

Dynamic Fund

Portfolio Investment Entity

Monthly Fact Sheet as at 31 October 2023



Portfolio Managers



William Curtayne
Portfolio Manager



Michael Higgins
Portfolio Manager

The sustained sell off in equity markets continued into October as investors grappled with higher interest rates. The S&P/ASX Small Ordinaries fell 5.4% against the Fund (-4.6%). While we managed to avoid a number of sizable downgrades over the month, we unfortunately weren't immune to the broad-based sell off.

Performance was led by domestic gold miners which performed strongly over the month. The rally reflected heightened uncertainty from geopolitical developments in Israel and Palestine.

Another strong performer was mining technology company Chryso Corporation (+8.9%). Encouragingly, it recently announced a global partnership with Barrick Gold Corporation - the owner of the largest portfolio of tier-one gold assets globally.

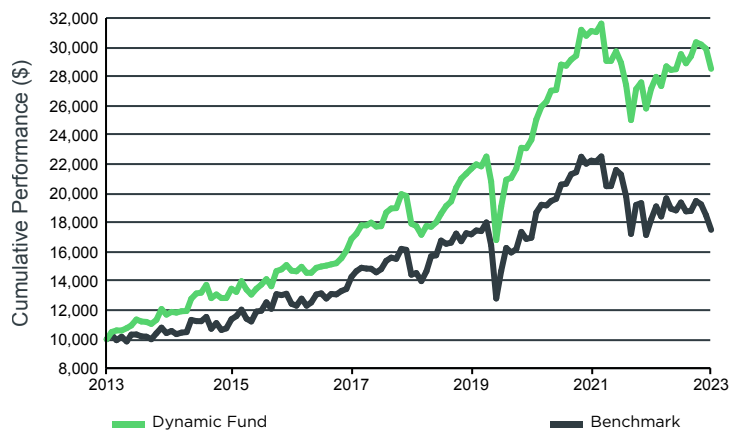
Key detractors were lithium miner IGO (-24.9%) and terminal provider Smartpay (NZ) (-21.2%). As we enter the back-end of the year, we continue to be resolute in our concerns of the lag effects of monetary policy. We still believe there will be more downgrades to (hopefully) side-step over the next six months, as cost-of-living challenges choke spending habits. That said, valuations are no doubt beginning to trend in the right direction. This is an encouraging start, and while we may be early in deploying capital as opportunities present, we will do so with a measured approach, given the risks are still ahead of us and hard to quantify.

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

For previous fund reports see 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

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)	\$622.0 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	<div style="display: flex; justify-content: space-between; align-items: center;"> Lower risk Higher risk </div> <div style="display: flex; justify-content: center; align-items: center; gap: 10px;"> 1 2 3 4 5 6 7 </div> <div style="display: flex; justify-content: space-between; margin-top: 5px;"> Potentially lower returns Potentially higher returns </div>

Dynamic Fund as at 31 October 2023

Investment Performance after fees as at 31 October 2023⁴

Unit Price: \$2.8084

	1 Month	3 Months	1 year	3 years (p.a.)	5 years (p.a.)	Since inception (p.a.)
Milford Dynamic Fund (Gross Of Tax)	-4.61%	-6.01%	4.96%	6.43%	9.75%	10.95%
After Tax 10.50%	-4.52%	-6.03%	4.80%	6.33%	9.71%	10.87%
After Tax 17.50%	-4.46%	-6.05%	4.70%	6.26%	9.69%	10.82%
After Tax 28.00%	-4.38%	-6.08%	4.55%	6.16%	9.65%	10.75%
Benchmark	-5.40%	-10.17%	-4.00%	1.05%	3.94%	5.70%

Top Security Holdings

Holdings	% of Fund
Viva Energy Group	4.70%
Contact Energy	3.27%
United Malt	3.23%
IPH	3.20%
Monadelphous	3.01%
Carsales.Com	2.94%
Beach Energy	2.71%
Waypoint REIT	2.40%
Sandfire Resources	2.36%
Smartgroup	2.24%

Current Asset Allocation

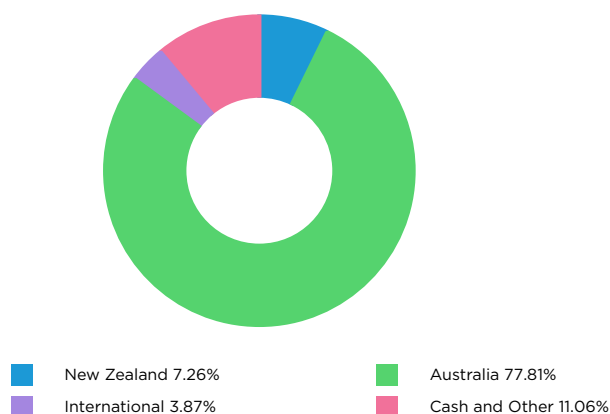
	Actual Investment Mix	Neutral Investment Mix
Effective Cash #	11.06%	10%
New Zealand Fixed Interest	0.00%	0.0%
International Fixed Interest	0.00%	0.0%
New Zealand Equities	7.26%	0.0%
Australian Equities	81.68%	90%
International Equities	0.00%	0.0%
Other	0.00%	0.0%

The actual cash held by the Fund is 11.10%. 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 %
Industrials	14.64%
Materials	12.02%
Financials	10.55%
Energy	9.65%
Communication Services	9.50%
Health Care	7.73%
Consumer Staples	7.00%
Real Estate	6.70%
Other Sectors	11.15%
Cash and Other	11.06%

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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