

KiwiSaver Aggressive Fund

Portfolio Investment Entity

Monthly Fact Sheet as at 31 October 2020



Portfolio Managers



Stephen Johnston
Portfolio Manager



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Co-Portfolio Manager

The Fund fell 0.9% in October and is up 15.0% over the last year. October was a weak month for global share markets, due to a resurgence in COVID-19 cases in the Northern Hemisphere, lack of additional fiscal stimulus in the US, and uncertainty surrounding the US election.

Key positive contributors included Indian private bank HDFC Bank (+15.0%), which rose after delivering strong second quarter earnings despite the weak economic backdrop in India, reflecting the quality of its management team. US aggregates company Martin Marietta (+13.2%) continued its strong recent run on hopes that a Democratic presidency with Congress control in the US election would likely lead to a large infrastructure package. Alphabet (+10.3%), the parent company of Google, outperformed its US technology peers, after posting strong third quarter earnings due to a rebound in digital advertising at its core search business and YouTube.

Detractors from performance included Mastercard (-14.5%) after earnings for the third quarter disappointed. Mastercard's higher margin cross-border card transactions remained depressed as a result of the pandemic and border closures leading to less holiday and business travel. A successful vaccine would be a positive catalyst for cross-border activity to recover. US homebuilder DR Horton (-11.7%) fell on profit taking after more than doubling since its low in March. US housing fundamentals remain supportive with strong demand and historically low mortgage rates, but demand could be impacted in the short term by the surge in COVID-19 cases.

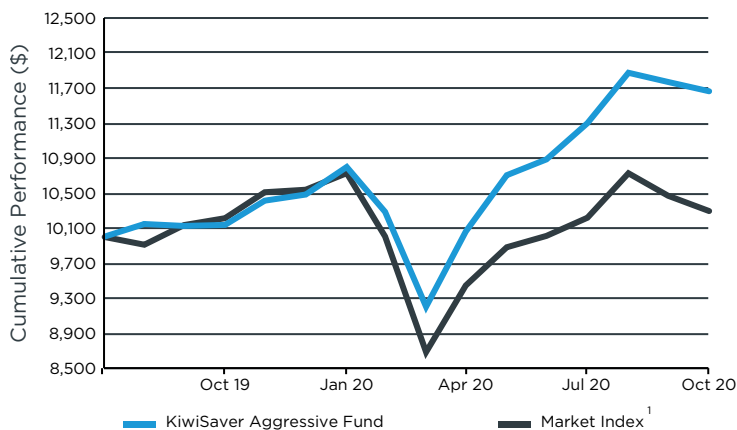
Positive contributors in Australasia included financial services platform HUB24 (+24.2%) and auto parts retailer Bapcor (+12.8%). In New Zealand, Fisher & Paykel Healthcare (+5.2%) and Mainfreight (+17.2%) rebounded from September weakness. In terms of local detractors, iron ore producer BHP (-5.1%) and Australian Finance Group (-5.6%) both fell in October.

We expect volatility to stay high in the short term given the uncertainty surrounding the US election and the success of Phase 3 vaccine trials for COVID-19. We continue to take an opportunistic approach in this market volatility, by identifying high quality businesses that will emerge from this downturn even stronger.

To view Milford's November 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

Objective² Maximise capital growth over a minimum of fifteen years

Description Primarily invests in international equities, with a moderate allocation to Australasian equities

Target Allocation 5% Income Assets / 95% Growth Assets

Neutral FX Exposure 24.5%

Net Asset Value (NAV) \$214.7 M

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

Inception Date 1 August 2019

Benchmark Not applicable

Base Fund Fee³ 1.15%

Performance Fee The Fund may invest into related Milford funds that charge performance fees.

Total Fund Fees⁴ 1.15%



KiwiSaver Aggressive Fund as at 31 October 2020

Investment Performance after fees as at 31 October 2020⁵

Unit Price: \$1.1642

	1 Month	3 Months	1 year	3 years (p.a.)	5 years (p.a.)	Since inception (p.a.)
Milford KiwiSaver Aggressive Fund (Gross Of Tax)	-0.90%	3.22%	15.04%	-	-	13.05%
After Tax 10.50%	-0.92%	3.18%	14.71%	-	-	12.83%
After Tax 17.50%	-0.94%	3.16%	14.48%	-	-	12.68%
After Tax 28.00%	-0.96%	3.12%	14.14%	-	-	12.45%
Market Index ¹	-1.67%	0.74%	0.80%	-	-	2.36%

Top Security Holdings

Holdings	% of Fund's NAV
Amazon	2.89%
Microsoft Corp	2.55%
Alphabet	2.43%
Thermo Fisher Scientific	2.22%
HDFC Bank	1.86%
Zoetis	1.83%
Martin Marietta	1.82%
Alibaba Group	1.79%
Intercontinental Exchange	1.72%
Transunion	1.67%

Current Asset Allocation

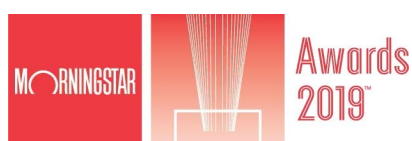
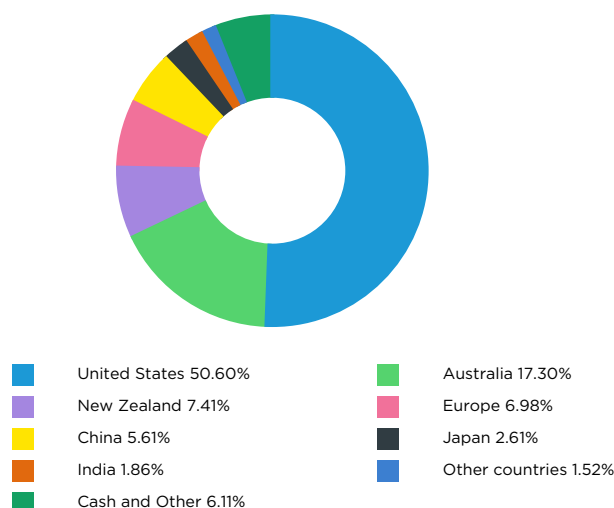
	Actual Investment Mix	Neutral Investment Mix
Effective Cash #	6.11%	5.00%
New Zealand Fixed Interest	0.00%	0%
International Fixed Interest	0.00%	0%
New Zealand Equities	6.91%	5.00%
Australian Equities	18.17%	20.00%
International Equities	68.81%	70.00%
Other	0.00%	0%

The actual cash held by the Fund is 8.52%. 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	20.53%
Consumer Discretionary	15.01%
Health Care	13.59%
Financials	11.02%
Industrials	9.17%
Communication Services	7.61%
Cash and Other	6.11%
Materials	6.04%
Consumer Staples	5.55%
Real Estate	3.80%
Utilities	1.29%
Energy	0.28%

Region Exposure



1. The Fund does not have a performance benchmark, hence a market index has been included for comparison purposes. See the Statement of Investment Policy and Objectives for more details on the market index. The market index is a blend of indices that represent the Fund's neutral asset allocation. Note the Fund's investment strategy is designed to achieve its objective, which may mean that at times, the returns of the market index may not be an appropriate measure. 2. After the base fund fee but before tax and before the performance fee. 3. Where applicable, the Base Fund Fee includes an estimate of non-related underlying fund charges. 4. 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. 5. 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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