

Fiducian Capital Stable Fund

Diversified Assets



FIDUCIAN
INTEGRITY • TRUST • EXPERTISE

Monthly Report - August 2020

Fund Description

The Fiducian Capital Stable Fund is suitable for investors seeking a relatively high level of income supplemented by a modest level of capital growth. The bulk of the portfolio is held in the fixed interest and cash sector to reduce the likelihood and frequency of negative returns over a single year period. However, some exposure to shares for long-term performance is also included.

This Fund is likely to be suitable for investors who can hold investments for two to three years at least, who are relatively conservative, but are prepared to take some risk by investing a small portion of their assets in Australian and international share funds and property.

Fund Classification Core/Diversified Sector Specialist/Satellite

Manager Commentary

The Fund out-performed, rising 1.5% against a 0.5% rise by the median manager during August. Over the year to end-August, the Fund beat the median manager by 2.5% with a return of 2.2%. 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 131 multi-sector diversified balanced/growth funds surveyed by Morningstar for the year, while it ranked 13th on the same survey over the 5 years to end-August.

Fund Performance and Risk Analytics Summary (source: Morningstar)

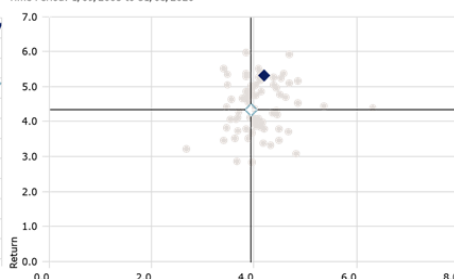
Investment Growth

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



Risk-Reward

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



Fiducian Capital Stable 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	1.5%	2.8%	0.7%	2.2%	5.2%	4.8%	5.5%	5.9%
Index	0.5%	1.7%	-1.1%	-0.3%	3.3%	3.4%	4.0%	4.8%
Excess	1.0%	1.2%	1.8%	2.5%	1.8%	1.4%	1.4%	1.1%

Risk Exposure

	1 Yr	3 Yrs	5 Yrs	10 Yrs
Fund Volatility (Std Dev %)	8.6%	5.6%	4.8%	4.0%
Benchmark (Std Dev %)	7.2%	4.6%	4.1%	3.6%
Beta	1.04	1.03	1.02	1.00
Tracking Error (% pa)	1.5%	1.1%	1.0%	0.9%

Calendar Year Return (net of fees)

	2012	2013	2014	2015	2016	2017	2018	2019
Fund	9.7%	9.3%	7.9%	4.6%	4.0%	6.6%	0.1%	10.8%
Index	9.6%	8.2%	6.6%	2.4%	3.5%	5.1%	-0.2%	8.4%
Excess	0.1%	1.2%	1.1%	2.2%	0.5%	1.6%	0.3%	2.4%

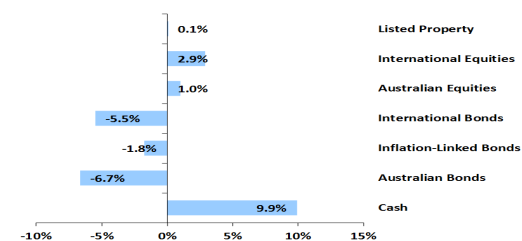
Note: Figures are annualised over 1 year.

Fund Facts

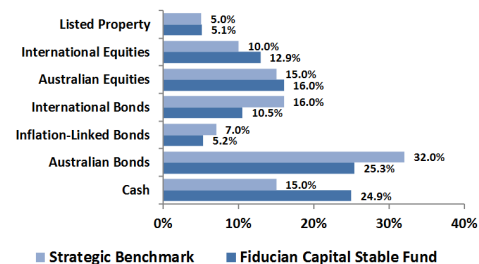
Portfolio Manager: Conrad Burge
Asset Sector: Diversified Assets
Asset Code: SF1
ARSN: 093 542 879
APIR Code: FPS0002AU
Benchmark: Morningstar Multisector Moderate Median
Inception Date: March 1997
Fund Size: \$325.2 million as at 31 August 2020
Application/Exit Fee: Nil
Management Cost: 0.77%
Total Management Cost: 0.92%

(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	3.0%	
	Fidelity	3.2%	
	Bennelong	3.7%	
	L1 Capital	2.7%	
	Ausbil Dexia	1.8%	
	Pendal	1.5%	
	International Equities	Franklin Templeton	5.0%
		BlackRock	2.6%
		Wellington	3.8%
		SSGA	0.0%
		State Bank of India	0.1%
		Sundaram	0.1%
		HDFC	0.0%
		Tata	0.1%
Vanguard		0.2%	
Wellington Technology		0.7%	
Wellington Biotechnology	0.3%		
Listed Property	BlackRock	0.4%	
	Phoenix	2.1%	
	Principal	2.5%	
Australian Bonds	Perpetual Fixed Interest	18.8%	
	BlackRock	5.5%	
Inflation-Linked Bonds	Challenger	5.2%	
International Bonds	BlackRock	10.5%	
	Cash	BlackRock	14.8%
	CMT	11.3%	

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.