

Dynamic Fund

Portfolio Investment Entity

Monthly Fact Sheet as at 31 July 2023



Portfolio Managers



William Curtayne
Portfolio Manager



Michael Higgins
Portfolio Manager

The Fund returned 3.3% for the month, shy of the S&P/ASX Small Ordinaries which achieved a return of 3.6%. Overall, we were pleased that our stock picking kept us within reach, despite a far less risky portfolio.

Performance was led by Beach Energy (+19.6%) – a recent addition to the Fund. Beach is exposed to global oil markets, along with the Australian and NZ domestic gas market. Project award momentum in Monadelphous Group (+16.2%) continued in July. We're anticipating further construction contracts in lithium and rare earths to be announced by year end. Australian Ethical Investment (+23.2%) continued its stellar run.

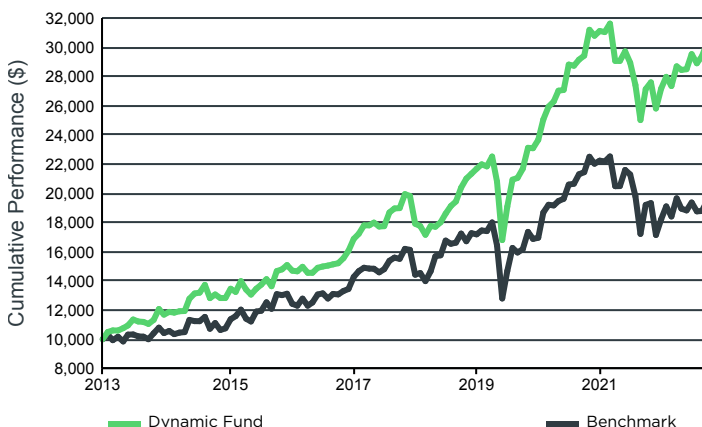
Detractors included our preferred lithium miner IGO (-9.2%) following an operational result, and Kelsian (-4.5%) on no major news.

Equity markets celebrated weaker inflation numbers in July. Current data coupled with robust growth is a goldilocks scenario for equity markets. We remain more circumspect, aware that equity markets tend to extrapolate the present. We continue to believe the path to a soft landing in Australia is narrow. We have long been of the view that as the economy weakens, we will rotate back into quality growth companies at attractive valuations. We have selectively started this process given our elevated cash position, however only in moderate size to date.

To view Milford's July 2023 Market and Economic Review please see milfordasset.com/insights.

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 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) \$675.9 M

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

Inception Date 1 October 2013

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

Base Fund Fee² 1.35%

Performance Fee 15% of the Fund's returns above the Benchmark¹, subject to the high watermark.

Total Fund Fees³ 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 31 July 2023

Investment Performance after fees as at 31 July 2023⁴

Unit Price: \$2.9898

	1 Month	3 Months	1 year	3 years (p.a.)	5 years (p.a.)	Since inception (p.a.)
Milford Dynamic Fund (Gross Of Tax)	3.29%	2.75%	11.83%	11.87%	9.83%	11.95%
After Tax 10.50%	3.26%	2.79%	11.66%	11.77%	9.79%	11.87%
After Tax 17.50%	3.25%	2.81%	11.54%	11.70%	9.76%	11.82%
After Tax 28.00%	3.22%	2.85%	11.37%	11.60%	9.71%	11.75%
Benchmark	3.64%	0.55%	1.41%	6.40%	4.66%	7.01%

Top Security Holdings

Holdings	% of Fund
Viva Energy Group	4.45%
Contact Energy	3.64%
IPH	3.49%
Carsales.Com	3.08%
Monadelphous	2.95%
Waypoint REIT	2.78%
IGO	2.68%
IRESS	2.66%
Origin Energy	2.63%
Beach Energy	2.60%

Current Asset Allocation

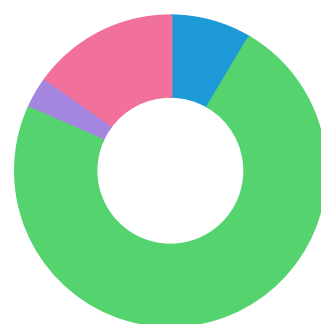
	Actual Investment Mix	Neutral Investment Mix
Effective Cash #	15.05%	10%
New Zealand Fixed Interest	0.00%	0.0%
International Fixed Interest	0.00%	0.0%
New Zealand Equities	8.82%	0.0%
Australian Equities	75.92%	90%
International Equities	0.00%	0.0%
Other	0.21%	0.0%

The actual cash held by the Fund is 15.05%. 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	12.18%
Industrials	11.13%
Energy	10.14%
Financials	9.04%
Communication Services	7.93%
Real Estate	7.29%
Utilities	6.27%
Consumer Staples	5.81%
Other Sectors	14.95%
Cash and Other	15.26%

Region Exposure



■ New Zealand 8.56%	■ Australia 73.01%
■ International 3.17%	■ Cash and Other 15.26%

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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