

Australian Absolute Growth Fund

(available to Australian tax residents only)

September 2019



Portfolio Managers



William Curtayne
Portfolio Manager



Wayne Gentle
Portfolio Manager

The Fund returned 1.1% for September. Government bond yields rose earlier in the month which set off an equity market rotation out of sectors that have benefitted from lower bond yields, such as income and growth stocks, and into cyclical and value stocks which rallied. The Fund has a slight bias to income generating shares but maintains a diversified mix of investments, so our performance was not significantly impacted by this rotation.

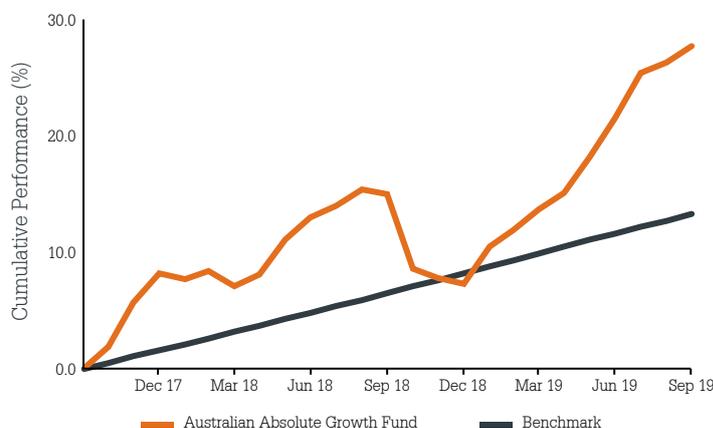
Earlier in the month oil prices rallied strongly after an attack on Saudi Arabia's Aramco facilities. We were fortunate to buy some oil companies prior to this event on a view that oil companies were attractively valued and would perform very well if China and the US manage to reach a trade deal. We also purchased more after the attack and have maintained our position as we await further news on Aramco supply disruptions and trade negotiations.

Collins Foods was one of the top contributors for the month, largely due to passive index buying as it was included in the ASX 200 Index, hence we took the opportunity to reduce our holding as its share price approached fair value.

NAB also contributed strongly as investors became more positive on the Australian housing market and outlook for bank lending growth.

Next month we expect updates from many of our companies at their annual shareholder meetings.

Investment Performance to September 2019*



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

Key Fund Facts

Objective	Absolute returns with an annualised return of 5% above the RBA Cash Rate while seeking to preserve investor capital
Description	A diversified portfolio of predominantly Australian equities, complemented by selective exposure to international equities, fixed interest securities and cash. May use derivatives and foreign currency hedging.
Benchmark	RBA Cash Rate + 5% p.a.
Redemption Price <small>as at 30 Sep</small>	\$1.1947
NAV <small>as at 30 Sep</small>	\$102 Million
Inception Date	October 2017
Minimum Investment	\$20,000
Recommended Investment Timeframe	5 years +
Buy-sell Spread	+/-0.20%
Entry/Exit Fee	Nil
Distribution Frequency	Annual (30 June)
Management Fee*	1.00%
Capped Expense Recovery*	0.10%
Performance Fee*	15% p.a. of returns above the benchmark subject to achieving the high watermark.
Fund Pricing	Daily

* Fees are stated exclusive of GST.

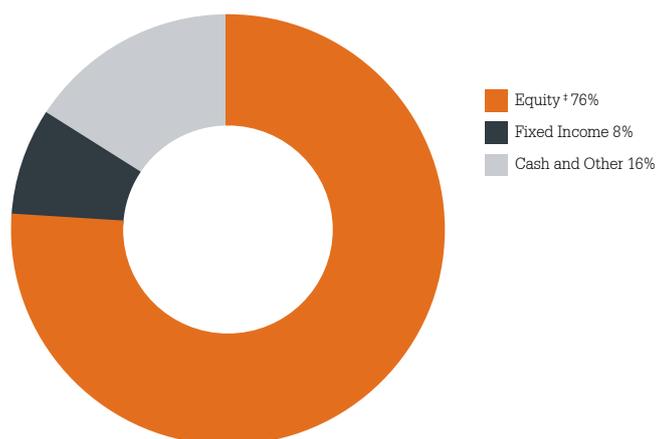
Investment Performance to September 2019*

	1 Month	6 Months	1 year	3 years (p.a.)	5 years (p.a.)	Since inception (p.a.)**
Australian Absolute Growth Fund	1.12%	12.33%	11.08%	-	-	13.04%
Benchmark	0.48%	3.07%	6.35%	-	-	6.44%

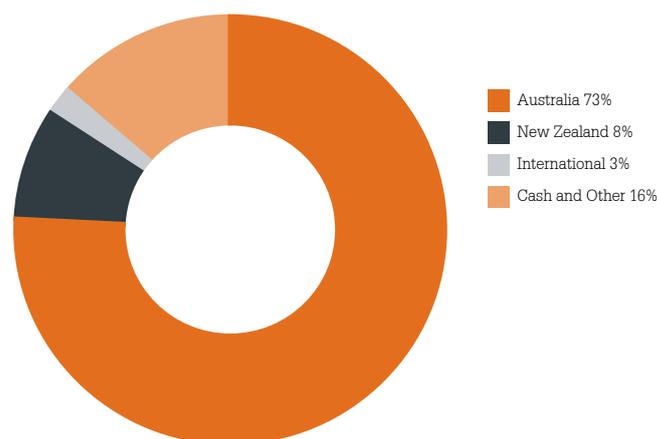
* Net performance figures are shown after all fees and expenses, and assumes reinvestment of distributions.

** Inception date of the Fund is 2 October 2017

Current Asset Allocation¹



Current Country Allocation¹¹



Top Security Holdings

Holdings	% of Fund's NAV
National Australia Bank	5.48%
Transurban Group	4.71%
Commonwealth Bank	4.54%
BHP Group	4.25%
Woodside Petroleum	4.17%
CSL	3.02%
Contact Energy	2.89%
Westpac Banking Corp	2.44%
a2 Milk Company	2.43%
Macquarie Group	2.42%

Note: Fixed interest securities are reported in the following format: Issuer name, interest (coupon rate), maturity year.

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

¹¹ Equity will be the net amount, ie the total long less any shorts.

¹¹ Typically the country in which the company issuing the share/bond primarily operates

Fund Changes

There have been no material changes to the below information since the last monthly report:

- 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

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