

# KiwiSaver Aggressive Fund

Portfolio Investment Entity

## Monthly Fact Sheet as at 31 May 2021



### Portfolio Managers



**Stephen Johnston**  
Portfolio Manager



**Jonathan Windust**  
Co-Portfolio Manager

The Fund made a small gain (+0.2%) in May. It was a bumpy month for global share markets, as the positives of strong economic data and earnings were offset by concerns of rising inflationary pressures.

Key positive contributors for the month included agriculture machinery company CNH Industrial (+15.6%). Farmer profitability is improving globally as soft commodity prices soar, and this will likely lead to a strong replacement cycle in tractors and combine harvesters. Another key contributor was Indian bank HDFC bank (+8.9%), that rebounded from weakness in April, as the worst of the devastating second COVID-19 wave is hopefully behind them. US private hospital company HCA (+6.8%) continued its strong run, as surgical and outpatient volumes continue to recover as the pandemic subsides in the US.

Detractors from performance included technology heavyweights including Amazon (-7.0%), Apple (-5.1%) and Mastercard (-5.6%), as money continued to rotate to more cyclical areas of the market, like energy and financials. Despite the short-term weakness, we think all of these companies have fantastic business models and exciting medium-term growth prospects.

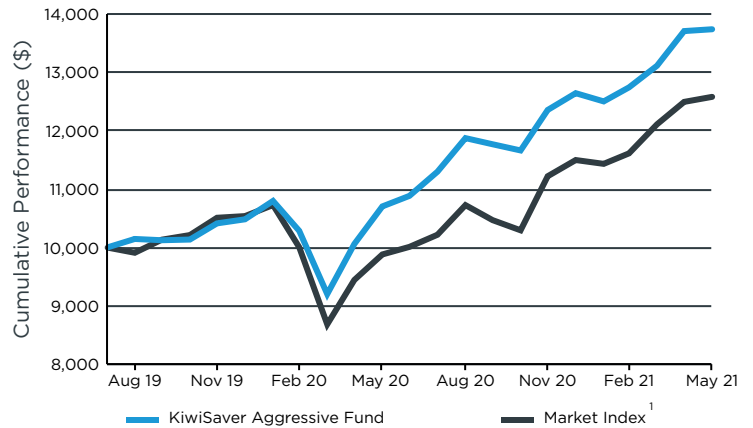
The biggest positive contributors in Australasia were Australian bank CBA (+12.0%), fast food operator Collins Foods (+10.8%) and biopharma company CSL (+7.0%). Key detractors included Fisher & Paykel Healthcare (-17.1%), that fell heavily after providing disappointing guidance, and Australian payments company EML (-41.9%) was weak on regulatory concerns.

We remain constructive on the outlook for 2021 given the positive vaccine developments and continued supportive policy backdrop. In terms of portfolio activity, we have been adding to companies aligned with our long-term investment themes, as well as cyclically exposed companies which are key beneficiaries of the economic recovery.

To view Milford's June 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

<b>Objective<sup>2</sup></b>	Maximise capital growth over a minimum of fifteen years
<b>Description</b>	Primarily invests in international equities, with a moderate allocation to Australasian equities
<b>Target Allocation</b>	5% Income Assets / 95% Growth Assets
<b>Neutral FX Exposure</b>	24.5%
<b>Net Asset Value (NAV)</b>	\$486.4 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>	The Fund may invest into related Milford funds that charge performance fees.
<b>Total Fund Fees<sup>4</sup></b>	1.15%

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

# KiwiSaver Aggressive Fund as at 31 May 2021

## Investment Performance after fees as at 31 May 2021<sup>5</sup>

Unit Price: \$1.3705

	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)	0.23%	7.80%	28.32%	-	-	18.90%
After Tax 10.50%	0.12%	7.69%	27.11%	-	-	18.35%
After Tax 17.50%	0.04%	7.61%	26.31%	-	-	17.98%
After Tax 28.00%	-0.07%	7.49%	25.11%	-	-	17.42%
Market Index <sup>1</sup>	0.69%	8.33%	27.29%	-	-	13.33%

## Top Security Holdings

Holdings	% of Fund
Alphabet	2.62%
Microsoft	2.40%
Mastercard	1.81%
HCA Holdings	1.71%
Dr Horton	1.70%
Charles Schwab	1.66%
Amazon	1.66%
Home Depot	1.65%
Nintendo	1.65%
TSMC	1.60%

## Current Asset Allocation

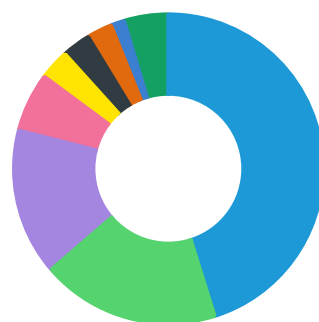
	Actual Investment Mix	Neutral Investment Mix
Effective Cash <sup>#</sup>	3.21%	5.00%
New Zealand Fixed Interest	0.00%	0%
International Fixed Interest	0.06%	0%
New Zealand Equities	5.94%	5.00%
Australian Equities	19.74%	20.00%
International Equities	69.61%	70.00%
Other	1.44%	0%

<sup>#</sup> The actual cash held by the Fund is 10.28%. 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	19.55%
Financials	15.90%
Consumer Discretionary	12.19%
Health Care	11.41%
Industrials	10.84%
Materials	8.37%
Communication Services	7.65%
Consumer Staples	4.03%
Utilities	2.75%
Real Estate	1.69%
Energy	0.97%
Cash and Other	4.65%

## Region Exposure



United States 45.17%	Australia 18.49%
Europe 15.30%	New Zealand 6.19%
China 3.16%	Japan 2.98%
Other countries 2.64%	India 1.42%
Cash and Other 4.65%	



**PROVIDER OF THE YEAR  
KIWISAVER 2020**



**OUTSTANDING VALUE  
KIWISAVER 2020**

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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