



# 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

<b>Benchmark</b>	RBA cash rate + 3.5%
<b>Inception date</b>	August 2020
<b>Minimum investment</b>	\$20,000
<b>Recommended investment timeframe</b>	3+ years
<b>Risk level</b>	Medium
<b>Management fee*</b>	0.70%
<b>Capped expense recovery*</b>	0.05%
<b>Buy/Sell spread</b>	+/- 0.15%
<b>Entry/exit fee</b>	Nil
<b>Distribution frequency</b>	Monthly
<b>Fund pricing</b>	Daily
<b>APIR Code</b>	ETL1908AU

\* 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 Manager Details



**David Lewis**  
**Portfolio Manager**

David is Deputy Chief Investment Officer and is the Portfolio Manager of the Milford Diversified Income Fund. He is also the Co-Manager of the Milford Trans-Tasman Bond & Global Corporate Bond Funds. David joined Milford in 2013 from Merrill Lynch where he worked in Sydney and London for eight years in a variety of areas including credit research, emerging market research, and principal investments in high yield/distressed credit. Prior to this, David spent four years as a fixed income analyst at BT Funds Management and Principal Global Investors, based in Sydney and London. David has a Bachelor of Commerce in Economics from the University of Canterbury, a Master of Commerce in Finance from the University of Sydney, and is a CFA Charterholder.



**Paul Morris**  
**Portfolio Manager**

Paul joined Milford in February 2016 and is the Portfolio Manager of a number of Milford funds. Paul has over 20 years' experience in global and Australasian financial markets. Paul held senior fixed income roles with investment banks including Merrill Lynch and ABN AMRO in London. His experience includes debt capital markets, credit trading and interest rate derivatives trading. Paul moved to New Zealand in 2009 and was Executive Director and Head of Debt Capital Markets at JBWere, before moving to Macquarie Private Wealth in 2010. Paul has a Masters in Aeronautical Engineering from Queens University in Belfast.



**Dan Simmonds**  
**Co-Portfolio Manager**

Daniel is a Portfolio Manager focussed on global infrastructure, utilities and real estate assets. He works on a number of funds at Milford with a particular focus on the Milford Diversified Income Fund. Previously he spent 7 years at RARE Infrastructure where he was a Portfolio Manager and Senior Analyst and 4.5 years at CP2 (formerly Capital Partners) as an Investment Analyst. Daniel holds Economics (Hons) and Arts degrees from the University of Western Australia, and a Graduate Certificate in Applied Finance from Macquarie University. Daniel is based in Sydney.

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