

Milford KiwiSaver Plan  
**KiwiSaver Active Growth Fund**  
 Monthly Fact Sheet as at 31 March 2022



### Portfolio Managers



**Jonathan Windust**  
Portfolio Manager



**William Curayne**  
Co-Portfolio Manager

The Fund had a flat return in March. It was another volatile month for shares and bonds with uncertainty over Ukraine, high inflation, rising interest rates and the growth outlook. Global shares staged a rally mid-month as retail investors became less cautious and invested cash. Performances varied across share markets; Australia (+6.9%), global (+3.1%) and New Zealand (+1.4%). New Zealand lagged in part due to concerns over the impact of higher interest rates on economic growth. Higher interest rates also created a short-term headwind for fixed income markets, the global and Australian fixed income indices we follow fell 2.25% and 1.59% respectively during March. The Fund underperformed market returns due to our more defensive strategies and in particular investments in lower value companies which lagged.

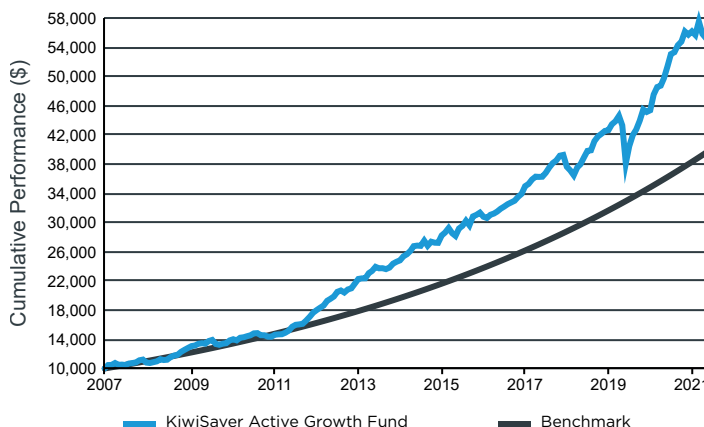
Key company positives during the month included Australian mining company IGO (+29.4%), insurance broker AON (+11.5%) and agricultural equipment makers Agco (+21.5%) and John Deere (+15.7%). IGO mines lithium and nickel, used in electronic vehicle manufacture, and benefitted from rising commodity prices as higher energy prices increased demand for alternate fuels. Insurance broker AON is a beneficiary of high inflation as they pass on higher insurance rates leading to improved margins. Agricultural companies are benefitting from rising agricultural commodity prices due to the prospect of significantly reduced supply from Ukraine.

The outlook for shares remains uncertain. In the short-term growth remains generally strong, short-term interest rates are low and liquidity remains high. However, over the medium-term there are headwinds with rising inflation hurting consumer's income and company profit margins, and increasing interest rates likely to slow growth. Company valuations in aggregate remain relatively full however we continue to find companies that are attractively valued relative to their growth prospects. Across regions, New Zealand is our least preferred as interest rates have risen faster and are likely to impact growth sooner. Given the uncertain environment, the Fund's investment in shares remains selective and is focused on those we believe have reasonable valuations and provide attractive returns relative to risk. The Fund also holds a higher level of cash.

To view Milford's April 2022 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>** 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

<b>Minimum recommended investment timeframe</b>	7 years +
<b>Target Allocation</b>	22% Income Assets / 78% Growth Assets
<b>Neutral FX Exposure</b>	16.0%
<b>Net Asset Value (NAV)</b>	\$3,008.5 M
<b>Buy-sell Spread</b>	None - swing pricing applies (See PDS for details)
<b>Inception Date</b>	1 October 2007
<b>Benchmark</b>	10% p.a.
<b>Base Fund Fee<sup>2</sup></b>	1.05%
<b>Performance Fee</b>	15% of the Fund's returns above the Benchmark <sup>1</sup> , subject to the high watermark.
<b>Total Fund Fees<sup>3</sup></b>	1.20% (includes an est. performance fee)

	Lower risk	4			Higher risk		
<b>Risk Indicator</b>	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

# KiwiSaver Active Growth Fund as at 31 March 2022

## Investment Performance after fees as at 31 March 2022<sup>4</sup>

Unit Price: \$5.1327

	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)	-0.03%	-3.89%	7.61%	12.40%	11.64%	12.51%
After Tax 10.50%	-0.01%	-3.98%	7.50%	12.13%	11.32%	12.01%
After Tax 17.50%	0.01%	-4.04%	7.42%	11.95%	11.11%	11.80%
After Tax 28.00%	0.03%	-4.13%	7.30%	11.67%	10.79%	11.38%
Benchmark	0.81%	2.38%	10.0%	10.0%	10.0%	10.0%

## Top Equity Holdings

Holdings	% of Fund
Contact Energy	4.07%
Virgin Money	2.68%
Santos	2.53%
Alphabet	2.05%
Microsoft	1.96%
HCA Holdings	1.87%
CRH	1.81%
JPMorgan	1.73%
EOG Resources	1.73%
Fisher & Paykel	1.67%

## Current Asset Allocation

	Actual Investment Mix	Neutral Investment Mix
Effective Cash #	16.21%	6.0%
New Zealand Fixed Interest	1.25%	2.0%
International Fixed Interest	13.54%	14.0%
New Zealand Equities	16.36%	20.0%
Australian Equities	17.54%	18.0%
International Equities	34.62%	40.0%
Other	0.48%	0.0%

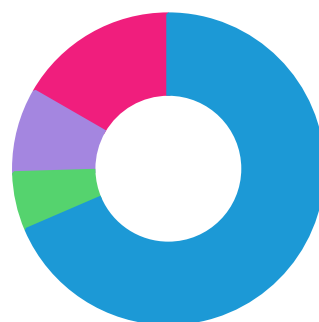
# The actual cash held by the Fund is 4.19%. Effective Cash reported above is adjusted to reflect the Fund's notional positions (e.g. derivatives used to increase or reduce market exposure).

## Top Fixed Interest Holdings

Holdings	% of Fund
ING Groep 4.25% Perpetual	1.36%
NatWest 5.125% Perpetual	1.21%
Westpac 5% 2027	1.17%
Barclays 4.375% Perpetual	0.97%
JPMorgan 5% 2024	0.80%
Lloyds Bank 5.125% Perpetual	0.79%
Scentre Group 5.125% 2080	0.69%
Barclays 5.875% 2024	0.60%
SVB 4.7% Perpetual	0.59%
Bank of Queensland Float 2032	0.46%

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

## Fund Portfolio Mix



■ Shares 68.52%
 ■ Investment Grade Bonds 6.01%
 ■ High Yield & Unrated Bonds 8.79%
 ■ Cash and Other 16.68%



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

Disclaimer: The Milford Fund Fact Sheet has been prepared by Milford Funds Limited. It is based on information believed to be accurate and reliable although no guarantee can be given that this is the case. No reproduction of any material either in part or in full is permitted without prior permission. For more information about the Fund, please refer to the Production Disclosure Statement or the latest Quarterly Fund Update.