

KiwiSaver Aggressive Fund

Portfolio Investment Entity

Monthly Fact Sheet as at 31 March 2020



Portfolio Managers



Stephen Johnston
Portfolio Manager



Jonathan Windust
Co-Portfolio Manager

The Fund fell 10.5% in March, as global share markets closed out their worst quarter since the GFC. Concerns remain about the economic impact of COVID-19 and many economists are now expecting a recession in the coming quarters. One bright spot has been the rapid response by policymakers, with the scope of these announced policies larger than anything seen in the post-World War II era.

In a brutal month, we were pleased with the performance of some of our holdings including Amazon (+3.5%), the e-commerce powerhouse is benefiting from the 'Working From Home' trend, as more households shop online. To keep up with this strong demand, Amazon is hiring 100,000 people for its warehouse and delivery operations. Another strong performer was Costco (+1.4%), the membership-only warehouse chain offering a broad selection of products at the lowest prices anywhere. We are very excited about their arrival in New Zealand in 2021. Reckitt Benckiser (+7.5%), the health & hygiene company, also outperformed as demand surged for many of its brands including Dettol and Lysol cleaning products which comprise hand gels, surface cleaners and disinfectants.

The biggest detractor during March was aerospace company Transdigm (-42.6%), hurt by the collapse in global travel. Other weak performers included Indian private bank HDFC Bank (-29.9%), and French fry producer Lamb Weston (-34.3%) that we exited during the month.

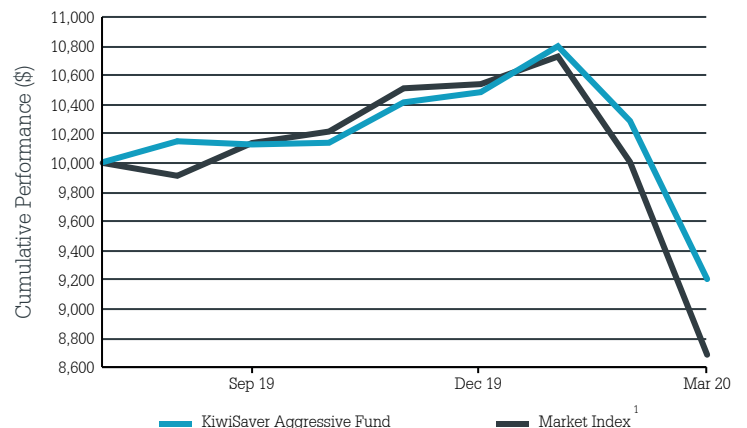
In Australasia, top contributors included Fisher & Paykel Healthcare (+17.8%) on robust demand for respiratory masks and consumer staples companies such as a2 Milk (+5.5%) and supermarket chain Coles (+6.7%). Negative contributors included property company Charter Hall Group (-45.0%) and mortgage broker Australian Finance Group (-45.4%).

We continue to remain cautious and have maintained a relatively high cash allocation given the uncertainty surrounding the extent and duration of the pandemic, as well as the resulting economic impact. However, history has shown some of the very best investment opportunities tend to come during market corrections and the team remains focused on identifying high quality businesses that will emerge from this downturn even stronger.

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

Cumulative Fund Performance

(after fees and before tax)



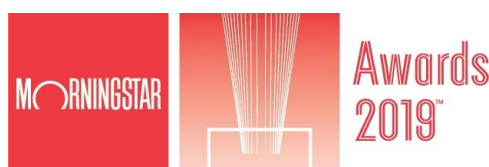
Assumes the growth of \$10,000 invested at the Fund's inception date.

Key Fund Facts

Objective²	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)	\$76.0 M
Buy-sell Spread	None
Inception Date	1 August 2019
Benchmark	Not applicable
Base Fund Fee³	1.15%
Performance Fee	The Fund may invest into related Milford funds that charge performance fees.
Total Fund Fees⁴	1.15%
Risk Indicator	<div> <div>Lower risk</div> <div>Higher 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



FundSource 2018 KiwiSaver Manager of the Year

Investment Performance after fees as at 31 March 2020⁵

Unit Price: \$0.9194

	1 Month	3 Months	1 year	3 years (p.a.)	5 years (p.a.)	Since Inception
Milford KiwiSaver Aggressive Fund (Gross Of Tax)	-10.52%	-12.21%	-	-	-	-7.95%
After Tax 10.50%	-10.33%	-11.75%	-	-	-	-7.70%
After Tax 17.50%	-10.20%	-11.44%	-	-	-	-7.53%
After Tax 28.00%	-10.01%	-10.97%	-	-	-	-7.28%
Market Index ¹	-13.19%	-17.58%	-	-	-	-13.13%

Top Security Holdings

Holdings	% of Fund's NAV
Microsoft Corp	3.71%
Amazon	3.32%
Alphabet	3.11%
Alibaba Group	2.88%
Apple	2.44%
Activision Blizzard	1.70%
Visa	1.68%
S&P Global	1.59%
Freee	1.57%
Costco Wholesale	1.53%

Current Asset Allocation

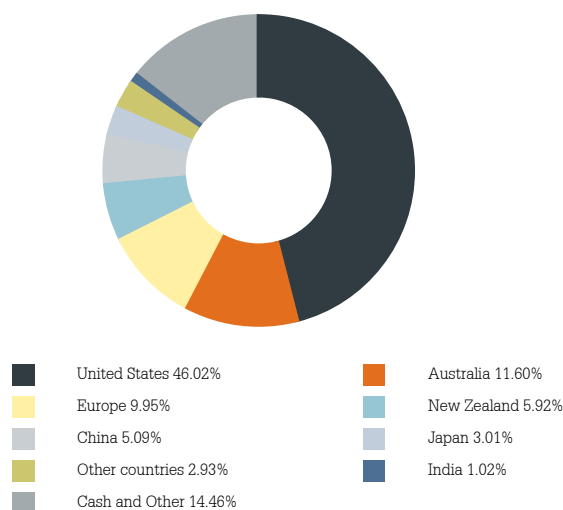
	Actual Investment Mix	Neutral Investment Mix
Effective Cash [#]	14.46%	5.00%
New Zealand Fixed Interest	0.00%	0%
International Fixed Interest	0.00%	0%
New Zealand Equities	5.37%	5.00%
Australian Equities	12.67%	20.00%
International Equities	67.50%	70.00%
Other	0.00%	0%

[#] The actual cash held by the Fund is 17.03%. 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	22.08%
Consumer Discretionary	14.98%
Communication Services	9.37%
Health Care	9.17%
Consumer Staples	7.16%
Financials	7.11%
Industrials	5.53%
Materials	3.82%
Other Sectors	6.32%
Cash and Other	14.46%

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.

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