

KiwiSaver Aggressive Fund

Portfolio Investment Entity

Monthly Fact Sheet as at 31 October 2019



Portfolio Managers



Stephen Johnston
Portfolio Manager



Jonathan Windust
Co-Portfolio Manager

The Fund made a small gain in October (+0.1%), as markets responded positively to a reduction in geopolitical risks. Trade risks have receded with the US and China likely to sign the first phase of a trade agreement in November. In addition, concerns around Brexit have abated, with the European Union granting a three-month delay to 31st January 2020. In the interim, a new election will be held in the UK on the 12th December.

Top global performers included Align technology (+39.4%), best known for clear aligners used in orthodontics. Align posted encouraging third quarter earnings, with improving China demand, and the company expects this positive momentum to be maintained. Pigeon, the Japanese baby goods maker, also performed strongly (+19.4%) as their strong brand and e-commerce strategy in China boosts growth.

Other key outperformers were semiconductor company TSMC (+11.1%) and US hospital operator HCA (+10.9%). The biggest detractors were long term top performers such as US cosmetic company Estee Lauder (-6.4%) and US life sciences and diagnostics conglomerate Danaher (-4.6%).

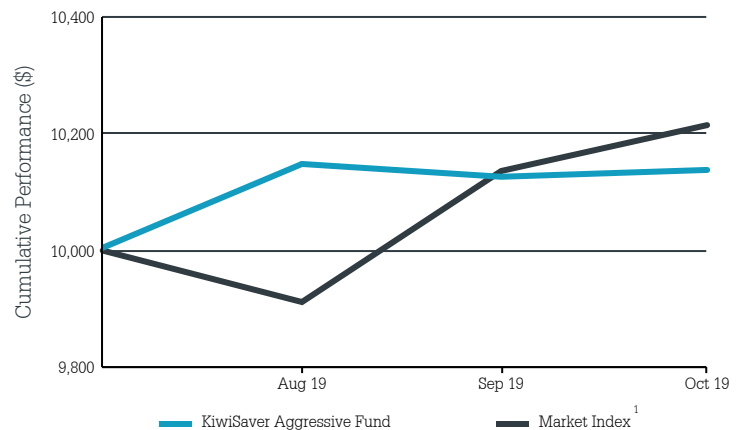
In a strong month for our Australasian holdings, a key outperformer was AFG (+22.7%), benefiting from an improving Australian housing market. Another outperformer was investment platform provider Praemium, that rallied (+25.7%) after releasing strong quarterly flows. Medical company CSL (+9.6%) and property group Mirvac (+4.9%) also contributed positively.

The global backdrop is gradually improving, with geopolitical tensions easing and central banks around the world cutting interest rates to support the economic recovery. As a result of this policy easing, we expect economic data to slowly improve in the months ahead. With this more constructive view, we have been deploying more cash into our best ideas.

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

Cumulative Fund Performance

(after fees and before tax)



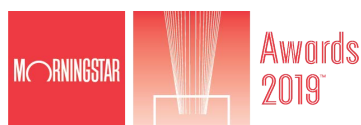
Assumes the growth of \$10,000 invested at the Fund's inception date.

Key Fund Facts

Objective²	Maximise capital growth over a minimum of fifteen years
Description	Primarily invests in international equities, with a moderate allocation to Australasian equities
Target Allocation	5% Income Assets / 95% Growth Assets
Neutral FX Exposure	24.5%
Net Asset Value (NAV)	\$42.4 M
Buy-sell Spread	None
Inception Date	1 August 2019
Benchmark	Not applicable
Base Fund Fee⁴	1.15%
Performance Fee	The Fund may invest into related Milford funds that charge performance fees.
Total Fund Fees⁵	1.15%
Risk Indicator	<div style="display: flex; justify-content: space-between;"> Lower risk Higher risk </div> <div style="display: flex; justify-content: center; align-items: center; gap: 10px;"> 1 2 3 4 5 6 7 </div> <div style="display: flex; justify-content: space-between; margin-top: 5px;"> Potentially lower returns Potentially higher returns </div>



Consumer NZ People's Choice Award – KiwiSaver



Morningstar Fund Manager of the Year
– KiwiSaver Category, NZ



Zenith FundSource - Fund Manager of the Year 2019

Investment Performance after fees as at 31 October 2019⁶

Unit Price: \$1.0134

	1 Month	3 Months	1 year	3 years (p.a.)	5 years (p.a.)	Since Inception
Milford KiwiSaver Aggressive Fund (Gross Of Tax)	0.11%	1.38%	-	-	-	1.38%
After Tax 10.50%	0.05%	1.43%	-	-	-	1.43%
After Tax 17.50%	0.01%	1.46%	-	-	-	1.46%
After Tax 28.00%	-0.05%	1.51%	-	-	-	1.51%
Market Index ¹	0.77%	2.15%	-	-	-	2.15%

Top Security Holdings

Holdings	% of Fund's NAV
Alphabet	2.63%
Microsoft Corp	2.57%
Financial Select SPDR	2.09%
Amazon	1.87%
HDFC Bank	1.83%
Visa	1.77%
CME Group	1.70%
Mastercard	1.64%
Taiwan Semiconductor	1.55%
Crown Castle	1.41%

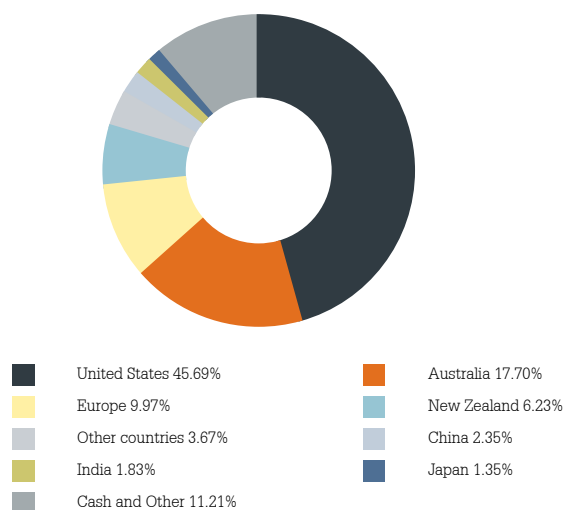
Current Asset Allocation

	Actual Investment Mix	Neutral Investment Mix
Cash and Cash Equivalents	11.21%	5.00%
New Zealand Fixed Interest	0.00%	0%
International Fixed Interest	0.00%	0%
New Zealand Equities	5.73%	5.00%
Australian Equities	18.69%	20.00%
International Equities	64.37%	70.00%
Other	0.00%	0%

Sector Exposure

Allocation	Weight %
Information Technology	15.96%
Financials	15.87%
Consumer Discretionary	12.67%
Health Care	9.73%
Consumer Staples	7.65%
Industrials	7.58%
Communication Services	5.99%
Real Estate	5.39%
Other Sectors	7.95%
Cash and Other	11.21%

Country Exposure



1. The Fund does not have a performance benchmark, hence a market index has been included for comparison purposes. See the Statement of Investment Policy and Objectives for more details on the market index. The market index is a blend of indices that represent the Fund's neutral asset allocation. Note the Fund's investment strategy is designed to achieve its objective, which may mean that at times, the returns of the market index may not be an appropriate measure. **2.** After the base fund fee but before tax and before the performance fee. **3.** Where applicable, the Base Fund Fee includes an estimate of non-related underlying fund charges. **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.** 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.

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