

Global Equity Fund

Portfolio Investment Entity

Monthly Fact Sheet as at 31 March 2020



Portfolio Managers



Felix Fok
Portfolio Manager



Stephen Johnston
Co-Portfolio Manager

The Fund fell 8.9% in March, outperforming the market which was down 11.3%. The spread of the coronavirus in Europe and US affected the major economies of the world. The Fund outperformed as the holdings fell less than the market.

Amazon.com (+3.5%) was one of the few shares in the market that was up in March. The online shopping and cloud computing provider is relatively well positioned for the stay-at-home/work-from-home mode.

Safran (-35.4%), an aeroplane engine maker, was an unlikely positive contributor to performance as the Fund bought in opportunistically during the sell-off. As one of only two engine suppliers to short-range commercial aircrafts, Safran is likely to survive this unprecedented hit to air travel, and possibly thrive coming out the other side.

The largest detractor was Transdigm (-42.6%), an aeroplane parts supplier. Unfortunately, unlike Safran, this was a long-time position and the shares sold-off with increasing travel restrictions by major Western nations. The Fund has reweighted exposure in this sector in favour of Safran for its stronger balance sheet and implicit French state backing. Both names are likely to be volatile in the coming months and risk will be managed.

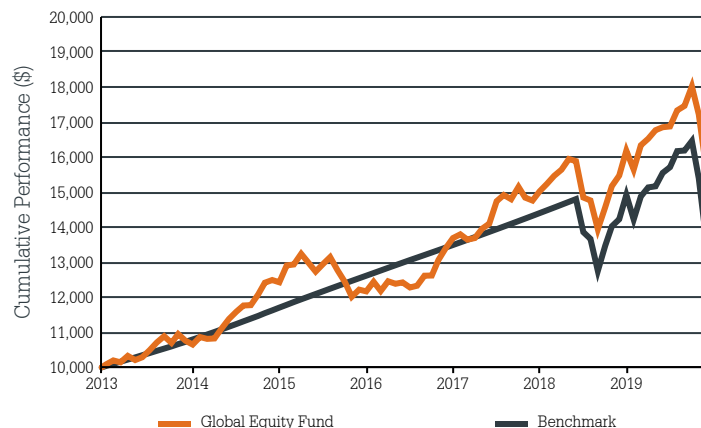
HDFC Bank (-29.9%) is the Fund's India proxy. This market leading bank is succumbing to the weak economy, made worse by the coronavirus. India continues to hold long-term appeal but the virus impact on emerging economies could be particularly severe. The Fund has reduced this position.

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 April 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

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)	\$663.5 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="text-align: center;"> 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 31 March 2020⁴

Unit Price: \$1.5537

	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)	-8.89%	-10.17%	1.38%	5.37%	4.66%	6.67%
After Tax 10.50%	-8.83%	-10.01%	1.27%	5.16%	4.40%	6.41%
After Tax 17.50%	-8.78%	-9.90%	1.20%	5.02%	4.23%	6.23%
After Tax 28.00%	-8.71%	-9.73%	1.09%	4.81%	3.98%	5.97%
Benchmark	-11.33%	-15.68%	-4.06%	0.57%	3.26%	4.57%

Top Security Holdings

Holdings	% of Fund's NAV
Microsoft Corp	4.64%
Amazon	4.33%
Alphabet	4.03%
Apple	4.03%
Alibaba Group	3.48%
S&P Global	2.70%
Costco Wholesale	2.56%
Taiwan Semiconductor	2.34%
Home Depot	2.32%
ASML Holding	2.30%

Current Asset Allocation

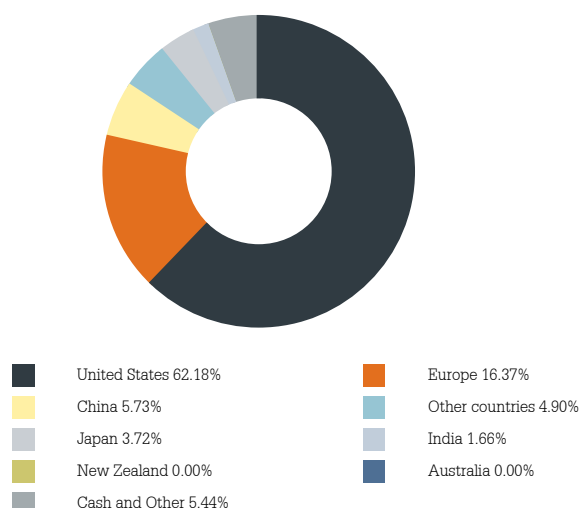
	Actual Investment Mix	Neutral Investment Mix
Effective Cash [#]	5.44%	5.00%
New Zealand Fixed Interest	0.00%	0%
International Fixed Interest	0.00%	0%
New Zealand Equities	0.00%	0%
Australian Equities	0.00%	0%
International Equities	94.56%	95.00%
Other	0.00%	0%

[#] The actual cash held by the Fund is 7.35%. Effective Cash reported above is adjusted to reflect the Fund's notional positions (e.g. derivatives used to increase or reduce market exposure).

Sector Exposure

Allocation	Weight %
Information Technology	30.59%
Consumer Discretionary	18.61%
Health Care	9.73%
Communication Services	8.70%
Consumer Staples	7.56%
Industrials	5.65%
Financials	5.50%
Real Estate	4.18%
Other Sectors	4.04%
Cash and Other	5.44%

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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