

Australian Absolute Growth Fund

Portfolio Investment Entity

Monthly Fact Sheet as at 31 May 2025



Portfolio Managers



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After a volatile April, global share markets continued their climb into May leaving global shares close to all-time highs. The same was true in Australia. Despite modestly underperforming global markets, the ASX200 still rose 4.2%. The Fund performed well, up 2.2%, outperforming its benchmark by 1.5%, but lagging the broader equity market.

The standout sector over the month was technology, supported by solid earnings updates and a return of the AI trade, as well as RBA rate cuts. At a stock level, key technology winners for the Fund included software company Life360 (+51.9%) after delivering a strong earnings update beating consensus expectations. Software company Xero was also a solid contributor (+12.2%), on the back of results highlighting progress on further integrating its product partnerships and potential to accelerate its US roll out. Other winners included gold miners, with core holding Genesis Minerals (+22.3%), performing well on the back of strong gold prices as well as announcing the acquisition of the Laverton Gold Project from Focus Minerals, adding additional growth and resource to their pipeline.

Detractors over the month included Insignia Financial, as two bidders withdrew from competition for the asset, which saw weakness in the share price.

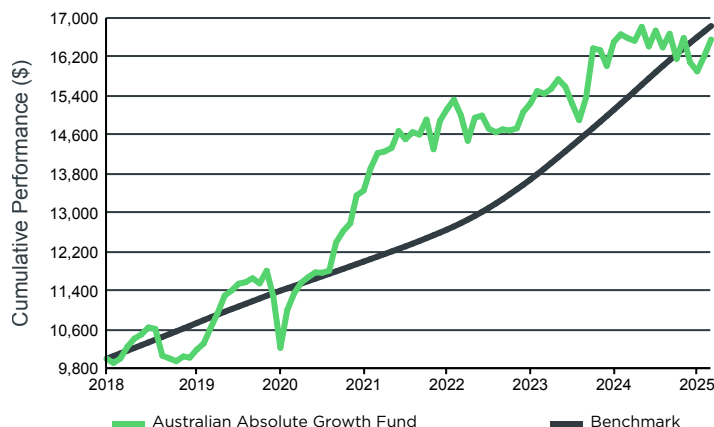
At a market level, we are cognisant of the sharp equity market rally that has driven stocks back up to near all-time highs, and full valuations. We are also monitoring bond markets, which remain volatile as investors try and understand the trajectory of global growth and government spending, and their need to fund this spending. While bond market volatility is a key risk, elevated government spending globally does reduce the likelihood of economic weakness. This creates a reasonable outlook for investments going forward, especially once we move past the policy uncertainty. This is reflected in our Fund positioning.

To view Milford's May 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

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)	\$329.4 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	1.25% (includes an est. performance fee)
Risk Indicator	<div> <div>Lower risk</div> <div>1 2 3 4 5 6 7</div> <div>Potentially lower returns Potentially higher returns</div> </div>

Australian Absolute Growth Fund as at 31 May 2025

Investment Performance after fees as at 31 May 2025⁴

Unit Price: \$1.641

	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)	2.16%	2.94%	-0.16%	3.36%	7.85%	7.20%
After Tax 10.50%	2.24%	2.78%	-0.20%	3.39%	7.86%	7.15%
After Tax 17.50%	2.29%	2.67%	-0.23%	3.41%	7.87%	7.12%
After Tax 28.00%	2.36%	2.51%	-0.28%	3.43%	7.89%	7.07%
Benchmark	0.69%	2.10%	9.54%	9.60%	7.93%	7.45%

Top Security Holdings

Holdings	% of Fund
CSL	4.12%
Rio Tinto	3.70%
Santos	3.12%
BHP	2.73%
Xero	2.49%
Cleanaway Waste Management	2.41%
NAB	2.37%
Resmed	2.34%
ALS	2.13%
SmartPay	1.99%

Current Asset Allocation

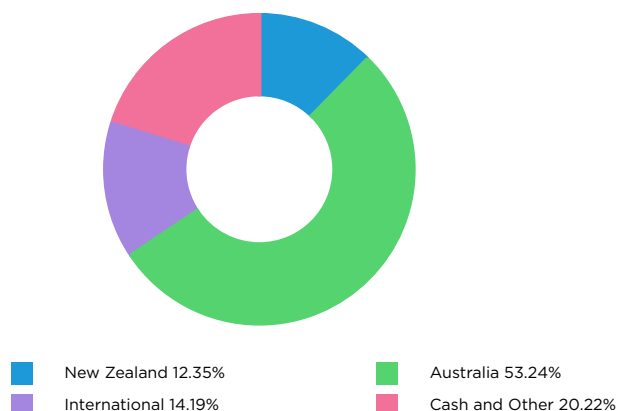
	Actual Investment Mix	Neutral Investment Mix
Effective Cash #	20.22%	7.5%
New Zealand Fixed Interest	3.67%	10%
International Fixed Interest	3.26%	0.0%
New Zealand Equities	6.42%	0.0%
Australian Equities	62.47%	77.5%
International Equities	3.96%	5%
Other	0.00%	0.0%

The actual cash held by the Fund is 6.53%. 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	16.63%
Financials	16.45%
Health Care	11.79%
Real Estate	6.16%
Industrials	5.95%
Utilities	5.09%
Energy	4.95%
Information Technology	4.26%
Other Sectors	8.50%
Cash and Other	20.22%

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.

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