

# The Milford Foundation —

## How will your generous donation be used?

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For any donation received by the Foundation it will be split into two parts. Currently 50% of the donation will be allocated to a Granting Portfolio and 50% will be allocated to a Capital Portfolio.

The Foundation will exclusively use Milford Asset Management Limited as its investment manager for the donations received. Milford Asset Management Limited will charge no management fees or performance fees for managing these donated funds.

### GRANTING PORTFOLIO

A 50% portion of your donation will be allocated to be Granted to selected charities selected by the Foundation.

This portion of the donation will be allocated in the next 12 months to provide strategic support over a period of 3-years (or longer).

Prior to the granting of funds to the charity partner, the Foundation granting assets will be expertly managed on a short-term basis by the Milford Asset Management investment team. These donated funds will be managed on a time horizon of up to 3 years.

Milford Asset Management Limited will charge no management fees for managing these donated funds.



0800 FOUNDATION (0800 368632)  
[milfordfoundation.co.nz](http://milfordfoundation.co.nz)



**MILFORD  
FOUNDATION**  
INVESTING IN FUTURE GENERATIONS  
TE WHAKATŌ KĀKANO MŌ NGĀ REANGA HOU

## CAPITAL PORTFOLIO

A 50% portion of your donation will be allocated to a Capital Portfolio which will grow over time. The Milford Asset Management investment team will be undertaking the investment management responsibilities.

This Capital Portfolio will allocate 50% of its annual returns to the Granting portfolio to provide grants. The aim is to grow this portfolio so that charities can continue to be supported by the Foundation even when times are financially challenging.

The Capital portfolio will be invested in an investment strategy that has a focus of growing the real value of the portfolio over time. This investment strategy will usually have around one third invested in income assets such as bonds

and cash and two thirds invested in growth assets such as shares, including an allocation to international markets. The strategy has a time horizon of greater than five years.

Milford Asset Management Limited will charge no management fees or performance fees for managing these donated funds.

Due to the long-term nature of the Capital Portfolio any donation you make will grow in value over time and provide even greater support to the chosen charities. Set out below are examples of what could be achieved based on an expected return of 8% p.a. for the Capital Portfolio and 0.5% p.a. for the Granting Portfolio.

Donation Amount	Grant Portfolio	Capital Portfolio	5 Year Future Value	Uplift in Value
\$50	\$25	\$25	\$62	\$12
\$100	\$50	\$50	\$124	\$24
\$500	\$250	\$250	\$619	\$119
\$1,000	\$500	\$500	\$1,240	\$240
\$5,000	\$2,500	\$2,500	\$6,190	\$1,190
\$10,000	\$5,000	\$5,000	\$12,400	\$2,400

## SUSTAINABLE INVESTING AT MILFORD ASSET MANAGEMENT

When Milford Asset Management invests in companies, they consider themselves owners of much more than a company's financial statements. They are investors in the management, the buildings, the employees, the culture and the brand. To make the right investment decision, they consider the whole.

The Milford investment team have always looked for the best companies. It is clear to them that the best companies are those committed to sustainable practices and are the businesses that, over time, will deliver better operational outcomes, stronger financial performance and ultimately, higher shareholder returns.

If Milford Asset Management decides a company is not operating in a sustainable way, they affect positive change by engaging with management and holding boards to account. By using their

influence as active managers to improve the sustainability of the business model, they know they are also increasing a company's potential to achieve long-term financial success.

As a public demonstration of Milford Asset Management's commitment to responsible investing, they became both a signatory to the United Nations Principles for Responsible Investment (UNPRI) and a member of the Responsible Investment Association Australasia (RIAA), in February 2018.

In 2020, Milford Asset Management was awarded an A rating by UNPRI and recognised for strong engagement with policymakers and regulators.

Signatory of:



# Milford Foundation — Where investment meets philanthropy

There has always been a link between the investment world and philanthropy. As outlined in the following Credit Suisse table that link has only become stronger over time.

The creation of the Foundation is an integral step for Milford in the support and development of sustainable and impact investment.

## Philanthropy and Sustainable Investment Framework

