

Fiducian Growth Fund

Diversified Assets



FIDUCIAN
INTEGRITY • TRUST • EXPERTISE

Monthly Report - August 2020

Fund Description

The Fiducian Growth Fund is intended to have a relatively higher exposure to shares than either the Fiducian Capital Stable Fund or the Fiducian Balanced Fund and therefore should be capable of generating higher returns, but it will also be exposed to capital losses when markets turn down. Over long periods of time (at least 5 to 7 years), growth funds tend to outperform other managed funds that have a lower exposure to growth assets (shares and property).

This Fund is suitable for investors seeking good long-term capital growth with possible short-term volatility. Investors should be prepared to hold their investment for periods exceeding five years. Holdings include international and Australian shares, property, fixed interest and liquid assets.

Fund Classification Core/Diversified Sector Specialist/Satellite

Manager Commentary

The Fund out-performed, rising a solid 4.3% against a 1.7% rise by the benchmark during August. Over the year to end-August, the Fund out-performed the median manager by 3.4% with a return of 2.5%. During August, domestic equities, global equities and listed properties significantly out-performed bonds and cash. Over-weight exposure to domestic and global equities contributed to fund performance on a relative basis. Marginal over-weight to listed properties also added to fund performance. Out-performances by the Fiducian International Shares Fund and the Fiducian Australian Shares Fund contributed to fund performance on a relative basis. Underweight exposure to defensive assets also added to fund performance as fixed interest sectors fell (by a net -0.3%). The resources sector in the domestic sharemarket was well-supported as most commodity prices rose during the month, as economies around the world began to ease lockdown restrictions imposed to contain the spread of the Covid-19 coronavirus pandemic.

An overweight exposure to international and Australian equities remains, as valuations for equities appear to be more attractive than for Australian and global bonds. This fund was ranked 9th out of 212 multi-sector diversified balanced/growth funds surveyed by Morningstar for the year, while it ranked 1st on the same survey over the 5 years to end-August.

Fund Performance and Risk Analytics Summary

Investment Growth

Time Period: 1/09/2005 to 31/08/2020



Risk-Reward

Time Period: 1/09/2005 to 31/08/2020



Fiducian Growth Fund

Current Period Return (net of fees as at end- August 2020)

	1 Mth	3 Mth	6 Mth	1 Yr	3 Yrs	5 Yrs	7yrs	10 Yrs
Fund	4.3%	6.3%	0.3%	2.5%	8.0%	8.1%	9.1%	9.2%
Index	1.7%	3.3%	-1.6%	-0.9%	4.3%	4.9%	5.9%	6.6%
Excess	2.6%	3.1%	1.9%	3.4%	3.7%	3.2%	3.2%	2.6%

Risk Exposure

	1 Yr	3 Yrs	5 Yrs	10 Yrs
Fund Volatility (Std Dev %)	20.5%	13.2%	11.6%	9.7%
Benchmark (Std Dev %)	14.5%	9.9%	8.9%	7.6%
Beta	1.20	1.17	1.15	1.10
Tracking Error (% pa)	6.0%	3.9%	3.4%	2.8%

Calendar Year Return (net of fees)

	2012	2013	2014	2015	2016	2017	2018	2019
Fund	14.8%	22.6%	10.7%	9.0%	6.9%	14.3%	-3.0%	22.0%
Index	13.8%	18.2%	8.1%	3.7%	6.2%	9.3%	-2.6%	15.7%
Excess	1.0%	4.4%	2.6%	5.3%	0.7%	5.0%	-0.4%	4.3%

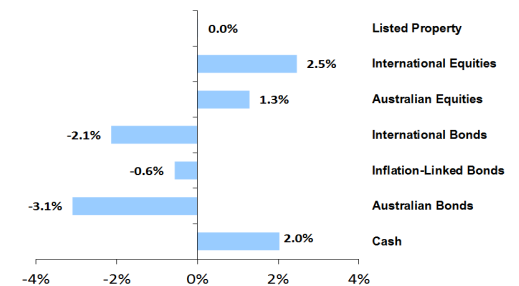
Note: Figures are annualised over 1 year.

Fund Facts

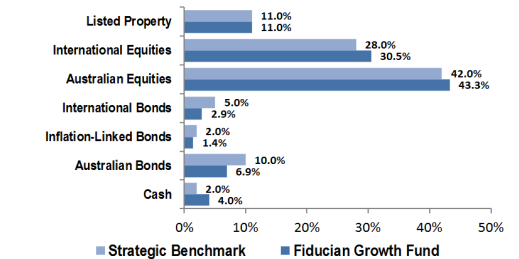
Portfolio Manager:	Conrad Burge
Asset Sector:	Diversified Assets
Asset Code:	GF1
ARSN:	093 543 241
APIR Code:	FPS0004AU
Benchmark:	Morningstar Multisector Growth Median
Inception Date:	February 1997
Fund Size:	\$150.1 million as at 31 August 2020
Application/Exit Fee:	Nil
Management Cost:	0.99%
Total Management Costs:	1.28%

(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	8.0%	
	Fidelity	8.6%	
	Bennelong	10.1%	
	L1 Capital	7.4%	
	Ausbil Dexia	4.9%	
	Pendal	4.1%	
	International Equities	Franklin Templeton	11.8%
		BlackRock	6.1%
		Wellington	8.9%
		SSGA	0.0%
State Bank of India		0.1%	
Sundaram		0.3%	
HDFC		0.0%	
Listed Property	Tata	0.2%	
	Vanguard	0.4%	
	Wellington Technology	1.7%	
	Wellington Biotechnology	0.6%	
Australian Bonds	BlackRock	0.9%	
	Perpetual Fixed Interest	5.1%	
Inflation-Linked Bonds	BlackRock	1.5%	
	Challenger	1.4%	
International Bonds	BlackRock	2.9%	
	Cash	BlackRock	2.1%
	CMT	2.7%	

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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.