

Dynamic Fund

Portfolio Investment Entity

Monthly Fact Sheet as at 31 October 2021



Portfolio Managers



William Curtayne
Portfolio Manager



Michael Higgins
Portfolio Manager

The Fund rallied 1.1% in October as the domestic market shrugged off concerns about supply chain bottlenecks and energy shortages. The Fund moderately outperformed the S&P/ASX Small Ordinaries benchmark which returned 1.0%.

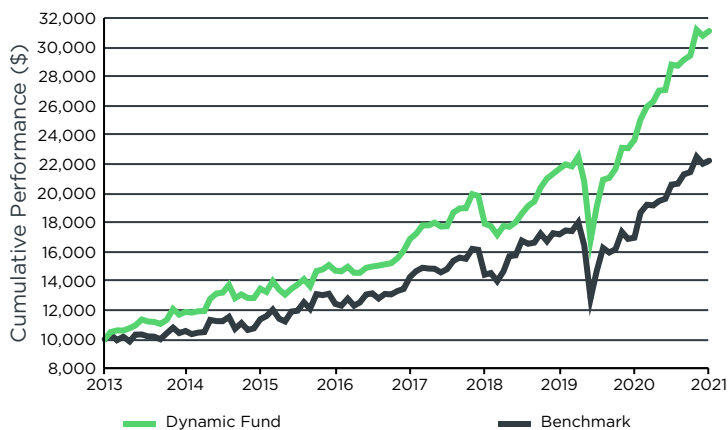
Performance was once again led by Paladin Energy (27.5%) which rallied on the favourable supply and demand dynamic appearing in the uranium market. Australian Ethical Investments (+23.8%) continued its stellar run over the past few months. Australian Ethical is one of the oldest and longest standing ethical fund managers in Australia. Karoon Energy (+17.0%) delivered their best quarterly production result so far under operatorship. Exposures which detracted from performance were digital payments company EML Payments (-24.2%) which indicated progress was slow regarding regulation challenges and sports wagering platform PointsBet (-19.1%).

After a strong run in equity markets, global risks are escalating. Government and central banks are tightening purse strings in the face of inflationary pressures and a full recovery. Investors must now grapple with the possibility of lower economic growth and less stimulus. As we mentioned last month, we have taken profits in several of our core positions in favour of new ideas. This rotation also builds dry powder to take advantage of any equity market weakness in the final quarter.

To view Milford's November 2021 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
Neutral FX Exposure	0%
Net Asset Value (NAV)	\$951.5 M
Buy-sell Spread	None - swing pricing applies (See PDS for details)
Inception Date	1 October 2013
Status	Closed to new investment
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%

	Lower risk					Higher risk	
Risk Indicator	1	2	3	4	5	6	7
	Potentially lower returns			Potentially higher returns			

Dynamic Fund as at 31 October 2021

Investment Performance after fees as at 31 October 2021⁴

Unit Price: \$3.073

	1 Month	3 Months	1 year	3 years (p.a.)	5 years (p.a.)	Since inception (p.a.)
Milford Dynamic Fund (Gross Of Tax)	1.06%	5.74%	31.51%	20.20%	16.18%	15.07%
After Tax 10.50%	1.08%	5.71%	31.36%	20.20%	16.14%	15.00%
After Tax 17.50%	1.09%	5.68%	31.26%	20.20%	16.11%	14.95%
After Tax 28.00%	1.10%	5.65%	31.11%	20.21%	16.07%	14.87%
Benchmark	0.95%	3.67%	31.11%	15.52%	12.34%	10.39%

Top Security Holdings

Holdings	% of Fund
Collins Foods	3.86%
Credit Corp	3.36%
Contact Energy	3.05%
Seven Group	3.05%
IPH	2.93%
Carsales.Com	2.93%
Lifestyle Communities	2.83%
Virgin Money	2.72%
Sandfire Resources	2.64%
Evolution Mining	2.49%

Current Asset Allocation

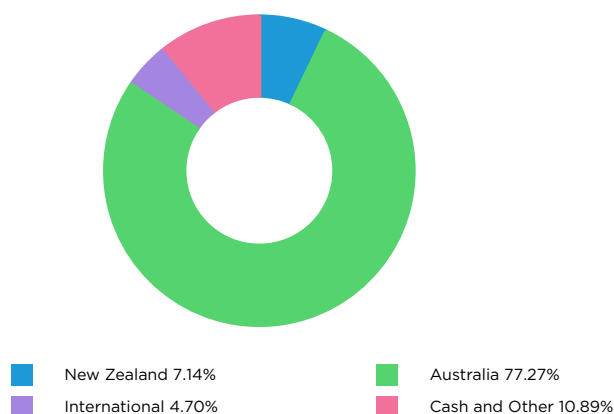
	Actual Investment Mix	Neutral Investment Mix
Effective Cash #	10.89%	10%
New Zealand Fixed Interest	0.00%	0%
International Fixed Interest	0.00%	0%
New Zealand Equities	8.14%	0%
Australian Equities	80.97%	90%
International Equities	0.00%	0%
Other	0.00%	0%

The actual cash held by the Fund is 10.97%. 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 %
Financials	15.34%
Materials	15.06%
Consumer Discretionary	11.78%
Communication Services	8.70%
Industrials	7.91%
Real Estate	7.54%
Information Technology	7.20%
Energy	4.91%
Health Care	4.76%
Utilities	3.03%
Consumer Staples	2.88%
Cash and Other	10.89%

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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