

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 MARCH 2013

Milton Net Tangible Asset Backing per Share ("NTA")

	<u>31 Mar 13</u>	<u>28 Feb 13</u>
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>	\$19.95	\$20.19
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>	\$17.90	\$18.04

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 March 2013

	Market Value	Share of Total Assets
	\$ m	%
Banks	873.5	35.8
Consumer staples	265.1	10.9
Materials	227.9	9.3
Energy	190.1	7.8
Commercial services	127.6	5.2
Insurance	118.6	4.9
Diversified financials	113.5	4.7
Telecommunication	70.5	2.9
Capital goods	52.2	2.1
Real estate	50.2	2.1
Healthcare	48.8	2.0
Other shares	154.3	6.3
Cash	93.8	3.8
Other assets	52.9	2.2
Total assets	2,439.0	100.0

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

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

	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
Interim	43	35	37	38	39
Final	35	36 ^(*)	39	40	TBA
Special	-	-	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 March 2013

	Market Value	Share of Total Assets
	\$ m	%
Westpac Banking Corporation	321.4	13.2
Commonwealth Bank of Australia	205.9	8.4
National Australia Bank	135.3	5.5
W H Soul Pattinson	127.0	5.2
ALS Limited	113.5	4.7
BHP Billiton	106.5	4.4
Wesfarmers Limited	115.4	4.7
Woolworths Limited	88.9	3.6
Australia & New Zealand Banking Group	82.5	3.4
Bank of Queensland	63.2	2.6
Telstra Corporation	58.7	2.4
Bendigo and Adelaide Bank	58.6	2.4
Brickworks Limited	42.1	1.7
QBE Insurance Group	37.1	1.5
AGL Energy Limited	36.6	1.5
CSL Limited	34.8	1.4
Suncorp-Metway	33.5	1.4
Perpetual Trustees	33.2	1.4
Woodside Petroleum	29.1	1.2
AP Eagers Limited	26.7	1.1
Total Top 20	1,750.0	71.7

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.

For the half-year ended 31 December 2012, Milton's total operating costs represented **0.16%** per annum of average total assets.