

Diversified Income Fund

Portfolio Investment Entity

Monthly Fact Sheet as at 30 April 2026



Portfolio Managers



Paul Morris
Portfolio Manager



Anthony Ip
Co-Portfolio Manager

April saw a Middle East ceasefire, resilient economic data, and strong global company earnings propel a rebound in share markets. While bond market performance was more mixed, it was still sufficient to see the Fund up 1.7% and recover much of March's weakness.

The contribution from the Fund's bonds this month was low as market interest rates were generally higher. Expectations for higher central bank policy rates remain elevated as inflation expectations increase due to the impact of the war in Iran. Corporate bonds generally managed to recover most of the recent underperformance versus government bonds which provided some cushion, as they remain the predominant bond exposure. Within corporate bonds our preference remains for higher quality bonds given valuations are historically not cheap versus governments. We have been wary of taking too much interest rate exposure given inflation risk, except for in those countries where markets are possibly pricing too many rate hikes. NZ is one of these where bonds offer an attractive income buffer versus cash.

The bulk of the Fund return this month came from its shares, especially in the US. US telco tower operator SBAC (+28.5%) was the standout on M&A talk. The Fund's limited exposure to technology was also a big contributor including hyper-scaler Amazon (+27.3%) and data centre (but also warehouse) landlord Goodman Group (+15.8%). The Fund benefited from having added to shares on evidence the US was looking for some resolution to the war in Iran, albeit this was primarily via broad US share market call options (which pay off if the market rises). This allowed the Fund to participate in the market rally without taking too much downside risk.

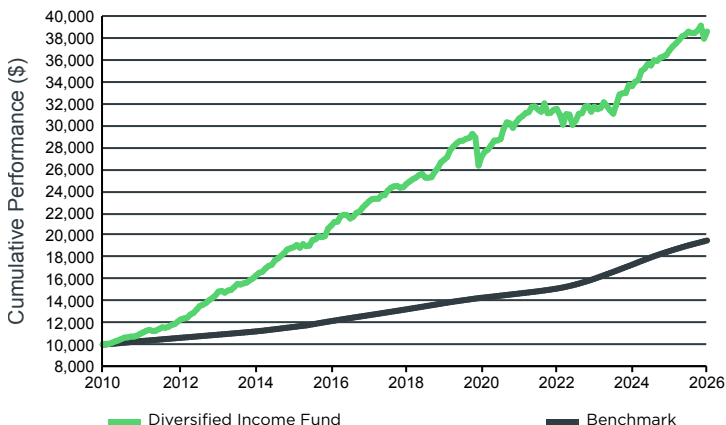
Looking ahead, we remain constructive on the medium-term return outlook. Within equities our preference remains for US shares where there is more resilience to the Middle East conflict and secular technology winners. The US exposure remains diversified by sectors, including to defensive income sectors like utilities. Within fixed income we retain a higher than long run exposure to NZ government bonds but elsewhere have more limited interest rate exposure awaiting better valuations. We continue to utilise broad bond and share market options to manage risk given the near term uncertain geopolitical backdrop.

To view Milford's April 2026 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, and assumes reinvestment of distribution.

Key Fund Facts

Objective¹	To provide income and capital growth over the minimum recommended investment timeframe
Description	Diversified fund that primarily invests in fixed interest and equity income-generating securities

Minimum recommended investment timeframe	4 years +
Target Allocation	60% Income Assets / 40% Growth Assets
Neutral FX Exposure	0%
Net Asset Value (NAV)	\$3,543.4 M
Yield²	3.05%
Average Credit Rating	A
Buy-sell Spread	None - swing pricing applies (See PDS for details)
Inception Date	1 April 2010
Current Distribution	0.95 cents per unit (Quarterly)
Benchmark	OCR + 2.5% p.a.
Base Fund Fee³	0.65%
Performance Fee	10% of the Fund's returns above the Benchmark ¹ , subject to the high watermark.
Total Fund Fees⁴	0.85% (includes an est. performance fee)
Risk Indicator	<div style="display: flex; justify-content: space-between; align-items: center;"> Lower risk 1 2 3 4 5 6 7 Higher risk </div> <div style="display: flex; justify-content: space-between; margin-top: 5px;"> Potentially lower returns Potentially higher returns </div>

