

# Milford KiwiSaver Plan KiwiSaver Moderate Fund

## Monthly Fact Sheet as at 30 June 2024



### Portfolio Managers



**Mark Riggall**  
Portfolio Manager



**Paul Morris**  
Co-Portfolio Manager

The Fund returned 0.4% in June, underpinned by a better month for the Fund's fixed income holdings, partially offset by a softer month for the Fund's equity positions.

Returns from fixed income benefited from lower interest rates on the back of softer economic data in several regions, with the exception being Australian dollar bonds, where interest rates increased on the back of sticky inflation and growing risks of another hike by the Reserve Bank of Australia. This is a risk we have been cognisant of for some time now, hence the Fund had minimal exposure to Australian interest rates. The Fund has, however, had an overweight exposure to the Australian dollar, primarily versus the New Zealand dollar, for a number of reasons. These included the potential for RBA policy to diverge with RBNZ policy, which benefited the Fund this month.

The mix of Fund shares was a headwind in June, as AI enthusiasm continued to drive technology stocks higher. We continue to think that the valuations of many of these shares leaves very limited room for earnings disappointment. Within the mix of shares, leaders this month included software company Microsoft (+7.7%), insurer Suncorp (+9.4%), and infrastructure business Infratil (+7.1%). Microsoft benefited from ongoing demand for AI-exposed companies, while Suncorp was stronger given expectations of strong insurance pricing. Infratil performed well on the back of a \$1.1b equity raise to fund accelerated growth in data centres.

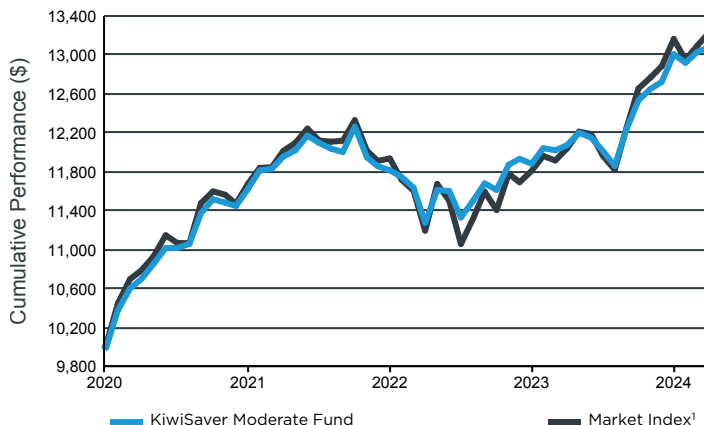
Looking ahead, the economic outlook is mixed. Positives are improving real wages and strong financial positions for many consumers. Negatives are growing signs of an easing US labour market, which may translate into softer consumption in coming quarters. Share market valuations are also elevated by historic standards. Regardless of the economic environment, the Milford team continues to identify attractively valued investment opportunities.

To view Milford's June 2024 Market and Economic Review please see [milfordasset.com/insights](https://milfordasset.com/insights).

For previous fund reports see [milfordasset.com/fund-reports](https://milfordasset.com/fund-reports).

### Cumulative Fund Performance

(after fees and before tax)



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

### Key Fund Facts

**Objective<sup>2</sup>** To provide moderate returns and capital growth over the minimum recommended investment timeframe

**Description** Diversified fund that primarily invests in fixed interest securities, with a significant allocation to equities

<b>Minimum recommended investment timeframe</b>	4 years +
<b>Target Allocation</b>	60% Income Assets / 40% Growth Assets
<b>Neutral FX Exposure</b>	6.0%
<b>Net Asset Value (NAV)</b>	\$169.8 M
<b>Buy-sell Spread</b>	None - swing pricing applies (See PDS for details)
<b>Inception Date</b>	27 March 2020
<b>Benchmark</b>	Not applicable
<b>Base Fund Fee<sup>3</sup></b>	0.95%
<b>Performance Fee</b>	The Fund may invest into related Milford funds that charge performance fees.
<b>Total Fund Fees<sup>4</sup></b>	0.96% (includes an est. performance fee)

