

Milford Diversified Income Fund (AU)

Introduction



Fund Overview

The Milford Diversified Income Fund (AU) is a fund modelled on Milford's Diversified Income Fund in New Zealand. The fund aims to provide investors with a regular monthly income and moderate levels of capital growth by investing in a variety of income generating assets, such as Australian and global shares, fixed interest, property and infrastructure. The Fund is managed by our experienced portfolio management team, and leverages the skills of 30 investment professionals in Sydney and Auckland.

Investment Objective

The fund aims to provide a regular income as well as providing moderate capital growth, while seeking to preserve capital over rolling two-year periods (net of fees).

Investment Strategy

The Fund is an actively managed multi-asset absolute return style fund. The Fund aims to achieve its investment objective by investing in a variety of income generating assets (such as Australian and global shares, fixed interest, property and infrastructure) and will leverage the breadth of its asset class ranges at different points of the market cycle to help achieve its investment objective.

The Fund will seek to manage risk through appropriate portfolio diversification and utilise derivatives for efficient portfolio management and foreign currency hedging.

Who the Fund suits

Investors looking for:

- Preservation of capital over rolling 2-year periods
- A regular monthly income and moderate capital growth
- A multi-asset fund that invests in a variety of income generating assets such as Australasian and global shares, fixed interest, property and infrastructure
- A medium-risk investment

Key Fund Facts

Benchmark	RBA cash rate + 3.5%
Inception Date	August 2020
APIR	ETL1908AU
Recommended Investment Timeframe	3 years +
Minimum Investment	\$20,000
Risk level	Medium
Management Fee*	0.70%
Capped expense recovery*	0.05%
Buy-Sell Spread	+/-0.15%
Entry/Exit Fee	Nil
Distribution Frequency	Monthly
Fund Pricing	Daily

* Fees and expense recoveries are stated exclusive of GST

Target Asset Allocation

Asset class	Neutral asset allocation	Maximum ranges
Cash and cash equivalents	5%	0-60%
Australian fixed interest	20%	0-70%
International fixed interest	35%	0-70%
Australian equities	20%	10-50%
International equities	5%	0-40%
Listed property	15%	0-30%

Portfolio Managers



Paul Morris
Portfolio Manager



Dan Simmonds
Portfolio Manager

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Milford Diversified Income Fund (AU)’s Target Market Determination is available at <https://milfordasset.com.au/forms-documents>. The Target Market Determination is a document describing who this financial product is likely to be appropriate for (i.e. the target market), and any conditions around how the product can be distributed to investors. It also describes the events or circumstances where the Target Market Determination for this financial product may need to be reviewed.