

# Dynamic Fund

## Portfolio Investment Entity

### Monthly Fact Sheet as at 29 February 2024



## Portfolio Managers



**William Curtayne**  
Portfolio Manager



**Michael Higgins**  
Portfolio Manager

February saw a continuation of the rebound in global markets following the prospect of a soft economic landing in the US. The rally was more modest domestically, with technology and consumer cyclicals beating expectations and resources underperforming. The Fund returned 1.4% for the month assisted by a raft of M&A deals, but below the S&P/ASX Small Ordinaries benchmark return of 1.8%.

Performance was led by Altium (+30.4%) which rallied following its proposed acquisition by Japan-listed semiconductor company Renesas Electronics. Building materials company CSR (+27.2%) received a takeover from French building materials company Saint-Gobain. Hardware and game developer Light & Wonder (+20.0%) produced another strong earnings result. Laggards included Neuren Pharmaceuticals (-18.0%) following a strong few months of performance.

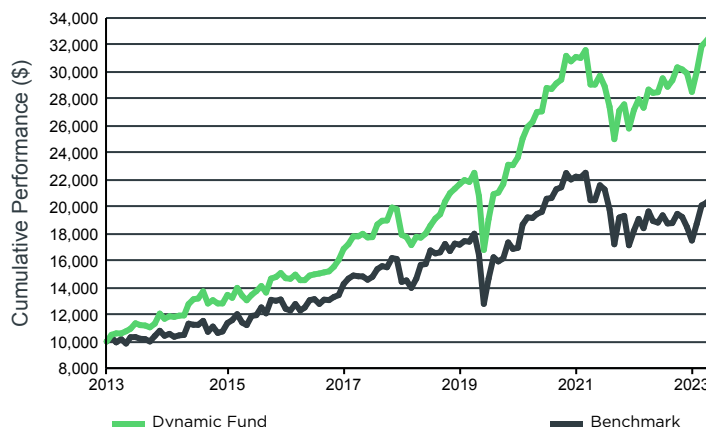
There is currently significant crowding in momentum names, with many quality and value stocks underperforming. While this is exemplified by the Mag7 in US markets, we also see the same trend to a lesser degree domestically. This high dispersion has created some pockets of stretched positioning and valuation froth. The environment has created an investing environment ideal to our very active approach to investing.

To view Milford's February 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

**Objective<sup>1</sup>** To provide capital growth by out-performing the relevant share market index over the minimum recommended investment timeframe

**Description** Primarily invests in small to mid-cap Australasian equities

**Minimum recommended investment timeframe** 8 years +

**Target Allocation** 10% Income Assets / 90% Growth Assets

**Status** Closed to New Investment

**Neutral FX Exposure** 0%

**Net Asset Value (NAV)** \$704.0 M

**Buy-sell Spread** None - swing pricing applies (See PDS for details)

**Inception Date** 1 October 2013

**Benchmark** S&P/ASX Small Ordinaries Total Return Index (100% NZD-hedged)

**Base Fund Fee<sup>2</sup>** 1.35%

**Performance Fee** 15% of the Fund's returns above the Benchmark<sup>1</sup>, subject to the high watermark.

**Total Fund Fees<sup>3</sup>** 1.35%

**Risk Indicator**

Lower risk Higher risk

1 2 3 4 5 **6** 7

Potentially lower returns Potentially higher returns

## Dynamic Fund as at 29 February 2024

### Investment Performance after fees as at 29 February 2024<sup>4</sup>

Unit Price: \$3.2253

	1 Month	3 Months	1 year	3 years (p.a.)	5 years (p.a.)	Since inception (p.a.)
Milford Dynamic Fund (Gross Of Tax)	1.43%	9.24%	15.20%	6.63%	13.10%	12.07%
After Tax 10.50%	1.37%	9.15%	14.84%	6.46%	12.99%	11.97%
After Tax 17.50%	1.33%	9.10%	14.60%	6.34%	12.92%	11.91%
After Tax 28.00%	1.27%	9.01%	14.24%	6.17%	12.82%	11.81%
Benchmark	1.81%	10.37%	9.08%	2.01%	5.66%	7.21%

### Top Security Holdings

Holdings	% of Fund
Viva Energy Group	4.12%
Carsales.Com	3.72%
Contact Energy	2.94%
Beach Energy	2.75%
Waypoint REIT	2.75%
Monadelphous	2.59%
Light & Wonder	2.52%
Altium	2.52%
Neuren Pharmaceuticals	2.44%
Macquarie Technology	2.40%

### Current Asset Allocation

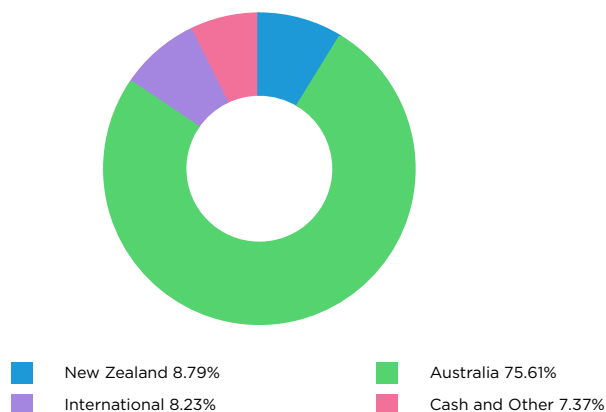
	Actual Investment Mix	Neutral Investment Mix
Effective Cash #	6.48%	10%
New Zealand Fixed Interest	0.00%	0.0%
International Fixed Interest	0.00%	0.0%
New Zealand Equities	7.12%	0.0%
Australian Equities	85.51%	90%
International Equities	0.00%	0.0%
Other	0.89%	0.0%

# The actual cash held by the Fund is 6.48%. 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 %
Energy	14.45%
Financials	13.67%
Materials	11.80%
Consumer Discretionary	9.23%
Real Estate	8.35%
Industrials	8.25%
Communication Services	8.03%
Information Technology	6.65%
Other Sectors	12.20%
Cash and Other	7.37%

### 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.

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