

Global Equity Fund

Portfolio Investment Entity

Monthly Fact Sheet as at 31 January 2021



Portfolio Managers



Felix Fok
Portfolio Manager



Stephen Johnston
Co-Portfolio Manager

Global Equity fell 1.8% in January, which was 0.9% behind the market index. In the past year, the Fund returned 13.8% compared to the market index which was up 7.2%.

Key positive contributors included Tencent (+20.8%), NetEase (+20.1%) and Alibaba (+6.1%) which rebounded as concerns over broader Chinese regulations of large internet companies eased somewhat. China has managed COVID-19 relatively well and saw its economy grow 2% in 2020. This optimism is also affirmed by the -35% rise of its local share market index in the past year.

Elsewhere, Taiwan Semiconductor Manufacturing Company (TSMC, +11.4%) lifted its projected investment spend significantly as it expects strong sustainable demand for high performance processors. Also, US homebuilder DR Horton (+11.4%) reported strong demand for new homes helped by historic low mortgage rates.

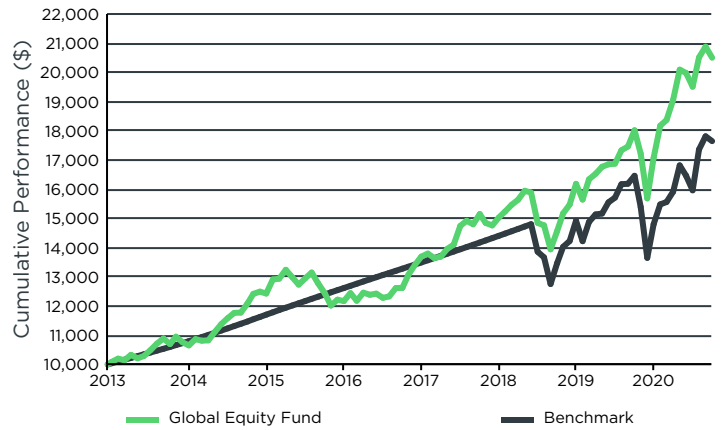
Detractors included holdings geared towards the reopening of economies and travel. Companies making plane parts, Transdigm (-10.6%) and Safran (-10.2%), retraced some of the bump from positive vaccine news in November as infections rose, particularly in Europe. These recovery plays offer attractive medium-term risk-reward and should do well when the pandemic eases. TransUnion (-12.3%), which profiles consumers for creditworthiness, was out of favour as investors in the financial sector rotated into banks to try benefit from potentially higher interest rates.

We are optimistic on the outlook given the positive vaccine developments provide light at the end of the tunnel. The portfolio remains focused on our key investment themes and dominant companies.

To view Milford's February 2021 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)	\$1,023.3 M
Buy-sell Spread	None - swing pricing applies (See PDS for details)
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; align-items: center;"> Lower risk Higher risk </div> <div style="display: flex; justify-content: center; align-items: center; margin: 5px 0;"> 1 2 3 4 5 6 7 </div> <div style="display: flex; justify-content: center; align-items: center;"> Potentially lower returns ▲ Potentially higher returns </div>



Global Equity Fund as at 31 January 2021

Investment Performance after fees as at 31 January 2021⁴

Unit Price: \$2.0286

	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)	-1.82%	5.08%	13.78%	10.61%	10.51%	9.63%
After Tax 10.50%	-1.84%	4.97%	13.70%	10.40%	10.27%	9.36%
After Tax 17.50%	-1.85%	4.90%	13.65%	10.26%	10.11%	9.17%
After Tax 28.00%	-1.87%	4.79%	13.58%	10.04%	9.87%	8.90%
Benchmark	-0.93%	10.54%	7.20%	7.57%	7.31%	7.55%

Top Security Holdings

Holdings	% of Fund
Microsoft	3.72%
Amazon	3.53%
Apple	3.43%
Alphabet	3.08%
Intercontinental Exchange	2.77%
TSMC	2.71%
HDFC Bank	2.62%
Paypal	2.58%
Thermo Fisher	2.40%
Danaher	2.37%

Current Asset Allocation

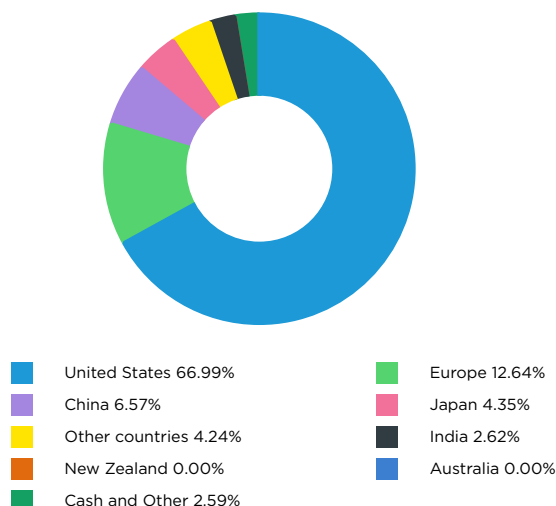
	Actual Investment Mix	Neutral Investment Mix
Effective Cash #	0.99%	5.00%
New Zealand Fixed Interest	0.00%	0%
International Fixed Interest	0.00%	0%
New Zealand Equities	0.00%	0%
Australian Equities	0.00%	0%
International Equities	97.41%	95.00%
Other	1.60%	0%

The actual cash held by the Fund is 2.12%. Effective Cash reported above is adjusted to reflect the Fund's notional positions (e.g. derivatives used to increase or reduce market exposure).

Sector Allocation

Allocation	Weight %
Information Technology	28.58%
Consumer Discretionary	14.40%
Health Care	13.95%
Industrials	11.63%
Financials	8.80%
Communication Services	8.42%
Consumer Staples	4.28%
Materials	4.19%
Real Estate	1.71%
Utilities	1.45%
Cash and Other	2.59%

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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