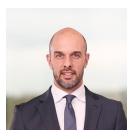


Portfolio Managers



Paul Morris
Portfolio Manager



Mark Riggall
Co-Portfolio Manager

In one of the worst months for bond markets on record (rounding out one of the worst quarters on record) the Fund posted a loss of 1.0%. Bonds are, and have been, the Fund's predominant exposure. Although the size of this exposure remains lower than it has been historically, it has proved not low enough. Moreover, over March the Fund's exposure to a more resilient share market has proved too low and therefore an insufficient return offset.

Market interest rates rose again on hawkish central bank reactions to increasing and more persistent global inflationary pressures, amplified by the impacts of the Ukraine war. The negative impact on the Fund was somewhat cushioned by lower than long run neutral interest rate exposure, and by outperformance of many corporate bonds (its predominant bond exposure) over government bonds. Shares were more resilient, with notable strength in global infrastructure (e.g. European airport and road operator Atlantia +15.2%) and Australian shares, especially energy and commodities (e.g. Origin Energy +11.8%).

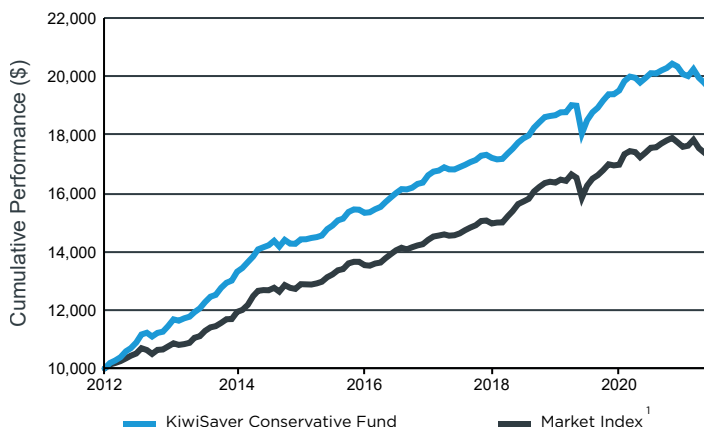
We view prevailing higher market interest rates as closer to long run fair value, but acknowledge risks remain skewed for further moves higher. Thus we remain very selective in buying bonds and wary of increasing exposure to market interest rates in all but the cheapest markets. This includes adding to NZ government inflation-linked bonds which offer attractive income. We remain concerned share markets have not fully adjusted to (i) higher market interest rates, (ii) less monetary and fiscal support, and (iii) higher economic uncertainty including higher inflation. We therefore remain cautiously positioned with lower exposure than recent quarters.

Looking ahead, near term Fund returns may remain somewhat volatile but over the medium term the Fund should be better placed to deliver moderate returns in line with its objective given now higher market interest rates are closer to fair value.

To view Milford's April 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

Objective²	To provide moderate returns and protect capital over the minimum recommended investment timeframe
Description	Diversified fund that primarily invests in fixed interest securities, with a moderate allocation to equities

Minimum recommended investment timeframe	3 years +
Target Allocation	82% Income Assets / 18% Growth Assets
Neutral FX Exposure	0%
Net Asset Value (NAV)	\$189.4 M
Yield³	3.92%
Average Credit Rating	A-
Duration	2.52 years
Buy-sell Spread	None - swing pricing applies (See PDS for details)
Inception Date	1 October 2012
Benchmark	Not applicable
Base Fund Fee⁴	0.95%
Performance Fee	Not applicable
Total Fund Fees⁵	0.95%

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

KiwiSaver Conservative Fund as at 31 March 2022

Investment Performance after fees as at 31 March 2022⁶

Unit Price: \$1.9263

	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)	-1.03%	-3.22%	-1.77%	3.38%	4.32%	7.34%
After Tax 10.50%	-0.91%	-2.98%	-1.44%	3.16%	4.00%	6.82%
After Tax 17.50%	-0.84%	-2.82%	-1.21%	3.02%	3.79%	6.48%
After Tax 28.00%	-0.72%	-2.58%	-0.87%	2.80%	3.47%	5.97%
Market Index ¹	-0.84%	-3.18%	-0.75%	3.36%	4.40%	5.91%

Top Equity Holdings

Holdings	% of Fund
Contact Energy	0.63%
Atlantia	0.51%
Spark	0.43%
Anthem	0.42%
HCA Holdings	0.40%
Telstra	0.38%
Transurban	0.37%
Charter Hall Retail	0.36%
Goodman	0.33%
Cheniere Energy	0.33%

Current Asset Allocation

	Actual Investment Mix	Neutral Investment Mix
Effective Cash #	16.76%	7.0%
New Zealand Fixed Interest	26.24%	25.0%
International Fixed Interest	42.40%	50.0%
New Zealand Equities	2.20%	1.5%
Australian Equities	2.73%	2.5%
International Equities	5.87%	9.0%
Listed Property	3.60%	5.0%
Other	0.20%	0.0%

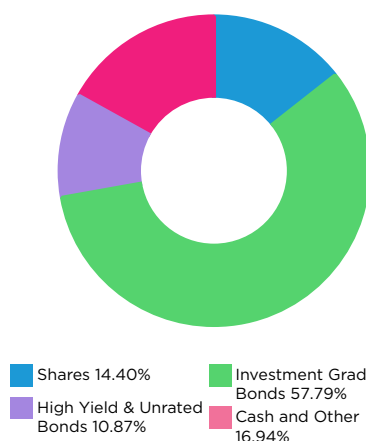
The actual cash held by the Fund is 9.78%. Effective Cash reported above is adjusted to reflect the Fund's notional positions (e.g. derivatives used to increase or reduce market exposure).

Top Fixed Interest Holdings

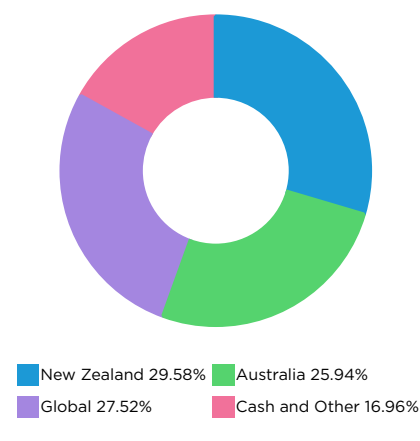
Holdings	% of Fund
NZGBI 2% 2025	5.56%
ANZ 1.45% 2022	2.01%
NZ Govt. 0.5% 2026	1.42%
NZLGFA 1.5% 2026	1.22%
ANZ 2.999% 2031	0.92%
Westpac 3.696% 2027	0.69%
CBA 2.552% 2027	0.68%
IAG 5.32% 2038	0.66%
John Deere 1.75% 2024	0.61%
Housing NZ 3.36% 2025	0.61%

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 - 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. 3. Yield (before tax and fees) for underlying investments in the Fund. 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 for more information about the data published within this document.

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