

KiwiSaver Aggressive Fund

Portfolio Investment Entity

Monthly Fact Sheet as at 31 July 2020



Portfolio Managers



Stephen Johnston
Portfolio Manager



Jonathan Windust
Co-Portfolio Manager

The Fund gained 3.8% in July, and 13.0% over the last year, in what can only be described as a tumultuous first year for the Fund. The key positive contributor in July was Taiwan Semiconductor Manufacturing Company (TSMC, +39.0%), the world's largest manufacturer of computer chips for companies such as Apple. TSMC has a market share of over 50% in state-of-the-art chips and its technology edge over its competitors continues to grow. One of our pet favourites, Idexx Laboratories (+20.5%), delivered surprisingly good second quarter results as pet spending held up well despite the impact of the virus.

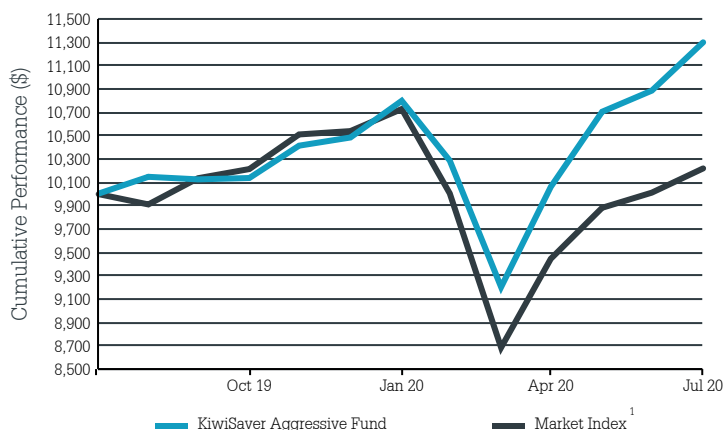
Technology behemoths Apple (+16.5%) and Amazon (+14.7%) continued to shine, both reporting blockbuster second quarter results. In a quarter where the global economy had one of its worst economic downturns in decades, Amazon grew sales by 40% year on year and their profit was well ahead of expectations. Apple also surprised positively, growing sales by 11% and earnings by 18% from a year ago with strong demand for their entry level iPhone SE as well as Macs and iPads. Positive contributors in Australasia included gold miners which were buoyed by record gold prices, as well as wealth management platform HUB24 (+43.4%). Detractors from performance included Korean video game developer NCSOFT (-9.0%), and cleaning and sanitation company Ecolab (-6.0%), after releasing mixed results hurt by their institutional business which makes sales to restaurants and hotels that have been hit hard by COVID-19. While Ecolab's other business segments are performing well, a sustainable recovery in the institutional business will likely be reliant on the development of a vaccine.

The economic outlook still remains uncertain but given the policy support, the backdrop is very favourable for stock picking. We continue to take an opportunistic approach in this market volatility, by identifying high quality businesses that will emerge from this downturn even stronger.

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

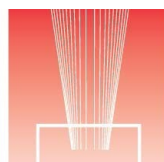
Objective²	Maximise capital growth over a minimum of fifteen years
Description	Primarily invests in international equities, with a moderate allocation to Australasian equities
Target Allocation	5% Income Assets / 95% Growth Assets
Neutral FX Exposure	24.5%
Net Asset Value (NAV)	\$138.2 M
Buy-sell Spread	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



Awards
2019



Zenith FundSource Fund Manager of the Year

Investment Performance after fees as at 31 July 2020⁵

Unit Price: \$1.1282

	1 Month	3 Months	1 year	3 years (p.a.)	5 years (p.a.)	Since Inception
Milford KiwiSaver Aggressive Fund (Gross Of Tax)	3.80%	12.30%	12.99%	-	-	12.99%
After Tax 10.50%	3.67%	11.91%	12.75%	-	-	12.75%
After Tax 17.50%	3.58%	11.65%	12.59%	-	-	12.59%
After Tax 28.00%	3.45%	11.26%	12.35%	-	-	12.35%
Market Index ¹	2.07%	8.19%	2.20%	-	-	2.20%

Top Security Holdings

Holdings	% of Fund's NAV
Amazon	2.94%
Microsoft Corp	2.88%
Alphabet	2.68%
Apple	2.57%
Thermo Fisher Scientific	1.96%
Transunion	1.90%
Mastercard	1.85%
Visa	1.72%
Paypal Holdings	1.71%
ANSYS	1.69%

Current Asset Allocation

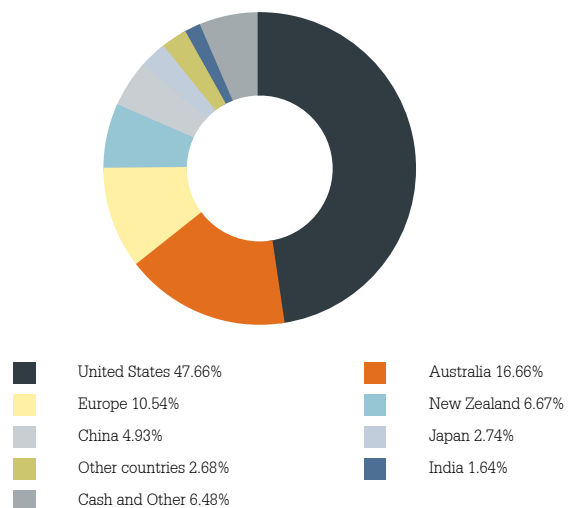
	Actual Investment Mix	Neutral Investment Mix
Effective Cash [#]	3.89%	5.00%
New Zealand Fixed Interest	0.00%	0%
International Fixed Interest	0.00%	0%
New Zealand Equities	6.15%	5.00%
Australian Equities	17.20%	20.00%
International Equities	70.17%	70.00%
Other	2.59%	0%

[#] The actual cash held by the Fund is 5.74%. 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	24.53%
Health Care	13.80%
Consumer Discretionary	12.44%
Financials	8.76%
Communication Services	7.61%
Materials	6.93%
Industrials	6.89%
Consumer Staples	6.00%
Other Sectors	6.56%
Cash and Other	6.48%

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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