

Global Equity Fund

Portfolio Investment Entity

Monthly Fact Sheet as at 30 November 2019



Portfolio Managers



Felix Fok
Portfolio Manager



Stephen Johnston
Co-Portfolio Manager

The Fund climbed 2.7% in November. Global share markets were buoyed by recent US interest rate cuts as well as expectation of a positive outcome from US-China trade talks.

Positive contributors included Chinese online shopping giant Alibaba (+13.2%). Alibaba is dominant in its home market and continues to grow at very high rates despite already NZ\$830bn in market capitalisation. During the month, the company successfully raised NZ\$20bn from investors to fund growth initiatives, such as online shopping and electronic payments outside of China, logistics, shared computing and data analysis.

Walt Disney (+16.7%) rose last month as the movie studio and theme park operator finally launched its highly anticipated streaming service, akin to Netflix. Disney+ had strong early sign ups in the US and a few of the test markets, including NZ. A wider Europe launch is due March 2020.

Detractors from performance included IDEXX Laboratories (-11.7%). IDEXX is the dominant player in animal diagnostics which help veterinarians improve pet and livestock welfare. Its highly rated CEO recently left due to a medical situation, and the former chief has started to sell down his stake. The Fund has now exited IDEXX to make room for stronger ideas in the portfolio.

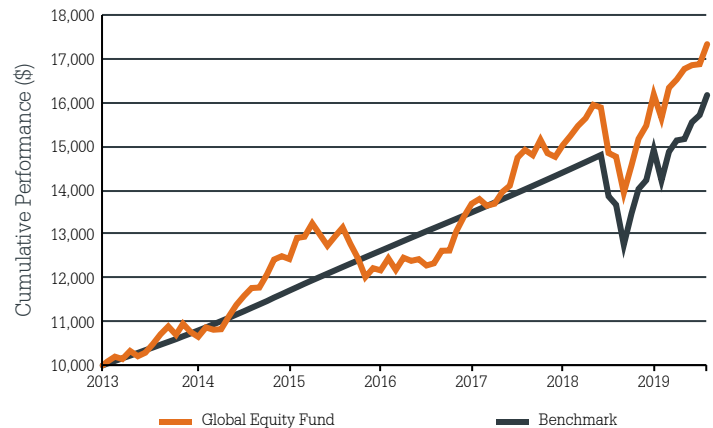
Home Depot (-6.0%) reported results which were lower than market expectations. Home Depot is investing NZ \$17bn in supply chain and logistics to better interconnect offline and online sales of home improvement products to retail customers as well as professional tradesmen. Home Depot is due to update investors on progress in early December.

Overall, the economic backdrop remains one of slow economic growth, but global central banks have responded with lower interest rates. The portfolio remains focused on our key investment themes and dominant companies.

To view Milford's December 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

Objective¹	Capital growth by out-performing the relevant share market index over a minimum of five years
Description	Primarily invests in international equities
Target Allocation	5% Income Assets / 95% Growth Assets
Neutral FX Exposure	50.0%
Net Asset Value (NAV)	\$609.7 M
Buy-sell Spread	None
Inception Date	12 April 2013
Benchmark	MSCI World Index with net dividends reinvested (50% NZD-hedged)
Base Fund Fee²	1.35%
Performance Fee	15% of the Fund's returns above the Benchmark ¹ , subject to the high watermark.
Total Fund Fees³	1.35%
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>

Investment Performance after fees as at 30 November 2019⁴

Unit Price: \$1.7181

	1 Month	3 Months	1 year	3 years (p.a.)	5 years (p.a.)	Since inception (p.a.)
Milford Global Equity Fund (Gross Of Tax)	2.71%	3.36%	17.40%	12.03%	8.05%	8.64%
After Tax 10.50%	2.68%	3.17%	17.05%	11.70%	7.74%	8.34%
After Tax 17.50%	2.66%	3.04%	16.82%	11.48%	7.54%	8.14%
After Tax 28.00%	2.63%	2.84%	16.47%	11.16%	7.22%	7.85%
Benchmark	2.91%	6.61%	18.31%	7.18%	7.40%	7.51%

Top Security Holdings

Holdings	% of Fund's NAV
Financial Select SPDR	3.84%
Microsoft Corp	3.79%
Alphabet	3.63%
Mastercard	3.28%
Visa	3.28%
Amazon	3.04%
HDFC Bank	2.99%
Taiwan Semiconductor	2.49%
ASML Holding Nv	2.31%
Starbucks	2.30%

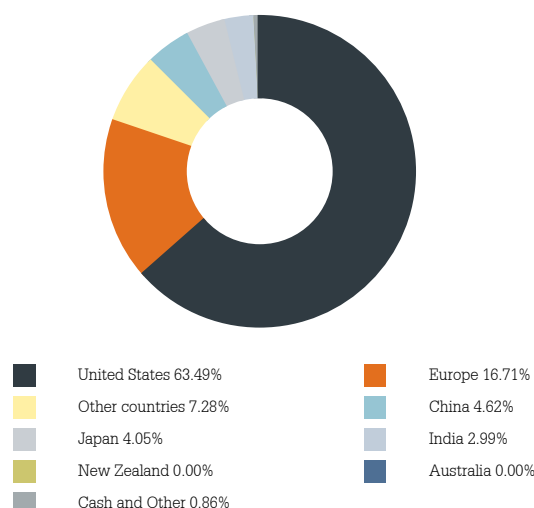
Current Asset Allocation

	Actual Investment Mix	Neutral Investment Mix
Cash and Cash Equivalents	0.68%	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	99.14%	95.00%
Other	0.18%	0%

Sector Exposure

Allocation	Weight %
Information Technology	25.91%
Consumer Discretionary	18.15%
Financials	15.47%
Health Care	9.27%
Consumer Staples	8.92%
Communication Services	7.35%
Industrials	6.13%
Real Estate	3.77%
Other Sectors	4.17%
Cash and Other	0.86%

Country/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. 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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