

Balanced Fund

Portfolio Investment Entity

Monthly Fact Sheet as at 31 October 2021



Portfolio Managers



Mark Riggall
Portfolio Manager



Paul Morris
Co-Portfolio Manager

The Fund returned 0.7% in the month with a one-year return of 16.3%. October saw some large divergences in the performance of assets into which the Fund invests.

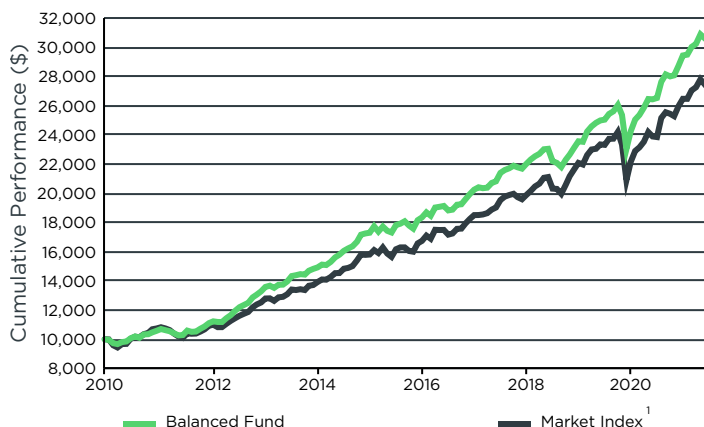
Global share markets rebounded from their September wobble. Global company profit reports in the month indicated that businesses are navigating the inflationary pressures well and profits are largely intact. Alphabet (Google parent company) and Microsoft were standout performers for the Fund in the month, up 11.3% and 17.6% respectively. The Fund has been rotating into global shares at the expense of Australian and NZ shares recently. This paid off in October as local share markets underperformed. Bond markets were volatile in the month as investors question the need for the very low interest rate settings currently in place, resulting in sharp falls in bond prices. The Fund has reduced exposure to these assets mitigating impact on performance.

Looking ahead, there is optimism that the global economy can re-accelerate. A key question to be answered in November is how global central banks will respond to surging inflation. They are most likely to proceed cautiously, only gradually raising rates. This may enable inflation to continue to run hot, risking further falls in long-term bond prices and threatening elevated share prices. The Fund retains the flexibility to navigate this environment whilst leaning on underlying funds to continue to find attractive investments.

To view Milford's November 2021 Market and Economic Review please see 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

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)	\$1,719.8 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	1.07% (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



Milford Balanced Fund received a Morningstar Analyst Rating™ of 'Silver' on 13-07-2020

Balanced Fund as at 31 October 2021

Investment Performance after fees as at 31 October 2021⁵

Unit Price: \$2.9599

	1 Month	3 Months	1 year	3 years (p.a.)	5 years (p.a.)	Since inception (p.a.)
Milford Balanced Fund (Gross Of Tax)	0.74%	2.02%	16.26%	11.58%	10.38%	10.21%
After Tax 10.50%	0.74%	1.96%	15.97%	11.26%	10.01%	9.69%
After Tax 17.50%	0.75%	1.92%	15.77%	11.06%	9.77%	9.35%
After Tax 28.00%	0.76%	1.86%	15.47%	10.75%	9.41%	8.86%
Market Index ¹	0.69%	1.42%	15.92%	10.81%	10.00%	9.17%

Top Equity Holdings

Holdings	% of Fund
Contact Energy	1.90%
Fisher & Paykel	1.49%
Alphabet	1.36%
Microsoft	1.32%
Santos	1.21%
Sydney Airport	1.05%
Telstra	1.04%
Virgin Money	1.03%
HCA Holdings	0.97%
Mainfreight	0.93%

Current Asset Allocation

	Actual Investment Mix	Neutral Investment Mix
Effective Cash #	11.06%	8%
New Zealand Fixed Interest	3.47%	6%
International Fixed Interest	22.16%	25.00%
New Zealand Equities	11.79%	12%
Australian Equities	11.63%	13%
International Equities	32.03%	29%
Listed Property	6.67%	7%
Other	1.19%	0%

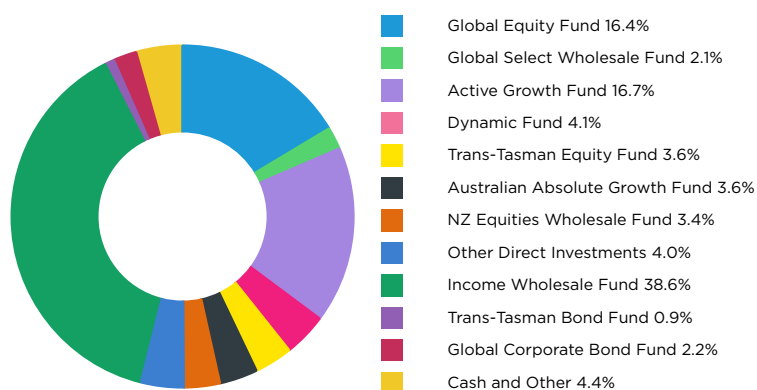
The actual cash held by the Fund is 9.28%. Effective Cash reported above is adjusted to reflect the Fund's notional positions (e.g. derivatives used to increase or reduce market exposure).

Top Fixed Interest Holdings

Holdings	% of Fund
Scentre Group 5.125% 2080	0.80%
ING Groep 4.25% Perpetual	0.50%
NatWest 5.125% Perpetual	0.44%
Bank of Queensland Float 2026	0.39%
Kiwibank 1.3% 2022	0.37%
CBA Float 2031	0.35%
Martin Marietta 2.4% 2031	0.33%
T-Mobile 3.375% 2029	0.33%
ANZ 2.999% 2031	0.31%
Mirvac Group 3.625% 2027	0.31%

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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