

# Cash Fund

Portfolio Investment Entity

## Monthly Fact Sheet as at 31 October 2022



### Portfolio Managers



**Katlyn Parker**  
Portfolio Manager



**Ian Robertson**  
Co-Portfolio Manager

In October, the Fund generated a return of 0.3%, in line with its objective to deliver a return in excess of the Reserve Bank of New Zealand (RBNZ) Official Cash Rate (OCR) after fees.

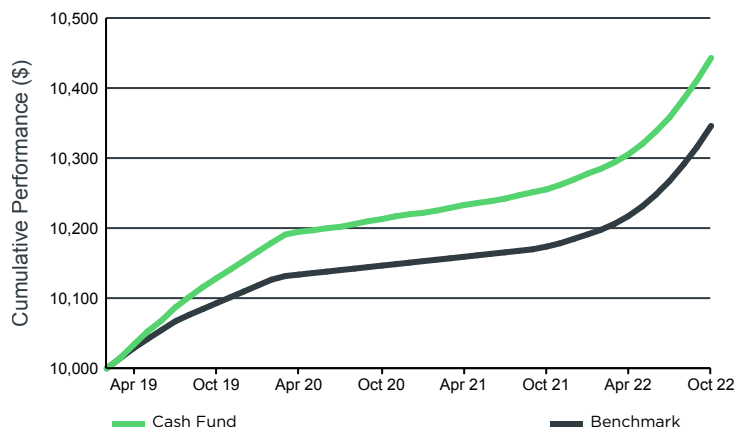
The RBNZ Monetary Policy Review in October saw the OCR increased by 0.5 percentage points to 3.5 percentage points. Short-dated NZ Dollar bank bills, a reflection of interbank funding levels, continued their move higher throughout the month driven by heightened market expectations of faster paced OCR increases in the near term. Looking forward, this should continue to benefit the Fund by increasing the interest rates into which it can progressively reinvest maturing holdings. Our base case remains for higher interest rates from here, albeit as it stands, elevated market expectations seem higher than what may be realised if inflation moderates and/or growth slows.

The portfolio management of the Fund remains focused on maintaining its low-risk strategy which is built on a diversified portfolio of cash, short-dated debt securities, and term deposits, to protect capital.

To view Milford's November 2022 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>1</sup></b>	Targets a return above the New Zealand Official Cash Rate
<b>Description</b>	Primarily invests in New Zealand cash, short-dated debt securities and term deposits

<b>Minimum recommended investment timeframe</b>	N/A
<b>Target Allocation</b>	100% Income Assets / 0% Growth Assets
<b>Neutral FX Exposure</b>	0%
<b>Net Asset Value (NAV)</b>	\$385.7 M
<b>Yield<sup>2</sup></b>	3.93%
<b>Average Credit Rating</b>	A
<b>Duration</b>	0.12 years
<b>Buy-sell Spread</b>	None - swing pricing applies (See PDS for details)
<b>Inception Date</b>	1 March 2019
<b>Benchmark</b>	OCR
<b>Base Fund Fee<sup>3</sup></b>	0.20%
<b>Performance Fee</b>	Not applicable
<b>Total Fund Fees<sup>4</sup></b>	0.20%

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

## Cash Fund as at 31 October 2022

### Investment Performance after fees as at 31 October 2022<sup>5</sup>

Unit Price: \$1.0443

	1 Month	3 Months	1 year	3 years (p.a.)	5 years (p.a.)	Since inception (p.a.)
Milford Cash Fund (Gross Of Tax)	0.30%	0.82%	1.83%	1.02%	-	1.19%
After Tax 10.50%	0.27%	0.73%	1.63%	0.91%	-	1.06%
After Tax 17.50%	0.25%	0.67%	1.50%	0.84%	-	0.98%
After Tax 28.00%	0.22%	0.59%	1.31%	0.73%	-	0.85%
Benchmark	0.29%	0.76%	1.69%	0.83%	-	0.93%

### Top Security Holdings

Holdings	% of Fund
Westpac 45 Day WND	15.01%
Auckland Airport CD 2023	5.14%
Mercury CD 2023	3.60%
Port of Tauranga CD 2022	3.22%
Fonterra CD 2022	3.11%
SBS CD 2023	2.82%
Fonterra CD 2022	2.59%
Heartland CD 2022	2.58%
Spark CD 2022	2.58%
Auckland Airport CD 2022	2.58%

### Current Asset Allocation

	Actual Investment Mix	Neutral Investment Mix
Effective Cash #	23.09%	20%
New Zealand Fixed Interest	76.91%	80%
International Fixed Interest	0.00%	0.0%
New Zealand Equities	0.00%	0.0%
Australian Equities	0.00%	0.0%
International Equities	0.00%	0.0%
Other	0.00%	0.0%

# The actual cash held by the Fund is 23.09%. Effective Cash reported above is adjusted to reflect the Fund's notional positions (e.g. derivatives used to increase or reduce market exposure).

1. After the base fund fee but before tax. 2. Yield to maturity (before tax and fees) for underlying investments in the Fund. 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](http://milfordasset.com/fact-sheet) for more information about the data published within this document.

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