

KiwiSaver Moderate Fund

Portfolio Investment Entity

Monthly Fact Sheet as at 31 March 2021



Portfolio Managers



Mark Riggall
Portfolio Manager



Paul Morris
Co-Portfolio Manager

The Fund returned 1.6% in March with a one-year return of 16.3%. Investors continue to contemplate the reopening of economies, accelerating economic growth and improvements in company profits. This is manifesting itself in falling bond markets and higher share markets.

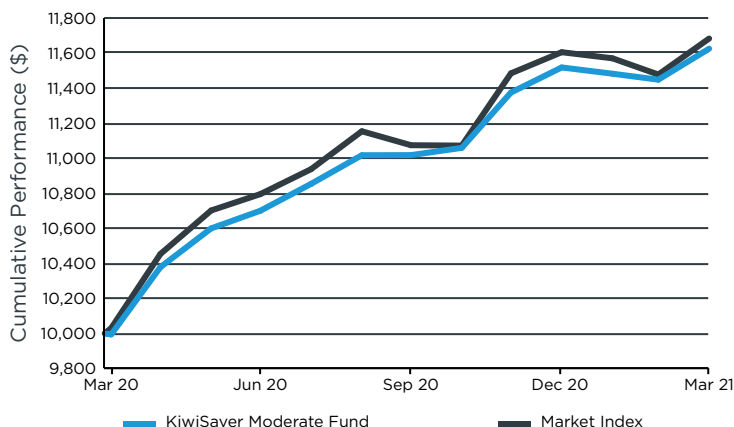
The Moderate Fund has a significant neutral exposure to bonds - typically 50-55% of the Fund. To protect this part of the portfolio, we have actively reduced our exposure to long-term bond prices. This has seen the income part of the portfolio deliver a flat performance in the past 3 months despite global bond markets falling around 4%. The remainder of the Fund is typically invested in shares. Due to the improved outlook over the past 6 months we have increased this allocation, helping capture some of the strong performance from share markets over this period.

This is in addition to the careful selection of stocks that is happening within the underlying funds. We have been rotating share holdings into companies that can benefit from improved economic growth, notably financials, semiconductor companies and resources companies. As we look ahead, the improving economic outlook is tempered by already strong investor sentiment, rising interest rates, elevated valuations and the prospect of increased corporation taxes in the US. As a result, we are cautiously bullish and will look to reduce exposure to share markets on further price gains.

To view Milford's April 2021 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	Moderate returns and capital growth over a minimum of five years
Description	Diversified fund that primarily invests in fixed interest securities, with a significant allocation to equities

Target Allocation	60% Income Assets / 40% Growth Assets
Neutral FX Exposure	6.0%
Net Asset Value (NAV)	\$35.7 M
Buy-sell Spread	None - swing pricing applies (See PDS for details)
Inception Date	27 March 2020
Benchmark	Not applicable
Base Fund Fee	0.95%
Performance Fee	The Fund may invest into related Milford funds that charge performance fees.
Total Fund Fees	0.96% (includes an est. performance fee)



KiwiSaver Moderate Fund as at 31 March 2021

Investment Performance after fees as at 31 March 2021

Unit Price: \$1.1612

	1 Month	3 Months	1 year	3 years (p.a.)	5 years (p.a.)	Since inception (p.a.)
Milford KiwiSaver Moderate Fund (Gross Of Tax)	1.55%	0.93%	16.31%	-	-	16.02%
After Tax 10.50%	1.54%	0.91%	15.73%	-	-	15.44%
After Tax 17.50%	1.54%	0.89%	15.34%	-	-	15.05%
After Tax 28.00%	1.54%	0.87%	14.76%	-	-	14.47%
Market Index	1.79%	0.67%	16.47%	-	-	16.65%

Top Equity Holdings

Holdings	% of Fund
Contact Energy	1.07%
Spark	1.04%
Fisher & Paykel	0.97%
Telstra	0.80%
NAB	0.77%
Alphabet	0.69%
Microsoft	0.68%
Meridian	0.55%
Mainfreight	0.55%
Summerset	0.51%

Current Asset Allocation

	Actual Investment Mix	Neutral Investment Mix
Effective Cash #	14.25%	9.00%
New Zealand Fixed Interest	12.07%	15.00%
International Fixed Interest	34.61%	36.00%
New Zealand Equities	7.75%	7.00%
Australian Equities	9.32%	8.00%
International Equities	18.12%	19.00%
Listed Property	3.88%	6.00%
Other	0.00%	0%

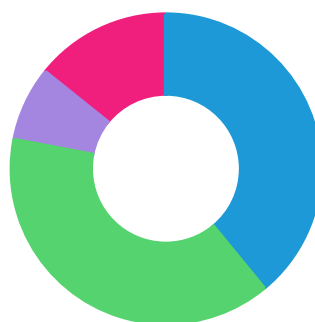
The actual cash held by the Fund is 12.99%. Effective Cash reported above is adjusted to reflect the Fund's notional positions (e.g. derivatives used to increase or reduce market exposure).

Top Fixed Interest Holdings

Holdings	% of Fund
NZLGFA 1.5% 2026	1.13%
Scentre Group 5.125% 2080	0.79%
ASB Bank 5.25% 2026	0.53%
Housing NZ 3.36% 2025	0.52%
NZLGFA 1.5% 2029	0.49%
Mirvac Group 3.625% 2027	0.46%
NZLGFA 3.5% 2033	0.45%
Ampol Float 2080	0.45%
John Deere 1.75% 2024	0.44%
Charter Hall 2.787% 2031	0.43%

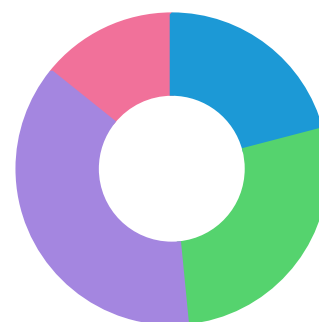
Note: Fixed interest securities are reported in the following format: Issuer name, interest (coupon rate), maturity year.

Fund Portfolio Mix



Shares 39.07%
Investment Grade Bonds 38.92%
High Yield & Unrated Bonds 7.76%
Cash and Other 14.25%

Region Exposure



New Zealand 20.94%
Australia 27.51%
Global 37.30%
Cash and Other 14.25%



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 for more information about the data published within this document.

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