

Global Equity Fund

Portfolio Investment Entity

Monthly Fact Sheet as at 30 November 2020



Portfolio Managers



Felix Fok
Portfolio Manager



Stephen Johnston
Co-Portfolio Manager

The Fund rose 5.1% in November but lagged the index, as more economically sensitive companies like banks and energy companies rallied hard.

Key positive contributors included Indian private bank HDFC Bank (+20.1%), backing up the strong gains in October. The economic backdrop in India has improved materially with some economists now expecting double digit economic growth in 2021. Given its strong management, robust balance sheet, and technology leadership, we believe HDFC is well positioned to continue taking market share and sustaining growth. French aerospace company Safran (+35.1%) was another stand out, as positive news on a COVID-19 vaccine increases the likelihood of a gradual return to leisure and business travel sometime in 2021. US diversified industrial conglomerate Ametek posted strong gains (+20.7%) and continues to offer exposure to the expected ongoing industrial recovery.

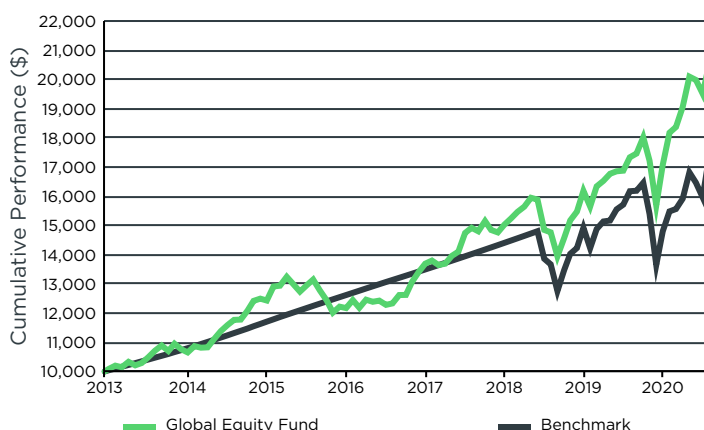
Detractors from performance included Alibaba (-13.6%), giving back recent gains on disappointment over the suspension of the Ant Group IPO and the potential for new regulations for platform companies like Alibaba. The rotation away from quality businesses into more cyclical companies led to weakness in healthcare companies Danaher (-2.1%) and Thermo Fisher Scientific (-1.7%).

Despite the short-term weakness, the long-term outlook for both companies remains favourable. We are more optimistic on the outlook given the positive vaccine developments, which provide light at the end of the tunnel.

To view Milford's December 2020 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

| | |
|------------------------------------|---|
| Objective¹ | Capital growth by out-performing the relevant share market index over a minimum of five years |
| Description | Primarily invests in international equities |
| Target Allocation | 5% Income Assets / 95% Growth Assets |
| Neutral FX Exposure | 50.0% |
| Net Asset Value (NAV) | \$946.0 M |
| Buy-sell Spread | Swing pricing applies (see PDS for details) |
| Inception Date | 12 April 2013 |
| Benchmark | MSCI World Index with net dividends reinvested (50% NZD-hedged) |
| Base Fund Fee² | 1.35% |
| Performance Fee | 15% of the Fund's returns above the Benchmark ¹ , subject to the high watermark. |
| Total Fund Fees³ | 1.35% |

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

Global Equity Fund as at 30 November 2020

Investment Performance after fees as at 30 November 2020⁴

Unit Price: \$2.03

| | 1 Month | 3 Months | 1 year | 3 years (p.a.) | 5 years (p.a.) | Since inception (p.a.) |
|--|---------|----------|--------|----------------|----------------|------------------------|
| Milford Global Equity Fund (Gross Of Tax) | 5.13% | 2.08% | 18.34% | 11.19% | 9.30% | 9.86% |
| After Tax 10.50% | 5.08% | 2.00% | 18.25% | 10.96% | 9.06% | 9.59% |
| After Tax 17.50% | 5.04% | 1.94% | 18.19% | 10.81% | 8.90% | 9.41% |
| After Tax 28.00% | 4.98% | 1.86% | 18.09% | 10.58% | 8.66% | 9.13% |
| Benchmark | 8.74% | 3.22% | 7.34% | 7.38% | 7.22% | 7.49% |

Top Security Holdings

| Holdings | % of Fund's NAV |
|---------------------------|-----------------|
| Alphabet | 3.78% |
| Amazon | 3.57% |
| Microsoft Corp | 3.38% |
| Apple | 3.11% |
| Intercontinental Exchange | 2.86% |
| HDFC Bank | 2.72% |
| Transunion | 2.48% |
| Paypal Holdings | 2.41% |
| Danaher | 2.34% |
| CX Corporation | 2.27% |

Current Asset Allocation

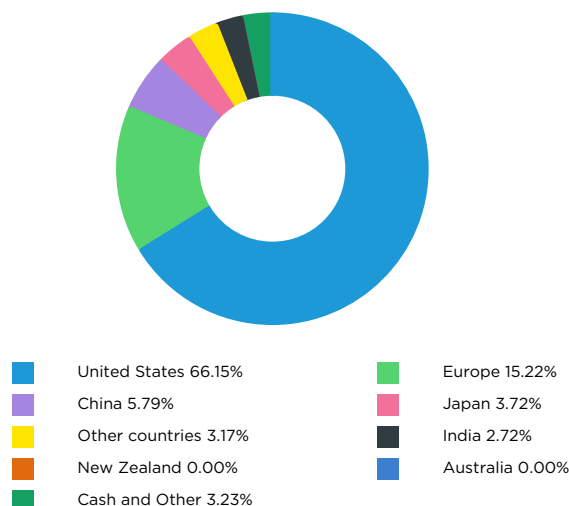
| | Actual Investment Mix | Neutral Investment Mix |
|------------------------------|-----------------------|------------------------|
| Effective Cash # | 2.47% | 5.00% |
| New Zealand Fixed Interest | 0.00% | 0% |
| International Fixed Interest | 0.00% | 0% |
| New Zealand Equities | 0.00% | 0% |
| Australian Equities | 0.00% | 0% |
| International Equities | 96.77% | 95.00% |
| Other | 0.76% | 0% |

The actual cash held by the Fund is 1.93%. 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 % |
|------------------------|----------|
| Information Technology | 27.57% |
| Consumer Discretionary | 14.51% |
| Health Care | 14.08% |
| Industrials | 13.47% |
| Financials | 7.74% |
| Communication Services | 7.20% |
| Consumer Staples | 6.28% |
| Materials | 3.73% |
| Real Estate | 2.19% |
| Cash and Other | 3.23% |

Region Exposure



1. After the base fund fee but before tax and before the performance fee. 2. Where applicable, the Base Fund Fee includes an estimate of non-related underlying fund charges. 3. 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. 4. 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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