

# Aggressive Fund

## Portfolio Investment Entity

### Monthly Fact Sheet as at 31 July 2023



#### Portfolio Managers



**Stephen Johnston**  
Portfolio Manager



**Jonathan Windust**  
Co-Portfolio Manager

The Fund gained 1.4% in July. Global share markets continued to climb in July as the economic picture continued to improve, with inflation falling, and growth proving resilient. The rally broadened out, and cyclical sectors more exposed to economic growth, such as banks, energy and commodities, outperformed.

The top contributor was social media giant Meta (+11.0%) continuing its incredible run, after releasing strong second quarter results. Meta's shares are up over 160% this year. Wyndham Hotels and Resorts (+13.6%), the world's largest hotel franchisor, was another strong performer benefiting from the rebound we have seen in leisure and business travel. US semiconductor manufacturer Micron Technology (+13.3%) outperformed as results from competitors Samsung and SK hynix indicated improvements in chip pricing and that memory demand is expected to gradually improve in the balance of 2023. Other outperformers included US auto parts supplier Aptiv (+7.2%), and US accounting and tax software provider Intuit (+11.9%).

Negative contributors this month included defensive holdings HCA Healthcare (-10.1%), the largest private hospital operator in the US, giving back some of its June gains. We have been adding to our position on weakness.

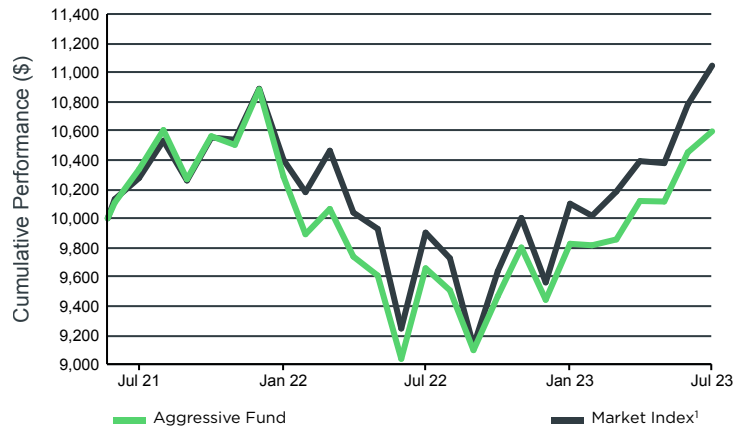
Closer to home, relative outperformers included Australian banks National Australia Bank (+7.8%) and Commonwealth Bank of Australia (+5.4%), boosted by easing pressure on net interest margins and the prospect of higher capital returns. Other outperformers included engineering services company Monadelphous Group (+16.2%) as contract awards improved.

Negative contributors included lithium and nickel miner IGO (-9.2%) on profit taking. We continue to like IGO as one of the key providers of critical minerals for energy transition. There were no real standouts in the New Zealand market this month.

Looking ahead, the good news is most global central banks are close to peak or have already completed their interest rate hikes this cycle. Despite the strong rally in share markets, we continue to find compelling opportunities that are aligned with our favourite investment themes.

To view Milford's July 2023 Market and Economic Review please see [milfordasset.com/insights](https://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

<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>	\$1,248.0 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%
<b>Risk Indicator</b>	<div style="display: flex; justify-content: space-between; align-items: center;"> <span>Lower risk</span> <span>1 2 3 4 <b>5</b> 6 7</span> <span>Higher risk</span> </div> <div style="display: flex; justify-content: space-between; align-items: center; margin-top: 5px;"> <span>Potentially lower returns</span> <span>Potentially higher returns</span> </div>

## Aggressive Fund as at 31 July 2023

### Investment Performance after fees as at 31 July 2023<sup>5</sup>

Unit Price: \$1.0562

	1 Month	3 Months	1 year	3 years (p.a.)	5 years (p.a.)	Since inception (p.a.)
Milford Aggressive Fund (Gross Of Tax)	1.38%	4.71%	9.70%	-	-	2.78%
After Tax 10.50%	1.32%	4.61%	9.43%	-	-	2.52%
After Tax 17.50%	1.28%	4.54%	9.25%	-	-	2.35%
After Tax 28.00%	1.22%	4.44%	8.99%	-	-	2.10%
Market Index <sup>1</sup>	2.47%	6.29%	11.55%	-	-	4.83%

### Top Security Holdings

Holdings	% of Fund
Meta Platforms	2.84%
Avantor	2.68%
Elevance Health	2.49%
HCA Holdings	2.36%
Sony	2.25%
Microsoft	2.22%
Arthur J Gallagher	2.19%
Willscot Mobile Mini Holdings	2.18%
Bank of Ireland Group	2.08%
Shell	2.05%

### Current Asset Allocation

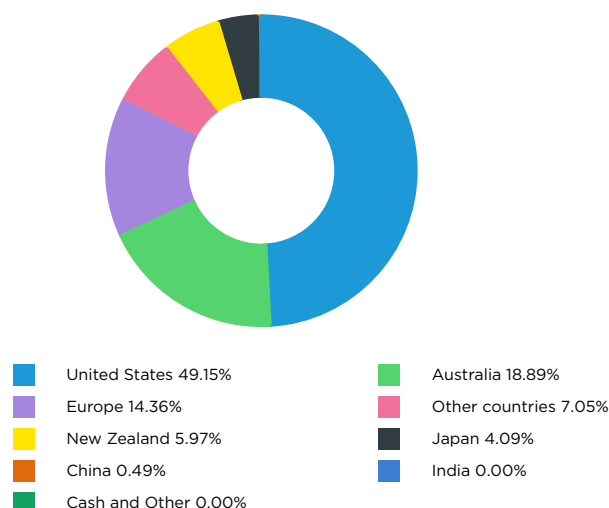
	Actual Investment Mix	Neutral Investment Mix
Effective Cash #	0.00%	0.0%
New Zealand Fixed Interest	0.11%	0.0%
International Fixed Interest	0.02%	0.0%
New Zealand Equities	5.45%	5%
Australian Equities	20.09%	20%
International Equities	74.33%	70%
Other	0.00%	0.0%

# The actual cash held by the Fund is 8.36%. 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 %
Health Care	16.57%
Information Technology	14.84%
Financials	14.32%
Consumer Discretionary	12.99%
Industrials	10.47%
Materials	8.48%
Consumer Staples	6.70%
Communication Services	5.64%
Other Sectors	9.99%
Cash and Other	0.00%

### 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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