

Active Growth Fund

Portfolio Investment Entity

Monthly Fact Sheet as at 31 March 2019



Portfolio Managers



Jonathan Windust
Portfolio Manager



William Curtayne
Co-Portfolio Manager

The Fund rose 2.5% in March benefiting from the strong performance of shares and fixed income as longer-term interest rates fell in response to more cautious central banks.

Key beneficiaries were the Fund's high dividend paying companies Meridian (+16.1%) and Contact Energy (+13.0%). Other key performers were Australian panel beating company AMA (+16.8%), Indian Bank HDFC (+14.6%) and Apple (+9.7%). AMA has a strong growth strategy of acquiring panel beaters at low valuations and generating strong cost savings as they integrate them into their network.

During the month the Fund increased exposure to shares. In NZ we purchased high dividend paying companies Contact Energy and Spark whose yields are attractive relative to low bond yields.

In Australia we added to mining company Rio Tinto which is a beneficiary of rising iron ore prices and an improving outlook as the Chinese government looks to stimulate growth.

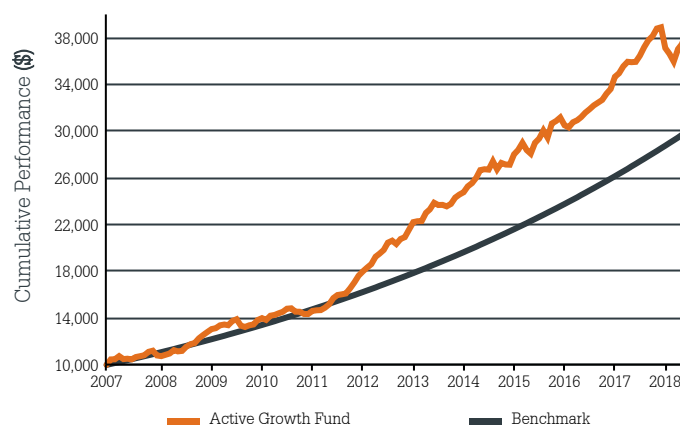
The short-term outlook for shares has improved in response to lower interest rates and government stimulus. However, it remains uncertain with concerns over slowing earnings growth, trade wars, falling house prices in Australia, Brexit and, in some cases, high valuations.

Reflecting this environment, the Fund remains cautious with a lower than average weight in shares but remains active to isolate investments with strong risk adjusted returns.

To view Milford's April 2019 Market and Economic Review please [click here](#).

Cumulative Fund Performance

(after fees and before tax)



Assumes the growth of \$10,000 invested at the Fund's inception date.

Key Fund Facts

Objective¹	Annual returns of 10% over a minimum of five years
Description	Diversified fund that primarily invests in Australasian equities, with a moderate allocation to international equities and fixed interest securities
Target Allocation	20% Income Assets / 80% Growth Assets
Neutral FX Exposure	11%
Net Asset Value (NAV)	\$1,023.9 M
Buy-sell Spread	None
Inception Date	1 October 2007

Status	Closed to new investors
Benchmark	10% p.a.
Base Fund Fee²	1.07%
Performance Fee	15% of the Fund's returns above the Benchmark ¹ , subject to the high watermark.
Total Fund Fees³	1.38% (includes an est. performance fee)
Risk Indicator	<div style="display: flex; justify-content: space-between;"> Lower risk Higher risk </div> <div style="text-align: center;"> <p>1 2 3 4 5 6 7</p> </div> <div style="display: flex; justify-content: space-between;"> Potentially lower returns Potentially higher returns </div>

Investment Performance after fees as at 31 March 2019⁴

Unit Price: \$3.5927

	3 Months	6 Months	1 year	3 years (p.a.)	5 years (p.a.)	Since inception (p.a.)
Milford Active Growth Fund (Gross Of Tax)	6.74%	-1.29%	6.83%	9.80%	9.97%	12.41%
After Tax 10.50%	6.62%	-1.46%	6.63%	9.48%	9.60%	11.85%
After Tax 17.50%	6.54%	-1.58%	6.50%	9.26%	9.35%	11.65%
After Tax 28.00%	6.42%	-1.75%	6.30%	8.94%	8.98%	11.21%
Benchmark	2.41%	4.88%	10.00%	10.00%	10.00%	10.00%

Top Equity Holdings

Holdings	% of Fund's NAV
Contact Energy	4.39%
iShares MSCI EAFE Min Vol ETF	3.34%
Spark New Zealand	2.91%
a2 Milk Company	2.57%
Aristocrat Leisure	1.29%
Delegat Group	1.27%
Transurban Group	1.20%
Unibail-Rodamco-Westfield	1.20%
Vanguard Intl Select Excl Index Fund	1.15%
Kiwi Property Group	1.02%

Current Asset Allocation

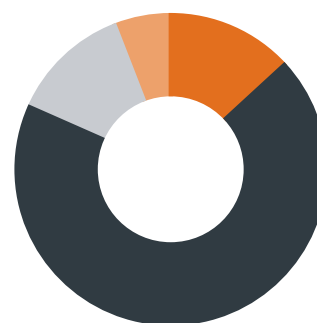
	Actual Investment Mix	Neutral Investment Mix
Cash and Cash Equivalents	5.75%	6.00%
New Zealand Fixed Interest	4.90%	4.00%
International Fixed Interest	20.77%	10.00%
New Zealand Equities	27.42%	32.00%
Australian Equities	16.84%	26.00%
International Equities	24.18%	22.00%
Other	0.14%	0%

Top Fixed Interest Holdings

Holdings	% of Fund's NAV
CYBG 8% 2049	1.62%
Westpac 5% 2027	1.43%
ANZ Bank Float 2022	1.27%
CYBG 7.875% 2028	0.92%
ANZ Bank 3.03% 2024	0.90%
Crown Resorts 5.795% 2075	0.87%
NAB Float 2024	0.77%
IAG Float 2045	0.74%
Rabobank 4.625% 2025	0.74%
Vodafone 6.25% 2078	0.71%

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

Fund Portfolio Mix



Investment Grade Bonds 13.17%
High Yield & Unrated Bonds 12.49%
Shares 68.45%
Cash and Other 5.89%

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. Please note past performance is not a guarantee of future returns.

Please refer to the 'Glossary for the Monthly Fact Sheet' [here](#) for more information about the data published within this document.

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