

Trans-Tasman Bond Fund

Portfolio Investment Entity

Monthly Fact Sheet as at 30 April 2026



Portfolio Managers



Anthony Ip
Portfolio Manager



Ian Robertson
Co-Portfolio Manager



Paul Morris
Co-Portfolio Manager

The Fund returned 0.5% in the month of April, which was 23 basis points ahead of the benchmark. The continued conflict in the Middle East, resultant high fuel prices and the expectation of central bank hikes continued to place upward pressure on wholesale market interest rates, which constrained overall absolute returns. This impact on absolute returns was offset by the positive impact of tighter credit spreads (the extra yield of corporate bonds over government bonds). Relative returns to the benchmark were driven by underweight interest rate positioning, an overweight to corporate bonds and security selection.

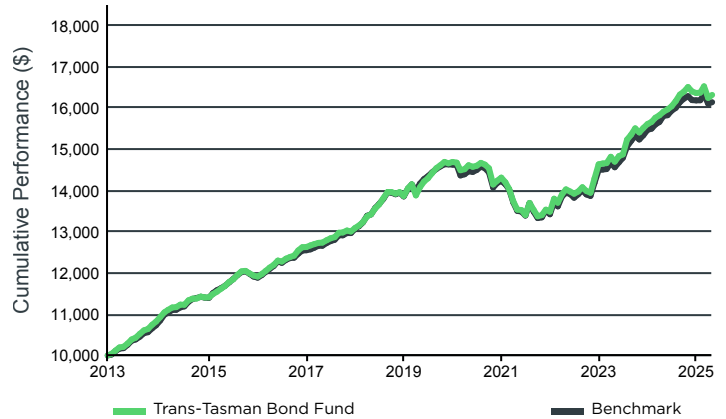
The Fund used the stronger market conditions in April to trim its exposure to AU dollar corporate bonds, preferring to conserve capital ahead of expected primary market issuance, for example from the major Australasian banks. That said, there were a number of opportunities which looked attractive for the Fund to invest during April, including AU dollar issuances from Japanese megabank MUFG, Investa Commercial Property Fund (A-REIT) and Mirvac Wholesale Office Fund (A-REIT). These investments offered NZ dollar equivalent of yields of mid-high 4% range. The Fund was also active in deploying capital into New Zealand names, such as the Local Government Funding Authority (LGFA) following a brief widening in credit spreads, and continues to favour the yield offered by higher quality NZ dollar bonds, such as those issued by the New Zealand Government, LGFA and Watercare.

Looking ahead, while the bond market will continue to be subject to significant and rapid fluctuations in share prices from the ongoing Middle East conflict, the recent reset lower in bond valuations offer an improved medium-term risk-reward outlook. Regardless of whether the conflict extends or is resolved, expectations for rate hikes (represented by high market interest rates) appear overdone. This makes the returns from bonds attractive and will provide a strong underpinning for medium term Fund returns.

To view Milford's April 2026 Market and Economic Review please see milfordasset.com/insights.

For previous fund reports see 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, and assumes reinvestment of distribution.

Key Fund Facts

Objective¹	To generate a positive, low volatility return that exceeds the relevant benchmark over the minimum recommended investment timeframe
Description	Primarily invests in trans-Tasman fixed interest securities

Minimum recommended investment timeframe	3 years +
Target Allocation	100% Income Assets / 0% Growth Assets
Neutral FX Exposure	0%
Net Asset Value (NAV)	\$2,114.1 M
Yield²	3.45%
Average Credit Rating	A+
Duration	3.3 years
Rating Categories	Inv.Grade 91% / High Yield 3% / Unrated 3%
Inception Date	2 December 2013
Current Distribution	0.7 cents per unit (Quarterly)
Benchmark	50% x Bloomberg AusBond Credit O+ Index (100% NZD-hedged) + 50% x S&P/NZX Investment Grade Corporate Bond Total Return Index
Base Fund Fee³	0.65%
Performance Fee	Not applicable
Total Fund Fees⁴	0.65%

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

Trans-Tasman Bond Fund as at 30 April 2026

Investment Performance after fees as at 30 April 2026⁵

Unit Price: \$1.184

	1 Month	3 Months	1 year	3 years (p.a.)	5 years (p.a.)	Since inception (p.a.)
Milford Trans-Tasman Bond Fund (Gross Of Tax)	0.45%	-0.33%	2.57%	5.17%	2.23%	4.02%
After Tax 10.50%	0.42%	-0.28%	2.30%	4.62%	2.01%	3.60%
After Tax 17.50%	0.40%	-0.25%	2.13%	4.26%	1.86%	3.32%
After Tax 28.00%	0.37%	-0.21%	1.86%	3.72%	1.63%	2.90%
Benchmark	0.22%	-0.29%	2.10%	4.99%	2.21%	3.93%

Top Fixed Interest Holdings

Holdings	% of Fund
NZLGFA 3.5% 2033	5.04%
Housing NZ 2.183% 2030	2.62%
NZLGFA 4.5% 2030	2.40%
Housing NZ 3.42% 2028	2.38%
NZLGFA 2.25% 2031	2.37%
Westpac 5.141% 2031	2.33%
Crédit Mutuel 4.99% 2031	2.19%
BNZ 4.354% 2031	2.00%
Scentre Group 5.85% 2032	1.95%
EnBW 5.197% 2031	1.94%
NatWest 5.026% 2029	1.90%
GTA Finance 2.2% 2027	1.76%
NZLGFA 1.5% 2029	1.76%
Westpac 6.085% 2041	1.72%
Westpac 4.337% 2029	1.71%
SAFA 4.75% 2035	1.67%
Norfina Float 2028	1.62%
NZ Govt. 3.5% 2033	1.56%
Region Group 4.933% 2031	1.51%
Sapphire Trust RMBS 2067	1.45%

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

Current Asset Allocation

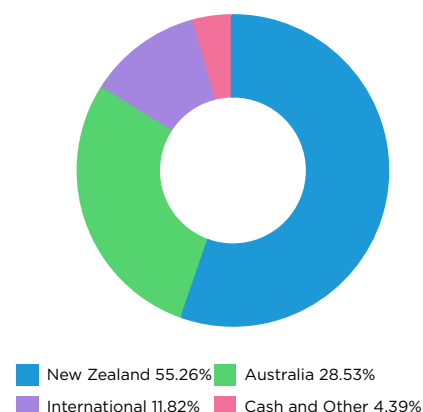
	Actual Investment Mix	Neutral Investment Mix
Effective Cash #	3.66%	3%
New Zealand Fixed Interest	53.20%	48.5%
International Fixed Interest	43.14%	48.5%
New Zealand Equities	0.00%	0.0%
Australian Equities	0.00%	0.0%
International Equities	0.00%	0.0%
Other	0.00%	0.0%

The actual cash held by the Fund is 2.93%. 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 %
Financials	29.66%
Government	24.65%
Real Estate	20.19%
Utilities	14.53%
Industrials	5.23%
Energy	0.59%
Health Care	0.38%
Communication Services	0.38%
Other Sectors	0.00%
Cash and Other	4.39%

Region Exposure



1. After the Base Fund Fee but before tax. 2. 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. 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. Includes the reinvestment of distributions. Returns prior to 1 March 2018 are from when the Fund was previously offered to wholesale investors only and have been adjusted for the current Total Fund Fees. 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 for more information about the data published within this document.

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