Australian Absolute Growth Fund

Portfolio Investment Entity

Monthly Fact Sheet as at 31 December 2025

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INVESTED IN YOU

Portfolio Managers

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The Christmas rally was markedly absent for the first few weeks of December, however markets rallied strongly into month end. The ASX200 delivered 1.3% for December and 10.3% for the year. We are pleased the Fund delivered broadly similar performance in December, up 1.1%, delivering a strong 9.4% for the year.

Resources were the best performing part of the market. With a strong US economy, a lower US dollar and expectations lifting for US interest rate cuts, the setup looks robust for commodities with fears lingering of an acceleration in inflation, continuing to support the importance of commodities as a store of value. This supported strength in our gold miners through December, namely Newmont (+7.7%) and Genesis Minerals (+8.9%). We also benefited from our overweight to various base metal exposures more linked to global economic growth such as copper, performing very well in December (Copper +11%, on perceived demand strength and supply constraints). This drove copper miner Capstone Copper (+14.9%), as well as mine owner Develop Global (+25.3%). We did use the opportunity to selectively take profits on some of our commodity exposures.

Technology companies remained under pressure as investors rotated into more cyclical sectors and the sheen came off the AI narrative. This in part contributed to location tracking company Life360's continued weakness (-17.1%), compounded by the market still trying to understand the shape of their advertising model and whether user growth will reaccelerate.

2026 will likely be another eventful year with midterm elections, likely accelerating US growth, potential inflation fears, the ending of some global interest rate cutting cycles, and the AI debate. There is a wide array of outcomes for the year ahead and we remain focused on generating strong risk-adjusted returns.

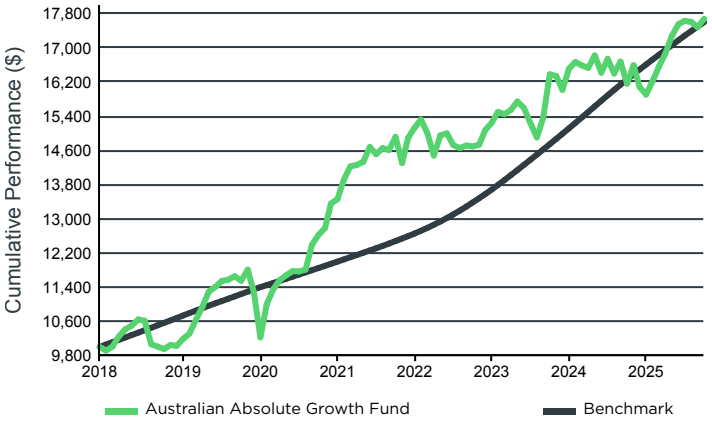
We enter 2026 relatively well invested at ~85% net invested, with optionality present to help cushion volatility, while allowing the Fund to maintain a strong investment position. As always we will look to adjust Fund positioning and manage capital preservation, should geopolitical events, such as the involvement from the US in Venezuela, escalate or we see a trigger for wider market volatility.

To view Milford's December 2025 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

Objective [1]	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)	$176.3 M
Buy-sell Spread	None - swing pricing applies (See PDS for details)
Inception Date	1 March 2018
Benchmark	OCR + 5% p.a.
Base Fund Fee [2]	1.05%
Performance Fee	15% of the Fund's returns above the Benchmark [1], subject to the high watermark.
Total Fund Fees [3]	1.30% (includes an est. performance fee)
Risk Indicator	Lower risk: 1 2 3 **4** 5 6 7 Higher risk Potentially lower returns — Potentially higher returns

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Australian Absolute Growth Fund as at 31 December 2025

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Investment Performance after fees as at 31 December 2025 [4]

Unit Price: $1.7507

	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)	1.13%	0.26%	9.39%	6.36%	6.97%	7.54%
After Tax 10.50%	1.16%	0.29%	9.39%	6.37%	7.01%	7.51%
After Tax 17.50%	1.19%	0.31%	9.39%	6.38%	7.03%	7.50%
After Tax 28.00%	1.23%	0.34%	9.39%	6.38%	7.06%	7.47%
Benchmark	0.60%	1.83%	8.25%	9.56%	8.24%	7.48%

Top Security Holdings

Holdings	% of Fund
NAB	3.79%
Westpac	3.78%
ANZ Group	3.58%
BHP Group	3.43%
Flight Centre 2.5% 2032	3.35%
CSL	3.04%
ALS	2.33%
Bluescope Steel	2.15%
Sigma Healthcare	2.11%
Goodman Group	2.10%

Current Asset Allocation

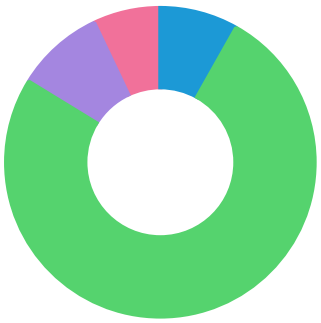
	Actual Investment Mix	Neutral Investment Mix
Effective Cash #	6.93%	7.5%
New Zealand Fixed Interest	3.17%	10%
International Fixed Interest	5.79%	0.0%
New Zealand Equities	3.46%	0.0%
Australian Equities	76.85%	77.5%
International Equities	3.80%	5%
Other	0.00%	0.0%

The actual cash held by the Fund is 9.96%. 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 %
Financials	23.28%
Materials	19.45%
Consumer Discretionary	9.01%
Health Care	8.63%
Real Estate	8.61%
Industrials	7.67%
Communication Services	3.83%
Utilities	3.51%
Other Sectors	8.96%
Cash and Other	7.05%

Region Exposure



New Zealand 8.18%
International 9.20%
Australia 75.56%
Cash and Other 7.06%

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.

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