Trans-Tasman Bond Fund

Portfolio Investment Entity

Monthly Fact Sheet as at 31 August 2026

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INVESTED IN YOU

Portfolio Managers

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Bond yields drifted gradually higher again in August, resulting in bond underperformance that was cushioned by the interest earned on our holdings. Sticky inflation and investor repricing of further central bank hikes continue to weigh on bonds, compounded by substantial bond issuance from technology companies. As a result, the Fund was broadly unchanged over the month, as was the benchmark.

Returns relative to the benchmark were constrained by the Fund's overweight exposure to market interest rates, mainly in the New Zealand dollar. Our preference has been to focus interest rate exposure via NZ bonds due to their attractive income relative to New Zealand cash rates and to similar maturity instruments in offshore markets and Australia. As yields continue to rise, we are becoming more constructive on the outlook for bonds - particularly in New Zealand.

While corporate bond issuance remains muted in the New Zealand dollar market, activity picked up in Australian dollars during the month of August. Indeed, August saw US hyperscaler Alphabet Inc print the largest ever corporate bond deal in the Australian market, a A$5.5 billion six-tranche Kangaroo bond spanning 3, 5, 10 and 20-year maturities. The transaction underscores the size of debt being raised to fund the AI infrastructure build out. The Fund participated through an investment in the 5-year maturity bonds given the attractive credit spread (the extra yield of corporate bonds over government bonds) on offer for a high-quality hyperscaler.

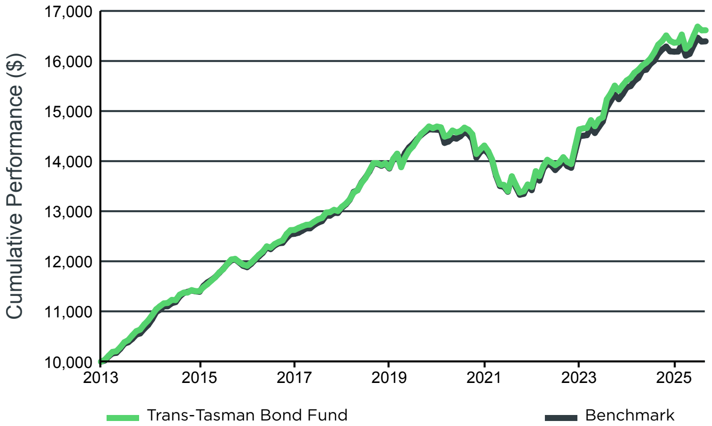
Looking ahead, we remain constructive on the medium-term return outlook. We have started adding market interest rate exposure on increases in market interest rates. While credit spreads are at tight levels, strong balance sheets and solid corporate earnings growth underpin a benign outlook for corporate bonds.

To view Milford's August 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

Objective [1]	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)	$2,187.4 M
Yield [2]	4.45%
Average Credit Rating	A+
Duration	3.49 years
Rating Categories	Inv.Grade 87% / High Yield 3% / Unrated 6%
Inception Date	2 December 2013
Current Distribution	0.7 cents per unit (Quarterly)
Benchmark	50% x Bloomberg AusBond Credit 0+ Index (100% NZD-hedged) + 50% x S&P/NZX Investment Grade Corporate Bond Total Return Index
Base Fund Fee [3]	0.65%
Performance Fee	Not applicable
Total Fund Fees [4]	0.65%
Risk Indicator	Lower risk — Higher risk: 1 2 **3** 4 5 6 7 — Potentially lower returns — Potentially higher returns

Trans-Tasman Bond Fund as at 31 August 2026

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Investment Performance after fees as at 31 August 2026 [5]

Unit Price: $1.1983

	1 Month	1 year	3 years (p.a.)	5 years (p.a.)	10 years (p.a.)	Since inception (p.a.)
Milford Trans-Tasman Bond Fund (Gross Of Tax)	0.01%	1.76%	5.67%	2.58%	3.27%	4.06%
After Tax 10.50%	0.01%	1.59%	5.08%	2.32%	2.93%	3.64%
After Tax 17.50%	0.01%	1.47%	4.68%	2.14%	2.71%	3.35%
After Tax 28.00%	0.01%	1.30%	4.09%	1.88%	2.37%	2.93%
Benchmark	0.03%	1.55%	5.38%	2.43%	3.15%	3.95%

Top Fixed Interest Holdings

Holdings	% of Fund
NZLGFA 3.5% 2033	4.99%
CBA Float 2029	2.66%
Westpac 4.337% 2029	2.61%
Housing NZ 2.183% 2030	2.58%
Housing NZ 3.42% 2028	2.34%
NZLGFA 4.5% 2030	2.30%
Westpac 5.141% 2031	2.23%
BNZ 4.354% 2031	1.93%
CaixaBank Float 2031	1.89%
Oncor Electric 5.7% 2033	1.82%
Qube Treasury 5.6% 2031	1.81%
CIBC Float 2031	1.78%
NZLGFA 1.5% 2029	1.72%
GTA Finance 2.2% 2027	1.71%
ICPF Finance 6.573% 2033	1.66%
NZ Govt. 3.5% 2033	1.54%
Region Group 4.933% 2031	1.48%
Royal Bank of Canada Float 2031	1.42%
Rabobank Float 2028	1.39%
OMERS Finance 5.75% 2036	1.38%

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

Current Asset Allocation

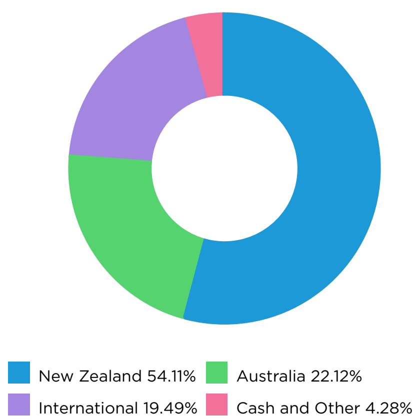
	Actual Investment Mix	Neutral Investment Mix
Effective Cash #	4.32%	3%
New Zealand Fixed Interest	54.20%	48.5%
International Fixed Interest	41.48%	48.5%
New Zealand Equities	0.00%	0.0%
Australian Equities	0.00%	0.0%
International Equities	0.00%	0.0%
Other	0.00%	0.0%

The actual cash held by the Fund is 3.45%. 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	39.54%
Government	19.46%
Real Estate	17.18%
Utilities	11.58%
Industrials	2.52%
Communication Services	1.59%
Consumer Staples	1.19%
Information Technology	1.13%
Other Sectors	1.52%
Cash and Other	4.29%

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.