

# Aggressive Fund

Portfolio Investment Entity

## Monthly Fact Sheet as at 31 August 2021



### Portfolio Managers



**Stephen Johnston**  
Portfolio Manager



**Jonathan Windust**  
Co-Portfolio Manager

The Fund gained 2.6% in August. Global share markets continued to strengthen on robust earnings reports, as well as reassurance from the world's central banks that they will take a measured approach when reducing quantitative easing and raising interest rates.

The US technology giants Microsoft, Alphabet (parent company of Google) and Apple delivered another strong month, reflecting the power of their business models. Alphabet (+7.6%) rose for an eighth consecutive month and has now generated an astonishing 66% return year to date. Microsoft (+6.2%) also powered ahead, a key beneficiary of the digitalisation trend globally. As companies and consumers move online, there is strong demand for Microsoft products such as cloud-based versions of the Office suite. Despite the outperformance, valuations of these technology giants still look reasonable relative to the broader market.

Another key positive contributor for the month was our favourite Indian bank, HDFC Bank, which made a strong recovery in August (+11.0%), as the Indian economy turns the corner and loan growth looks set to accelerate. MercadoLibre (+19.0%), the Latin American e-commerce and digital payments giant, soared in August with business momentum remaining strong as the company rolls out new products and improves its logistic network.

Detractors from performance included payments network Mastercard (-10.3%), on increased competition, and luxury goods company LVMH (-7.0%), on a potential slowdown in luxury spending due to regulatory tightening in China.

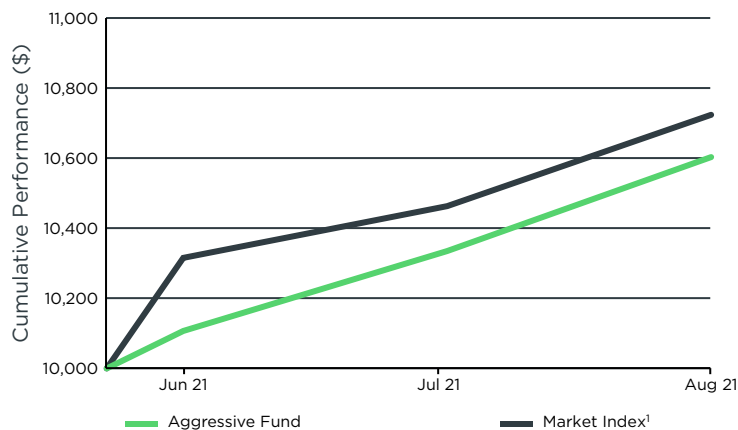
In Australasia, transport company Mainfreight was a standout (+14.6%), as well as Fisher & Paykel Healthcare (+4.9%). Australian conglomerate Seven Group (-8.6%) gave back some of July's strong gains.

Overall, the backdrop remains favourable given supportive policy and the accelerated vaccine rollout. In terms of risks, we continue to closely monitor the spread of the Delta variant and the effectiveness of the vaccines. The other key risk to the outlook would be an inflation surprise that forces central banks to accelerate interest rate rises. We continue to look for opportunities focused on our key investment themes.

To view Milford's September 2021 Market and Economic Review please see [milfordasset.com/fact-sheet](https://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>	\$701.4 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>	The Fund may invest into related Milford funds that charge performance fees.
<b>Total Fund Fees<sup>4</sup></b>	1.15%
<b>Risk Indicator</b>	<p>Lower risk <span style="float: right;">Higher risk</span></p> <p style="text-align: center;">1 2 3 4 <b>5</b> 6 7</p> <p>Potentially lower returns <span style="float: right;">Potentially higher returns</span></p>



## Aggressive Fund as at 31 August 2021

### Investment Performance after fees as at 31 August 2021<sup>5</sup>

Unit Price: \$1.0603

	1 Month	3 Months	1 year	3 years (p.a.)	5 years (p.a.)	Since Inception
Milford Aggressive Fund (Gross Of Tax)	2.60%	-	-	-	-	6.05%
After Tax 10.50%	2.53%	-	-	-	-	5.87%
After Tax 17.50%	2.48%	-	-	-	-	5.75%
After Tax 28.00%	2.40%	-	-	-	-	5.57%
Market Index	2.49%	-	-	-	-	5.32%

### Top Security Holdings

Holdings	% of Fund
Alphabet	2.77%
Microsoft	2.74%
Thermo Fisher	1.92%
Mastercard	1.92%
TSMC	1.81%
S&P Global	1.76%
HDFC Bank	1.67%
Charles Schwab	1.60%
Ametek	1.59%
HCA Holdings	1.54%

### Current Asset Allocation

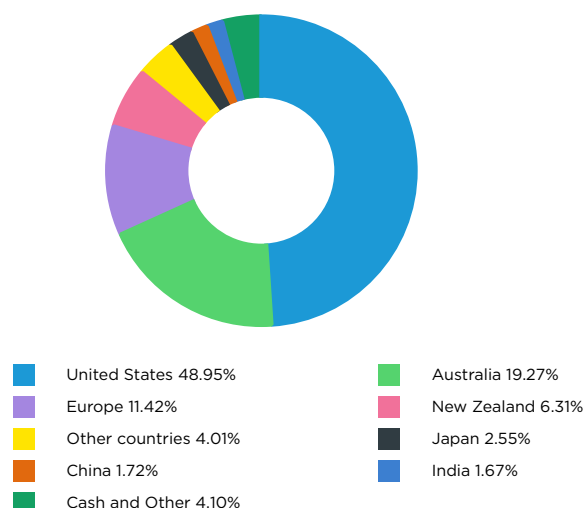
	Actual Investment Mix	Neutral Investment Mix
Effective Cash #	3.69%	5%
New Zealand Fixed Interest	0.00%	0%
International Fixed Interest	0.05%	0%
New Zealand Equities	6.17%	5%
Australian Equities	20.51%	20%
International Equities	69.17%	70%
Other	0.41%	0%

# The actual cash held by the Fund is 7.38%. 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 %
Information Technology	23.93%
Financials	15.27%
Health Care	12.76%
Industrials	11.41%
Consumer Discretionary	10.75%
Communication Services	6.94%
Materials	6.54%
Consumer Staples	3.51%
Utilities	2.37%
Real Estate	1.60%
Energy	0.82%
Cash and Other	4.10%

### 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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