Global Corporate Bond Fund

Portfolio Investment Entity

Monthly Fact Sheet as at 30 June 2022

MILFORD
INVESTED IN YOU

Portfolio Managers

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Portfolio Manager

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The Fund was down 2.9% in the month, which was in line with its benchmark. Headline inflation of over 8% in the US and Europe saw market expectations for tighter monetary policy continue to push market interest rates higher (bond prices lower), although they closed the month well below mid-month highs as weaker economic data and falling commodity prices suggest slowing global growth and a potential inflation peak. All that said, for now central banks remain committed in their inflation fight with the US Federal Reserve increasing rates by 0.75 percentage points and the European Central Bank laying out plans for their first interest rate hike in July – the first in over a decade.

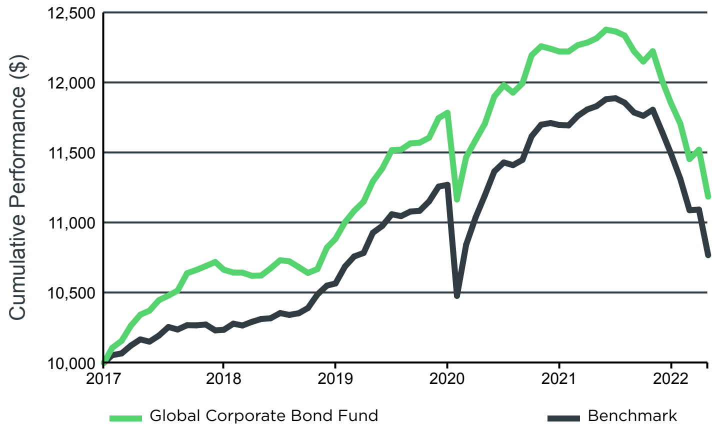
Although aggregate fund interest rate exposure was neutral, relative to benchmark, it benefitted from a below neutral exposure to US rates and an above neutral exposure to Australasia. The below neutral exposure to Euro corporate bonds also contributed positively relative to benchmark. Overall, however, global corporate bonds were weaker in the month as interest rate volatility and growing recession concerns weighed on markets and expectations for earnings. We remained very selective in our trading activity and while the Fund continued to reduce Euro corporate bond exposure in the month, we did see pockets of value and the Fund participated in a transaction from Barclays (UK bank).

It has been a difficult first half for global corporate bond returns, and one of the worst on record driven by rising interest rates and growing economic uncertainty. We remain cautious over the near term amidst expectations for further volatility and uncertain economic growth and inflation. Inflation will keep the risk of higher interest rates skewed to the upside, albeit market interest rates have moved a significant way towards long run fair value. In a weakening economic backdrop, the risk for further underperformance in corporate bonds relative to government bonds remains. That said, their relative valuations have improved significantly. For now though, until we get more clarity on the outlook, we will retain a close to neutral exposure and are more likely to be active in switching out of more expensive holdings than adding bonds.

To view Milford's July 2022 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, and assumes reinvestment of distribution.

Key Fund Facts

Objective [1]	To protect capital and generate a positive NZD hedged return that exceeds the relevant benchmark over the minimum recommended investment timeframe.
Description	Primarily invests in global corporate fixed interest securities
Minimum recommended investment timeframe	3 years +
Target Allocation	100% Income Assets / 0% Growth Assets
Neutral FX Exposure	0%
Net Asset Value (NAV)	$432.2 M
Yield [2]	5.31%
Average Credit Rating	BBB
Duration	3.38 years
Rating Categories	Inv.Grade 72% / High Yield 19%
Inception Date	1 February 2017
Current Distribution	0.45 cents per unit (Quarterly)
Benchmark	Bloomberg Barclays Global Corporate 3-5 Year Total Return Index Value Hedged USD (100% NZD-hedged)
Base Fund Fee [3]	0.85%
Performance Fee	Not applicable
Total Fund Fees [4]	0.85%
Risk Indicator	Lower risk / Higher risk: 1 2 **3** 4 5 6 7 (Potentially lower returns / Potentially higher returns)

Global Corporate Bond Fund as at 30 June 2022

Investment Performance after fees as at 30 June 2022[5]

Unit Price: $0.9883

	1 Month	3 Months	1 year	3 years (p.a.)	5 years (p.a.)	Since inception (p.a.)
Milford Global Corporate Bond Fund (Gross Of Tax)	-2.91%	-4.45%	-9.17%	-0.32%	1.52%	2.09%
After Tax 10.50%	-2.61%	-3.97%	-8.25%	-0.28%	1.36%	1.87%
After Tax 17.50%	-2.42%	-3.66%	-7.63%	-0.25%	1.26%	1.73%
After Tax 28.00%	-2.13%	-3.18%	-6.69%	-0.21%	1.10%	1.51%
Benchmark	-2.93%	-4.81%	-8.99%	-0.49%	1.19%	1.38%

Top Fixed Interest Holdings

Holdings	% of Fund
Becton Dickinson Euro 0.334% 2028	2.51%
Danaher Corp 0.45% 2028	2.48%
John Deere 1.75% 2024	2.44%
CSL 3.85% 2027	2.23%
JPMorgan 1.578% 2027	2.18%
AT&T 1.65% 2028	2.10%
HCA 5.875% 2026	1.92%
RBLN 2.75% 2024	1.91%
CBA 2.552% 2027	1.82%
Asciano 4.75% 2028	1.80%
ANZ 2.166% 2025	1.80%
Magallanes 3.755% 2027	1.76%
DR Horton 2.6% 2025	1.76%
American Tower 3.8% 2029	1.73%
Verizon Float 2023	1.70%
Lennar 4.5% 2024	1.69%
Goodman 1.375% 2025	1.66%
Aroundtown 4.5% 2025	1.61%
Dell 6.1% 2027	1.60%
Lennar 5.875% 2024	1.54%

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

Current Asset Allocation

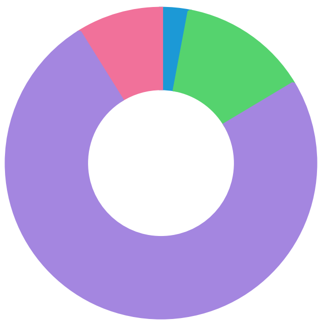
	Actual Investment Mix	Neutral Investment Mix
Effective Cash #	8.88%	5.0%
New Zealand Fixed Interest	1.19%	0.0%
International Fixed Interest	89.93%	95.0%
New Zealand Equities	0.00%	0.0%
Australian Equities	0.00%	0.0%
International Equities	0.00%	0.0%
Other	0.00%	0.0%

The actual cash held by the Fund is 5.22%. 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 %
Financials	22.31%
Communication Services	16.29%
Health Care	10.45%
Consumer Discretionary	9.55%
Information Technology	8.83%
Real Estate	7.46%
Industrials	6.20%
Materials	4.95%
Other Sectors	5.08%
Cash and Other	8.88%

Region Exposure



New Zealand 2.97%
Australia 13.45%
International 74.70%
Cash and Other 8.88%

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. Includes the reinvestment of distributions. Returns prior to 1 March 2018 are from when the Fund was previously offered to wholesale investors only and have been adjusted for the current Total Fund Fees. 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.