

# Dynamic Fund

Portfolio Investment Entity

## Monthly Fact Sheet as at 30 April 2022



### Portfolio Managers



**William Curtayne**  
Portfolio Manager



**Michael Higgins**  
Portfolio Manager

The Fund fell 2.6% in April, below the S&P Small Ordinaries benchmark which fell 1.4%. Overall, our defensive positioning helped offset some stock specific news amongst our 'reopening beneficiary' companies which dragged on performance.

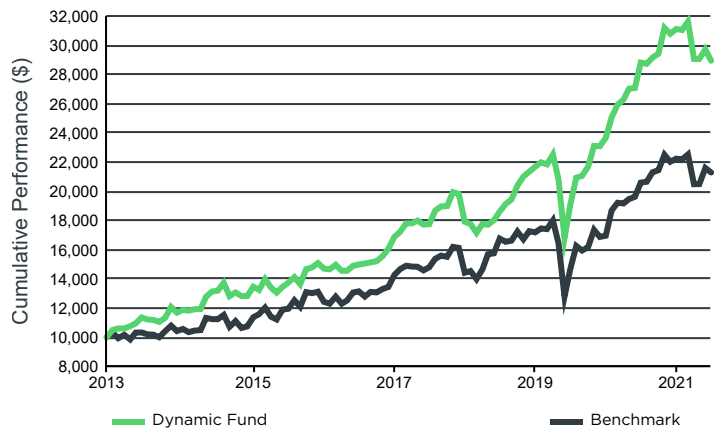
During the month supermarkets performed well, led by independent supermarket and hardware retailer Metcash (+5.5%). Coles (+4.4%) posted a solid 3<sup>rd</sup> quarter with top-line growth supported by food inflation. Importantly for Metcash, the commentary suggested neighbourhood centres performed stronger than shopping mall/CBD located stores. Fuel retailer Viva Energy (+19.6%) provided an operational update which indicated total volumes had rebounded nicely in line with the domestic reopening. Corporate Travel Management (+10.5%) rallied on renewed optimism for the return of international travel. Detractors included digital payments provider EML Payments (-46.8%) which was severely sold-off.

With an elevated cash position and general defensive positioning, we are well positioned for a continued volatile environment. We own very few high valuation multiple companies which are casualties of tight liquidity, or speculative commodity explorers which are many years away from production but trade on excessive optimism. Instead, we favour miners in production, those companies that benefit from the reopening or companies with strong pricing power and an ability to pass on costs.

To view Milford's May 2022 Market and Economic Review please see [milfordasset.com/fact-sheet](http://milfordasset.com/fact-sheet).

### 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>	\$748.4 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 (TR) 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 30 April 2022

### Investment Performance after fees as at 30 April 2022<sup>4</sup>

Unit Price: \$2.8571

	1 Month	3 Months	1 year	3 years (p.a.)	5 years (p.a.)	Since inception (p.a.)
Milford Dynamic Fund (Gross Of Tax)	-2.63%	-0.43%	0.44%	15.86%	14.07%	13.18%
After Tax 10.50%	-2.62%	-0.50%	0.30%	15.84%	14.03%	13.11%
After Tax 17.50%	-2.61%	-0.54%	0.20%	15.82%	14.00%	13.06%
After Tax 28.00%	-2.60%	-0.60%	0.06%	15.81%	13.96%	12.99%
Benchmark	-1.44%	3.91%	3.36%	8.29%	10.12%	9.20%

### Top Security Holdings

Holdings	% of Fund
Metcash	4.79%
Contact Energy	4.11%
Evolution Mining	3.59%
Collins Foods	3.41%
Seven Group	3.26%
IPH	3.16%
Viva Energy Group	3.00%
oOh!media	2.73%
EBOS Group	2.66%
Santos	2.57%

### Current Asset Allocation

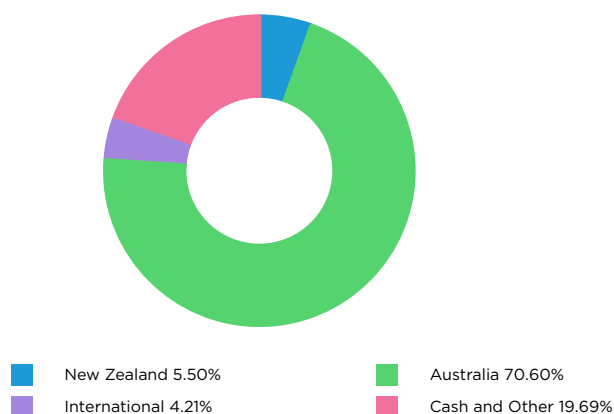
	Actual Investment Mix	Neutral Investment Mix
Effective Cash #	19.69%	10.0%
New Zealand Fixed Interest	0.00%	0.0%
International Fixed Interest	0.00%	0.0%
New Zealand Equities	8.06%	0.0%
Australian Equities	72.25%	90.0%
International Equities	0.00%	0.0%
Other	0.00%	0.0%

# The actual cash held by the Fund is 20.54%. 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	12.55%
Financials	10.05%
Energy	9.47%
Real Estate	8.45%
Industrials	7.45%
Consumer Discretionary	6.81%
Communication Services	6.54%
Health Care	5.64%
Other Sectors	13.35%
Cash and Other	19.69%

### 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](http://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.