

# Global Equity Fund

Portfolio Investment Entity

Monthly Fact Sheet as at 31 March 2019



## Portfolio Managers



**Felix Fok**  
Portfolio Manager



**Stephen Johnston**  
Co-Portfolio Manager

The Fund gained 2.0% in March. Global markets continued to rebound from last December, fuelled by lower global interest rates and expectations of a possible trade agreement between the US and China.

The biggest positive contributor was HDFC Bank (+14.6%) in India. The country has elections scheduled for May, and investors are liking the odds of re-election by the incumbent, reformist Narendra Modi. The Prime Minister has executed difficult, unpopular policies in the past 3 years in the name of 'short term pain, long term gain'. HDFC Bank is a best-in-class operator in the important banking sector that is tied to domestic progress.

The telecommunication tower holdings, Crown Castle (+8.8%) and American Tower (+11.9%), performed well as interest rates fell. Furthermore, the earnings outlook for towers is boosted by upcoming investments in the next generation of wireless communications – 5G.

On the flipside, Zillow (-16.9%) came under profit taking after spiking higher the month before on management changes. The Fund had trimmed its holding on strength but continues to hold a position on Zillow's dominance in US residential property listings.

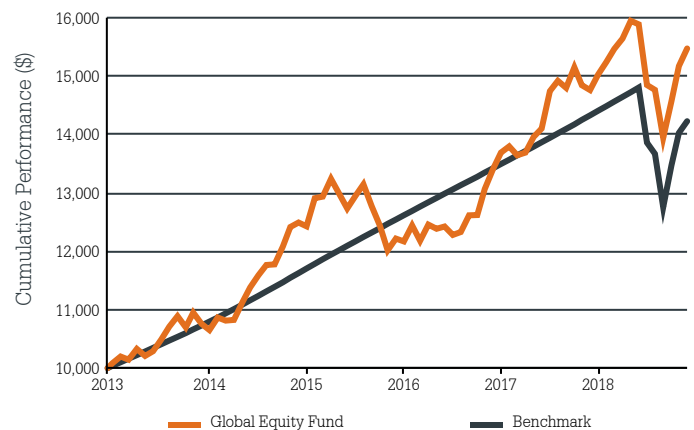
Managers, MTX Vontobel Emerging Markets continued a strong start to 2019 by returning positive in March (+2.9%) and outperforming its benchmark.

Overall, the economic picture has gradually improved and is showing signs of stabilisation. However, concerns over geopolitical risks and slowing growth will likely result in continued market volatility. The current backdrop is good for stock picking.

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.  
Note: From 1 October 2018, the benchmark changed from the OCR+5% p.a. to the current benchmark.

## Key Fund Facts

<b>Objective<sup>1</sup></b>	Capital growth by out-performing the relevant share market index over a minimum of five years
<b>Description</b>	Primarily invests in international equities
<b>Target Allocation</b>	5% Income Assets / 95% Growth Assets
<b>Neutral FX Exposure</b>	50%
<b>Net Asset Value (NAV)</b>	\$464.2 M
<b>Buy-sell Spread</b>	None
<b>Inception Date</b>	12 April 2013

<b>Benchmark</b>	MSCI World Index with net dividends reinvested (50% NZD-hedged)
<b>Base Fund Fee<sup>2</sup></b>	1.40%
<b>Performance Fee</b>	15% of the Fund's returns above the Benchmark <sup>1</sup> , subject to the high watermark.
<b>Total Fund Fees<sup>3</sup></b>	1.40%
<b>Risk Indicator</b>	<div style="display: flex; justify-content: space-between;"> <span>Lower risk</span> <span>Higher risk</span> </div> <div style="text-align: center;"> <p>1 2 3 4 5 6 7</p> </div> <div style="display: flex; justify-content: space-between;"> <span>Potentially lower returns</span> <span>Potentially higher returns</span> </div>

Investment Performance after fees as at 31 March 2019<sup>4</sup>

Unit Price: \$1.5354

	3 Months	6 Months	1 year	3 years (p.a.)	5 years (p.a.)	Since inception (p.a.)
Milford Global Equity Fund (Gross Of Tax)	10.98%	-2.60%	4.83%	8.19%	7.53%	7.59%
After Tax 10.50%	10.77%	-2.69%	4.63%	7.92%	7.22%	7.29%
After Tax 17.50%	10.63%	-2.75%	4.51%	7.74%	7.01%	7.10%
After Tax 28.00%	10.42%	-2.84%	4.32%	7.47%	6.70%	6.81%
Benchmark	11.54%	-3.89%	-0.70%	4.29%	5.81%	6.09%

## Top Security Holdings

Holdings	% of Fund's NAV
Vontobel Sust. EM Leaders	5.20%
Wellington Global Health Care	5.12%
Wellington Strategic Euro	4.56%
Financial Select SPDR	3.16%
Alphabet	2.37%
Crown Castle	2.34%
iShares Global Infrastructure	2.26%
Health Care Select SPDR	2.17%
Technology Select SPDR	1.99%
Vanguard Com. Serv. ETF	1.93%

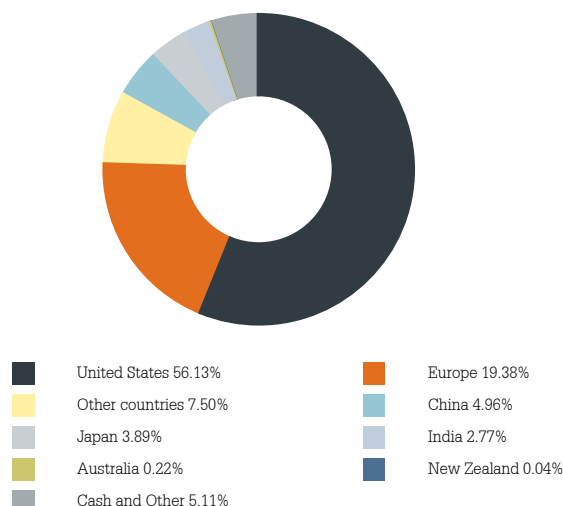
## Current Asset Allocation

	Actual Investment Mix	Neutral Investment Mix
Cash and Cash Equivalents	4.71%	5.00%
New Zealand Fixed Interest	0.00%	0%
International Fixed Interest	0.00%	0%
New Zealand Equities	0.00%	0%
Australian Equities	0.00%	0%
International Equities	95.29%	95.00%
Other	0.00%	0%

## Sector Exposure

Allocation	Weight %
Information Technology	17.86%
Health Care	14.35%
Financials	11.78%
Consumer Discretionary	9.47%
Communication Services	8.91%
Industrials	8.35%
Consumer Staples	8.33%
Real Estate	7.93%
Other Sectors	7.91%
Cash and Other	5.11%

## Country 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. 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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