

# Milford KiwiSaver Plan

## KiwiSaver Aggressive Fund

### Monthly Fact Sheet as at 30 June 2023



#### Portfolio Managers



**Stephen Johnston**  
Portfolio Manager



**Jonathan Windust**  
Co-Portfolio Manager

The Fund gained 3.4% in June. Globally, share markets rose to end a strong first half of the year, as inflation continued to moderate and economic growth remained resilient. The rally broadened in June, with cyclical sectors more exposed to economic growth (e.g. industrials, consumer discretionary and commodities) outperforming technology and defensive sectors.

The top contributor this month was electrical products distributor Wesco (+30.6%), which serves a diverse range of customers across a wide range of industries. Wesco is a key play on some of our favourite investment themes such as electrification, grid modernisation and renewable energy. Hospital Corporation of America (+15.1%), the largest private hospital operator in the United States, rebounded in June, as patient volumes remained strong and labour costs looked contained. A relatively new addition to the Fund, US auto parts supplier Aptiv (+15.9%), also performed strongly in June as investors rotated into laggards. We think the company is well positioned longer term, as it supplies smart vehicle architecture which enables the shift to Electric Vehicles. Other strong performers included insurance broker Arthur J. Gallagher (+9.9%), artificial intelligence beneficiary Meta (+8.4%) and the market leader in portable storage units, WillScot Mobile Mini (+10.9%).

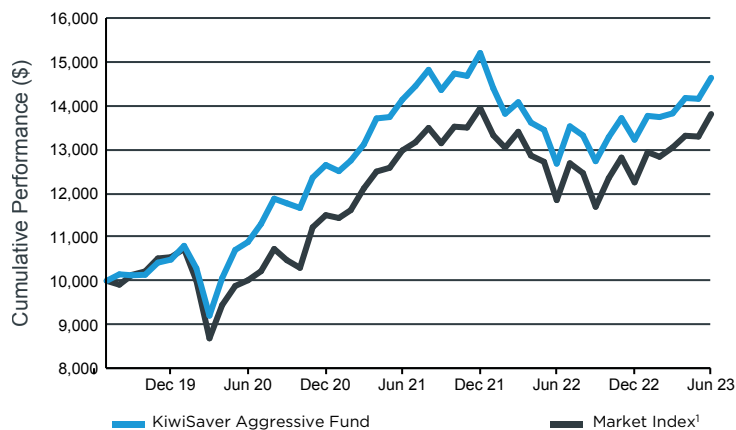
Negative contributors this month included defensive holdings such as US health insurer Elevance Health (-0.5%) despite attractive valuations and a solid earnings outlook. US semiconductor company Micron Technology (-7.5%) also underperformed, despite releasing better than expected third quarter results, on concerns the recovery in demand and margins may be more prolonged than expected.

Closer to home, relative outperformers included lithium/nickel miner IGO (+6.6%) and mining giant Rio Tinto (+7.2%). Locally, Fisher & Paykel Healthcare (+6.8%) rebounded from a weak May. EBOS (-12.7%) was a drag on performance after losing a major contract with Chemist Warehouse. Looking ahead, the good news is most global central banks are close to peak or have already completed their interest rate hikes this cycle. Despite the strong rally in share markets, we continue to find compelling opportunities that are aligned with our favourite investment themes.

To view Milford's June 2023 Market and Economic Review please see [milfordasset.com/insights](https://milfordasset.com/insights).

#### Cumulative Fund Performance

(after fees and before tax)



Assumes the growth of \$10,000 invested at the Fund's inception date.

#### Key Fund Facts

|                              |  |
|------------------------------|--|
| <b>Objective<sup>2</sup></b> | To maximise capital growth over the minimum recommended investment timeframe                     |
| <b>Description</b>           | Primarily invests in international equities, with a moderate allocation to Australasian equities |

