

# Dynamic Fund

## Portfolio Investment Entity

### Monthly Fact Sheet as at 31 December 2024



### Portfolio Managers



**William Curtayne**  
Portfolio Manager



**Michael Higgins**  
Portfolio Manager



**Roland Houghton**  
Co-Portfolio Manager

The Fund fell 3.6% for the month, underperforming the S&P/ASX Small Ordinaries benchmark which fell 3.1%. Higher bond yields shocked global equity markets, with the US 10-year reaching the highest levels since May-24.

Key performers for the month were Tuas (+14.0%), Universal Store (+10.0%) and Australian Ethical (investment management company, +6.5%). Tuas, a Singaporean telecommunications provider, rallied on the back of a strong AGM update showing promising signs in their recently launched broadband product and continued momentum in their core mobile business. Universal Store, an Australian youth apparel operator rallied strongly as they continue to execute extremely well, taking share from key competitors Glu and General Pants. Digital marketplace, CAR Group (-13.2%) fell alongside other high quality growth names albeit this was exacerbated by some concerns around their US business and rate hikes in Brazil.

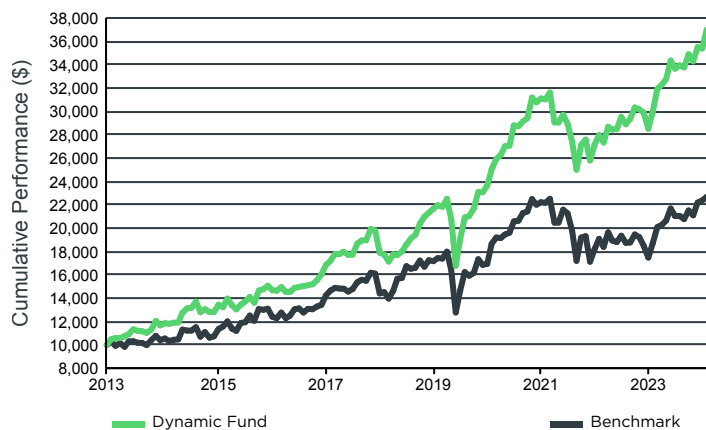
2024 proved to be the year of the soft or no landing, geopolitical tensions generally intensified, and the AI thematic continued to charge forward. While we maintain a broadly positive long-term outlook for the Australian economy and markets, we acknowledge that near-term risks, including extreme valuations and concentrated market positions, could pose challenges in 2025. We continue to watch for a healthy broadening out of markets in 2025, with many cyclical stocks presenting attractive opportunities. We will continue to be active, looking to deploy into compelling opportunities and take profits where appropriate.

To view Milford's December 2024 Market and Economic Review please see [milfordasset.com/insights](http://milfordasset.com/insights).

For previous fund reports see [milfordasset.com/fund-reports](http://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

<b>Objective<sup>1</sup></b>	To provide capital growth by out-performing the relevant share market index over the minimum recommended investment timeframe
<b>Description</b>	Primarily invests in small to mid-cap Australasian equities

<b>Minimum recommended investment timeframe</b>	8 years +
<b>Target Allocation</b>	10% Income Assets / 90% Growth Assets
<b>Status</b>	Closed to New Investment
<b>Neutral FX Exposure</b>	0%
<b>Net Asset Value (NAV)</b>	\$764.9 M
<b>Buy-sell Spread</b>	None - swing pricing applies (See PDS for details)
<b>Inception Date</b>	1 October 2013
<b>Benchmark</b>	S&P/ASX Small Ordinaries Total Return Index (100% NZD-hedged)
<b>Base Fund Fee<sup>2</sup></b>	1.35%
<b>Performance Fee</b>	15% of the Fund's returns above the Benchmark <sup>1</sup> , subject to the high watermark.
<b>Total Fund Fees<sup>3</sup></b>	1.35%

	Lower risk					Higher risk	
<b>Risk Indicator</b>	1	2	3	4	5	6	7
	Potentially lower returns			Potentially higher returns			

## Dynamic Fund as at 31 December 2024

### Investment Performance after fees as at 31 December 2024<sup>4</sup>

Unit Price: \$3.5049

	1 Month	3 Months	1 year	3 years (p.a.)	5 years (p.a.)	Since inception (p.a.)
Milford Dynamic Fund (Gross Of Tax)	-3.57%	0.42%	11.68%	4.08%	10.29%	11.96%
After Tax 10.50%	-3.58%	0.44%	11.51%	3.93%	10.20%	11.86%
After Tax 17.50%	-3.58%	0.46%	11.39%	3.82%	10.14%	11.80%
After Tax 28.00%	-3.59%	0.48%	11.22%	3.66%	10.04%	11.70%
Benchmark	-3.10%	-0.98%	9.37%	-0.80%	4.77%	7.25%

### Top Security Holdings

Holdings	% of Fund
Contact Energy	3.88%
Life360	3.43%
Carsales.com	3.23%
Evolution Mining	2.49%
Northern Star	2.37%
Ridley Corporation	2.28%
Tuas	2.25%
Sigma Healthcare	2.11%
Arcadium Lithium	1.95%
Universal Store	1.89%

### Current Asset Allocation

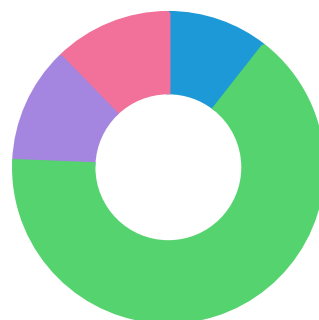
	Actual Investment Mix	Neutral Investment Mix
Effective Cash #	12.19%	10%
New Zealand Fixed Interest	0.00%	0.0%
International Fixed Interest	0.00%	0.0%
New Zealand Equities	8.73%	0.0%
Australian Equities	78.96%	90%
International Equities	0.00%	0.0%
Other	0.12%	0.0%

# The actual cash held by the Fund is 12.19%. 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	17.49%
Materials	17.27%
Communication Services	10.41%
Real Estate	8.29%
Health Care	7.91%
Consumer Discretionary	7.56%
Information Technology	5.64%
Energy	4.89%
Other Sectors	8.23%
Cash and Other	12.31%

### Region Exposure



<span style="color: blue;">■</span> New Zealand 10.59%	<span style="color: green;">■</span> Australia 65.05%
<span style="color: purple;">■</span> International 12.05%	<span style="color: pink;">■</span> Cash and Other 12.31%

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](http://milfordasset.com/fact-sheet) for more information about the data published within this document.

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