

Milford Dynamic Small Companies Fund

March 2024



Portfolio Managers



William Curtayne
Portfolio Manager



Michael Higgins
Portfolio Manager



Roland Houghton
Co-Portfolio Manager

The recent momentum observed in global equity markets continued in March. The Fund returned 5.0% for the month, 0.2% ahead of the ASX/Small Ordinaries benchmark. We have been pleased with the previous 12-month period, having delivered a 20.8% return against the benchmark of 13.8%.

Performance for the month was led by Beach Energy (+14.7%). Beach Energy is leveraged to global oil markets and an extremely tight Australian domestic gas market. Beach has historically been plagued by major downgrades to reserves, capex blow outs and negative exploration results over the past few years. However, we like the new leadership and are encouraged by the first stage of its strategic review, which included significant cost savings.

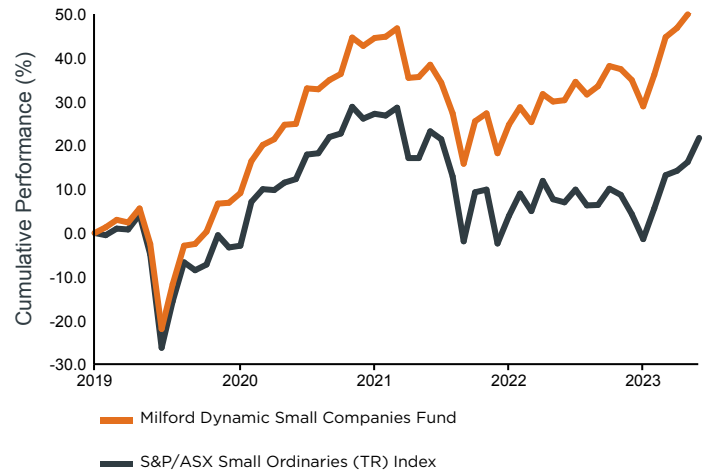
Singapore telco Tuas (19.6%) delivered a strong earnings update, which supported our investment thesis. Mobile net adds continued its recent growth profile while cash and margins beat expectations. We look forward to the next 12 months following the roll out of a competitively priced broadband offering across an existing client base.

Leading family location safety app Life360 (+60.4%) rallied strongly following the announcement of earnings and a change in its monetisation strategy through advertising. Life360 is a top 10 social networking app in 55 countries, making it a valuable distribution channel for advertisers. The new strategy not only provides a new lucrative earnings stream, but materially de-risks the core business.

Over the month we reduced our Karoon Energy position in favour of Beach Energy and Cooper Energy. We also exited uranium miner Boss Energy given our preference for Canadian dual-listed developer NexGen Energy.

Despite small cap markets recovering strongly from the October 2023 lows, we continue to identify attractively priced stock picking opportunities. We remain overweight in higher-for-longer interest rate beneficiaries like insurers; resource companies leveraged to energy, copper and aluminium thematic; and those companies undergoing a step change in growth prospects such as Life360 and Webjet. Our style-neutral investment approach allows us to take advantage of stock picking opportunities in both industrial and resource companies we believe can perform despite uncertain conditions.

Investment Performance to March 2024¹



Key Fund Facts

Objective	The fund targets outperformance of the S&P/ASX Small Ordinaries (TR) Index over the minimum recommended investment timeframe (net of fees)
Description	Primarily invests in small to mid-cap Australian equities
Benchmark	S&P/ASX Small Ordinaries (TR) Index
APIR	ETL6978AU
mFund Code	MFA02
Redemption Price as at 31 Mar	\$1.3302
Fund Size*	\$99.5 Million
Inception Date	October 2019
Minimum Investment	\$1,000
Recommended Investment Timeframe	8 years +
Buy-sell Spread	+/-0.30%
Entry/Exit Fee	Nil
Management Fee	1.23%
Performance Fee	20.5% p.a. of returns above the benchmark subject to achieving the high watermark.
Fund Pricing	Daily
Distribution Frequency	Biannual

