrupted supply chains and rising wage costs are leading to more persistent inflationary pressures than expected, forcing central banks to accelerate interest rate hikes.

In our international portfolio, energy-related names were the standouts as the oil price rallied. US energy company EOG Resources (+17.3%) rose strongly, after releasing healthy results and introducing a structured shareholder return policy that will lead to very “juicy” dividends for investors. We are encouraged by their emission reduction targets and will be monitoring this closely. Shell (+10.3%) was another outperformer in May and continues to make progress in reducing emissions. We believe Shell is one of the best energy companies managing the transition to a lower carbon world, with their significant investment in renewable energy such as wind power. Semiconductor company Analog Devices (+9.6%) contributed positively as demand remains robust for their products, despite growing economic concerns.

The biggest detractor in May was US hotel chain Wyndham Hotels & Resorts (-8.9%), despite reporting strong first quarter results and seeing a strong recovery in leisure spending in the US. Industrial real estate company Prologis (-20.5%) also had a weak month, as investors continued to rotate out of “Covid winners”.

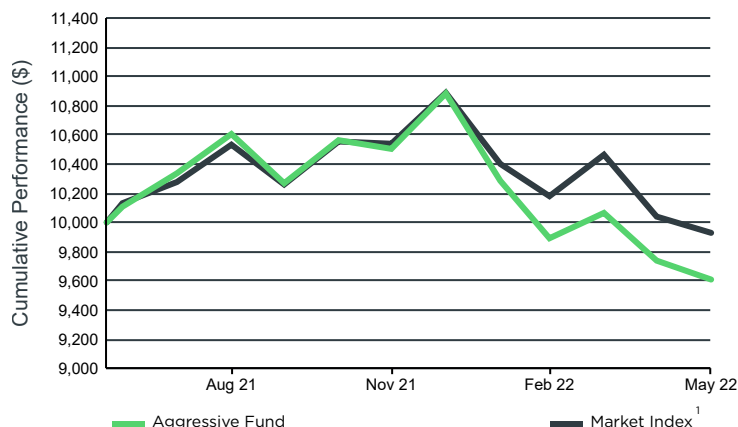
Closer to home, Australasian markets underperformed in May. Strong performers included iron ore producer BHP (+4.4%) and natural gas giant Santos (+2.5%). Negative contributors included property company Goodman Group (-14.3%) and supermarket Woolworths (-10.0%). Locally, Contact Energy (-8.9%) was the main detractor.

Looking ahead, the economic outlook remains uncertain, given elevated inflation and the ongoing conflict in Ukraine. We remain defensively positioned and anticipate more volatility ahead.

To view Milford’s June 2022 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>2</sup></b>	To maximise capital growth over the minimum recommended investment timeframe
<b>Description</b>	Primarily invests in international equities, with a moderate allocation to Australasian equities

<b>Minimum recommended investment timeframe</b>	10 years +
<b>Target Allocation</b>	5% Income Assets / 95% Growth Assets
<b>Neutral FX Exposure</b>	24.5%
<b>Net Asset Value (NAV)</b>	\$875.1 M
<b>Buy-sell Spread</b>	None - swing pricing applies (See PDS for details)
<b>Inception Date</b>	21 June 2021
<b>Benchmark</b>	Not applicable
<b>Base Fund Fee<sup>3</sup></b>	1.15%
<b>Performance Fee</b>	Not applicable
<b>Total Fund Fees<sup>4</sup></b>	1.15%

	Lower risk						Higher risk
<b>Risk Indicator</b>	1	2	3	4	5	6	7
	Potentially lower returns				Potentially higher returns		

## Aggressive Fund as at 31 May 2022

### Investment Performance after fees as at 31 May 2022<sup>5</sup>

Unit Price: \$0.9597

	1 Month	3 Months	1 year	3 years (p.a.)	5 years (p.a.)	Since Inception
Milford Aggressive Fund (Gross Of Tax)	-1.33%	-2.86%	-	-	-	-3.91%
After Tax 10.50%	-1.36%	-2.95%	-	-	-	-4.17%
After Tax 17.50%	-1.37%	-3.02%	-	-	-	-4.34%
After Tax 28.00%	-1.40%	-3.11%	-	-	-	-4.60%
Market Index <sup>1</sup>	-1.11%	-2.47%	-	-	-	-0.72%

### Top Security Holdings

Holdings	% of Fund
Shell	2.78%
Microsoft	2.65%
Boston Scientific	2.54%
Alphabet	2.33%
Anthem	2.21%
Danaher	2.05%
EOG Resources	2.04%
Wyndham Hotels	1.99%
Aon	1.97%
Visa	1.90%

### Current Asset Allocation

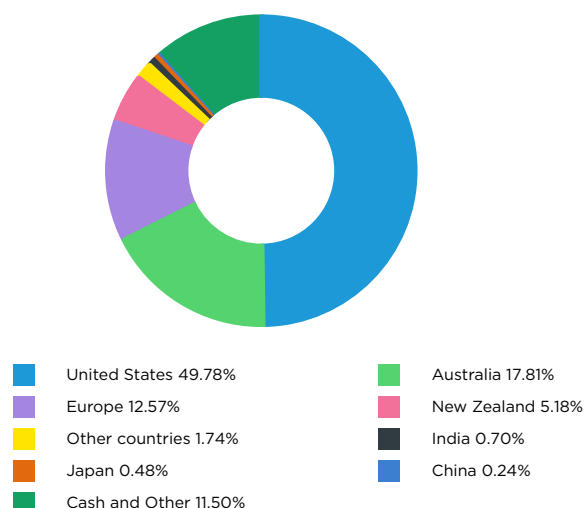
	Actual Investment Mix	Neutral Investment Mix
Effective Cash <sup>#</sup>	11.50%	5.0%
New Zealand Fixed Interest	0.12%	0.0%
International Fixed Interest	0.00%	0.0%
New Zealand Equities	5.76%	5.0%
Australian Equities	18.11%	20.0%
International Equities	64.51%	70.0%
Other	0.00%	0.0%

<sup>#</sup> The actual cash held by the Fund is 13.98%. Effective Cash reported above is adjusted to reflect the Fund's notional positions (e.g. derivatives used to increase or reduce market exposure).

### Sector Allocation

Allocation	Weight %
Financials	13.90%
Health Care	13.81%
Information Technology	12.62%
Energy	9.02%
Industrials	8.93%
Consumer Discretionary	8.73%
Communication Services	6.31%
Materials	4.10%
Other Sectors	11.08%
Cash and Other	11.50%

### Region Exposure



1. The Fund does not have a performance benchmark, hence a market index has been included for comparison purposes. See the Statement of Investment Policy and Objectives for more details on the market index. The market index is a blend of indices that represent the Fund's neutral asset allocation. Note the Fund's investment strategy is designed to achieve its objective, which may mean that at times, the returns of the market index may not be an appropriate measure. 2. After the base fund fee but before tax and before the performance fee. 3. Where applicable, the Base Fund Fee includes an estimate of non-related underlying fund charges. 4. 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. 5. 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-ks](http://milfordasset.com/fact-sheet-ks) for more information about the data published within this document.

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