

Milford KiwiSaver Plan

KiwiSaver Active Growth Fund

Monthly Fact Sheet as at 28 February 2022



Portfolio Managers



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The Fund fell 0.9% in February in what was a particularly volatile month for shares due to uncertainty over the situation in Ukraine. Global shares ended the month down 2.7% after staging a rally towards the end of the month. New Zealand and Australian shares finished the month up 0.7% and 2.1% respectively, boosted by returns in energy and commodity companies. The Fund out-performed market returns due to strategies to help cushion market falls in global shares.

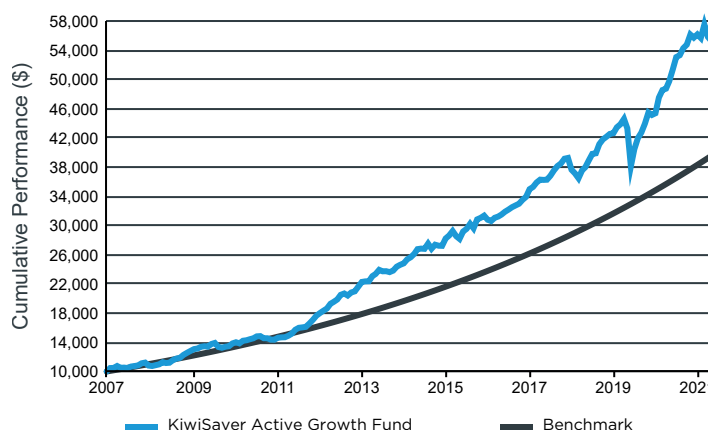
Key company positives during the month included New Zealand electricity companies Meridian Energy (+14.6%) and Contact Energy (+3.7%) which benefitted from rising electricity prices and the move towards renewable generation. Oil and gas companies again performed well with Santos (+3.9%) and EOG Resources (+3.1%) benefitting from rising oil prices. The best performer for the month was Genworth Mortgage Insurance Australia which was up 23.5%. Genworth rose following news it had retained a major customer, a strong result and a private equity company acquiring a stake in the company on the market. We believe Genworth was materially undervalued trading below its book value.

The outlook for shares remains supported by the prospect of good growth (as Covid restrictions subside), strong company earnings, relatively low interest rates and high levels for liquidity. The key headwinds are the relatively high valuations of some companies, the impact of rising inflation on consumer income and company profit margins, the prospect of rising interest rates and political uncertainty. Given the increasing headwinds facing shares, the Fund has become more cautious with a reduced holding in shares and increased holding in cash. The strategy of the Fund continues to be to construct a portfolio of investments which provide attractive medium-term risk adjusted returns. Rising volatility in markets can create opportunities to acquire companies at more attractive valuations.

To view Milford's March 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.

Key Fund Facts

Objective¹	To provide annual returns of 10% over the minimum recommended investment timeframe
Description	Diversified fund that primarily invests in equities, with a moderate allocation to fixed interest securities

Minimum recommended investment timeframe	7 years +
Target Allocation	22% Income Assets / 78% Growth Assets
Neutral FX Exposure	16.0%
Net Asset Value (NAV)	\$2,976.0 M
Buy-sell Spread	None - swing pricing applies (See PDS for details)
Inception Date	1 October 2007
Benchmark	10% p.a.
Base Fund Fee²	1.05%
Performance Fee	15% of the Fund's returns above the Benchmark ¹ , subject to the high watermark.
Total Fund Fees³	1.15% (includes an est. performance fee)

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

External Ratings



Milford KiwiSaver Active Growth Fund received a Morningstar Analyst Rating™ of 'Silver' on 07-07-2020

Investment Performance after fees as at 28 February 2022⁴

Unit Price: \$5.1373

	1 Month	3 Months	1 year	3 years (p.a.)	5 years (p.a.)	Since inception (p.a.)
Milford KiwiSaver Active Growth Fund (Gross Of Tax)	-0.94%	-0.69%	11.15%	13.34%	11.92%	12.59%
After Tax 10.50%	-0.99%	-0.80%	11.03%	13.03%	11.59%	12.08%
After Tax 17.50%	-1.02%	-0.88%	10.95%	12.83%	11.37%	11.87%
After Tax 28.00%	-1.07%	-0.99%	10.83%	12.52%	11.04%	11.45%
Benchmark	0.73%	2.38%	10.0%	10.0%	10.0%	10.0%

Top Equity Holdings

Holdings	% of Fund
Contact Energy	3.89%
Santos	2.86%
Virgin Money	2.66%
Alphabet	2.43%
HCA Holdings	2.15%
EOG Resources	2.07%
Microsoft	1.99%
CRH	1.76%
EBOS Group	1.69%
JPMorgan	1.68%

Current Asset Allocation

	Actual Investment Mix	Neutral Investment Mix
Effective Cash #	21.41%	6.0%
New Zealand Fixed Interest	1.33%	2.0%
International Fixed Interest	12.87%	14.0%
New Zealand Equities	16.94%	20.0%
Australian Equities	15.21%	18.0%
International Equities	32.24%	40.0%
Other	0.00%	0.0%

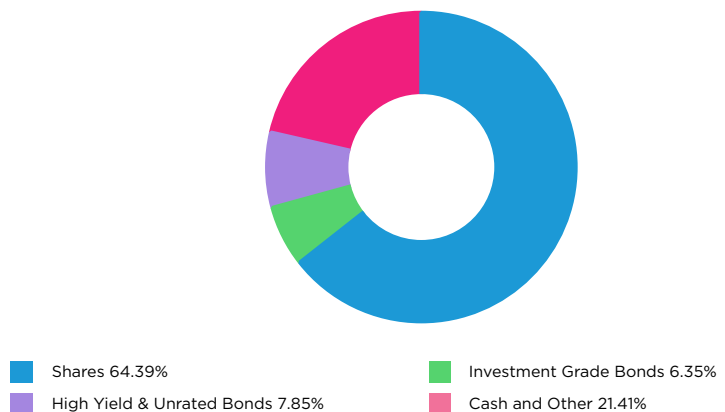
The actual cash held by the Fund is 6.07%. Effective Cash reported above is adjusted to reflect the Fund's notional positions (e.g. derivatives used to increase or reduce market exposure).

Top Fixed Interest Holdings

Holdings	% of Fund
ING Groep 4.25% Perpetual	1.47%
NatWest 5.125% Perpetual	1.30%
Westpac 5% 2027	1.28%
JPMorgan 5% 2024	1.27%
Barclays 4.375% Perpetual	1.07%
Lloyds Bank 5.125% Perpetual	0.84%
Scentre Group 5.125% 2080	0.75%
Barclays 5.875% 2024	0.64%
Bank of America 4.375% Perpetual	0.49%
Bank of Queensland Float 2032	0.47%

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

Fund Portfolio Mix


PROVIDER OF THE YEAR
KIWISAVER 2020 - 2021

OUTSTANDING VALUE
KIWISAVER SCHEME 2020 - 2021

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. This is based on the performance of the AonSaver AMT Milford Aggressive Fund until 31 March 2010 and the Milford KiwiSaver Active Growth Fund from 1 April 2010. 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-ks for more information about the data published within this document.

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