

KiwiSaver Active Growth Fund

Portfolio Investment Entity

Monthly Fact Sheet as at 31 August 2019



Portfolio Managers



Jonathan Windust
Portfolio Manager



William Curtayne
Co-Portfolio Manager

The Fund rose 0.9% in August which was a good result given falls in Australian (-2.4%), New Zealand (-0.9%) and global (-1.9%) share market indices. Shares fell in response to escalating trade tensions and softening global growth. Falls were cushioned by strong returns from bond markets, the fall in the NZ dollar, good company selection and cautious positioning.

The performance of the Fund's investment in the Dynamic Fund was particularly strong rising 3.0%, compared to a 3.1% fall for the Australian Small Industrials Index. Key company performers during the month included Contact Energy (+11.3%) and Spark (+11.1%), which benefited from good results announcements and the low interest rate environment.

During the month, the Fund took advantage of market falls to increase exposure to Australian and global share markets. Looking forward we believe shares will be supported by low rates, reasonable dividends and positive economic growth (whilst we expect growth to slow, we do not forecast a recession). Key headwinds for shares are relatively high valuations, slowing company earnings growth and political uncertainty.

In this environment the strategy of the Fund is to remain active to take advantage of market volatility and opportunities. We remain focused on identifying those companies that offer strong risk adjusted returns.

To view Milford's September 2019 Market and Economic Review please see milfordasset.com/fact-sheet-ks.

External Ratings



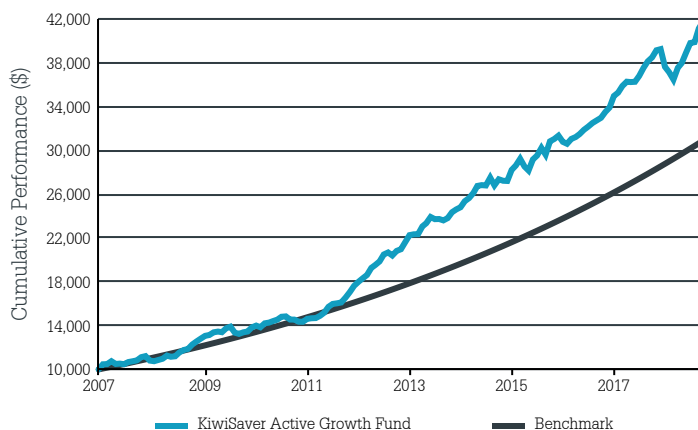
Milford KiwiSaver Active Growth Fund received a Morningstar Analyst Rating™ of 'Silver' on 29-05-2018



Milford KiwiSaver Active Growth Fund received a FundSource Rating of 'AAA' in April 2019

Cumulative Fund Performance

(after fees and before tax)



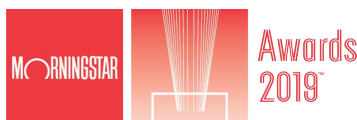
Assumes the growth of \$10,000 invested at the Fund's inception date.

Key Fund Facts

Objective ¹	Annual returns of 10% over a minimum of five years
Description	Diversified fund that primarily invests in equities, with a moderate allocation to fixed interest securities
Target Allocation	20% Income Assets / 80% Growth Assets
Neutral FX Exposure	14.0%
Net Asset Value (NAV)	\$1,456.1 M
Buy-sell Spread	None
Inception Date	1 October 2007
Benchmark	10% p.a.
Base Fund Fee ²	1.06%
Performance Fee	15% of the Fund's returns above the Benchmark ¹ , subject to the high watermark.
Total Fund Fees ³	1.28% (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;"> 1 2 3 4 5 6 7 </div> <div style="display: flex; justify-content: space-between;"> Potentially lower returns Potentially higher returns </div>



Consumer NZ People's Choice Award – KiwiSaver



Morningstar Fund Manager of the Year
– KiwiSaver Category, NZ



FundSource 2018 KiwiSaver Manager of the Year

Investment Performance after fees as at 31 August 2019⁴

Unit Price: \$3.9388

	1 Month	3 Months	1 year	3 years (p.a.)	5 years (p.a.)	Since inception (p.a.)
Milford KiwiSaver Active Growth Fund (Gross Of Tax)	0.88%	5.67%	7.68%	10.74%	11.60%	12.83%
After Tax 10.50%	0.87%	5.61%	7.32%	10.40%	11.20%	12.27%
After Tax 17.50%	0.86%	5.56%	7.08%	10.18%	10.93%	12.07%
After Tax 28.00%	0.86%	5.50%	6.72%	9.84%	10.54%	11.62%
Benchmark	0.81%	2.43%	10.00%	10.00%	10.00%	10.00%

Top Equity Holdings

Holdings	% of Fund's NAV
Contact Energy	4.32%
Spark New Zealand	3.45%
iShares MSCI EAFE Min Vol ETF	3.13%
a2 Milk Company	3.09%
Alphabet	1.56%
Visa	1.45%
Transurban Group	1.36%
HCA Holdings	1.27%
Microsoft Corp	1.20%
Kiwi Property Group	1.13%

Current Asset Allocation

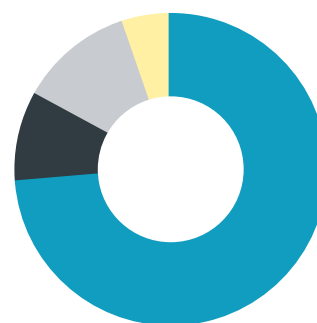
	Actual Investment Mix	Neutral Investment Mix
Cash and Cash Equivalents	5.31%	6.00%
New Zealand Fixed Interest	2.46%	4.00%
International Fixed Interest	18.58%	10.00%
New Zealand Equities	26.74%	30.00%
Australian Equities	17.59%	22.00%
International Equities	29.32%	28.00%
Other	0.00%	0%

Top Fixed Interest Holdings

Holdings	% of Fund's NAV
CYBG 8% 2049	1.39%
Westpac 5% 2027	1.21%
Crown Resorts 5.795% 2075	0.78%
CYBG 7.875% 2028	0.77%
Vodafone Group 6.25% 2078	0.73%
Rabobank 4.625% 2025	0.73%
IAG Float 2045	0.66%
JPMorgan 5% 2024	0.63%
Credit Suisse 7.5% 2023	0.62%
ASB Bank 5.25% 2026	0.60%

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

Fund Portfolio Mix



Shares 73.64%

High Yield & Unrated Bonds 11.80%

Investment Grade Bonds 9.25%

Cash and Other 5.31%

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. This is based on the performance of the AonSaver AMT Milford Aggressive Fund until 31 March 2010 and the Milford KiwiSaver Active Growth Fund from 1 April 2010. 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-ks for more information about the data published within this document.

Level 28, 48 Shortland Street, Auckland
PO Box 960, Shortland Street, Auckland 1140
Free phone 0800 662 346
milfordasset.com