*The Fund Size represents the total assets of the fund

Milford Dynamic Small Companies Fund March 2024

Investment Performance to March 2024²

	1 Month	6 Months	1 year	3 years (p.a.)	5 years (p.a.)	Since inception (p.a.) ³
Milford Dynamic Small Companies Fund	4.95%	16.64%	20.78%	7.99%	-	-
Milford Dynamic Fund (Strategy) ⁴	4.95%	16.64%	20.78%	7.99%	13.18%	11.84%
Benchmark	4.79%	16.71%	13.83%	2.72%	5.42%	6.43%
Excess Return	0.16%	-0.07%	6.95%	5.27%	7.76%	5.41%

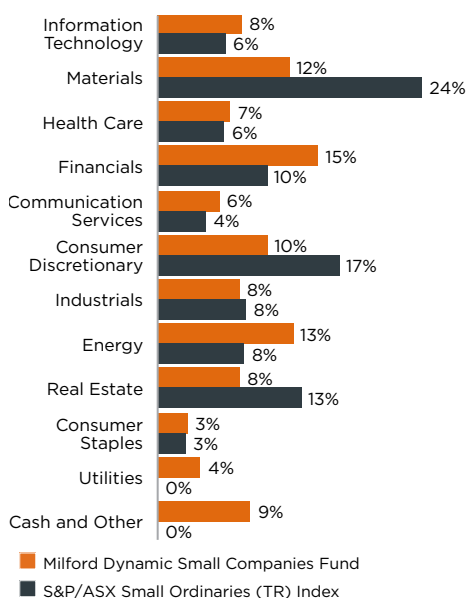
Top Security Holdings

Holdings	% of Fund
Viva Energy Group	4.19%
Contact Energy	2.97%
Carsales.Com	2.93%
Beach Energy	2.84%
Waypoint REIT	2.67%
Neuren Pharmaceuticals	2.36%
Macquarie Technology	2.33%
Telix Pharmaceuticals	2.19%
Monadelphous	2.01%
Nexgen Energy	2.00%

Current Asset Allocation

	Actual	Neutral	Maximum Range
Australian Equities	85.38%	90%	60-100%
New Zealand Equities	6.08%	0%	0-20%
Cash and Other ⁵	8.54%	10%	0-20%

Sector Allocation



Ratings



Morningstar Medalist Rating™
 As at 31-08-2023
 Analyst-Driven % 55
 Data Coverage % 98

Fund Changes

There have been no material changes to the Fund's risk profile or strategy since the last monthly report. There have been no changes to the key service providers or individuals playing a key role in investment since the last monthly report.



Milford Dynamic Small Companies Fund March 2024

Platform Availability

Asgard, BT Panorama, HUB24, IOOF, Macquarie Wrap, Mason Stevens, mFund, MLC, MyNorth, Netwealth, PowerWrap, Praemium, Xplore Wealth Ltd

1. Cumulative performance since inception, after all fees and expenses, and assumes reinvestment of distributions. 2. Past performance is not a reliable indicator of future performance. Returns greater than one year are annualised. 3. Inception date of the Milford Dynamic (Strategy) is Fund is 01 October 2013. 4. The Milford Dynamic Fund (Strategy) performance combines the performance of the Milford Dynamic Fund (NZ) from 1 October 2013 to 30 September 2019 and the performance of the Milford Dynamic Small Companies Fund thereafter. The performance of the Milford Dynamic Fund (NZ) has been adjusted to reflect the difference in fee structure and neutral currency exposure from the Milford Dynamic Small Companies Fund. 5. Cash and Other reported above is adjusted to reflect the Fund's notional positions.

