



The Milford Aggressive KiwiSaver Fund Client Update

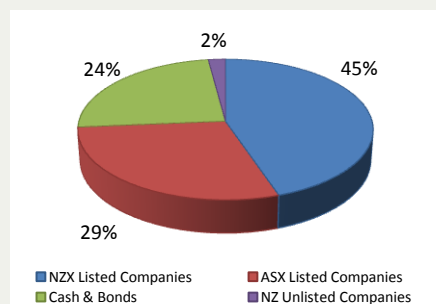
May 2011

Portfolio Manager



Brian Gaynor

Portfolio Mix



Fund Size

\$23.1 million at 30/04/2011

Fees

1.05% capped annual fee plus a Performance Fee equal to 15% of returns above 10% (after fees & before tax). There is also a \$36 p.a. member administration fee.

Investment Objective

The Fund invests in Australasian securities and has a targeted return of 10% (after fees & before tax) p.a. over a minimum 5 year horizon.

Dear Fellow Investors

Your Fund achieved a positive return of 1.8% in April. This was a satisfactory result as 29% of the Fund is invested in Australian listed companies and the ASX 200 Accumulation (Gross) Index was down 0.3% for the month or 0.4% in New Zealand dollar terms.

The main objective of the Fund is to deliver a return in excess of 10% per annum over the long-term by taking a low-risk, low-volatility approach. We aim to achieve this by investing in companies that deliver strong share price growth. A number of companies achieved this objective in April.

The main contributors to April's performance were Diligent Board Member Services (0.50% of the 1.8% return), Restaurant Brands (0.35%) and Ryman Healthcare (0.28%).

We first started buying Diligent shares in April 2009 at 16 cents. We purchased further shares in 2010 after visiting the company's head office in New York and its research and development operation in Christchurch. Your Fund now owns 3.4% of the company at an average cost of 44 cents a share.

Diligent's share price increased from 78 cents to 109 cents during April after the release of excellent March quarter sales figures. We believe that Diligent, which supplies online board papers for company directors, has an exciting future and we plan to be long-term holders of the stock.

Our 2.6% Restaurant Brands' shareholding, which was acquired at an average price of \$1.06 a share, has also made a material contribution to the fund in April and in previous months. The company's sales have been impacted by the economic slowdown, particularly petrol price increases, and the GST rate increase last October. We remain comfortable with our shareholding in the company, partly because it pays a 17 cent a share fully imputed dividend.

Ryman Healthcare, which is the Fund's largest holding, had another good month with its share price appreciating from \$2.37 to \$2.54. The company has an excellent long-term business model and should benefit from the aging of the post-World War Two baby boom generation.

The biggest negative contributions in April were Aristocrat Leisure (-0.13%) and Fletcher Building (-0.06%). Aristocrat, which supplies gaming machines, has been impacted by the strong Australian dollar and weak Australian sharemarket. Most of our holdings in the company have been sold.

Fletcher Building experienced some profit taking after its strong run following the Christchurch earthquake in February. However, the company's long-term prospects are positive.

Brian Gaynor

Disclosure of interest: Milford staff have \$246,000 invested in the Aggressive KiwiSaver Fund at the 30 April unit price.

