

MILTON CORPORATION LIMITED

ABN 18 000 041 421

Level 2
50 Pitt Street
Sydney NSW 2000

PO Box R1836
Royal Exchange NSW 1225

Telephone: (02) 8006 5357
Facsimile: (02) 9251 7033
Email: general@milton.com.au
Website: www.milton.com.au
ASX code: MLT

Share Registry Enquiries: 1800 641 024

NET TANGIBLE ASSET BACKING REPORT AT 31 AUGUST 2013

Milton Net Tangible Asset Backing per Share ("NTA")	31 Aug 13 ⁽¹⁾	31 Jul 13 ⁽²⁾
Before provision for tax on unrealised capital gains <i>(Milton is a long-term investor and does not intend disposing of its long term investment portfolio.)</i>	\$20.21	\$20.27
After provision for tax on unrealised capital gains <i>(Under current accounting standards, Milton is required to provide for tax that may arise should the portfolio be disposed.)</i>	\$18.07	\$18.20

⁽¹⁾ After provision for final and special dividend of 45.5 cps
⁽²⁾ Before provision for final and special dividend of 45.5 cps

About Milton (ASX code: MLT)

Milton is a listed investment company whose objective is to hold a diversified portfolio of assets that generates a growing income stream for distribution to shareholders in the form of fully franked dividends and provides capital growth in the value of the shareholders' investment.

Asset allocation at 31 August 2013

	Market Value	Share of Total Assets
	\$ m	%
Banks	905.4	35.7
Consumer staples	263.7	10.4
Materials	241.7	9.5
Energy	198.1	7.8
Insurance	123.5	4.9
Diversified financials	120.5	4.8
Commercial services	116.6	4.6
Telecommunication	79.6	3.1
Healthcare	56.9	2.2
Real estate	52.0	2.1
Capital goods	46.2	1.8
Other shares	159.8	6.4
Cash	109.8	4.3
Other assets	59.8	2.4
Total assets	2,533.6	100.0

Milton's 5 year dividend history (cents per share)

All dividends have been fully franked since the introduction of franking.

	2009	2010	2011	2012	2013
Interim	43	35	37	38	39
Final	35	36 ^(*)	39	40	43
Special	-	-	5	-	2.5
^(*) LIC Capital Gain paid as part of Final	-	2	-	-	-

Milton is a listed investment company for taxation purposes and may pay dividends that include qualifying LIC capital gains which may entitle certain shareholders to a special deduction in their income tax return in the year of receipt. Milton intends to distribute qualifying LIC capital gains as they arise.

Top 20 Investments at 31 August 2013

	Market Value	Share of Total Assets
	\$ m	%
Westpac Banking Corporation	328.0	12.9
Commonwealth Bank of Australia	220.6	8.7
National Australia Bank	142.4	5.6
W H Soul Pattinson	125.2	4.9
BHP Billiton Limited	118.3	4.7
Wesfarmers Limited	116.7	4.6
ALS Limited	103.4	4.1
Woolworths Limited	94.1	3.7
Australia & New Zealand Banking Group	87.4	3.4
Telstra Corporation	66.2	2.6
Bank of Queensland Limited	62.9	2.5
Bendigo and Adelaide Bank	57.7	2.3
QBE Insurance Group	40.9	1.6
CSL Limited	39.9	1.6
Brickworks Limited	39.6	1.6
AGL Energy Limited	37.3	1.5
Suncorp Group	36.9	1.5
Rio Tinto Limited	31.7	1.3
Perpetual Limited	31.6	1.2
Woodside Petroleum Limited	31.4	1.2
Total Top 20	1,812.2	71.5

Operating cost

Milton's executives manage the company and its investments to maximise returns to its shareholders. This internal management structure helps to maintain low operating costs.

Milton's total operating costs for the year ended 30 June 2013 represented **0.14%** of average monthly total assets.

Key dates

	Dividend	Ex Date	Payment Date
Final	43 cps	15 Aug 2013	4 Sept 2013
Special	<u>2.5 cps</u>	15 Aug 2013	4 Sept 2013
Total	45.5 cps		

Annual General Meeting to be held on 10 October 2013 at The Waratah Room, Australian Institute of Company Directors, Level 1, 10 Bond Street, Sydney at 3pm.