

Global Equity Fund

Portfolio Investment Entity

Monthly Fact Sheet as at 30 June 2020



Portfolio Managers



Felix Fok
Portfolio Manager



Stephen Johnston
Co-Portfolio Manager

Global Equity gained 1.1% in June and is up 12.4% in the last year. Longer term, the Fund is up 34.6% over the past three years.

The virus has accelerated the trend towards a more digital world, and we do not expect that trend to reverse. To illustrate, Microsoft CEO Satya Nadella commented that there has been two years of digital transformation in two months. In simple terms, digital transformation is the use of technology in all areas of a business to accelerate growth.

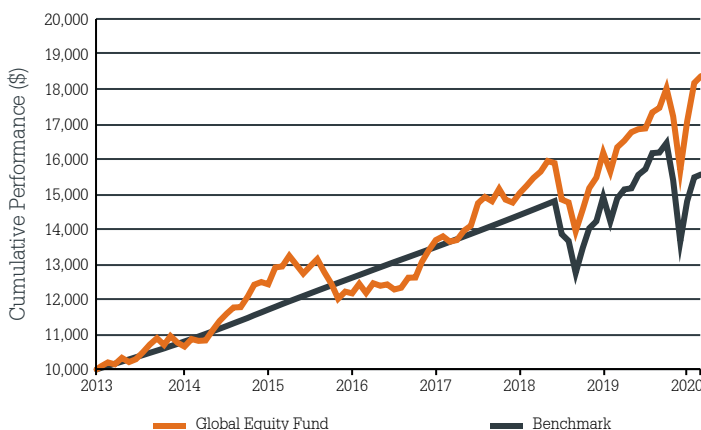
Key positive contributors in June included Apple (+14.7%), which cemented its position as the world's most valuable company with a market capitalisation of NZ\$2.4 trillion, over 7 times the size of the NZ economy. Fellow US technology giant Amazon (+13.0%) also performed strongly as e-commerce goes from strength to strength. Amazon is up a whopping 49.3% year to date. ASML (+11.6%) the Dutch semiconductor equipment maker also performed well, and the outlook is promising as their tools are key to more powerful and smaller chips.

Detractors from performance included Alphabet (-1.1%), which was hurt by the advertising slowdown and increasing pressure from anti-trust regulators concerned about its dominance. Ecolab (-6.2%), the world leader in water and hygiene technologies globally, fell on profit taking after rallying +80% off its lows in March. The economic backdrop remains challenging notwithstanding signs of recovery off depressed levels. 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 July 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)	\$735.7 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	<p>Lower risk Higher risk</p> <p style="text-align: center;">1 2 3 4 5 6 7</p> <p>Potentially lower returns Potentially higher returns</p>

Investment Performance after fees as at 30 June 2020⁴

Unit Price: \$1.8186

	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)	1.08%	17.11%	12.44%	10.42%	7.26%	8.79%
After Tax 10.50%	1.03%	17.03%	12.33%	10.21%	7.01%	8.52%
After Tax 17.50%	1.00%	16.98%	12.26%	10.07%	6.84%	8.34%
After Tax 28.00%	0.95%	16.90%	12.15%	9.87%	6.59%	8.07%
Benchmark	0.53%	14.01%	4.61%	4.49%	5.57%	6.32%

Top Security Holdings

Holdings	% of Fund's NAV
Amazon	4.42%
Microsoft Corp	4.38%
Apple	3.98%
Alphabet	3.94%
Paypal Holdings	3.16%
S&P Global	2.71%
ASML Holding	2.55%
Transunion	2.51%
Visa	2.46%
Mastercard	2.45%

Current Asset Allocation

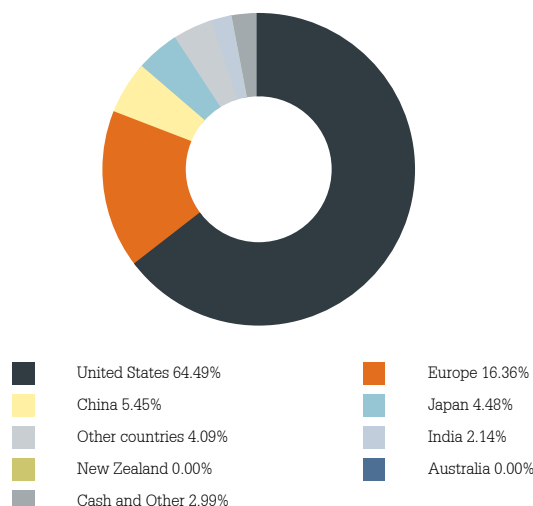
	Actual Investment Mix	Neutral Investment Mix
Effective Cash #	1.37%	5.00%
New Zealand Fixed Interest	0.00%	0%
International Fixed Interest	0.00%	0%
New Zealand Equities	0.00%	0%
Australian Equities	0.00%	0%
International Equities	97.01%	95.00%
Other	1.62%	0%

The actual cash held by the Fund is 1.82%. 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	34.10%
Consumer Discretionary	14.17%
Health Care	11.97%
Communication Services	8.37%
Industrials	7.00%
Financials	5.86%
Consumer Staples	5.84%
Materials	4.20%
Other Sectors	5.50%
Cash and Other	2.99%

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.

Level 28, 48 Shortland Street, Auckland
PO Box 960, Shortland Street, Auckland 1140
Free phone 0800 662 345
milfordasset.com

