

Trans-Tasman Bond Fund

Portfolio Investment Entity

Monthly Fact Sheet as at 30 November 2025



Portfolio Managers



Anthony Ip
Portfolio Manager



Ian Robertson
Co-Portfolio Manager



Paul Morris
Co-Portfolio Manager

The Fund fell 0.7% in the month of November, which was 0.1% behind the benchmark. The negative absolute return this month was driven by weakness in Australasian bonds.

The month was marked by significant volatility in Australasian bonds even with key global market interest rates generally close to unchanged. Expectations increased that Australasian central bank policy cash rates have bottomed, even though interest rates were cut in NZ in November. We had reduced our exposure to shorter-dated NZ dollar market interest rates earlier in the month, but we retain our longer-dated Australasian bonds given their attractive extra yield relative to cash rates and to offshore alternatives. Consistent with this theme, the Fund participated in the recent syndication of the NZ Government 2036 bond.

On the corporate bond side, the Fund invested in new issuances from high quality issuers such as Goodman Australia Industrial Fund (industrial property fund), SCA Property (neighbourhood shopping centres), EnBW (German government-owned electricity utility) at NZ dollar equivalent yields of 3.5% to 4%. That said, overall, the Fund took the opportunity to reduce total exposure to corporate bonds during the month. This was driven by our view that Australasian credit spreads (the extra yield of corporate bonds over government bonds) had a limited near-term further outperformance opportunity versus offshore alternatives. We will look for better opportunities to redeploy that capital early in the new year.

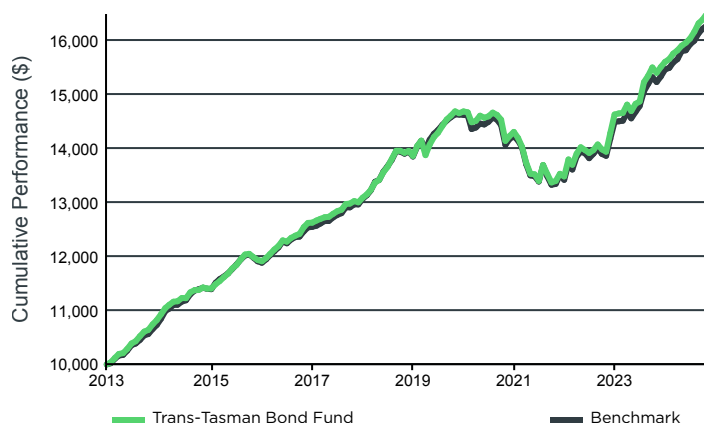
Looking forward, we continue to reiterate a medium-term constructive return outlook. While we envision more volatility in market interest rates in the near-term, historically attractive income from bonds, steep yield curves (market interest rates are generally above cash rates), and solid corporate balance sheets remain supportive. We are however cautious of elevated valuations in parts of corporate bond markets in the short-term and will therefore continue to be selective across this space.

To view Milford's November 2025 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)	\$1,735.0 M
Yield ²	3.20%
Average Credit Rating	A+
Duration	3.33 years
Rating Categories	Inv.Grade 88% / High Yield 3% / Unrated 3%
Inception Date	2 December 2013
Current Distribution	0.85 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%

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

Trans-Tasman Bond Fund as at 30 November 2025

Investment Performance after fees as at 30 November 2025⁵

Unit Price: \$1.2057

	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)	-0.65%	0.47%	5.71%	6.61%	2.27%	4.21%
After Tax 10.50%	-0.58%	0.41%	5.11%	5.91%	2.05%	3.77%
After Tax 17.50%	-0.54%	0.38%	4.71%	5.45%	1.90%	3.47%
After Tax 28.00%	-0.47%	0.33%	4.11%	4.76%	1.67%	3.03%
Benchmark	-0.59%	0.32%	5.56%	6.21%	2.05%	4.10%

Top Fixed Interest Holdings

Holdings	% of Fund
NZLGFA 3.5% 2033	4.18%
Housing NZ 3.42% 2028	3.01%
NZLGFA 4.5% 2030	2.99%
NZLGFA 2.25% 2031	2.96%
Enbw International Finance BV 5.197% 2031	2.21%
NZLGFA 1.5% 2029	2.20%
Westpac 4.337% 2029	2.17%
Progress Trust RMBS 2056	2.09%
Norfina Float 2028	1.89%
GTA Finance 2.2% 2027	1.89%
Rabobank NZ Float 2028	1.78%
Watercare Services 3.847% 2030	1.76%
Region Retail Trust 4.933% 2031	1.71%
BWP Trust 4.55% 2030	1.71%
Nordic Investment Bank 3.625% 2030	1.70%
Scentre Group Trust 1 5.35% 2035	1.65%
United Energy Distribution 5.417% 2032	1.63%
NZLGFA 4.5% 2027	1.51%
Stockland Trust 5.42% 2032	1.49%
Community Housing Funding Agency 3.893% 2030	1.46%

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

Current Asset Allocation

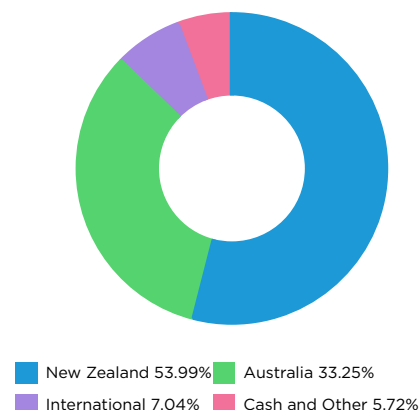
	Actual Investment Mix	Neutral Investment Mix
Effective Cash #	4.51%	3%
New Zealand Fixed Interest	52.89%	48.5%
International Fixed Interest	42.53%	48.5%
New Zealand Equities	0.00%	0.0%
Australian Equities	0.00%	0.0%
International Equities	0.00%	0.0%
Other	0.07%	0.0%

The actual cash held by the Fund is 3.66%. 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	25.51%
Real Estate	22.71%
Government	22.00%
Utilities	17.77%
Industrials	3.58%
Communication Services	1.45%
Energy	0.77%
Health Care	0.48%
Other Sectors	0.00%
Cash and Other	5.73%

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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