

Balanced Fund

Portfolio Investment Entity

Monthly Fact Sheet as at 30 June 2024



Portfolio Managers



Mark Riggall
Portfolio Manager



Paul Morris
Co-Portfolio Manager

The Fund returned 0.3% in June, underpinned by a better month for the Fund's fixed income holdings, partially offset by a softer month for the Fund's equity positions.

Returns from fixed income benefited from lower interest rates on the back of softer economic data in several regions, with the exception being Australian dollar bonds, where interest rates increased on the back of sticky inflation and growing risks of another hike by the Reserve Bank of Australia. This is a risk we have been cognisant of for some time now, hence the Fund had minimal exposure to Australian interest rates. The Fund has, however, had an overweight exposure to the Australian dollar, primarily versus the New Zealand dollar, for a number of reasons. These included the potential for RBA policy to diverge with RBNZ policy, which benefited the Fund this month.

The mix of Fund shares was a headwind in June, as AI enthusiasm continued to drive technology stocks higher. We continue to think that the valuations of many of these shares leaves very limited room for earnings disappointment. Within the mix of shares, leaders this month included software company Microsoft (+7.7%), insurer Suncorp (+9.4%), and infrastructure business Infratil (+7.1%). Microsoft benefited from ongoing demand for AI-exposed companies, while Suncorp was stronger given expectations of strong insurance pricing. Infratil performed well on the back of a \$1.1b equity raise to fund accelerated growth in data centres.

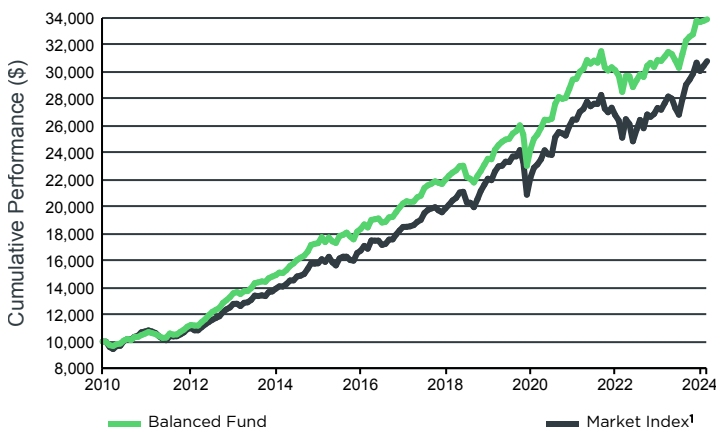
Looking ahead, the economic outlook is mixed. Positives are improving real wages and strong financial positions for many consumers. Negatives are growing signs of an easing US labour market, which may translate into softer consumption in coming quarters. Share market valuations are also elevated by historic standards. Regardless of the economic environment, the Milford team continues to identify attractively valued investment opportunities.

To view Milford's June 2024 Market and Economic Review please see milfordasset.com/insights.

For previous fund reports see milfordasset.com/fund-reports.

Cumulative Fund Performance

(after fees and before tax)



Assumes the growth of \$10,000 invested at the Fund's inception date.

Key Fund Facts

Objective²	To provide capital growth over the minimum recommended investment timeframe
Description	Diversified fund that primarily invests in equities, with a significant allocation to fixed interest securities

Minimum recommended investment timeframe	5 years +
Target Allocation	39% Income Assets / 61% Growth Assets
Neutral FX Exposure	13.0%
Net Asset Value (NAV)	\$1,721.2 M
Buy-sell Spread	None - swing pricing applies (See PDS for details)
Inception Date	1 April 2010
Benchmark	Not applicable
Base Fund Fee³	1.05%
Performance Fee	The Fund may invest into related Milford funds that charge performance fees.
Total Fund Fees⁴	1.06% (includes an est. performance fee)

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

External Ratings



The Milford Balanced Fund has a Morningstar Medalist Rating™ of 'Silver' as of 6-09-2023

Balanced Fund as at 30 June 2024

Investment Performance after fees as at 30 June 2024⁵

Unit Price: \$3.2376

	1 Month	3 Months	1 year	3 years (p.a.)	5 years (p.a.)	Since inception (p.a.)
Milford Balanced Fund (Gross Of Tax)	0.33%	0.31%	8.93%	4.14%	6.95%	8.94%
After Tax 10.50%	0.30%	0.19%	8.35%	3.84%	6.65%	8.47%
After Tax 17.50%	0.28%	0.11%	7.97%	3.64%	6.44%	8.16%
After Tax 28.00%	0.25%	-0.02%	7.40%	3.35%	6.14%	7.69%
Market Index ¹	1.17%	0.38%	11.32%	4.44%	6.38%	8.21%

Top Equity Holdings

Holdings	% of Fund
Contact Energy	2.01%
Shell	1.71%
Spark	1.48%
Infratil	1.46%
Telstra	1.42%
Coca-Cola Europacific Partners	1.40%
HCA Holdings	1.32%
Elevance Health	1.24%
Bank of Ireland Group	1.01%
Microsoft	0.90%

Current Asset Allocation

	Actual Investment Mix	Neutral Investment Mix
Effective Cash [#]	12.24%	8%
New Zealand Fixed Interest	7.53%	6%
International Fixed Interest	24.82%	25.0%
New Zealand Equities	8.63%	10.5%
Australian Equities	12.42%	13.5%
International Equities	30.55%	30%
Listed Property	3.81%	7%
Other	0.00%	0.0%

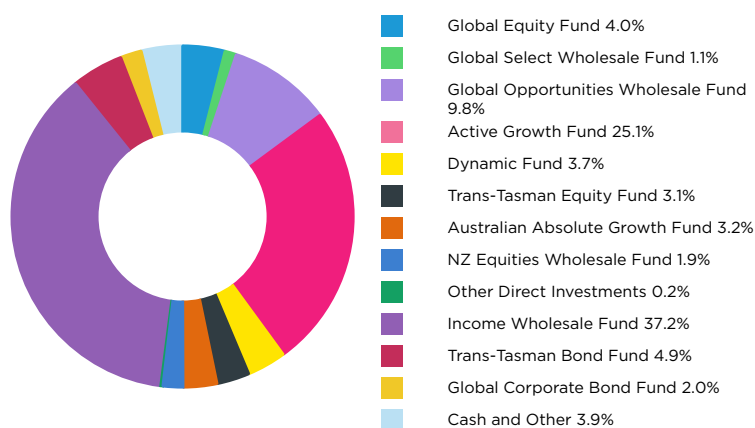
[#] The actual cash held by the Fund is 7.36%. Effective Cash reported above is adjusted to reflect the Fund's notional positions (e.g. derivatives used to increase or reduce market exposure).

Top Fixed Interest Holdings

Holdings	% of Fund
NZGBI 2% 2025	1.38%
ANZ 4.95% 2029	0.71%
Scentre Group 5.125% 2080	0.65%
Westpac 5.754% 2034	0.58%
NatWest 5.125% Perpetual	0.52%
British Telecommunications 8.375% 2083	0.47%
Westpac 5.1% 2029	0.42%
Suncorp 4.75% 2029	0.40%
Bank of Ireland 7.594% 2032	0.38%
Contact 6.398% 2030	0.36%

Note: Fixed interest securities are reported in the following format: Issuer name, interest (coupon rate), maturity year.

Fund Allocation



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 for more information about the data published within this document.

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