

# Aggressive Fund

Portfolio Investment Entity

Monthly Fact Sheet as at 30 November 2021



## Portfolio Managers



**Stephen Johnston**  
Portfolio Manager



**Jonathan Windust**  
Co-Portfolio Manager

The Fund fell 0.6% in November. The emergence of a new Covid variant led to volatility during the month, with the Fund giving up its gains on the last day of the month.

The top contributor was US warehouse club, Costco (+9.7%), that tends to perform well in uncertain markets, given its defensive business model. Costco's membership structure with its high renewal rates provides earnings stability and the good news for NZ shoppers is they will be opening a store in Auckland in 2022. In a strong month for semiconductor companies, Analog Devices (+3.9%) outperformed, after releasing better than expected fourth quarter results and guidance, on strong chip demand. The company is well positioned to benefit from structural trends such as factory automation and the continued adoption of electric vehicles that use semiconductors for infotainment, safety measures and power management for batteries. Other strong performers included semiconductor equipment company Lam Research (+20.6%) and accounting software company, Intuit (+4.2%).

In terms of detractors, US medical devices company Boston Scientific (-11.7%) fell on concerns that elective medical procedures would be delayed with the new Covid variant. Despite the weakness, we continue to like their breadth of products boosted by new product launches and the focus of management on faster growing end markets. US payments company PayPal (-20.5%), also underperformed for a second consecutive month. This position is currently under review.

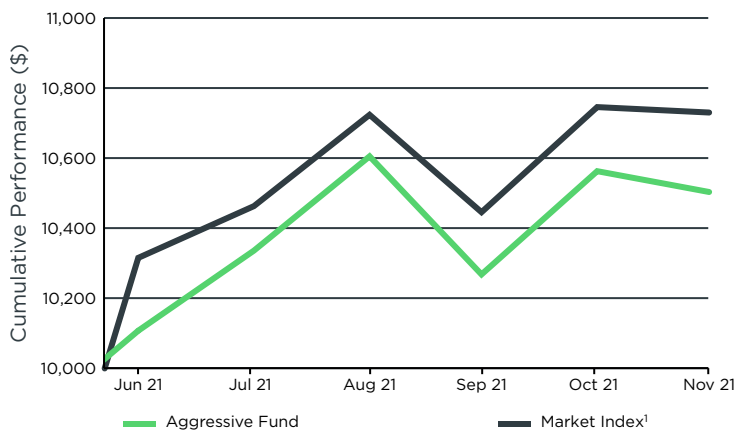
In the Australasian markets, strong performers included property company Goodman (+12.7%), Fisher & Paykel Healthcare (+6.8%) and fast-food restaurant company Collins Foods (+10.2%). The biggest detractors were Australian banks Westpac (-17.0%) and Virgin Money (-14.2%).

Looking ahead, we expect share markets to be bumpy, until we have more clarity on the new virus variant. We continue to monitor developments closely and will take a more defensive stance if the new variant is more lethal and resistant to vaccines.

To view Milford's December 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>	\$822.6 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%

	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 30 November 2021

### Investment Performance after fees as at 30 November 2021<sup>5</sup>

Unit Price: \$1.0499

	1 Month	3 Months	1 year	3 years (p.a.)	5 years (p.a.)	Since Inception
Milford Aggressive Fund (Gross Of Tax)	-0.56%	-0.96%	-	-	-	5.03%
After Tax 10.50%	-0.46%	-0.93%	-	-	-	4.89%
After Tax 17.50%	-0.40%	-0.91%	-	-	-	4.79%
After Tax 28.00%	-0.30%	-0.87%	-	-	-	4.65%
Market Index	-0.14%	0.06%	-	-	-	5.39%

### Top Security Holdings

Holdings	% of Fund
Microsoft	3.01%
Alphabet	2.74%
Danaher	2.15%
Thermo Fisher	1.98%
Analog Devices	1.93%
Intercontinental Exchange	1.78%
HCA Holdings	1.74%
SVB Financial	1.73%
Mastercard	1.69%
Aon	1.63%

### Current Asset Allocation

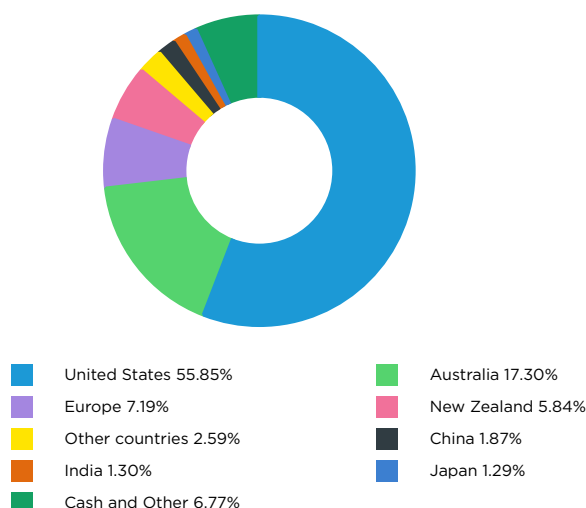
	Actual Investment Mix	Neutral Investment Mix
Effective Cash #	6.77%	5%
New Zealand Fixed Interest	0.00%	0%
International Fixed Interest	0.04%	0%
New Zealand Equities	5.61%	5%
Australian Equities	18.83%	20%
International Equities	68.75%	70%
Other	0.00%	0%

# The actual cash held by the Fund is 7.61%. 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	22.16%
Financials	16.25%
Health Care	13.78%
Consumer Discretionary	9.97%
Industrials	8.97%
Communication Services	7.07%
Materials	5.08%
Consumer Staples	3.41%
Real Estate	2.59%
Energy	2.21%
Utilities	1.74%
Cash and Other	6.77%

### 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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