

Dynamic Fund

Portfolio Investment Entity

Monthly Fact Sheet as at 30 September 2023



Portfolio Managers



William Curtayne
Portfolio Manager



Michael Higgins
Portfolio Manager

Equity markets sold-off in September as a response to a large sell-off in bonds on the realisation that rates will be higher for longer. The S&P/ASX Small Ordinaries fell 3.9% for the month against the Fund (-1.0%).

Performance was led by prospective South Australian uranium miner Boss Energy (+39.7%). Recent strong performance reflects the rapidly improving sentiment towards nuclear energy. Seven Group Holdings (+12.7%) is leveraged to demand for domestic resources and the infrastructure capex cycle, which we suspect will be a multi-year journey. Beach Energy (+7.3%) is exposed to global oil markets, along with the Australian and NZ domestic gas market.

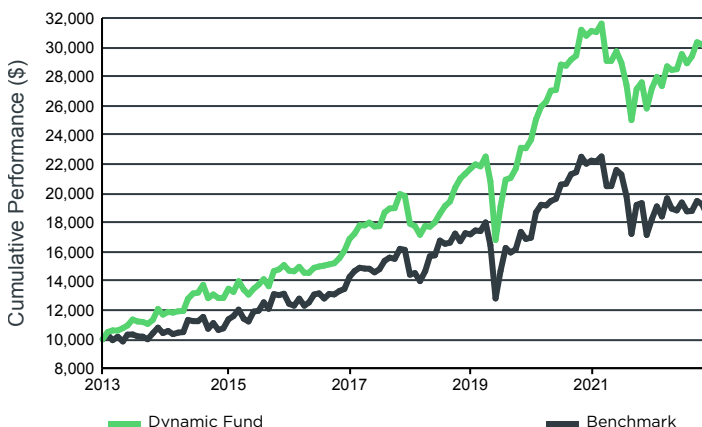
Detractors included Waypoint REIT (-8.4%) on higher rates and Neuren Pharmaceuticals (-12.1%) on a potential competing drug for Rett syndrome being developed by Anavex Life Sciences. We continue to hold a core position in the company as the risk/reward is still attractive.

In our view, the long lag effects of monetary policy mean that economic and behavioural impacts are still ahead of us and hard to quantify. We enter the back end of the year with a diversified portfolio, given the wide array of outcomes.

To view Milford's September 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)	\$654.6 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 30 September 2023

Investment Performance after fees as at 30 September 2023⁴

Unit Price: \$2.9442

	1 Month	3 Months	1 year	3 years (p.a.)	5 years (p.a.)	Since inception (p.a.)
Milford Dynamic Fund (Gross Of Tax)	-0.95%	1.77%	15.86%	9.01%	8.57%	11.57%
After Tax 10.50%	-1.07%	1.63%	15.51%	8.86%	8.52%	11.49%
After Tax 17.50%	-1.14%	1.53%	15.27%	8.76%	8.48%	11.43%
After Tax 28.00%	-1.25%	1.39%	14.91%	8.62%	8.42%	11.34%
Benchmark	-3.88%	-1.58%	7.87%	3.10%	2.78%	6.34%

Top Security Holdings

Holdings	% of Fund
Viva Energy Group	4.99%
IPH	3.27%
Contact Energy	3.22%
United Malt	3.01%
Monadelphous	2.85%
Carsales.Com	2.77%
Beach Energy	2.71%
IGO	2.67%
Waypoint REIT	2.39%
SmartPay	2.34%

Current Asset Allocation

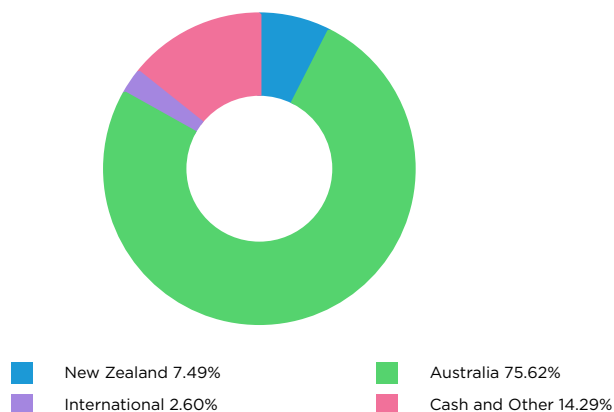
	Actual Investment Mix	Neutral Investment Mix
Effective Cash #	13.74%	10%
New Zealand Fixed Interest	0.00%	0.0%
International Fixed Interest	0.00%	0.0%
New Zealand Equities	7.49%	0.0%
Australian Equities	78.22%	90%
International Equities	0.00%	0.0%
Other	0.55%	0.0%

The actual cash held by the Fund is 13.74%. 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	13.35%
Financials	11.36%
Energy	10.77%
Materials	10.52%
Communication Services	7.69%
Health Care	7.50%
Real Estate	7.28%
Consumer Staples	6.25%
Other Sectors	10.99%
Cash and Other	14.29%

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.

Disclaimer: The Milford Fund Fact Sheet has been prepared by Milford Funds Limited. It is based on information believed to be accurate and reliable although no guarantee can be given that this is the case. No reproduction of any material either in part or in full is permitted without prior permission. For more information about the Fund, please refer to the Production Disclosure Statement or the latest Quarterly Fund Update.