

Dynamic Fund

Portfolio Investment Entity

Monthly Fact Sheet as at 31 March 2022



Portfolio Managers



William Curtayne
Portfolio Manager



Michael Higgins
Portfolio Manager

The Fund returned 2.3% in March, below the S&P/ASX Small Ordinaries benchmark which optimistically rallied 5.4%. Base metals and energy were the best performing sectors, reflecting sharp price moves driven from geopolitical tensions around the world.

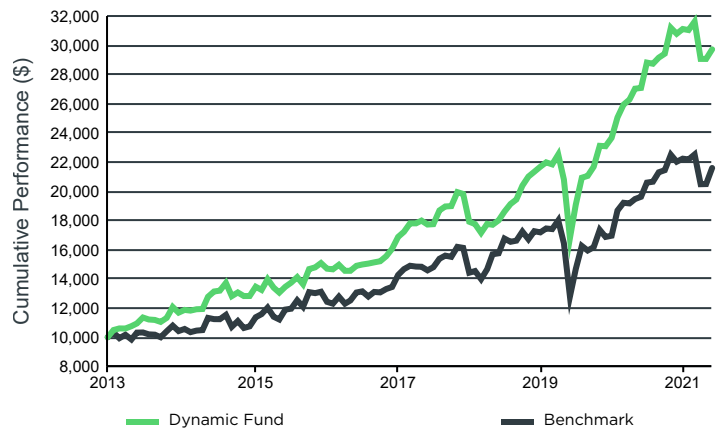
Performance was led by independent supermarket and hardware retailer Metcash (10.2%). We believe equity markets underestimate the hardware growth potential which now contribute 40% of group earnings after a period of heavy acquisition. Digital payments business EML Payments (+24.9%) rebounded following a period of weakness. Gold miner Silver Lake Resources (+16.2%) made a strong contribution. Detractors included copper miner Sandfire Resources (-14.5%) as the market digested higher energy prices from the MATSA acquisition and UK bank Virgin Money UK (-9.4%).

As we have previously flagged, the move to combat persistently high inflation rates now requires tighter monetary policies from central banks. Unfortunately, constraints across labour markets, supply chains and commodity markets all exacerbate inflationary pressures. The portfolio is well positioned for this environment, and we don't believe it's the time to be overly aggressive in our positioning given the myriad of unknowns. With this backdrop, the Fund's positioning favours commodities, those companies that benefit from the post-pandemic reopening or companies with strong pricing power and an ability to pass on costs.

To view Milford's April 2022 Market and Economic Review please see 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

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)	\$778.7 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 Benchmark ¹ , 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 March 2022

Investment Performance after fees as at 31 March 2022⁴

Unit Price: \$2.9342

	1 Month	3 Months	1 year	3 years (p.a.)	5 years (p.a.)	Since inception (p.a.)
Milford Dynamic Fund (Gross Of Tax)	2.26%	-6.01%	9.76%	18.16%	14.82%	13.67%
After Tax 10.50%	2.20%	-6.04%	9.58%	18.15%	14.78%	13.60%
After Tax 17.50%	2.16%	-6.05%	9.46%	18.14%	14.75%	13.55%
After Tax 28.00%	2.09%	-6.08%	9.27%	18.12%	14.70%	13.48%
Benchmark	5.39%	-4.10%	10.06%	11.09%	10.57%	9.48%

Top Security Holdings

Holdings	% of Fund
Metcash	4.29%
Contact Energy	3.97%
Evolution Mining	3.36%
Seven Group	3.31%
IPH	3.17%
Credit Corp	3.03%
Santos	2.92%
Collins Foods	2.78%
oOh!media	2.70%
Silver Lake Resources	2.58%

Current Asset Allocation

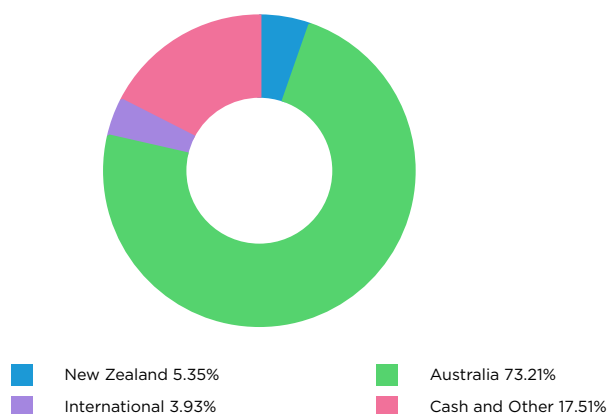
	Actual Investment Mix	Neutral Investment Mix
Effective Cash #	17.51%	10.0%
New Zealand Fixed Interest	0.00%	0.0%
International Fixed Interest	0.00%	0.0%
New Zealand Equities	7.84%	0.0%
Australian Equities	74.65%	90.0%
International Equities	0.00%	0.0%
Other	0.00%	0.0%

The actual cash held by the Fund is 18.07%. 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	14.55%
Financials	11.31%
Real Estate	8.87%
Energy	7.71%
Industrials	7.61%
Communication Services	7.06%
Consumer Discretionary	6.60%
Information Technology	6.60%
Other Sectors	12.18%
Cash and Other	17.51%

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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