## **Global Equity Fund**

## Portfolio Investment Entity

# Monthly Fact Sheet as at 30 September 2023



#### **Portfolio Managers**



**Felix Fok**Portfolio Manager



Alexander Whight
Portfolio Manager

The Fund fell 4.2% in September (benchmark -4.4%) with relative performance helped by its commodity producers and bank holdings. Since launch (12 April 2013) the Fund has returned a cumulative 125.8% (benchmark 121.0%).

Positive contributors included oil and gas company Shell (+8.1%), and copper producer Teck Resources (+5.0%), both benefiting from higher commodity prices. Bank of Ireland (+1.0%) and UK bank NatWest (+2.3%) benefited from an investor rotation towards "value" stocks which trade on lower earnings multiples.

Elsewhere, KFC operator Yum China (+3.8%) gave an upbeat medium-term outlook this month. Despite worries over China's residential property market, Yum China sees sustained store count growth and a steady sales recovery per store.

Detractors included wine and spirits company Pernod Ricard (-12.9%) on softer demand in China and North America. Contact centre solutions provider NICE (-12.7%) was soft for a second month, but we believe it is well-positioned for the ongoing digitisation of customer service.

HCA HealthCare, which we reduced in August, declined (-11.1%) and, whilst medium-term it remains well-positioned to grow as a leading US hospital operator, investor concerns about short-term earnings uncertainty weighed on the shares. The Fund initiated positions in Sensata Technologies and Uber Technologies. Sensata is an attractively valued automotive component supplier set to enjoy accelerating growth from electric vehicles. Uber is a leader, and has scale, in the rideshare/food delivery and freight transport market, which should support future profitable growth.

We maintain our focus on attractive opportunities across investment styles, balancing quality, growth and value.

To view Milford's September 2023 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.

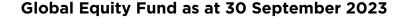
#### **Key Fund Facts**

Objective <sup>1</sup>	To provide capital growth by out-performing the relevant share market index over the minimum recommended investment timeframe
Description	Primarily invests in international equities

Description Filma	Thy invests in international equities			
Minimum recommended investment timeframe	8 years +			
Target Allocation	5% Income Assets / 95% Growth Assets			
Neutral FX Exposure	50.0%			
Net Asset Value (NAV)	\$386.9 M			
Buy-sell Spread	None - 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 Fee <sup>2</sup>	1.35%			
Performance Fee	15% of the Fund's returns above the Benchmark ¹, subject to the high watermark.			
Total Fund Fees <sup>3</sup>	1.35%			
	Lower risk Higher risk			
Risk Indicator	1 2 3 4 5 6 7			

Potentially lower returns

Potentially higher returns





Unit Price: \$2.2268

#### Investment Performance after fees as at 30 September 2023<sup>4</sup>

	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)	-4.19%	-5.37%	11.04%	4.17%	7.29%	8.09%
After Tax 10.50%	-4.26%	-5.46%	10.73%	3.81%	7.00%	7.79%
After Tax 17.50%	-4.31%	-5.52%	10.52%	3.57%	6.81%	7.60%
After Tax 28.00%	-4.39%	-5.61%	10.21%	3.21%	6.52%	7.30%
Benchmark	-4.38%	-2.00%	17.74%	10.31%	8.34%	7.87%

## **Top Security Holdings**

Holdings	% of Fund
Meta Platforms	4.78%
Elevance Health	3.62%
Arthur J Gallagagh	3.57%
Fiserv	3.55%
Avantor	3.51%
Nice	3.28%
Coca-Cola Europacific Partners	3.11%
SS&C Technologies Holdings	2.89%
Sony	2.87%
Aptiv	2.85%

#### **Sector Allocation**

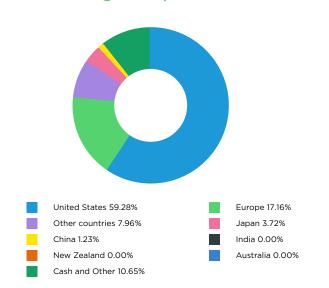
Allocation	Weight %
Health Care	16.32%
Information Technology	15.82%
Consumer Discretionary	14.63%
Industrials	12.26%
Financials	11.12%
Consumer Staples	8.66%
Communication Services	4.72%
Energy	2.49%
Other Sectors	3.33%
Cash and Other	10.65%

#### **Current Asset Allocation**

	Actual Investment Mix	Neutral Investment Mix
Effective Cash#	10.65%	5%
New Zealand Fixed Interest	0.00%	0.0%
International Fixed Interest	0.00%	0.0%
New Zealand Equities	0.00%	0.0%
Australian Equities	0.00%	0.0%
International Equities	89.35%	95%
Other	0.00%	0.0%

<sup>#</sup> The actual cash held by the Fund is 5.97%. Effective Cash reported above is adjusted to reflect the Fund's notional positions (e.g. derivatives used to increase or reduce market exposure).

## **Region Exposure**



<sup>1.</sup> 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.