

# Milford Global Real Asset Fund - W Class

## December 2024



### Portfolio Managers



**Paul Morris**  
Portfolio Manager



**Ryan Williams**  
Co-Portfolio Manager

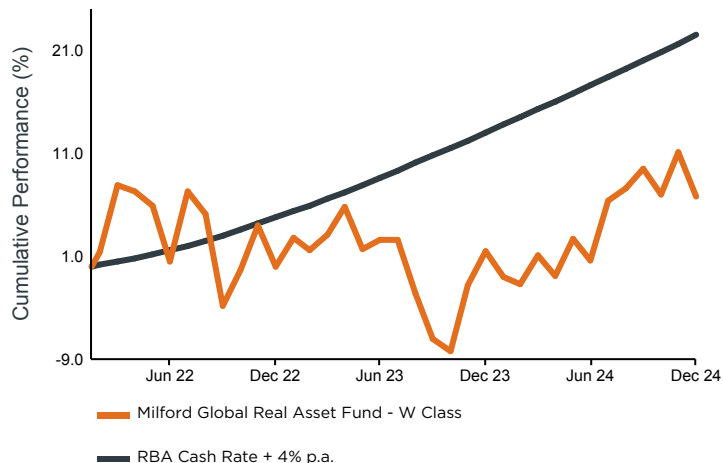
The Fund was down 3.9% in December which was behind its benchmark. Market movements in the month were dominated by a broad share market sell-off and an increase in market interest rates (especially longer dated rates). The US 10-year government bond yield rose from 4.2% to 4.6%, and expectations for interest rate cuts have been moderated. This was a headwind for the Fund's shares which are typically sensitive to interest rates.

The Fund's top performer Ferrovial (global toll roads, +4.1%) benefited from strong operational performance and increasing tolls. European telecom towers, INWIT (+0.7%) also finished up on the month. The bottom performers included the US freight railway operators Norfolk Southern (-14.9%) and CSX (-11.7%) as both companies had a strong month in November on the back of US elections, but macroeconomic concerns around freight movement in the US have led to a pullback in the shares.

We made several small changes to the portfolio during the month including trimming our positions in Cheniere Energy (US LNG exports), and Ferrovial after the aforementioned strong performance. Infrastructure policy uncertainty continues with the incoming US President in the midst of setting his policy agenda. Upcoming elections in Germany will likely lead to a change in government and there is continued uncertainty in the political outlook in France. As a result, there are several key countries where infrastructure policy uncertainty is notably high. Strategic positioning is focused on high-quality assets which will be important in navigating the evolving infrastructure landscape characterized by both opportunities and risks.

We reiterate a reasonable medium-term Fund return outlook. Moderating inflation, slower but resilient growth, and the peak in the interest rate cycle should support infrastructure share returns over the medium term.

### Cumulative Performance (after fees and expenses) 31 December 2024



Performance since inception and assumes reinvestment of distributions. Past performance is not a reliable indicator of future performance.

### Key Fund Facts

<b>Objective</b>	To out-perform the RBA cash rate by 4% per annum over a rolling 8-year period (net of fees)
<b>Description</b>	Exposure to primarily global listed infrastructure, utility and selected real estate securities
<b>Benchmark</b>	RBA Cash Rate + 4% p.a.
<b>APIR</b>	ETL7818AU
<b>Redemption Price as at 31 Dec</b>	\$1.0278
<b>Fund Size*</b>	\$1 Million
<b>Inception Date</b>	February 2022
<b>Minimum Investment</b>	\$50,000
<b>Recommended Investment Timeframe</b>	8 years +
<b>Buy-sell Spread</b>	+/-0.20%
<b>Entry/Exit Fee</b>	Nil
<b>Management Fee</b>	0.95%
<b>Fund Pricing</b>	Daily
<b>Distribution Frequency</b>	Quarterly

\*The Fund Size represents the total assets of the fund

## Milford Global Real Asset Fund as at 31 December 2024

### Investment Performance to 31 December 2024

	1 Month	3 Months	1 year	3 years (p.a.)	5 years (p.a.)	Since inception (p.a.)
Milford Global Real Asset Fund - W Class	-3.88%	-2.52%	5.17%	-	-	2.30%
RBA Cash Rate + 4% p.a.	0.68%	2.04%	8.37%	-	-	7.29%
Excess Return	-4.56%	-4.56%	-3.20%	-	-	-4.99%

Past performance is not a reliable indicator of future performance. Returns greater than one year are annualised.

### Top Security Holdings

Holdings	% of Fund
Ameren	5.43%
National Grid	4.76%
Getlink	4.61%
Aena SME	4.56%
Ferrovial	4.42%
Severn Trent	4.23%
Duke Energy	4.09%
Cheniere Energy	4.03%
SSE	3.65%
RWE	3.33%

### Current Asset Allocation

	Actual	Neutral	Maximum Range
Australian Equities	5.34%	0%	0-25%
International Equities	78.67%	95%	50-100%
Cash and Other	15.99%	5%	0-20%

### 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.

Disclaimer: Equity Trustees Limited ("Equity Trustees") (ABN 46 004 031 298), AFSL 240975, is the responsible Entity for the Milford Global Real Asset Fund - W Class. 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 Global Real Asset Fund - W Class'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.