

Active Growth Fund

Portfolio Investment Entity

Monthly Fact Sheet as at 31 January 2020



Portfolio Managers



Jonathan Windust
Portfolio Manager



William Curtayne
Co-Portfolio Manager

The Fund rose 1.7% in January benefitting from good performance of share and fixed income investments. Markets rose as bond yields fell and investors generally looked to buy shares in search of increased returns. Share markets reversed some of the gains late in the month due to concerns over the impact of the coronavirus.

Key performers during the month included income-producing shares Charter Hall Retail (+10.3%) and Goodman Group (+11.4%), US home builders DR Horton (+12.2%) and Lennar (+19.2%) and US software companies, Salesforce (+12.1%) and Microsoft (+7.9%). During the month the Fund added to home builders DR Horton and Lennar due to strong fundamentals for US housing and both companies' dominant market positions. These shares were rewarded after strong quarterly earnings results which beat analyst estimates.

Following strong gains during the month the Fund took profits on some of its top performing companies including Google's parent company Alphabet. In the short-term, markets are likely to focus upon the potential impacts of the coronavirus which may lead to increased volatility. However, whilst uncertain history tells us the impacts are generally short-term and have minimal medium-term market impact.

The medium-term outlook for shares remains supported by very low interest rates and generally stable economic growth. Key risks remain political uncertainty and that company earnings disappoint investor expectations. Against this backdrop the investment team remains active to identify those companies which are attractively valued and which will exceed investor expectations.

To view Milford's February 2020 Market and Economic Review please see milfordasset.com/fact-sheet.

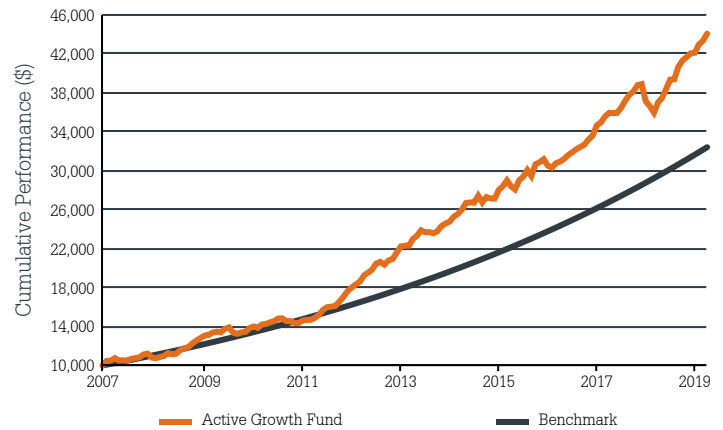
External Ratings



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

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	22% Income Assets / 78% Growth Assets
Neutral FX Exposure	16.0%
Net Asset Value (NAV)	\$1,232.4 M
Buy-sell Spread	None
Inception Date	1 October 2007
Status	Closed to new investors
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	1.39% (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>

Investment Performance after fees as at 31 January 2020⁴

Unit Price: \$4.1152

	1 Month	3 Months	1 year	3 years (p.a.)	5 years (p.a.)	Since inception (p.a.)
Milford Active Growth Fund (Gross Of Tax)	1.65%	4.66%	19.03%	12.53%	11.11%	12.78%
After Tax 10.50%	1.71%	4.58%	18.69%	12.19%	10.75%	12.24%
After Tax 17.50%	1.75%	4.53%	18.45%	11.97%	10.52%	12.03%
After Tax 28.00%	1.81%	4.45%	18.11%	11.63%	10.17%	11.60%
Benchmark	0.81%	2.43%	10.00%	10.00%	10.00%	10.00%

Top Equity Holdings

Holdings	% of Fund's NAV
Contact Energy	3.30%
Spark New Zealand	3.23%
a2 Milk Company	3.22%
iShares MSCI EAFE Min Vol ETF	2.62%
EBOS Group	1.84%
Microsoft Corp	1.74%
Summerset Group Holdings	1.62%
Visa	1.54%
Fisher & Paykel Healthcare	1.40%
HCA Holdings	1.39%

Current Asset Allocation

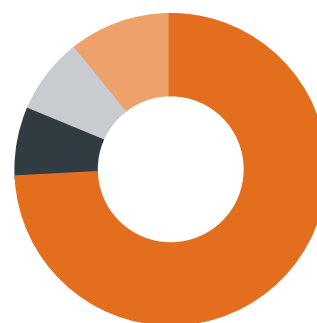
	Actual Investment Mix	Neutral Investment Mix
Cash and Cash Equivalents	10.77%	6.00%
New Zealand Fixed Interest	1.67%	4.00%
International Fixed Interest	13.28%	12.00%
New Zealand Equities	25.88%	26.00%
Australian Equities	15.90%	20.00%
International Equities	32.39%	32.00%
Other	0.11%	0%

Top Fixed Interest Holdings

Holdings	% of Fund's NAV
CYBG 8% 2049	1.18%
Westpac 5% 2027	0.93%
Lloyds 5.125% Perpetual	0.71%
Crown Resorts 5.795% 2075	0.66%
Rabobank 4.625% 2025	0.63%
CYBG 7.875% 2028	0.63%
Vodafone Group 6.25% 2078	0.63%
Barclays 5.875% 2024	0.57%
IAG Float 2045	0.56%
Credit Suisse 7.5% 2023	0.56%

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

Fund Portfolio Mix



Shares 74.17%
High Yield & Unrated Bonds 7.88%
Investment Grade Bonds 7.07%
Cash and Other 10.88%

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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