Disclaimer: Equity Trustees Limited ("Equity Trustees") (ABN 46 004 031 298), AFSL 240975, is the responsible Entity for the Milford Dynamic Small Companies Fund. Equity Trustees is a subsidiary of EQT Holdings Limited (ABN 22 607 797 615), a publicly listed company on the Australian Securities Exchange (ASX: EQT). This Monthly Fact Sheet has been prepared by Milford Australia Pty Ltd. as the Investment Manager, to provide you with general information only. In preparing this Monthly Fact Sheet, we did not take into account the investment objectives, financial situation or particular needs of any particular person. It is not intended to take the place of professional advice and you should not take action on specific issues in reliance on this information. Neither Milford Australia Pty Ltd., Equity Trustees nor any of their related parties, employees or directors, provide any warranty of accuracy or reliability in relation to such information or accepts any liability to any person who relies on it. Past performance is not a reliable indicator of future performance. You should obtain a copy of the Product Disclosure Statement before making a decision about whether to invest in this product.

Milford Dynamic Small Companies Fund's Target Market Determination is available at <https://milfordasset.com.au/documents-and-forms>. The Target Market Determination is a document describing who this financial product is likely to be appropriate for (i.e. the target market), and any conditions around how the product can be distributed to investors. It also describes the events or circumstances where the Target Market Determination for this financial product may need to be reviewed.

ZENITH DISCLAIMER: The Zenith Investment Partners (ABN 27 103 132 672, AFS Licence 226872) ("Zenith") rating (assigned March/2023) referred to in this document is limited to "General Advice" (s766B Corporations Act 2001) for Wholesale clients only. This advice has been prepared without taking into account the objectives, financial situation or needs of any individual and is subject to change at any time without prior notice. It is not a specific recommendation to purchase, sell or hold the relevant product(s). Investors should seek independent financial advice before making an investment decision and should consider the appropriateness of this advice in light of their own objectives, financial situation and needs. Investors should obtain a copy of, and consider the PDS or offer document before making any decision and refer to the full Zenith Product Assessment available on the Zenith website. Past performance is not an indication of future performance. Zenith usually charges the product issuer, fund manager or related party to conduct Product Assessments. Full details regarding Zenith's methodology, ratings definitions and regulatory compliance are available on our Product Assessments and at <http://www.zenithpartners.com.au/RegulatoryGuidelines>

LONSEC DISCLAIMER: The rating issued 10/2022 is published by Lonsec Research Pty Ltd ABN 11 151 658 561 AFSL 421 445 (Lonsec). Ratings are general advice only, and have been prepared without taking account of your objectives, financial situation or needs. Consider your personal circumstances, read the product disclosure statement and seek independent financial advice before investing. The rating is not a recommendation to purchase, sell or hold any product. Past performance information is not indicative of future performance. Ratings are subject to change without notice and Lonsec assumes no obligation to update. Lonsec uses objective criteria and receives a fee from the Fund Manager. Visit lonsec.com.au for ratings information and to access the full report. © 2022 Lonsec. All rights reserved.

The Morningstar Medalist Rating™ for Milford Dynamic Small Companies Fund is "Gold" as of 31/08/2023.

© 2023 Morningstar, Inc. All rights reserved. Neither Morningstar, its affiliates, nor the content providers guarantee the data or content contained herein to be accurate, complete or timely nor will they have any liability for its use or distribution. This report or data has been prepared for clients of Morningstar Australasia Pty Ltd (ABN: 95 090 665 544, AFSL: 240892) and/or New Zealand wholesale clients of Morningstar Research Ltd, subsidiaries of Morningstar, Inc. Any general advice has been provided without reference to your financial objectives, situation or needs. For more information refer to our Financial Services Guide at www.morningstar.com.au/s/fsg.pdf. You should consider the advice in light of these matters and if applicable, the relevant Product Disclosure Statement before making any decision to invest. Morningstar's publications, ratings and products should be viewed as an additional investment resource, not as your sole source of information. Morningstar's full research reports are the source of any Morningstar Ratings and are available from Morningstar or your adviser. Past performance does not necessarily indicate a financial product's future performance. To obtain advice tailored to your situation, contact a financial adviser.