

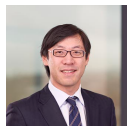
# Global Equity Fund

Portfolio Investment Entity

Monthly Fact Sheet as at 29 February 2020



## Portfolio Managers



**Felix Fok**  
Portfolio Manager



**Stephen Johnston**  
Co-Portfolio Manager

The Fund fell 4.4% in February, outperforming the market which was down 6.5%. The spread of the coronavirus brought an end to the strong run in global share markets, although a weak NZ dollar helped buffer the fall in international shares. The Fund outperformed as the holdings held up in weak markets.

Zillow (+20.8%) beat market expectations with its recent results. The US property website is reinventing its business to better serve the needs of sellers, buyers, and renters. By making instant cash offers to home sellers, Zillow facilitates and accelerates transactions that benefit all its business segments. Nexi (+13.6%), an Italian payments company, rose prior to the outbreak in the country. The move to electronic payments (over cash & cheques) is a powerful, long term, global theme that has contributed to the performance of the Fund since inception.

The largest detractor was Martin Marietta (-13.5%). The company owns quarries and sells crushed rock for US public and private construction work. The company reported results which were impacted by weather, infrastructure project delays, and unplanned maintenance. Otherwise, volume and pricing grew steadily. Apple (-11.5%) has been directly impacted by the virus as iPhone factories and retail stores closed in China. The team continues to monitor the development and impact of the virus for all holdings.

The economic backdrop has weakened given the global spread of the virus. We expect volatility in the short term given uncertainty on the breadth, depth and duration of the disruption. The portfolio remains focused on our key investment themes and dominant companies.

To view Milford's March 2020 Market and Economic Review please see [milfordasset.com/fact-sheet](http://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

<b>Objective<sup>1</sup></b>	Capital growth by out-performing the relevant share market index over a minimum of five years
<b>Description</b>	Primarily invests in international equities
<b>Target Allocation</b>	5% Income Assets / 95% Growth Assets
<b>Neutral FX Exposure</b>	50.0%
<b>Net Asset Value (NAV)</b>	\$653.3 M
<b>Buy-sell Spread</b>	None
<b>Inception Date</b>	12 April 2013
<b>Benchmark</b>	MSCI World Index with net dividends reinvested (50% NZD-hedged)
<b>Base Fund Fee<sup>2</sup></b>	1.35%
<b>Performance Fee</b>	15% of the Fund's returns above the Benchmark <sup>1</sup> , subject to the high watermark.
<b>Total Fund Fees<sup>3</sup></b>	1.35%
<b>Risk Indicator</b>	<div style="display: flex; justify-content: space-between;"> <span>Lower risk</span> <span>Higher risk</span> </div> <div style="text-align: center;"> <span>1</span> <span>2</span> <span>3</span> <span>4</span> <span style="font-size: 1.5em;">5</span> <span>6</span> <span>7</span> </div> <div style="display: flex; justify-content: space-between; margin-top: 5px;"> <span>Potentially lower returns</span> <span>Potentially higher returns</span> </div>

Investment Performance after fees as at 29 February 2020<sup>4</sup>

Unit Price: \$1.7058

	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)	-4.45%	-0.66%	13.49%	9.63%	6.75%	8.21%
After Tax 10.50%	-4.38%	-0.65%	13.24%	9.38%	6.47%	7.93%
After Tax 17.50%	-4.33%	-0.64%	13.07%	9.21%	6.27%	7.74%
After Tax 28.00%	-4.26%	-0.63%	12.81%	8.96%	5.99%	7.45%
Benchmark	-6.48%	-4.81%	9.75%	4.87%	5.92%	6.47%

## Top Security Holdings

Holdings	% of Fund's NAV
Microsoft Corp	4.42%
Alphabet	4.13%
Amazon	3.67%
CME Group	2.93%
Visa	2.87%
Mastercard	2.87%
Taiwan Semiconductor	2.59%
S&P Global	2.58%
Costco Wholesale Corp	2.50%
Apple	2.49%

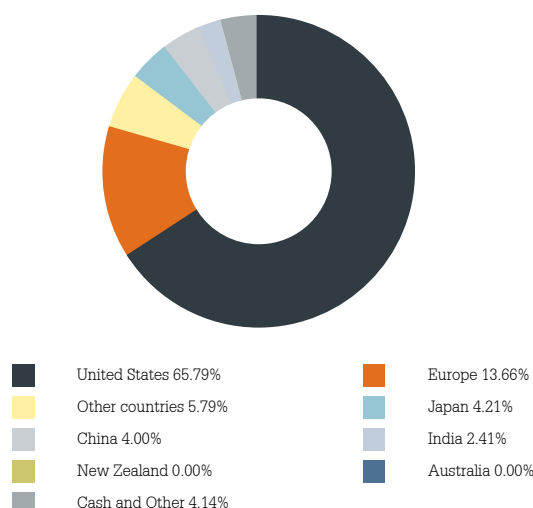
## Current Asset Allocation

	Actual Investment Mix	Neutral Investment Mix
Cash and Cash Equivalents	4.14%	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	95.86%	95.00%
Other	0.00%	0%

## Sector Exposure

Allocation	Weight %
Information Technology	29.62%
Consumer Discretionary	19.80%
Financials	10.59%
Health Care	8.75%
Consumer Staples	8.09%
Communication Services	6.41%
Real Estate	4.46%
Industrials	4.12%
Other Sectors	4.02%
Cash and Other	4.14%

## 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](http://milfordasset.com/fact-sheet) for more information about the data published within this document.

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