

Fiducian Balanced Fund Diversified Assets



FIDUCIAN
INTEGRITY • TRUST • EXPERTISE

Monthly Report - November 2018

Fund Description

The Fiducian Balanced Fund includes holdings in Australian and international shares, property, bonds and liquid assets. The Fund normally has a relatively higher exposure to shares than the Fiducian Capital Stable Fund and therefore should be capable of generating higher returns, but it will also be exposed to some capital losses when markets turn down. The Fund also usually has a lower exposure to the share sector, and a marginally higher exposure to the cash and fixed interest sectors, than the Fiducian Growth Fund.

This Fund is suitable for investors seeking a balance between capital growth and income. Investors should be prepared to hold their investment for periods exceeding five years.

Fund Classification Core/Diversified Sector Specialist/Satellite

Manager Commentary

The Fund under-performed the median manager by 0.5% with a loss of 1.5% during November. Over the rolling year, the Fund out-performed the median manager by 0.5% with a return of -0.4%. During November, domestic and international equities and listed properties under-performed cash and bonds. Global equities and domestic property securities fell in November. The Fund's overweight exposure to equities detracted from fund performance. Under-performances by the Fiducian Australian Shares Fund and the Fiducian International Shares Fund also detracted somewhat from fund performance on a relative basis. Underweight exposure to defensive assets also detracted from fund performance as fixed interest sectors were marginally positive, with the Australian 10-year Government bond yield falling by 3 basis points to 2.59%. Energy, base metals and bulk commodities prices were weaker during the month, which weakened the resources sector.

An overweight exposure to international and domestic equities remains, as currently valuations for equities still appear to be more attractive than for bonds, despite the recent fall in most bond markets. This fund was ranked 69th out of 181 multi-sector diversified balanced/growth funds surveyed by Morningstar for the rolling year, while it ranked 3rd on the same survey over the 5 years to end-November.

Fund Performance and Risk Analytics Summary

Investment Growth

Time Period: 1/12/2003 to 30/11/2018



Risk-Reward

Time Period: 1/12/2003 to 30/11/2018



Fiducian Balanced Fund

Current Period Return (net of fees as at 30 November 2018)

	1 Mth	3 Mth	6 Mth	1 Yr	3 Yrs	5 Yrs	7yrs	10 Yrs
Fund	-1.5%	-7.2%	-3.3%	-0.4%	6.2%	7.4%	9.6%	8.2%
Index	-1.0%	-5.4%	-2.0%	-0.9%	4.7%	5.4%	8.0%	6.9%
Excess	-0.5%	-1.8%	-1.3%	0.5%	1.5%	2.0%	1.5%	1.3%

Risk Exposure

	1 Yr	3 Yrs	5 Yrs	10 Yrs
Fund Volatility (Std Dev %)	4.6%	5.8%	6.4%	7.7%
Benchmark (Std Dev %)	4.1%	5.1%	5.9%	7.5%
Beta	0.96	1.03	1.03	1.00
Tracking Error (% pa)	1.6%	1.5%	1.4%	1.4%

Calendar Year Return (net of fees)

	2010	2011	2012	2013	2014	2015	2016	2017
Fund	2.1%	-4.8%	13.6%	19.5%	10.0%	7.9%	6.4%	12.6%
Index	1.8%	-4.1%	13.8%	18.2%	8.1%	3.7%	6.2%	9.3%
Excess	0.3%	-0.7%	-0.2%	1.3%	1.9%	4.2%	0.2%	3.2%

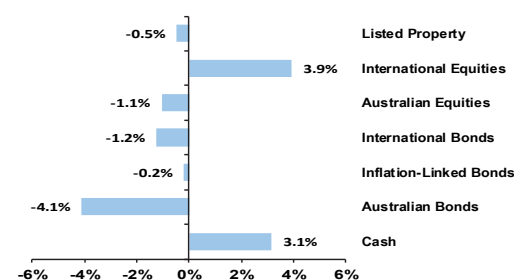
Note: Figures are annualised over 1 year.

Fund Facts

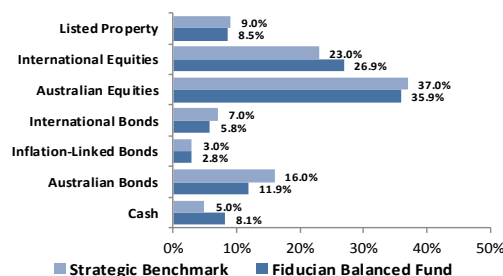
Portfolio Manager: Conrad Burge
Asset Sector: Diversified Assets
Asset Code: BF1
ARSN: 093 541 612
APIR Code: FPS0003AU
Benchmark: Morningstar Multisector Growth Median
Inception Date: February 1997
Fund Size: \$269.8 million as at 30 November 2018
Application/Exit Fee: Nil
Management Cost: 0.93%
Total Management Cost: 1.18%

(Management Costs includes the base fee charged by the RE for managing your fund. Total Management Costs includes management costs, performance fees payable to underlying managers only for outperformance, margins on cash account monies and out of pocket costs.)

Tactical Asset Tilts



Asset Allocation



Top Holdings

Asset Class	Fund Manager	Weight	
Australian Equities	Solaris	6.7%	
	Fidelity	5.8%	
	Bennelong	6.3%	
	L1 Capital	7.5%	
	Ausbil	5.3%	
	Pendal Group	4.0%	
	International Equities	Franklin Templeton	7.5%
		BlackRock	0.5%
		Wellington	7.4%
		SSGA	7.2%
		State Bank of India	0.1%
		Sundaram	0.3%
		HDFC	0.1%
		Tata	0.2%
Vanguard		1.0%	
Wellington Technology		1.3%	
Wellington Biotechnology	0.6%		
Listed Property	BlackRock	1.1%	
	Phoenix	4.7%	
	Principal	2.5%	
Australian Bonds	BlackRock	10.5%	
Inflation-Linked Bonds	BlackRock	2.8%	
International Bonds	BlackRock	5.8%	
Cash	BlackRock	6.8%	
	CMT	3.8%	

Fiducian Investment Management Services Limited

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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.