

Fiducian Diversified Social Aspirations Fund



Monthly Report - January 2022

Fund description

The Fund invests in a diversified group of Australian and global socially responsible shares listed on the ASX and other major global stock exchanges. The Fund utilises the Fiducian “Manage the Manager” process, carefully selecting managers to provide diversification with the aim of achieving superior returns with reduced risk.

Managers in the Fund may exclude companies from investment that are seen to have a negative social impact. This could lead to periods where returns could deviate from the indices the Fund uses to compare its returns.

Share investment can be volatile over the short term, and the recommended holding period for the fund is at least 5 to 7 years.

Fund facts

Portfolio manager: Conrad Burge

ARSN: 607 881 050

APIR code: AAA003AU

Benchmark: 60/40 ASX 300 Accumulation & MSCI World ex-Australia Index

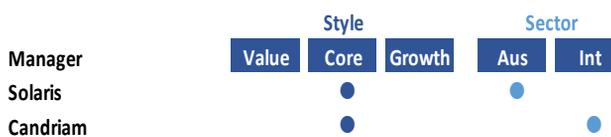
Current fund size: \$11 million (January 2022)

Management cost: 1.35%

Total management costs: 1.72%

Application/Exit fee: Nil

Inception Date: February 1997



Performance and Risk

After fee returns as at 31 January 2022

	1 Mth	3 Mth	6 Mth	1 Yr	2 Yrs	3 Yrs	5 Yrs
Fund	-5.0%	-1.7%	-0.2%	14.3%	3.8%	10.1%	8.7%
Index	-4.8%	-1.4%	-0.3%	16.7%	7.3%	13.3%	11.2%
Excess	-0.2%	-0.3%	0.1%	-2.3%	-3.5%	-3.2%	-2.5%

Risk Exposure

	1 Yr	3 Yrs	5 Yrs
Fund Volatility (Std Dev %)	8.5%	15.2%	12.7%

Overall Morningstar Rating™
★★

Investment Growth

Time Period: 1/02/2020 to 31/01/2022



Risk-Reward

Time Period: 1/02/2020 to 31/01/2022

Calculation Benchmark: S&P/ASX 300 TR



—Fiducian Diversified Social Aspirations

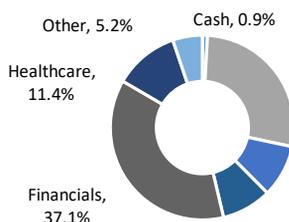
—S&P/ASX 300 TR

● Fiducian Diversified Social Aspirations

● S&P/ASX 300 TR

▲ MSCI World Ex Australia PR AUD

Sector exposures and current manager weights



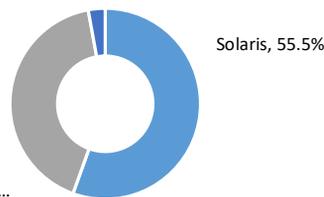
Materials, 27.4%

Industrials, 9.2%

Consumer, 8.8%

Cash, 2.9%

Candriam,...



Fiducian Diversified Social Aspirations Fund

Monthly Report - January 2022



Market Commentary and Outlook

January was a mixed month for the global economy. The ongoing spread of the Omicron variant of the COVID-19 coronavirus caused some weakness in consumer confidence and retail spending, which is expected to be temporary. Other economic indicators were positive, including manufacturing activity. Most notably, unemployment rates across most of the world continued to decline and there are emerging signs of wages growth. Overall, the outlook remains broadly positive.

These strong underlying conditions, combined with a continuation of higher inflation, resulted in the market bringing forward the expected timing for tighter monetary conditions, including higher interest rates. This led to negative returns for most asset classes. US, European and Australian stock markets all finished January around 4-6% lower. Sectors that are exposed to high growth rates (such as Technology) or are sensitive to interest rates were most affected. Bond prices also finished the month lower. Commodities were the exception, performing strongly during the month as energy and metal prices moved higher due to sustained demand growth.

Looking ahead, leading indicators remain supportive of a continued economic recovery this year, with the IMF forecasting global GDP growth of around 5% in 2022. The risk of further disruption caused by lockdowns to counter the pandemic remains, but is lessening as vaccine rollouts continue and restrictions become more targeted.

Fund Commentary

The Fiducian Diversified Social Aspirations declined by 5.0% in January which was below the -4.8% return of the composite index. Over the last 12 months to the end of January, the Fund rose by 14.3% compared to 16.7% for the index. Over the last 12 months, both Solaris and Candriam have marginally underperformed their respective indices.

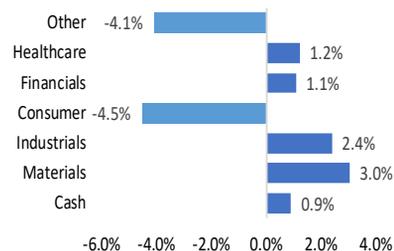
The Australian equity market was down 6.4% in January, affected by the prospect of higher interest rates later this year and by investor nervousness due to global geo-strategic tensions. High growth sectors including Information Technology (-18.4%) and Healthcare (-12.1%) as well as interest rate sensitive sectors including Property (-9.5%) were the worst performers.

Within the Solaris Australian equity portfolio the top contributors for the month were overweight positions in BHP, Woodside and IGO, as the materials sector had a strong month. The top detractors for the month were overweight positions in James Hardie and Altium.

In the Candriam equity portfolio, the top contributors were overweight positions in Vodafone, American Express and US insurer Aflac Incorporated. The key detractors were overweight positions in laboratories business IDEXX, IT consultant Accenture and an underweight position (zero holding) in oil producer Exxon Mobil.

Top stock holdings and sector tilts

Solaris Top Holdings	Weight	Candriam Top Holdings	Weight
BHP	12.1%	Microsoft	4.7%
CSL Limited	7.5%	Apple	4.3%
National Australia Bank	5.5%	Alphabet	4.2%
Macquarie Group Ltd	5.5%	Procter & Gamble	1.6%
Commonwealth Bank	4.8%	Accenture	1.5%
Woolworths	3.2%	McDonalds Corp	1.4%
Westpac	3.2%	Nvidia	1.4%
James Hardie	3.1%	Tesla	1.3%
Goodman Group	2.9%	Royal Bank Of Canada	1.3%
Atlas Arteria Ltd	2.9%	Costco Wholesale	1.2%



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.