

Australian Absolute Growth Fund

Portfolio Investment Entity

Monthly Fact Sheet as at 30 November 2024



Portfolio Managers



William Curtayne
Portfolio Manager



Wayne Gentle
Portfolio Manager



Jason Kururangi
Co-Portfolio Manager

The Fund rose 1.7% over the month, outperforming its benchmark by 1.0%. November was a strong month for global equity markets as animal spirits soared post a Trump election win. Within Australia, stocks with higher US exposure were strong performers, benefiting from positivity on a pro-growth president that is expected to cut red tape and decrease US corporate taxes in an environment of falling cash rates.

Key positive contributors included our position in Sigma Healthcare (+47.4%), which rallied materially post confirmation that its transaction to acquire Chemist Warehouse Group could go ahead from the ACCC (Australian Competition and Consumer Commission). It also included commendable performances from Xero (+16.3%) on the back of a strong set of results which saw them beat market expectations on EBITDA (earnings before interest, taxes, depreciation and amortisation), and drove positive earnings revisions. Our position in general insurer IAG (+13.7%) was also a strong contributor.

Resources were one of the worst-performing sectors during the month, with gold selling off and gold miners lagging behind. This led to a significant decline in our small holding in Bellevue Gold (-21.2%). Larger position BHP was also disappointing in November (-4.9%) as it continued to unwind the China stimulus rally of late October, as well as speculation continuing to mount around another bid likely to emerge for Anglo American.

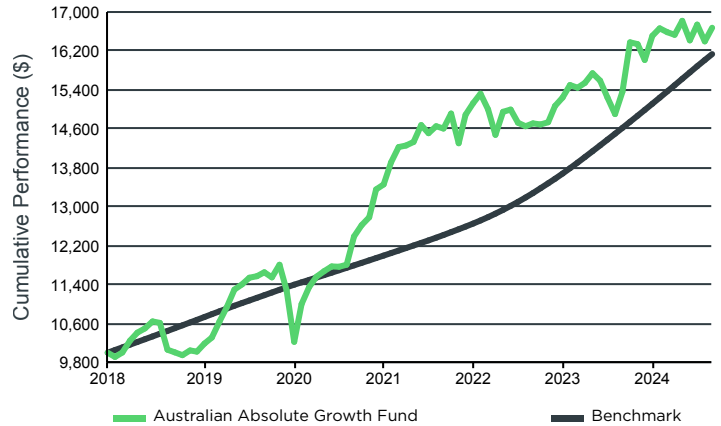
We expect to see continued volatility in markets as the market digests what a Trump presidency means for the global economy. There are several moving chess pieces, particularly here with implications for global trade and, by extension, the potential for shifting economic policy out of China. While we remain constructive on the Australian economy and markets in the near-term we must also appreciate extreme valuations and concentration in markets as a considerable risk factor for 2025. Given this backdrop, we continue to like being diversified, and are continuing to manage positions actively where fundamentals run ahead. Into December we will continue to remain at a prudent invested level, with an ability to protect capital in the event of a volatility event in global markets.

To view Milford's November 2024 Market and Economic Review please see milfordasset.com/insights.

For previous fund reports see 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

Objective¹	Targets an absolute return with an annualised return objective of 5% above the New Zealand Official Cash Rate while seeking to protect capital over rolling three year periods
Description	Diversified fund that primarily invests in Australasian equities, complemented by selective exposure to international equities and cash

Minimum recommended investment timeframe	7 years +
Target Allocation	17.5% Income Assets / 82.5% Growth Assets
Neutral FX Exposure	0%
Net Asset Value (NAV)	\$685.5 M
Buy-sell Spread	None - swing pricing applies (See PDS for details)
Inception Date	1 March 2018
Benchmark	OCR + 5% p.a.
Base Fund Fee²	1.05%
Performance Fee	15% of the Fund's returns above the Benchmark ¹ , subject to the high watermark.
Total Fund Fees³	1.25% (includes an est. performance fee)
Risk Indicator	<div style="display: flex; justify-content: space-between; align-items: center;"> Lower risk 1 2 3 4 5 6 7 Higher risk </div> <div style="display: flex; justify-content: space-between; margin-top: 5px;"> Potentially lower returns Potentially higher returns </div>

Australian Absolute Growth Fund as at 30 November 2024

Investment Performance after fees as at 30 November 2024⁴

Unit Price: \$1.6535

	1 Month	3 Months	1 year	3 years (p.a.)	5 years (p.a.)	Since inception (p.a.)
Milford Australian Absolute Growth Fund (Gross Of Tax)	1.71%	1.58%	8.57%	4.52%	7.43%	7.86%
After Tax 10.50%	1.68%	1.55%	8.73%	4.57%	7.39%	7.83%
After Tax 17.50%	1.65%	1.53%	8.83%	4.60%	7.37%	7.80%
After Tax 28.00%	1.61%	1.50%	8.99%	4.65%	7.33%	7.76%
Benchmark	0.76%	2.39%	10.37%	9.12%	7.61%	7.34%

Top Security Holdings

Holdings	% of Fund
CSL	4.98%
BHP	4.39%
Macquarie	3.45%
Telstra	2.91%
ANZ	2.91%
NAB	2.91%
Goodman	2.79%
Woolworths	2.70%
Santos	2.58%
Viva Energy Group	2.22%

Current Asset Allocation

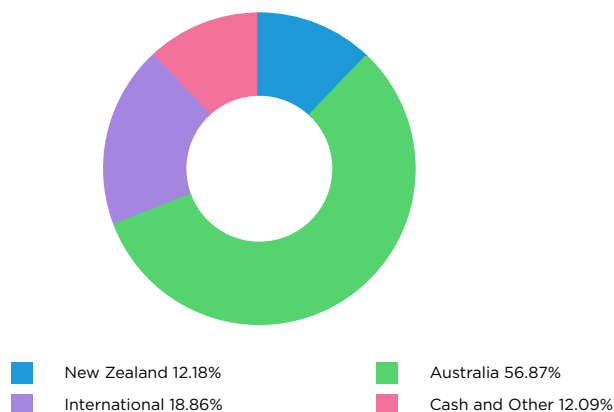
	Actual Investment Mix	Neutral Investment Mix
Effective Cash #	12.09%	7.5%
New Zealand Fixed Interest	2.07%	10%
International Fixed Interest	1.97%	0.0%
New Zealand Equities	5.69%	0.0%
Australian Equities	70.75%	77.5%
International Equities	7.43%	5%
Other	0.00%	0.0%

The actual cash held by the Fund is 14.16%. Effective Cash reported above is adjusted to reflect the Fund's notional positions (e.g. derivatives used to increase or reduce market exposure).

Sector Allocation

Allocation	Weight %
Materials	19.39%
Financials	19.34%
Health Care	8.84%
Energy	7.28%
Communication Services	6.69%
Real Estate	6.46%
Information Technology	4.46%
Utilities	4.08%
Other Sectors	11.37%
Cash and Other	12.09%

Region Exposure



1. After the Base Fund Fee but before tax and before the performance fee. 2. Where applicable, the Base Fund Fee includes an estimate of non-related underlying fund charges. 3. 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. 4. 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 for more information about the data published within this document.

Disclaimer: The Milford Fund Fact Sheet has been prepared by Milford Funds Limited. It is based on information believed to be accurate and reliable although no guarantee can be given that this is the case. No reproduction of any material either in part or in full is permitted without prior permission. For more information about the Fund, please refer to the Production Disclosure Statement or the latest Quarterly Fund Update.