

# Milford KiwiSaver Plan

## KiwiSaver Conservative Fund

### Monthly Fact Sheet as at 31 July 2024



#### Portfolio Managers



**Mark Riggall**  
Portfolio Manager



**Paul Morris**  
Co-Portfolio Manager

In July the Fund returned 2.4% bringing the one-year return to 8.9%. Returns in July, and over the last year, have been strong and it is encouraging that these returns have been delivered without taking a significant amount of risk. Indeed, exposure to shares over this period has been much lower than the neutral of 20%. In July a number of tilts in the Fund contributed to returns. NZ bonds had a strong month after the RBNZ signalled openness to rate cuts, as the domestic economy is deteriorating. We pre-empted this development and had been heavily positioned in NZ bonds, helping deliver the strong performance last month. Similarly, the NZ dollar was also weaker in the month and the Fund has had some exposures to the Australian and US dollars, boosting Fund performance.

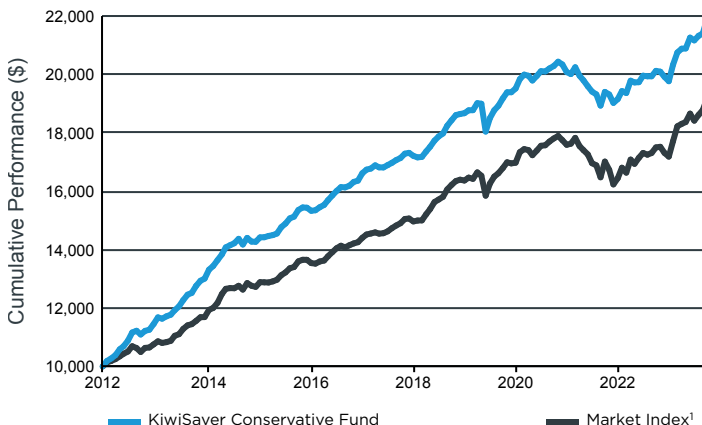
Finally, much of our bond exposure has been to corporate bonds and these have performed well, earning higher yields than government equivalents. After such a strong run for the Fund, the pace of returns is likely to slow. The Fund has reduced holdings in bonds and shares and carries a higher degree of cash (currently earning 5.6%), awaiting better entry points to buy bonds or shares in the months ahead.

To view Milford's July 2024 Market and Economic Review please see [milfordasset.com/insights](https://milfordasset.com/insights).

For previous fund reports see [milfordasset.com/fund-reports](https://milfordasset.com/fund-reports).

#### 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 provide moderate returns and protect capital over the minimum recommended investment timeframe
<b>Description</b>	Diversified fund that primarily invests in fixed interest securities, with a moderate allocation to equities. While conservative in nature, the Fund may experience short term negative returns, particularly in times of heightened volatility

<b>Minimum recommended investment timeframe</b>	3 years +
<b>Target Allocation</b>	82% Income Assets / 18% Growth Assets
<b>Neutral FX Exposure</b>	0%
<b>Net Asset Value (NAV)</b>	\$256.0 M
<b>Yield<sup>3</sup></b>	4.45%
<b>Average Credit Rating</b>	BBB+
<b>Duration</b>	2.72 years
<b>Buy-sell Spread</b>	None - swing pricing applies (See PDS for details)
<b>Inception Date</b>	1 October 2012
<b>Benchmark</b>	Not applicable
<b>Base Fund Fee<sup>4</sup></b>	0.85%
<b>Performance Fee</b>	Not applicable
<b>Total Fund Fees<sup>5</sup></b>	0.85%





# KiwiSaver Conservative Fund as at 31 July 2024

## Investment Performance after fees as at 31 July 2024<sup>6</sup>

Unit Price: \$2.1506

	1 Month	3 Months	1 year	3 years (p.a.)	5 years (p.a.)	Since inception (p.a.)
Milford KiwiSaver Conservative Fund (Gross Of Tax)	2.38%	3.54%	8.91%	2.60%	3.52%	6.85%
After Tax 10.50%	2.21%	3.25%	8.11%	2.41%	3.25%	6.36%
After Tax 17.50%	2.09%	3.05%	7.58%	2.29%	3.08%	6.03%
After Tax 28.00%	1.91%	2.75%	6.78%	2.10%	2.81%	5.54%
Market Index <sup>1</sup>	2.16%	4.18%	9.63%	2.52%	3.42%	5.66%

## Top Equity Holdings

Holdings	% of Fund
Contact Energy	0.86%
Spark	0.69%
Telstra	0.63%
Shell	0.61%
HCA Holdings	0.57%
Infratil	0.57%
Coca-Cola Europacific Partners	0.56%
CRH	0.51%
Bank of Ireland Group	0.47%
Natwest	0.41%

## Current Asset Allocation

	Actual Investment Mix	Neutral Investment Mix
Effective Cash <sup>#</sup>	22.76%	7%
New Zealand Fixed Interest	24.12%	25%
International Fixed Interest	37.53%	50.0%
New Zealand Equities	2.83%	1.5%
Australian Equities	3.08%	2.5%
International Equities	7.86%	9%
Listed Property	1.82%	5%
Other	0.00%	0.0%

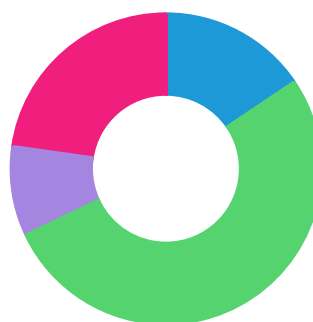
<sup>#</sup> The actual cash held by the Fund is 15.29%. Effective Cash reported above is adjusted to reflect the Fund's notional positions (e.g. derivatives used to increase or reduce market exposure).

## Top Fixed Interest Holdings

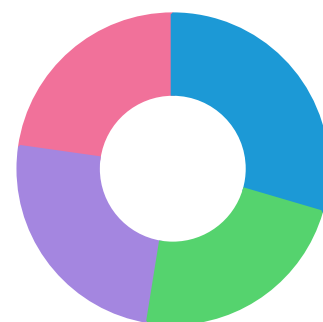
Holdings	% of Fund
NZGBI 2% 2025	2.26%
NZLGFA 4.5% 2030	1.98%
Westpac 5.1% 2029	1.30%
NZLGFA 1.5% 2026	1.17%
Housing NZ 3.42% 2028	1.12%
NZLGFA 1.5% 2029	1.08%
NAB 5.181% 2034	1.04%
GTA Finance 2.2% 2027	1.01%
Origin Energy 2.65% 2027	1.01%
ANZ 6.124% 2039	0.95%

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

## Fund Portfolio Mix



## Region Exposure



**PROVIDER OF THE YEAR**  
KIWISAVER 2020 - 2023



**OUTSTANDING VALUE**  
KIWISAVER SCHEME 2020 - 2023

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. 3. The yield to maturity is not an indicator of future return, but reflects the current yield to maturity of the fund's underlying holdings (before tax and after the base fund fee). 4. Where applicable, the Base Fund Fee includes an estimate of non-related underlying fund charges. 5. 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. 6. 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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