

Dynamic Fund

Portfolio Investment Entity

Monthly Fact Sheet as at 30 November 2019



Portfolio Managers



William Curtayne
Portfolio Manager



Michael Higgins
Portfolio Manager

Domestic equity markets remained robust through November as low rates and US-China trade optimism provided a healthy kick to the growthy-end of the market. The Fund delivered a 1.4% return for the month and is now up 23.8% for the year.

Performance was led by companies such as payments processor SmartPay Holdings (+125.0%), digital payments provider EML Payments (+19.7%) and a2 Milk (+19.4%). SmartPay, a stalwart in the Fund, announced the sale of its NZ business to American multinational Verifone for NZ\$70m cash. The stock rallied hard on the unexpected news which highlighted to the market the hidden value in the business. EML announced the highly accretive acquisition of Prepaid Financial Services and a2 Milk recovered recent losses after positive trading commentary at its AGM.

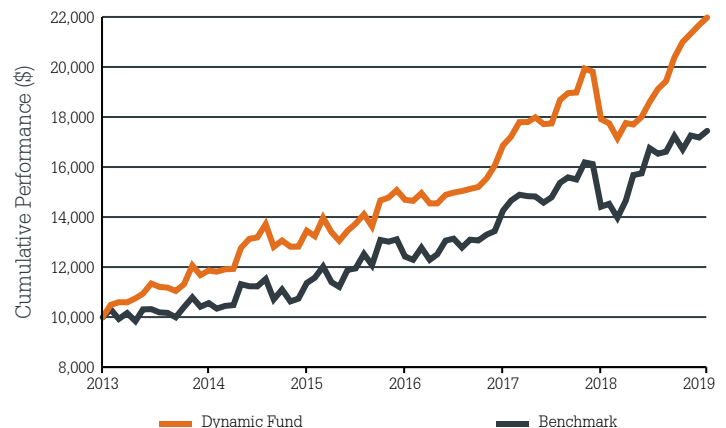
Laggards included panel beating consolidator AMA Group (-9.8%) which continues to digest the acquisition of Capital S.M.A.R.T. and mortgage broker AFG (-7.8%) which pared some recent strong gains.

While our recent performance has been strong, the market remains volatile. We remain cognisant that we are in a period of elevated uncertainty with a broad range of potential market moving scenarios in play. 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 into Christmas.

To view Milford's December 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

Objective¹	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)	\$283.5 M
Buy-sell Spread	None
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;"> 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 November 2019⁴

Unit Price: \$2.1744

	1 Month	3 Months	1 year	3 years (p.a.)	5 years (p.a.)	Since inception (p.a.)
Milford Dynamic Fund (Gross Of Tax)	1.38%	4.63%	23.80%	14.48%	13.20%	13.62%
After Tax 10.50%	1.32%	4.56%	23.90%	14.42%	13.10%	13.53%
After Tax 17.50%	1.27%	4.51%	23.97%	14.39%	13.04%	13.47%
After Tax 28.00%	1.21%	4.43%	24.06%	14.33%	12.94%	13.38%
Benchmark	1.55%	4.42%	20.06%	12.36%	11.01%	9.45%

Top Security Holdings

Holdings	% of Fund's NAV
Credit Corp Group	3.89%
EML Payments	3.70%
IDP Education	3.04%
Bapcor	3.00%
Australian Finance Group	2.98%
Seven Group Holdings	2.94%
AMA Group	2.86%
EQT Holdings	2.74%
a2 Milk Company	2.63%
Northern Star Resources	2.55%

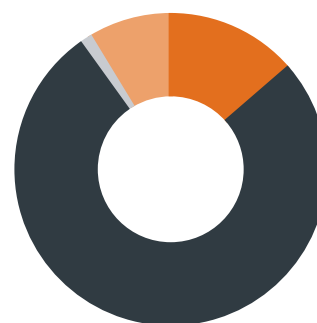
Current Asset Allocation

	Actual Investment Mix	Neutral Investment Mix
Cash and Cash Equivalents	7.81%	10.00%
New Zealand Fixed Interest	0.00%	0%
International Fixed Interest	0.00%	0%
New Zealand Equities	13.42%	0%
Australian Equities	77.89%	90.00%
International Equities	0.00%	0%
Other	0.88%	0%

Sector Exposure

Allocation	Weight %
Consumer Discretionary	17.46%
Financials	13.60%
Information Technology	11.89%
Real Estate	11.08%
Industrials	8.59%
Health Care	7.86%
Materials	7.49%
Communication Services	4.44%
Other Sectors	8.90%
Cash and Other	8.69%

Country Exposure



■ New Zealand 13.65%
 ■ Australia 76.42%
 ■ International 1.24%
 ■ Cash and Other 8.69%

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 an 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.

Level 28, 48 Shortland Street, Auckland
 PO Box 960, Shortland Street, Auckland 1140
 Free phone 0800 662 345
milfordasset.com

