

Fund description

The Fund invests in a diversified group of specialist Australian Share managers, utilising the Fiducian “Manage the Manager” process, to carefully select best of breed managers with different styles to provide diversification with the aim of achieving superior returns with reduced risk.

The Fund gives investors an opportunity to participate in Australia’s economic growth and enables Australian resident investors to benefit from favourable tax treatment of franked dividends.

Share investment can be volatile over the short term, and the recommended holding period is at least 8 years.

Fund facts

Portfolio manager: Conrad Burge

ARSN: 093 542 271

APIR code: FPS0006AU

Benchmark: ASX 300 Accumulation Index

Current fund size: \$825 million (February 2025)

Management cost: 0.96%

Total management costs: 0.98%

Application/Exit fee: Nil

Inception Date: February 1997

Manager	Style			Size	
	Value	Core	Growth	Large	Small
Ausbil		●		●	
Bennelong			●	●	
Pendal Group		●		●	
Fidelity		●		●	
L1 Capital		●		●	
Solaris	●			●	

Performance and Risk

After fee returns as at 28 February 2025

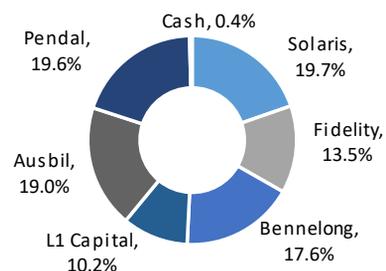
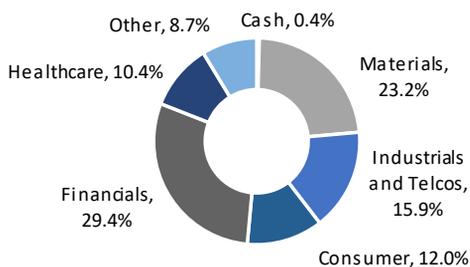
	1 Mth	3 Mth	6 Mth	1 Yr	3 Yrs	5 Yrs	7yrs	10 Yrs
Fund	-4.6%	-3.9%	1.4%	5.5%	6.0%	7.7%	7.1%	7.4%
Index	-3.8%	-2.6%	2.8%	9.7%	8.9%	8.8%	8.5%	7.5%
Excess	-0.8%	-1.3%	-1.3%	-4.2%	-2.9%	-1.1%	-1.4%	-0.1%

Risk Exposure

	1 Yr	3 Yrs	5 Yrs	10 Yrs
Fund Volatility (Std. Dev %)	10.7%	13.4%	16.5%	14.1%
Benchmark (Std. Dev %)	9.9%	13.6%	16.2%	13.9%
Beta	0.97	0.95	0.99	0.99
Tracking Error (% pa)	1.9%	1.8%	2.5%	2.3%



Sector exposures and current manager weights



Market Commentary and Outlook

The global economy has continued to sustain solid growth despite the persistence of tight monetary policy being implemented by most of the world’s major central banks in an effort to push inflation lower and back into target ranges. The latest report from the International Monetary Fund (IMF) noted that while global disinflation continues, it remains elevated in a few cases. Nonetheless, interest rates have continued to trend downwards, with the US central bank and the European Central Bank both lowering rates in recent months, although rate cuts may be paused for a time given recent high inflation data.

While US President Donald Trump returned to government with policies aimed at stimulating economic growth and productivity, concerns over tariffs and a growth slowdown saw the broad US stock market (S&P 500 Accumulation Index) decrease 1.3% over the month while the Australian market (ASX 200 Accumulation Index) fell 3.8%. Domestic and global bonds recorded positive returns over the same period. Commodity prices were mixed, with gains in gold, copper and iron ore, but coal and oil prices declined.

For some time now, key global share markets have been ‘pricing-in’ a shift by central banks towards less restrictive monetary policy, which has led to strong returns for equity investors. However, geopolitical risks remain heightened and continue to represent potential headwinds. Despite this, the IMF is forecasting global economic growth to be 3.3% in both 2025 and 2026, which is close to its long-term trend rate. In broad terms, share markets continue to appear more attractive than most other investment opportunities.

Fund Commentary

The Fiducian Australian Shares Fund returned -4.6% in February, which was below the -3.8% return by the index. The best performing managers for the month were L1 Capital (-2.5%), followed by Pental (-3.4%). Over the last 12 months, Solaris (+12.0%) and Pental (+12.0%) were the best performers.

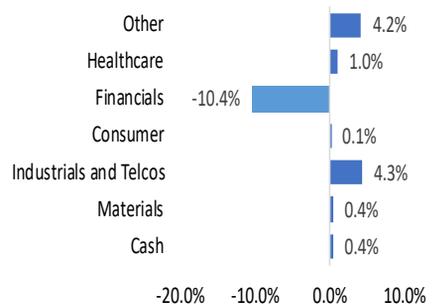
The broad Australian share market (ASX 200 Accumulation Index) fell 3.8% in February. Inflation has continued to trend downwards, with the Reserve Bank of Australia’s (RBA’s) preferred measure of inflation moving into the target range at 2.8% in January, facilitating a 0.25% cut in interest rates in February. Further cuts by the RBA remain dependent on the path of inflation.

Over the month, the best performing sectors were Utilities (+3.1%) and Telecoms (+2.6%). Information Technology (-12.3%), Healthcare (-7.7%) and Real Estate (-6.4%) fell notably during the month.

At an aggregate level, the largest sectoral tilts in the Fund is an underweight to Financials, primarily in Listed Property Trusts, and an overweight position in the Industrials and Telecommunications sectors.

Top stock holdings and sector tilts

Stock	Industry	Weight
Commonwealth Bank	Diversified Financials	7.2%
BHP Group	Diversified Metals & Mining	6.6%
CSL	Biotechnology	6.5%
National Australia Bank	Diversified Financials	3.6%
Macquarie Group	Diversified Financials	3.5%
Goodman Group	REITS - Warehouse/Industrial	3.5%
Aristocrat Leisure	Casino Services	3.1%
Santos	Oil & Gas	2.7%
ANZ Group	Commerical Banks Non-US	2.3%
Qantas Airways	Airlines	2.3%



Fiducian Investment Management Services Limited

Issued by Fiducian Investment Management Services Limited ABN 28 602 441 814 AFS Licence number 468211. This document provides general information only. It does not have regard to your objectives, financial situation or needs. We recommend that you seek financial planning advice, and consider whether this investment is appropriate to your objectives, financial situation and needs before making any investment decision.

The information has been compiled from sources considered reliable, but is not guaranteed. Past performance is not indicative of future performance and we do not guarantee the performance of the Fund or any specific rate of return. Potential investors should also obtain and consider the relevant Target Market Determination (TMD) and Product Disclosure Statement (PDS) (available from your financial adviser and via fiducian.com.au) before making a decision about whether to acquire or continue to hold any financial product.