

KiwiSaver Aggressive Fund

Portfolio Investment Entity

Monthly Fact Sheet as at 31 January 2020



Portfolio Managers



Stephen Johnston
Portfolio Manager



Jonathan Windust
Co-Portfolio Manager

The Fund gained 3.0% in January. It was a rocky start to 2020, with share markets reacting negatively to the emerging threat from the coronavirus. The weak NZ dollar was a boost to the Fund's returns, increasing the value of our offshore holdings.

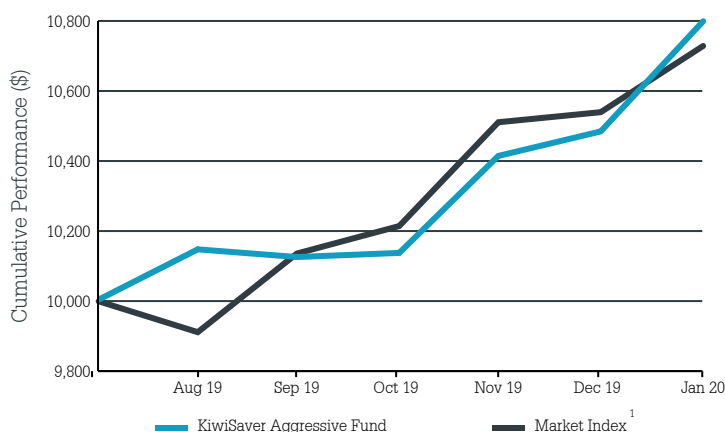
In a mixed month for global shares, large cap US technology companies outperformed and were key positive contributors. Top contributor was US tech giant Microsoft (+7.9%) that delivered another strong quarter of earnings, as growth was maintained in their cloud business Azure and there was healthy demand for Windows 10. Other strong performers included Alphabet (+7.3%), Visa (+5.9%) and Amazon (+8.7%). The largest detractor was Indian private bank HDFC Bank (-9.6%), despite releasing better than expected quarterly results, with earnings growing 31%, the highest in eight years. HDFC bank is in the process of appointing a successor to current CEO Aditya Puri, whose tenure ends in October after 27 years at the helm.

In Australasia, outperformers included biopharmaceutical company CSL (+13.2%), Australian REIT Charter Hall Group (+16.1%) and large retailer Woolworths (+15.7%). Woolworths received a boost with the decision of competitor Kaufland to exit Australia. While in NZ, Fisher & Paykel Healthcare (+5.0%) and Spark (+7.6%) also performed well. The global backdrop remains supportive for shares given gradually improving economic growth and low interest rates. Short term, volatility is likely to increase given the uncertainty surrounding the potential impact of the coronavirus.

To view Milford's February 2020 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

Objective ²	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)	\$73.0 M
Buy-sell Spread	None
Inception Date	1 August 2019
Benchmark	Not applicable
Base Fund Fee ³	1.15%
Performance Fee	The Fund may invest into related Milford funds that charge performance fees.
Total Fund Fees ⁴	1.15%
Risk Indicator	<div><div>Lower risk</div><div>1 2 3 4 5 6 7</div><div>Potentially lower returns Potentially higher returns</div></div>



Consumer NZ People's Choice Award – KiwiSaver



Morningstar Fund Manager of the Year
- KiwiSaver Category, NZ



Awards
2019



Zenith FundSource - Fund Manager of the Year 2019

Investment Performance after fees as at 31 January 2020⁵

Unit Price: \$1.079

	1 Month	3 Months	1 year	3 years (p.a.)	5 years (p.a.)	Since Inception
Milford KiwiSaver Aggressive Fund (Gross Of Tax)	3.00%	6.52%	-	-	-	7.99%
After Tax 10.50%	3.13%	6.34%	-	-	-	7.86%
After Tax 17.50%	3.22%	6.23%	-	-	-	7.78%
After Tax 28.00%	3.36%	6.05%	-	-	-	7.65%
Market Index ¹	1.79%	5.03%	-	-	-	7.28%

Top Security Holdings

Holdings	% of Fund's NAV
Microsoft Corp	3.12%
Alphabet	2.98%
Visa	2.59%
Amazon	2.09%
Mastercard	2.06%
Alibaba Group	1.86%
CME Group	1.72%
McDonald's	1.68%
Apple	1.66%
HDFC Bank	1.60%

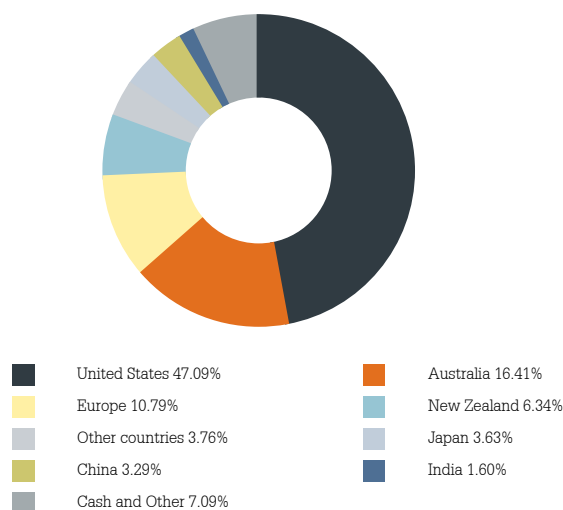
Current Asset Allocation

	Actual Investment Mix	Neutral Investment Mix
Cash and Cash Equivalents	6.85%	5.00%
New Zealand Fixed Interest	0.00%	0%
International Fixed Interest	0.00%	0%
New Zealand Equities	5.78%	5.00%
Australian Equities	17.54%	20.00%
International Equities	69.59%	70.00%
Other	0.24%	0%

Sector Exposure

Allocation	Weight %
Information Technology	22.69%
Consumer Discretionary	16.54%
Financials	12.47%
Health Care	9.18%
Consumer Staples	6.93%
Communication Services	6.46%
Industrials	5.66%
Materials	5.15%
Other Sectors	7.83%
Cash and Other	7.09%

Region 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.

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