Diversified Income Fund as at 30 April 2026

Investment Performance after fees as at 30 April 2026⁵

Unit Price: \$2.018

	1 Month	3 Months	1 year	3 years (p.a.)	5 years (p.a.)	Since inception (p.a.)
Milford Diversified Income Fund (Gross Of Tax)	1.73%	-0.26%	4.64%	6.75%	4.72%	8.76%
After Tax 10.50%	1.68%	-0.21%	4.44%	6.23%	4.39%	8.16%
After Tax 17.50%	1.65%	-0.18%	4.32%	5.88%	4.18%	7.76%
After Tax 28.00%	1.60%	-0.13%	4.12%	5.36%	3.85%	7.18%
Benchmark	0.38%	1.14%	5.21%	6.80%	5.87%	4.24%

Top Equity Holdings

Holdings	% of Fund
Contact Energy	1.29%
Goodman Group	1.14%
SSE	1.01%
National Grid	0.95%
Transurban Group	0.93%
Region Group	0.90%
Precinct Properties	0.84%
Microsoft	0.83%
Spark New Zealand	0.81%
Bank of America	0.78%

Current Asset Allocation

	Actual Investment Mix	Neutral Investment Mix
Effective Cash #	8.85%	5%
New Zealand Fixed Interest	22.05%	10%
International Fixed Interest	35.84%	45.0%
New Zealand Equities	4.49%	5%
Australian Equities	12.55%	11%
International Equities	8.57%	5.5%
Listed Property	7.65%	18.5%
Other	0.00%	0.0%

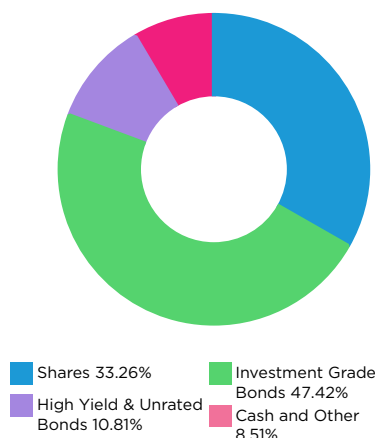
The actual cash held by the Fund is 4.97%. Effective Cash reported above is adjusted to reflect the Fund's notional positions (e.g. derivatives used to increase or reduce market exposure).

Top Fixed Interest Holdings

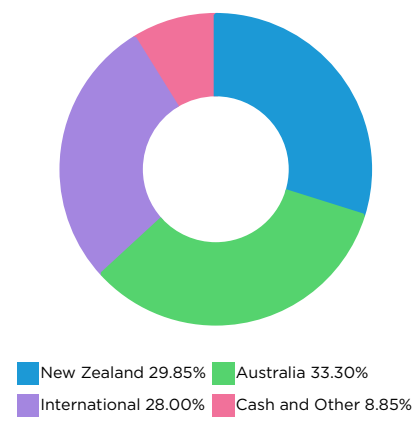
Holdings	% of Fund
NZ Govt. 4.5% 2035	2.35%
NZ Govt. 2.5% 2035	1.98%
NZ Govt. 3.5% 2033	1.96%
AU Govt. 2% 2035	1.60%
NZLGFA 3.5% 2033	1.41%
ASB Bank 4.1% 2030	1.05%
NZ Govt. 4.25% 2036	1.03%
Rabobank Float 2028	1.01%
Commerzbank 4.125% 2037	0.90%
Westpac 6.085% 2041	0.88%

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

Fund Portfolio Mix



Region Exposure



1. After the Base Fund Fee but before tax and before the performance fee. 2. The yield to maturity is not an indicator of future return, but reflects the current yield to maturity of the fund's underlying holdings (before tax and after the base fund 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. Includes the reinvestment of distributions. 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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