

Dynamic Fund (AU)

(available to Australian tax residents only)

October 2019



Portfolio Managers



William Curtayne
Portfolio Manager



Michael Higgins
Portfolio Manager

The Fund had a strong opening month delivering a 1.3% return. The 1.8% outperformance against our small cap benchmark was led by a number of our core positions, which have been stalwarts within in the Dynamic (NZ) portfolio for over 2 years.

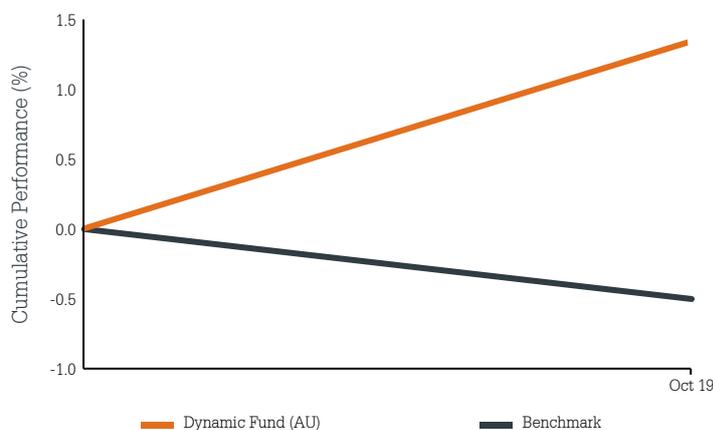
This includes mortgage broker and aggregator AFG (+22.7%), international student placement and high-stakes English language testing provider IDP Education (+14.3%) and panel beater AMA Group (+14.3%). AFG has had a stellar year having rallied 110% over the prior 12 months. While we have recently taken some profits to manage position size, we still like the medium-term outlook and exposure to a stabilising property market.

Detractors for the month included Contact Energy (-13.6%) on the viability of Tiwai Point aluminium smelter and EML payments (-6.8%) having delivered over 150% return over the prior 12 months.

In light of the reducing risks and brief stabilisation in global economic data, the investing backdrop has improved in the last two weeks. While it is too early to position strongly for an upswing in global growth, a trade truce and of course Brexit, we are cautiously optimistic going into Christmas.

From a portfolio management perspective, we are holding more companies at smaller weights than usually would be the case. This seems prudent given global uncertainties and a lack of direction from the market. Despite the uncertainty, we continue to focus on companies with excellent multi-year growth outlooks and those we consider good value with resilience through the cycle.

Investment Performance to October 2019*



* Cumulative performance since inception, after all fees and expenses, and assumes reinvestment of distributions.

Key Fund Facts

Objective	The fund targets outperformance of the S&P/ASX Small Ordinaries (TR) Index
Description	Primarily invests in small to mid-cap listed Australian equities
Benchmark	S&P/ASX Small Ordinaries (TR) Index
Redemption Price <small>as at 31 Oct</small>	\$1.0101
NAV <small>as at 31 Oct</small>	\$20.4 Million
Inception Date	October 2019
Minimum Investment	\$20,000
Recommended Investment Timeframe	5 years +
Buy-sell Spread	+/-0.30%
Entry/Exit Fee	Nil
Distribution Frequency	Annual (30 June)
Management Fee*	1.10%
Capped Expense Recovery*	0.10%
Performance Fee*	20% p.a. of returns above the benchmark subject to achieving the high watermark.
Fund Pricing	Daily

* Fees are stated exclusive of GST.

Investment Performance to October 2019*

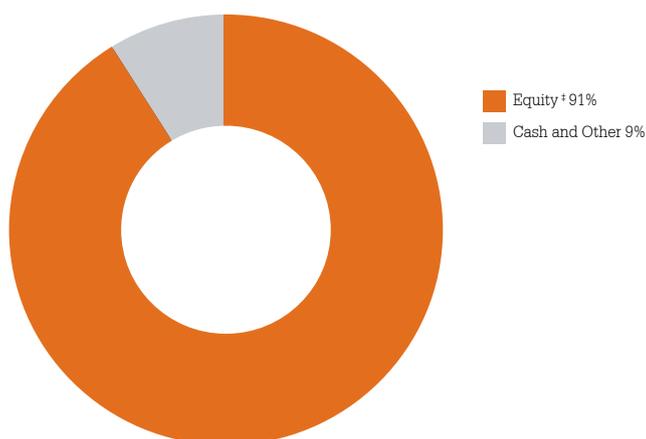
	1 Month	6 Months	1 year	3 years (p.a.)	5 years (p.a.)	Since Inception **
Dynamic Fund (AU)	1.31%	-	-	-	-	1.31%
Benchmark	-0.50%	-	-	-	-	-0.50%

Past performance is not a reliable indicator of future performance.

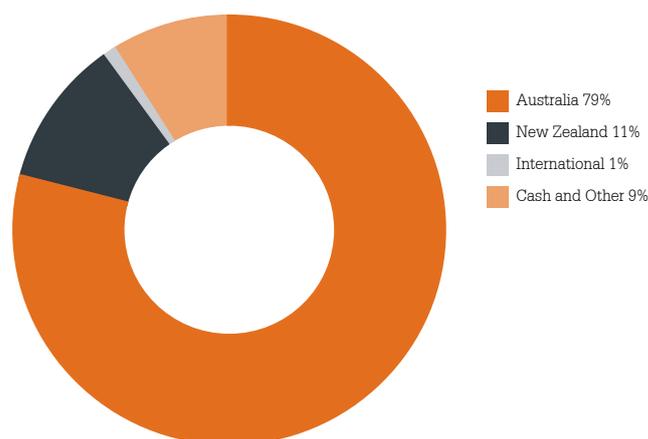
* Net performance figures are shown after all fees and expenses, and assumes reinvestment of distributions.

** Inception date of the Fund is 1 October 2019

Current Asset Allocation¹



Current Country Allocation¹



Top Security Holdings

Holdings	% of Fund's NAV
Credit Corp Group	3.88%
Australian Finance Group	3.80%
Bapcor	3.30%
AMA Group	3.23%
IDP Education	3.13%
Wellcom Group	3.08%
EQT Holdings	2.71%
EML Payments	2.62%
Northern Star Resources	2.32%
Charter Hall Group	2.16%

Fund Changes

There have been no material changes to the below information since the PDS was issued:

- The Fund's risk profile
- The Fund's strategy

There have been no changes to the below information since the PDS was issued:

- Key service providers
- Individuals playing a key role in investment

¹ The actual investment mix incorporates the notional exposure value of equity derivatives and credit default swaps, where applicable.

* Equity will be the net amount, ie the total long less any shorts.

[†] Typically the country in which the company issuing the share/bond primarily operates

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