

Australian Absolute Growth Fund (AUT)

(available to Australian tax residents only)



April 2018

Portfolio Managers



William Curtayne
Portfolio Manager



Wayne Gentle
Portfolio Manager

The Fund returned 0.9% in April. Equity markets were more stable during the month, but we had a mixed performance from our investments.

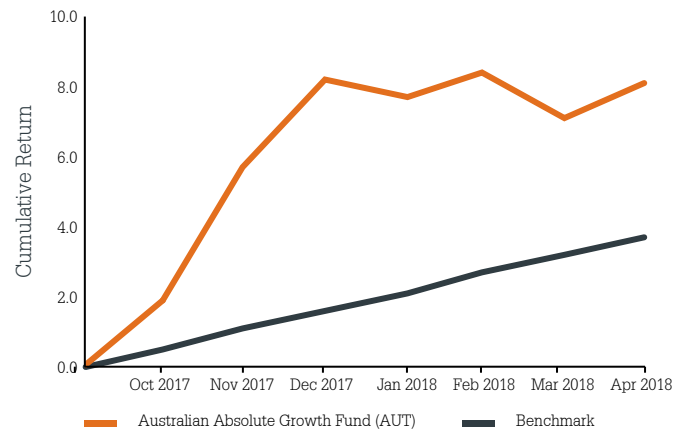
On the negative side, Boral and Experience Co downgraded earnings as poor weather in Queensland impacted their respective building products and sky diving operations. As weather-related earnings downgrades don't concern us, we used the share price weakness in both companies as an opportunity to increase our positions.

On the positive side, our energy companies were strong as the oil price continued to rally. The Brent oil price was up 7% for the month. Our investments in Origin Energy, Sundance Energy, Woodside Petroleum and Senex Energy were up 12.1%, 8.8%, 10.2% and 3.8% respectively. Aristocrat Leisure and Xero also performed strongly heading into their result releases in May.

During the month, we increased our position in the a2 Milk Company following a research trip to China. We believe that a2 Milk's infant formula product will continue to gain traction in the Chinese market.

However, market expectations for a2 Milk's June result are very high, which means any disappointment will result in a significant share price decline. So, despite our positive view, we manage this risk with a prudent position size.

Investment Performance to April 2018*



* 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 benchmark 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 Apr</small>	\$1.0846
NAV <small>as at 30 Apr</small>	\$74.9 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.

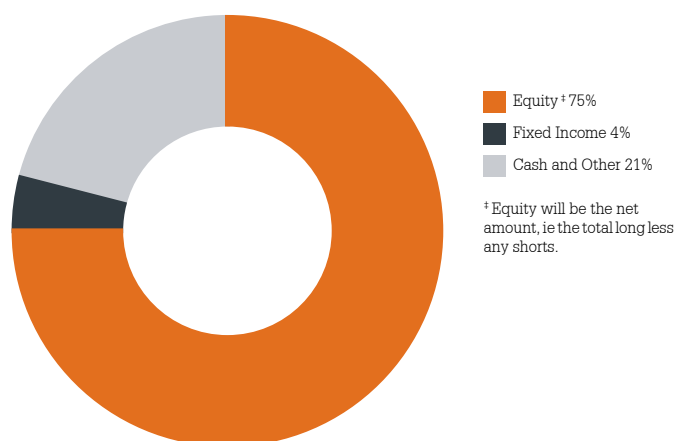
Investment Performance to April 2018[†]

	1 Month	6 Months	1 year	3 years (p.a.)	5 years (p.a.)	Since Inception ^{**}
Australian Absolute Growth Fund (AUT)	0.90%	6.07%	-	-	-	8.09%
Benchmark	0.53%	3.20%	-	-	-	3.74%

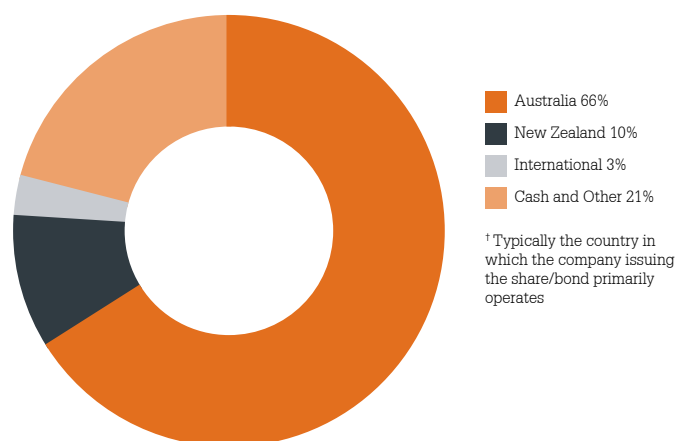
[†] Net performance figures are shown after all fees and expenses, and assumes reinvestment of distributions.

^{**} Inception date of the Fund is 2 October 2017

Current Asset Allocation



Current Country Allocation[†]



Top Security Holdings

Holdings	% of Fund's NAV
Orora	4.00%
Sydney Airport	3.21%
Transurban Group	3.05%
Origin Energy	3.02%
Smartgroup Corp	2.97%
Eclix Group	2.84%
Mirvac Group	2.57%
a2 Milk Company	2.46%
Collins Food	2.41%
Boral	2.40%

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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