|   |   |
|---|---|
| <b>Minimum recommended investment timeframe</b> | 10 years +  |
| <b>Target Allocation</b>                        | 5% Income Assets / 95% Growth Assets  |
| <b>Neutral FX Exposure</b>                      | 24.5%   |
| <b>Net Asset Value (NAV)</b>                    | \$1,030.7 M   |
| <b>Buy-sell Spread</b>                          | None - swing pricing applies (See PDS for details)  |
| <b>Inception Date</b>                           | 1 August 2019   |
| <b>Benchmark</b>                                | Not applicable  |
| <b>Base Fund Fee<sup>3</sup></b>                | 1.15%   |
| <b>Performance Fee</b>                          | Not applicable  |
| <b>Total Fund Fees<sup>4</sup></b>              | 1.15%   |
| <b>Risk Indicator</b>                           | <div style="display: flex; justify-content: space-between; align-items: center;"> <span>Lower risk</span> <span>Higher risk</span> </div> <div style="display: flex; justify-content: center; align-items: center; gap: 10px;"> <span>1</span> <span>2</span> <span>3</span> <span>4</span> <span style="border: 2px solid blue; border-radius: 50%; padding: 2px 5px;">5</span> <span>6</span> <span>7</span> </div> <div style="display: flex; justify-content: space-between; margin-top: 5px;"> <span>Potentially lower returns</span> <span>Potentially higher returns</span> </div> |

# KiwiSaver Aggressive Fund as at 30 June 2023

## Investment Performance after fees as at 30 June 2023<sup>5</sup>

Unit Price: \$1.4552

|  | 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) | 3.39%   | 5.88%    | 15.47% | 10.37%         | -              | 10.21%                 |
| After Tax 10.50%                                 | 3.35%   | 5.82%    | 15.20% | 9.99%          | -              | 9.90%                  |
| After Tax 17.50%                                 | 3.32%   | 5.79%    | 15.02% | 9.73%          | -              | 9.68%                  |
| After Tax 28.00%                                 | 3.28%   | 5.73%    | 14.75% | 9.35%          | -              | 9.36%                  |
| Market Index <sup>1</sup>                        | 3.86%   | 5.85%    | 16.58% | 11.31%         | -              | 8.59%                  |

## Top Security Holdings

| Holdings                       | % of Fund |
|--------------------------------|-----------|
| Avantor                        | 2.53%     |
| Meta Platforms                 | 2.50%     |
| HCA Holdings                   | 2.49%     |
| Microsoft                      | 2.38%     |
| Elevance Health                | 2.35%     |
| Willscot Mobile Mini Holdings  | 2.17%     |
| Coca-Cola Europacific Partners | 2.15%     |
| Boston Scientific              | 2.10%     |
| Shell                          | 2.05%     |
| Alphabet                       | 1.96%     |

## Current Asset Allocation

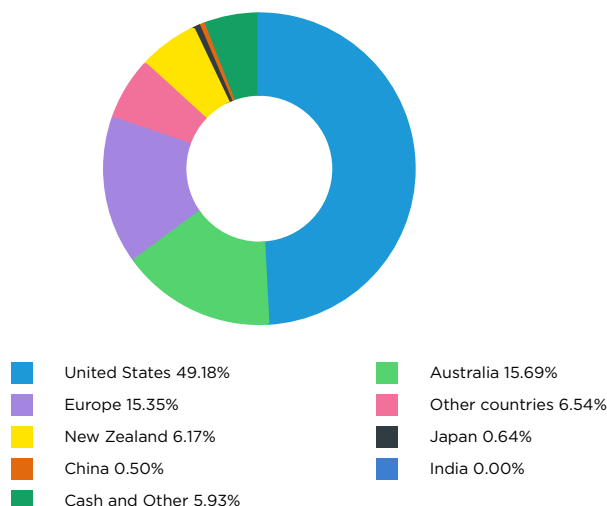
|                              | Actual Investment Mix | Neutral Investment Mix |
|------------------------------|-----------------------|------------------------|
| Effective Cash #             | 5.93%                 | 5%                     |
| New Zealand Fixed Interest   | 0.00%                 | 0.0%                   |
| International Fixed Interest | 0.00%                 | 0.0%                   |
| New Zealand Equities         | 5.85%                 | 5%                     |
| Australian Equities          | 16.45%                | 20%                    |
| International Equities       | 71.77%                | 70%                    |
| Other                        | 0.00%                 | 0.0%                   |

# The actual cash held by the Fund is 9.41%. 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 % |
|------------------------|----------|
| Health Care            | 14.78%   |
| Information Technology | 13.77%   |
| Financials             | 12.67%   |
| Consumer Discretionary | 10.64%   |
| Industrials            | 9.51%    |
| Materials              | 7.76%    |
| Communication Services | 7.06%    |
| Consumer Staples       | 6.51%    |
| Other Sectors          | 11.37%   |
| Cash and Other         | 5.93%    |

## Region Exposure



**PROVIDER OF THE YEAR**  
KIWISAVER 2020 - 2022



**OUTSTANDING VALUE**  
KIWISAVER SCHEME 2020 - 2022

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

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