

# Fiducian Ultra Growth Fund

## Diversified Assets



**FIDUCIAN**  
INTEGRITY • TRUST • EXPERTISE

### Monthly Report - November 2018

#### Fund Description

The Fiducian Ultra Growth Fund is intended to have over 95% exposure to growth assets and no exposure to bonds, which are defensive assets. The Fund should therefore be capable of generating high returns over the longer term, but it will also be exposed to significant volatility at times and capital losses when markets turn down. Over long periods of time (at least 7 to 10 years), this Fund should tend to outperform other managed funds that have a lower exposure to growth assets. Assets held by the Fund include international small-cap shares, emerging markets shares, Australian small-cap shares, international technology shares, Australian and global listed property securities and a small proportion of liquid assets. There is only minimal exposure to large-cap shares.

This Fund is suitable for investors seeking good long-term capital growth with possible significant short-term volatility at times. Investors should be prepared to hold their investment for periods exceeding seven years.

**Fund Classification** Core/Diversified Sector Specialist/Satellite

#### Manager Commentary

The Fiducian Ultra Growth Fund out-performed the median manager during November, falling 0.8% against a median return of -1.2%. Over the rolling year, the Fund also under-performed the median manager, falling 1.8% against a median return of -0.6%. Contributing to fund out-performance in relative terms during the month was stronger than benchmark performance by the Fiducian Technology Fund. In absolute terms the Fiducian India Fund added to fund performance. Contributing to fund under-performance were weaker than benchmark performance by the Fiducian Property Securities Fund and by the Fiducian Australian Smaller Company Shares Fund.

For the 5 years ended-November, the fund ranked 1<sup>st</sup> out of 104 Multisector Aggressive funds surveyed by Morningstar, while it also ranked 1<sup>st</sup> on the same survey over the 9 years. This out-performance could be attributed to the fund's asset allocation, including exposure to the out-performance of key underlying funds, including the Fiducian Property Securities Fund, the Fiducian Australian Smaller Company Shares Fund and the Fiducian Technology Fund, which all returned very strongly over the 9-year period. Exposures to underlying sectors remained broadly unchanged in November.

#### Fund Performance and Risk Analytics Summary



#### Fiducian Ultra Growth Fund

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

	1 Mth	3 Mth	6 Mth	1 Yr	2 Yrs	3 Yrs	5yrs	7 Yrs
Fund	-0.8%	-10.1%	-5.8%	-1.8%	7.3%	7.0%	9.7%	9.8%
Index	-1.2%	-7.0%	-2.3%	-0.6%	7.0%	5.9%	6.7%	9.9%
Excess	0.4%	-3.1%	-3.4%	-1.2%	0.3%	1.1%	3.0%	-0.1%

#### Risk Exposure

	1 Yr	2 Yrs	3 Yrs	5 Yrs
Fund Volatility (Std Dev %)	5.2%	5.4%	7.6%	7.5%
Benchmark (Std Dev %)	5.2%	5.1%	6.6%	7.1%
Beta	0.93	1.03	1.09	1.01
Tracking Error (% pa)	3.3%	3.5%	3.5%	3.3%

#### Calendar Year Return (net of fees)

	2010	2011	2012	2013	2014	2015	2016	2017
Fund	7.0%	-12.2%	20.8%	23.6%	12.1%	15.1%	8.7%	15.1%
Index	3.6%	-6.9%	15.4%	23.3%	8.6%	4.8%	7.6%	12.0%
Excess	3.4%	-5.3%	5.3%	0.3%	3.5%	0.1%	1.1%	3.1%

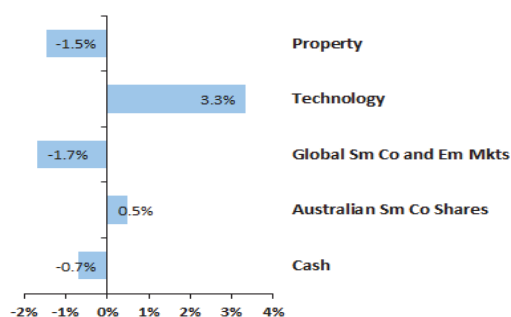
Note: Figures are annualised over 1 year.

#### Fund Facts

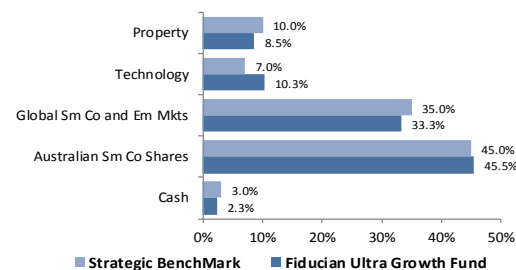
**Portfolio Manager:** Conrad Burge  
**Asset Sector:** Diversified Assets  
**Asset Code:** GF7  
**ARSN:** 133 391 634  
**APIR Code:** FPS0014AU  
**Benchmark:** Morningstar Multisector Aggressive Median  
**Inception Date:** September 2008  
**Fund Size:** \$161.4 million as at 30 November 2018  
**Application/Exit Fee:** Nil  
**Management Cost:** 1.19%  
**Total Management Cost:** 2.01%

(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 (Small-Cap)	Ausbil	9.0%	
	Pendal Group	7.7%	
	Novaport	9.7%	
	Adam Smith	3.7%	
	Phoenix	3.0%	
	QVG	11.4%	
	International Equities (Global Small-Cap, Emerging Markets, Technology)	Dimensional	19.5%
		Aberdeen	0.6%
		State Bank of India	0.3%
		Sundaram	0.7%
REITs	HDFC	0.3%	
	Tata	0.3%	
	Vanguard	10.3%	
	Wellington Biotechnology	3.1%	
	Wellington Technology	6.9%	
	BlackRock	1.1%	
Net Cash	Phoenix	4.7%	
	Principal	2.5%	
	CMT	5.1%	

#### 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.