

Global Equity Fund

Portfolio Investment Entity

Monthly Fact Sheet as at 31 July 2020



Portfolio Managers



Felix Fok
Portfolio Manager



Stephen Johnston
Co-Portfolio Manager

Global Equity rose 3.7% in July. The Fund outperformed the market by 1.5% last month.

Key positive contributors in July included Taiwan Semiconductor Manufacturing Company (TSMC, +39.0% performance in USD), the world's largest contract manufacturer of computing chips. The company reported strong results driven by spending on 5G telecommunication networks and data centres, trends that will carry on for some time.

Apple (+16.5% in local currency), which is a large customer of TSMC, reported surprisingly strong second quarter sales and earnings as consumers and businesses kitted out to Work-From-Home. Apple has significant brand power which helps it sell phones and devices at a premium. The 11% sales growth was impressive given the company had to close stores due to the pandemic.

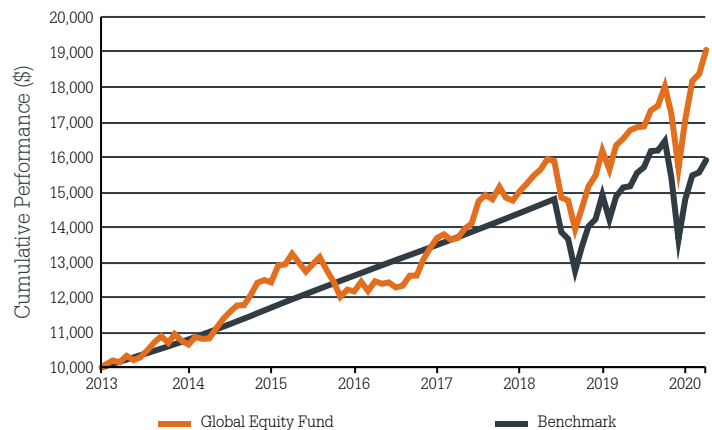
Detractors from performance included Korean video game developer NCSOFT (-9.0%), and cleaning and sanitation company Ecolab (-6.0%). The latter fell on results weighed down by closures at its hotel and restaurant customers. Ecolab is a Covid recovery play that also benefits from its expertise in hygiene and sanitation. The Fund is maintaining its position. Despite its fall last month, NCSOFT is up 49.9% year to date.

The economic backdrop remains uncertain. The portfolio remains focused on our key investment themes and dominant companies.

To view Milford's August 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)	\$779.3 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="display: flex; justify-content: center; align-items: 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 July 2020⁴

Unit Price: \$1.8866

	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)	3.75%	11.62%	15.33%	11.65%	7.55%	9.23%
After Tax 10.50%	3.76%	11.56%	15.23%	11.46%	7.29%	8.96%
After Tax 17.50%	3.77%	11.52%	15.16%	11.34%	7.12%	8.79%
After Tax 28.00%	3.78%	11.46%	15.06%	11.15%	6.86%	8.52%
Benchmark	2.27%	7.53%	5.15%	5.08%	5.91%	6.57%

Top Security Holdings

Holdings	% of Fund's NAV
Apple	4.40%
Amazon	4.20%
Microsoft Corp	4.08%
Alphabet	3.90%
Paypal Holdings	2.93%
Alibaba Group	2.73%
S&P Global	2.51%
Transunion	2.46%
Thermo Fisher Scientific	2.43%
Danaher	2.43%

Current Asset Allocation

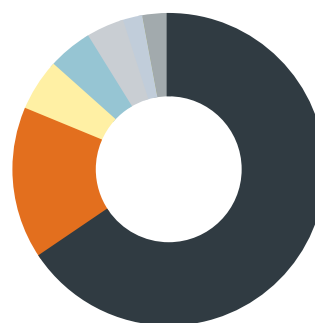
	Actual Investment Mix	Neutral Investment Mix
Effective Cash #	0.45%	5.00%
New Zealand Fixed Interest	0.00%	0%
International Fixed Interest	0.00%	0%
New Zealand Equities	0.00%	0%
Australian Equities	0.00%	0%
International Equities	97.07%	95.00%
Other	2.48%	0%

The actual cash held by the Fund is 1.16%. 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	32.77%
Consumer Discretionary	14.80%
Health Care	13.41%
Communication Services	8.09%
Industrials	6.38%
Consumer Staples	6.29%
Financials	5.58%
Materials	3.89%
Other Sectors	5.86%
Cash and Other	2.93%

Region Exposure



United States 65.51%	Europe 15.71%
China 5.37%	Other countries 4.57%
Japan 3.90%	India 2.01%
New Zealand 0.00%	Australia 0.00%
Cash and Other 2.93%	

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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