

# KiwiSaver Active Growth Fund

Portfolio Investment Entity

Monthly Fact Sheet as at 31 March 2021



## Portfolio Managers



**Jonathan Windust**  
Portfolio Manager



**William Curstayne**  
Co-Portfolio Manager

The Fund rose 3.3% in March with good returns from share markets; global (+4.3%), Australia (+2.5%) and New Zealand (+2.9%). Share markets focused on the positive economic outlook supported by low rates and high levels of government spending. The US economy is forecast to grow around 6.0% in 2021, the strongest growth since 1984. The Fund performed in line with market returns for the month.

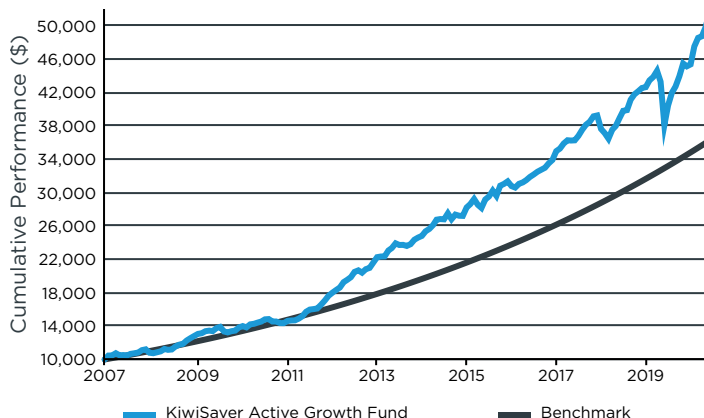
Key positives during the month were US companies exposed to consumer spending and the housing market including; Lowes (+19.0%), Home Depot (+18.9%) and DR Horton (+15.9%). Home Depot and Lowes sell home improvement and building materials and are benefitting from US government stimulus checks paid during the month and high levels of personal savings. DR Horton is the largest homebuilder in the US and is benefitting from a positive housing market. During the month the Fund added to holdings in CNH Industrial the producer of agricultural, construction and industrial equipment; including Case and New Holland tractors. We believe the CNH is attractively valued and well positioned to benefit from increased spending on farm equipment due to the substantial rises in many commodity prices.

The outlook for shares is supported by the prospect of strong economic growth, improvements in company earnings, continued low short-term interest rates and high levels of liquidity. The key headwind for markets is relatively high market valuations, generally optimistic investor sentiment and the prospect of rising interest rates and company taxes. On balance we retain a positive outlook for shares but given the high levels of optimism, we remain selective in our investments and look to avoid over inflated companies and those sensitive to rising long-term interest rates.

To view Milford's April 2021 Market and Economic Review please see [milfordasset.com/fact-sheet](http://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

**Objective<sup>1</sup>** Annual returns of 10% over a minimum of five years

**Description** Diversified fund that primarily invests in equities, with a moderate allocation to fixed interest securities

**Target Allocation** 22% Income Assets / 78% Growth Assets

**Neutral FX Exposure** 15.0%

**Net Asset Value (NAV)** \$2,222.9 M

**Buy-sell Spread** None - swing pricing applies (See PDS for details)

**Inception Date** 1 October 2007

**Benchmark** 10% p.a.

**Base Fund Fee<sup>2</sup>** 1.05%

**Performance Fee** 15% of the Fund's returns above the Benchmark<sup>1</sup>, subject to the high watermark.

**Total Fund Fees<sup>3</sup>** 1.20% (includes an est. performance fee)



## External Ratings



Milford KiwiSaver Active Growth Fund received a Morningstar Analyst Rating™ of 'Silver' on 29-05-2018

# KiwiSaver Active Growth Fund as at 31 March 2021

## Investment Performance after fees as at 31 March 2021<sup>4</sup>

Unit Price: \$4.7803

	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)	3.26%	5.82%	34.81%	12.30%	11.98%	12.88%
After Tax 10.50%	3.28%	5.66%	34.31%	11.99%	11.63%	12.35%
After Tax 17.50%	3.29%	5.55%	33.98%	11.77%	11.39%	12.13%
After Tax 28.00%	3.31%	5.38%	33.49%	11.45%	11.04%	11.69%
Benchmark	0.81%	2.37%	9.99%	10.00%	10.00%	10.00%

## Top Equity Holdings

Holdings	% of Fund
Fisher & Paykel	3.97%
Spark	3.31%
Virgin Money	2.75%
Summerset	2.38%
Alphabet	2.24%
Microsoft	2.24%
Dr Horton	1.97%
HCA Holdings	1.92%
Contact Energy	1.91%
Lowe's	1.91%

## Current Asset Allocation

	Actual Investment Mix	Neutral Investment Mix
Effective Cash #	9.69%	6.00%
New Zealand Fixed Interest	0.72%	2.00%
International Fixed Interest	7.37%	14.00%
New Zealand Equities	23.13%	22.00%
Australian Equities	19.45%	18.00%
International Equities	39.64%	38.00%
Other	0.00%	0%

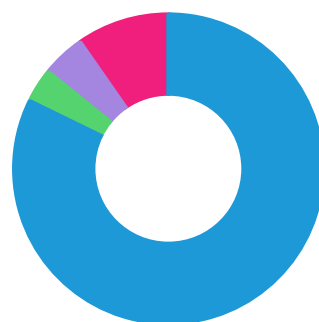
# The actual cash held by the Fund is 5.33%. Effective Cash reported above is adjusted to reflect the Fund's notional positions (e.g. derivatives used to increase or reduce market exposure).

## Top Fixed Interest Holdings

Holdings	% of Fund
Scentre Group 5.125% 2080	0.73%
CYBG 8% 2049	0.64%
NatWest 6% Perpetual	0.58%
Lloyds Bank 5.125% Perpetual	0.52%
Crown Resorts 5.795% 2075	0.49%
Barclays 5.875% 2024	0.42%
Barclays 7.75% Perpetual	0.31%
Lloyds Bank 7.5% Perpetual	0.31%
NatWest 5.125% Perpetual	0.28%
CYBG 7.875% 2028	0.23%

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

## Fund Portfolio Mix



Shares 82.22%	Investment Grade Bonds 3.57%
High Yield & Unrated Bonds 4.52%	Cash and Other 9.69%



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](http://milfordasset.com/fact-sheet-ks) for more information about the data published within this document.

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