

Trans-Tasman Equity Fund

Portfolio Investment Entity

Monthly Fact Sheet as at 30 November 2020



Portfolio Managers



Sam Trethewey
Portfolio Manager



Wayne Gentle
Portfolio Manager

November was a very strong month for the Fund and the local markets given the US election outcome and positive COVID-19 vaccine announcements. The Fund returned 7.5% in November compared to a 5.7% return the NZX50 index and +10.2% return for the ASX200 index. The ASX200 outperformed NZX50 due to its composition. The ASX200 is far more exposed to cyclical or value stocks which were sought by investors following the vaccine announcements.

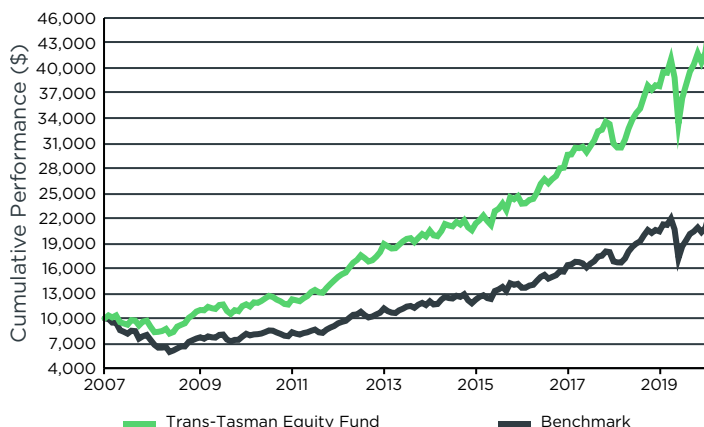
Key contributors included Mainfreight (+15.6%), energy exposure Santos (+30.2%) and Xero (+20.3%). Mainfreight confirmed a strong first half result; the company grew profits +23.4% despite the impact of COVID-19 and management spoke positively about current trading conditions. Xero was added to a large global index and received significant new buying interest; we reduced our position into the share price strength. Elsewhere we added to our holdings in the Australian banks and rotated our exposure in the Gentailers; trimming Meridian Energy and adding to Contact Energy and Mercury.

The Fund's investable universe increased this month with the news that an effective COVID-19 vaccine is likely. Prior to this there was a risk the companies may not have returned to normal. In the medium-term, the outlook of many companies will still be determined by the impact of COVID-19, in both a health and economic sense, over the coming year. Irrespective of short-term market performance, long-term returns will be heavily influenced by our stock selection.

To view Milford's December 2020 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, and assumes reinvestment of distribution.

Key Fund Facts

Objective¹	Capital growth by out-performing a mix of two relevant share market indices over a minimum of five years
Description	Primarily invests in Australasian equities
Target Allocation	5% Income Assets / 95% Growth Assets
Neutral FX Exposure	0%
Net Asset Value (NAV)	\$640.8 M
Buy-sell Spread	None - swing pricing applies (see PDS for details)
Inception Date	1 October 2007
Current Distribution	1.5 cents per unit (Biannually)
Benchmark	50% x S&P/ASX 200 Total Return Index (100% NZD-hedged) + 50% x S&P/NZX 50 Gross Index
Base Fund Fee²	1.05%
Performance Fee	15% of the Fund's returns above the Benchmark ¹ , subject to the high watermark.
Total Fund Fees³	1.05%



External Ratings



Milford Trans-Tasman Equity Fund received a Morningstar Analyst Rating™ of 'Silver' on 13-03-2019

Trans-Tasman Equity Fund as at 30 November 2020

Investment Performance after fees as at 30 November 2020⁴

Unit Price: \$3.6271

	1 Month	3 Months	1 year	3 years (p.a.)	5 years (p.a.)	Since inception (p.a.)
Milford Trans-Tasman Equity Fund (Gross Of Tax)	7.50%	7.79%	13.91%	14.92%	15.62%	12.10%
After Tax 10.50%	7.41%	7.53%	13.72%	14.62%	15.25%	11.66%
After Tax 17.50%	7.35%	7.35%	13.59%	14.41%	15.00%	11.43%
After Tax 28.00%	7.26%	7.09%	13.40%	14.11%	14.64%	11.04%
Benchmark	7.88%	7.60%	5.71%	10.92%	12.30%	6.34%

Top Security Holdings

Holdings	% of Fund's NAV
Fisher & Paykel Healthcare	8.20%
a2 Milk Company	5.21%
Mainfreight	4.13%
Commonwealth Bank	3.54%
BHP Group	3.41%
CSL	3.40%
Infratil	2.95%
Xero	2.78%
Auckland Airport	2.74%
Ryman Healthcare	2.60%

Current Asset Allocation

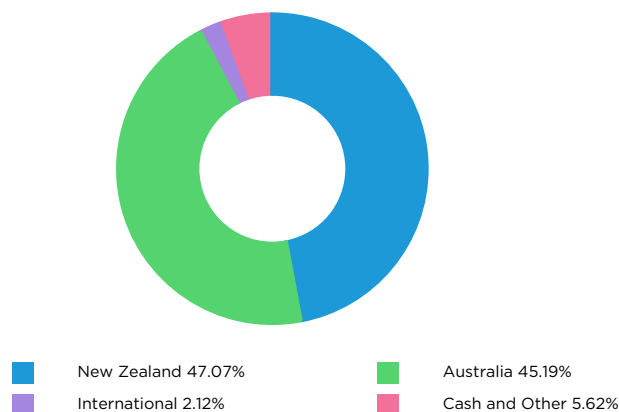
	Actual Investment Mix	Neutral Investment Mix
Effective Cash #	4.40%	5.00%
New Zealand Fixed Interest	0.00%	0%
International Fixed Interest	0.00%	0%
New Zealand Equities	44.72%	47.50%
Australian Equities	49.66%	47.50%
International Equities	0.00%	0%
Other	1.22%	0%

The actual cash held by the Fund is 6.02%. 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 %
Health Care	18.67%
Financials	15.88%
Industrials	11.24%
Materials	9.96%
Consumer Staples	8.03%
Utilities	7.55%
Information Technology	6.02%
Communication Services	5.84%
Consumer Discretionary	5.27%
Real Estate	4.44%
Energy	1.47%
Diversified	0.01%
Cash and Other	5.62%

Region Exposure



1. After the base fund fee but before tax and before the performance fee. 2. Where applicable, the Base Fund Fee includes an estimate of non-related underlying fund charges. 3. 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. 4. Assumes the reinvestment of distributions. 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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