

Dynamic Fund

Portfolio Investment Entity

Monthly Fact Sheet as at 30 June 2019



Portfolio Managers



William Curtayne
Portfolio Manager



Michael Higgins
Portfolio Manager

We were pleased to deliver a 1.6% return in June, outperforming the ASX Small Industrials Index by 1.1%. The result capped a solid three-month return of 7.9% against the broader index return of 5.5%.

Outperformance was led by a number of our longer-term stock picks such as Collins Foods (+4.4%) and EML Payments (+13.0%), in addition to some gold price exposures which rallied on the back of the gold price (Evolution Mining+12.7% & Northern Star Resources +20.0%) and some new additions to the Fund such as Polynovo (+28.3%) and Nanosonics (+24.9%).

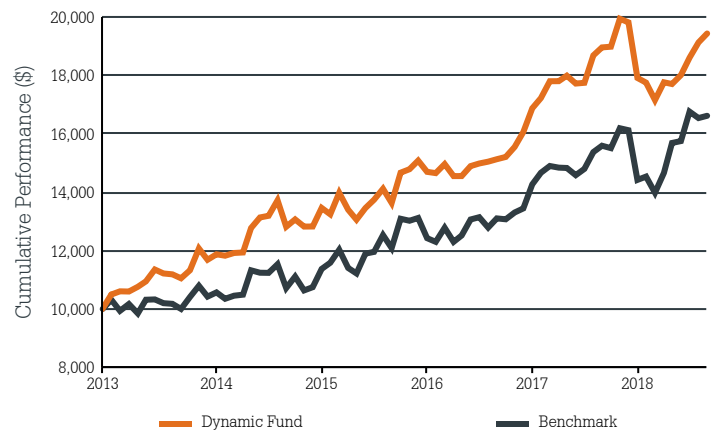
Polynovo is a medical application product which uses its proprietary NovoSorb technology for the management of skin wounds. The revolutionary product promotes the normal healing process following severe skin injuries. Nanosonics aims to be a leading global provider in infection prevention solutions. The current initial product 'Trophon' is the dominant solution globally for ultrasound probes with approximately an 18% share of the addressable market.

Detractors for the month included automotive parts retailer Bapcor (-6.4%) and Webjet (-8.4%). The Fund's new positions highlight our preference for offshore earners which provide a degree of insulation from the low growth nature of the domestic economy. We'll continue searching for attractive company specific opportunities that can prosper regardless of the broader economy.

To view Milford's July 2019 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

Objective ¹	Capital growth by out-performing the relevant share market index over a minimum of five years
Description	Primarily invests in small to mid-cap Australasian equities
Target Allocation	10% Income Assets / 90% Growth Assets
Neutral FX Exposure	0%
Net Asset Value (NAV)	\$240.8 M
Buy-sell Spread	None
Inception Date	1 October 2013
Benchmark	S&P/ASX Small Industrials Accumulation Index (100% NZD-hedged)
Base Fund Fee ²	1.35%
Performance Fee	15% of the Fund's returns above the Benchmark ¹ , subject to the high watermark.
Total Fund Fees ³	1.35%
Risk Indicator	<div style="display: flex; justify-content: space-between;"> Lower risk Higher risk </div> <div style="text-align: center;"> 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>

Investment Performance after fees as at 30 June 2019⁴

Unit Price: \$1.9238

	1 Month	3 Months	1 year	3 years (p.a.)	5 years (p.a.)	Since inception (p.a.)
Milford Dynamic Fund (Gross Of Tax)	1.61%	7.92%	2.52%	12.56%	11.95%	12.25%
After Tax 10.50%	1.59%	7.93%	2.52%	12.48%	11.79%	12.16%
After Tax 17.50%	1.58%	7.94%	2.52%	12.43%	11.68%	12.10%
After Tax 28.00%	1.56%	7.95%	2.53%	12.35%	11.52%	12.00%
Benchmark	0.47%	5.50%	6.57%	11.19%	10.68%	9.24%

Top Security Holdings

Holdings	% of Fund's NAV
Collins Foods	3.53%
Credit Corp Group	3.30%
IDP Education	3.02%
Webjet	2.97%
a2 Milk Company	2.84%
Contact Energy	2.80%
Australian Finance Group	2.80%
EQT Holdings	2.77%
Bapcor	2.64%
Wellcom Group	2.33%

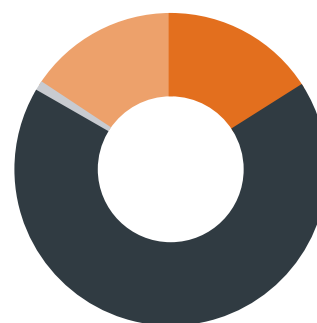
Current Asset Allocation

	Actual Investment Mix	Neutral Investment Mix
Cash and Cash Equivalents	15.13%	10.00%
New Zealand Fixed Interest	0.00%	0%
International Fixed Interest	0.00%	0%
New Zealand Equities	14.10%	0%
Australian Equities	70.20%	90.00%
International Equities	0.00%	0%
Other	0.57%	0%

Sector Exposure

Allocation	Weight %
Consumer Discretionary	17.31%
Industrials	11.90%
Financials	11.84%
Information Technology	10.60%
Real Estate	8.26%
Materials	7.86%
Health Care	5.56%
Consumer Staples	4.17%
Other Sectors	6.80%
Cash and Other	15.70%

Country Exposure



■ New Zealand 16.03%
 ■ Australia 67.26%
 ■ International 1.01%
 ■ Cash and Other 15.70%

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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