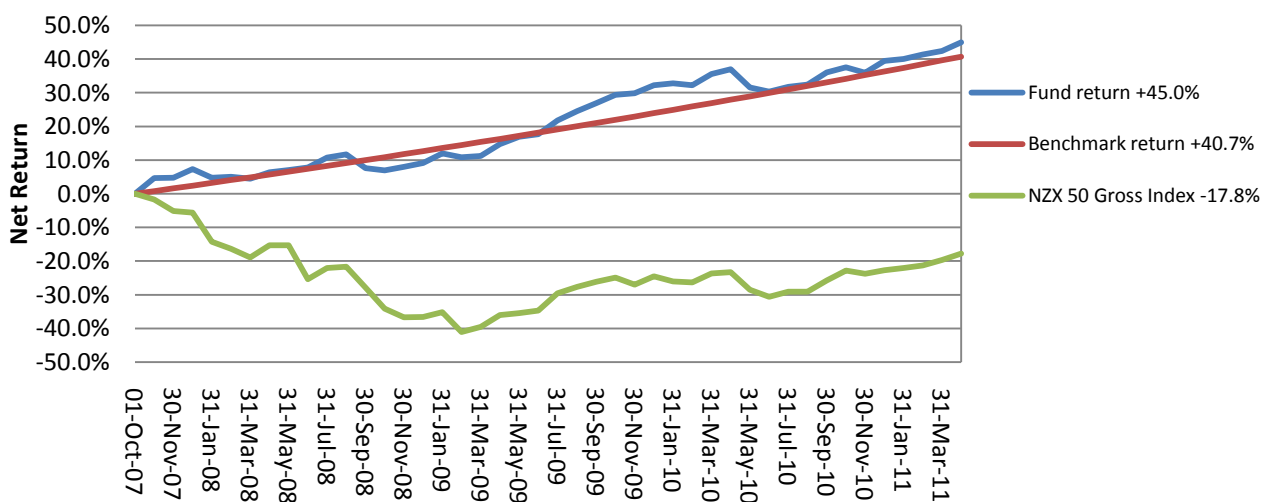


Performance to 30 April 2011 (after fees and before tax)

	Past Month	Past 1 Year	Past 2 Years	Past 3 Years	Since Inception 1 October 2007
Milford Aggressive Fund	+1.8%	+5.8%	+26.4%	+36.3%	+45.0%
Benchmark	+0.8%	+10.0%	+21.0%	+33.1%	+40.7%
Over / Under Benchmark	+1.0%	(4.2%)	+5.4%	+3.2%	+4.3%
NZX 50 Gross Index	+2.3%	+7.1%	+28.4%	(2.9%)	(-17.8%)

* The performance is based on the performance of the AonSaver AMT Milford Aggressive Fund until 31/3/2010 and the Milford Aggressive KiwiSaver Fund from 1/4/2010. The investment policy of the Milford Aggressive KiwiSaver Fund replicates that of the AonSaver AMT Milford Aggressive Fund, in place since 1 October 2007. For both periods the underlying fund the KiwiSaver fund invested into was the Milford Aggressive Unit Trust Fund

Investment Performance
(returns are since inception, before tax and after fees)



Holdings

Company	Holding	Company	Holding
Ryman Healthcare (NZ)	4.1%	Diligent Board Member Services (NZ)	1.7%
Restaurant Brands (NZ)	4.0%	Santos (AUST)	1.7%
Tower (NZ)	3.1%	Seek (AUST)	1.6%
Fletcher Building (NZ)	2.9%	Coca-Cola (AUST)	1.4%
Sky TV (NZ)	2.7%	AMP (AUST)	1.4%
Telecom (NZ)	2.5%	Amcor (AUST)	1.4%
Rakon (NZ)	2.1%	Air New Zealand (NZ)	1.4%
Delegat's (NZ)	2.0%	Mainfreight(NZ)	1.4%
Origin Energy (AUST)	2.0%	Macquarie (AUST)	1.4%
Iluka Resources (AUST)	2.0%	WorleyParsons (AUST)	1.3%
News Corp (AUST)	1.8%	Skellerup (NZ)	1.3%
Salvus (NZ)	1.8%	Flight Centre (AUST)	1.3%
Nuplex (NZ)	1.8%	Guinness Peat Group (AUST)	1.3%
Wesfarmers (AUST)	1.8%	Auckland International Airport (NZ)	1.3%
Turners Auctions (NZ)	1.8%	Various other holdings*	16.0%
Kauri Property Fund Ltd (NZ)	1.8%	Cash and Bonds	26.0%

*Holdings of 1.1% or less have been combined into 'Various other holdings'.