

Milford KiwiSaver Aggressive Fund

Portfolio Investment Entity

Monthly Fact Sheet as at 31 January 2022



Portfolio Managers



Stephen Johnston
Portfolio Manager



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Co-Portfolio Manager

The Fund fell 5.3% in January, driven by concerns that monetary policy was about to be tightened. These concerns, combined with impacts of the global Omicron wave saw our high growth companies underperform in January. Our holding in robotic surgery market leader Intuitive Surgical (-20.9%) and long-term holdings in healthcare, Thermo Fisher Scientific (-12.9%) and Danaher (-13.1%) had a rough month but despite the short-term pain we maintain a positive long-term view.

There were also a number of bright spots in the market to call out. A key positive contributor in January was US payments network Mastercard (+7.7%) which significantly outperformed the US share market. There is significant pent-up demand for travel and in recent earnings results Mastercard was confident in a return to pre pandemic levels of profitable cross border travel, by the end of 2022. Visa (+4.4%) made similar comments in their quarterly earnings and both payments networks look poised to outperform in 2022. With increased conviction, we are adding to our holdings in Visa & Mastercard.

US agriculture machinery giant Deere (+9.8%) also outperformed, benefitting from the rotation out of growth stocks into cheaper parts of the market. We are really excited about the increased adoption of technology in agriculture to increase efficiency and reduce costs. Deere is the market leader in precision agriculture and during the month unveiled the industry's first fully autonomous tractor.

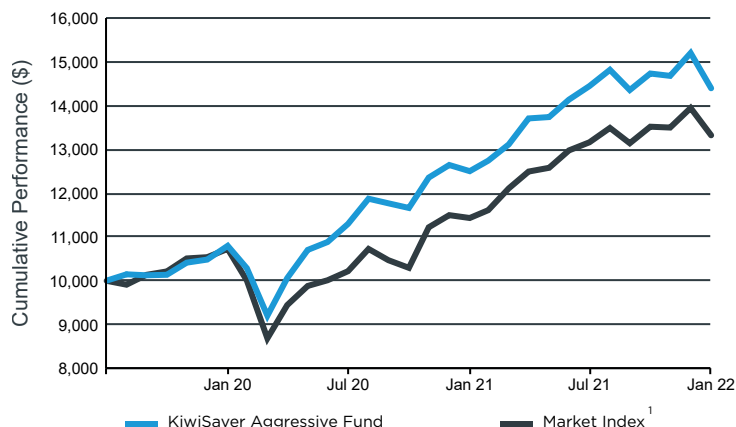
Australasian markets made a weak start to 2022, particularly the New Zealand market. Key detractors for the month were Mainfreight (-11.1%) and Fisher & Paykel Healthcare (-15.3%). Bucking the trend in January were commodity companies with BHP (+11.7%) outperforming.

Looking ahead, we expect elevated volatility in share markets given the uncertainty in the inflation outlook. We have increased our cash levels to allow us to take advantage of the volatility, through adding to our favoured names at cheaper prices.

To view Milford's February 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

Objective ²	To maximise capital growth over the minimum recommended investment timeframe
Description	Primarily invests in international equities, with a moderate allocation to Australasian equities

Minimum recommended investment timeframe	10 years +
Target Allocation	5% Income Assets / 95% Growth Assets
Neutral FX Exposure	24.5%
Net Asset Value (NAV)	\$766.1 M
Buy-sell Spread	None - swing pricing applies (See PDS for details)
Inception Date	1 August 2019
Benchmark	Not applicable
Base Fund Fee ³	1.15%
Performance Fee	The Fund may invest into related Milford funds that charge performance fees.
Total Fund Fees ⁴	1.15%

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

KiwiSaver Aggressive Fund as at 31 January 2022

Investment Performance after fees as at 31 January 2022⁵

Unit Price: \$1.4349

	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)	-5.29%	-2.28%	15.13%	-	-	15.65%
After Tax 10.50%	-5.22%	-2.15%	15.04%	-	-	15.30%
After Tax 17.50%	-5.18%	-2.07%	14.97%	-	-	15.06%
After Tax 28.00%	-5.11%	-1.94%	14.87%	-	-	14.71%
Market Index ¹	-4.47%	-1.45%	16.51%	-	-	12.14%

Top Security Holdings

Holdings	% of Fund
Alphabet	3.00%
Microsoft	2.98%
Mastercard	2.17%
Aon	1.87%
Intercontinental Exchange	1.79%
Danaher	1.78%
Meta Platforms	1.77%
Analog Devices	1.72%
Wyndham Hotels	1.72%
HCA Holdings	1.67%

Current Asset Allocation

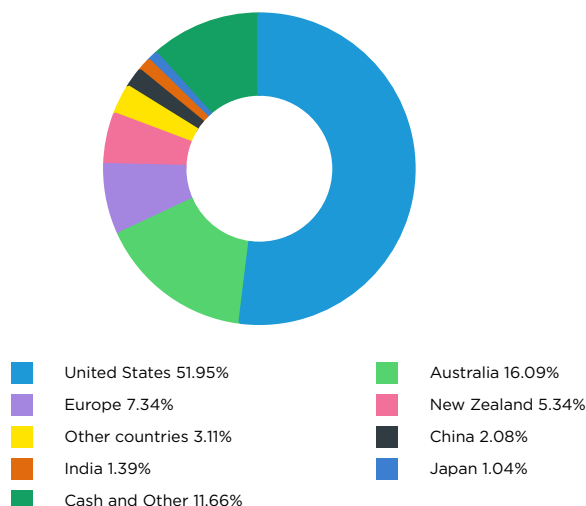
	Actual Investment Mix	Neutral Investment Mix
Effective Cash [#]	11.66%	5.0%
New Zealand Fixed Interest	0.00%	0.0%
International Fixed Interest	0.00%	0.0%
New Zealand Equities	5.50%	5.0%
Australian Equities	17.15%	20.0%
International Equities	65.69%	70.0%
Other	0.00%	0.0%

[#] The actual cash held by the Fund is 11.83%. 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	20.37%
Financials	16.25%
Health Care	10.81%
Consumer Discretionary	9.76%
Industrials	7.98%
Communication Services	7.45%
Materials	4.73%
Consumer Staples	3.46%
Other Sectors	7.53%
Cash and Other	11.66%

Region Exposure



PROVIDER OF THE YEAR
KIWISAVER 2020 - 2021



OUTSTANDING VALUE
KIWISAVER SCHEME 2020 - 2021

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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