	Lower risk	4			Higher risk		
<b>Risk Indicator</b>	1	2	3	4	5	6	7
	Potentially lower returns				Potentially higher returns		



# KiwiSaver Moderate Fund as at 30 June 2024

## Investment Performance after fees as at 30 June 2024<sup>5</sup>

Unit Price: \$1.3012

	1 Month	3 Months	1 year	3 years (p.a.)	5 years (p.a.)	Since inception (p.a.)
Milford KiwiSaver Moderate Fund (Gross Of Tax)	0.36%	0.55%	8.34%	3.04%	-	6.50%
After Tax 10.50%	0.32%	0.44%	7.69%	2.83%	-	6.21%
After Tax 17.50%	0.29%	0.37%	7.26%	2.68%	-	6.02%
After Tax 28.00%	0.26%	0.25%	6.63%	2.47%	-	5.73%
Market Index <sup>1</sup>	1.02%	0.51%	9.90%	3.26%	-	6.79%

## Top Equity Holdings

Holdings	% of Fund
Contact Energy	1.35%
Shell	1.23%
Spark	1.01%
Coca-Cola Europacific Partners	0.99%
Telstra	0.98%
HCA Holdings	0.95%
Infratil	0.93%
Elevance Health	0.83%
Bank of Ireland Group	0.70%
Microsoft	0.68%

## Current Asset Allocation

	Actual Investment Mix	Neutral Investment Mix
Effective Cash #	16.70%	9%
New Zealand Fixed Interest	15.67%	15%
International Fixed Interest	30.18%	36.0%
New Zealand Equities	5.14%	6%
Australian Equities	7.73%	9%
International Equities	21.74%	19%
Listed Property	2.83%	6%
Other	0.01%	0.0%

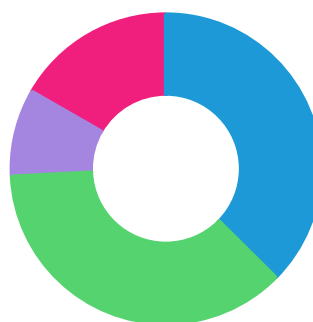
# The actual cash held by the Fund is 12.77%. Effective Cash reported above is adjusted to reflect the Fund's notional positions (e.g. derivatives used to increase or reduce market exposure).

## Top Fixed Interest Holdings

Holdings	% of Fund
NZGBI 2% 2025	2.22%
ANZ 4.95% 2029	0.95%
NZLGFA 4.5% 2030	0.90%
Westpac 5.1% 2029	0.85%
NZLGFA 1.5% 2026	0.70%
Housing NZ 3.42% 2028	0.66%
NZLGFA 1.5% 2029	0.64%
Suncorp 4.75% 2029	0.63%
GTA Finance 2.2% 2027	0.62%
Westpac 5.754% 2034	0.61%

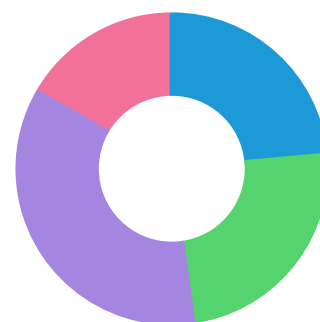
Note: Fixed interest securities are reported in the following format: Issuer name, interest (coupon rate), maturity year.

## Fund Portfolio Mix



■ Shares 37.44% ■ Investment Grade Bonds 36.74%  
 ■ High Yield & Unrated Bonds 9.11% ■ Cash and Other 16.71%

## Region Exposure



■ New Zealand 23.56% ■ Australia 24.22%  
 ■ Global 35.51% ■ Cash and Other 16.71%



**PROVIDER OF THE YEAR**  
KIWISAVER 2020 - 2023



**OUTSTANDING VALUE**  
KIWISAVER SCHEME 2020 - 2023

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](http://milfordasset.com/fact-sheet-ks) for more information about the data published within this document.

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