

Fiducian Capital Stable Fund Diversified Assets



FIDUCIAN
INTEGRITY • TRUST • EXPERTISE

Monthly Report - November 2018

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 marginally under-performed the median manager by 0.2% with a return of -0.6% during November. Over the rolling year, however, the Fund out-performed the median manager by 0.4% with a return of 0.5%. 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.

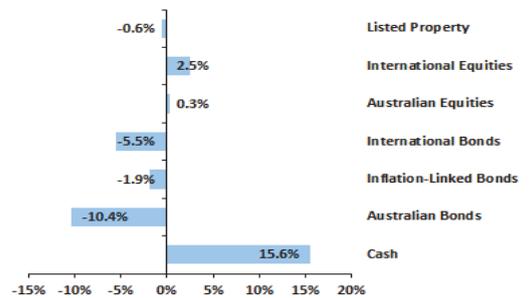
An overweight exposure to international and domestic equities remains, as currently valuations for equities still appear to be more attractive than for Australian and international bonds, despite a recent fall in most bond markets. This fund was ranked 40th out of 111 multi-sector diversified conservative funds surveyed by Morningstar for the year, while it ranked 7th on the same survey over the 5 years to end-November.

Fund Facts

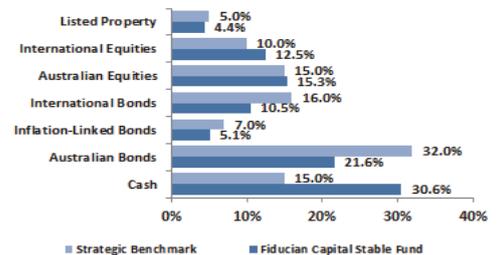
Portfolio Manager: Conrad Burge
Asset Sector: Diversified Assets
Asset Code: SF1
ARSN: 093 542 879
APIR Code: FPS0002AU
Benchmark: Morningstar Multisector Moderate Median
Inception Date: March 1997
Fund Size: \$236.6 mil as at 30 November 2018
Application/Exit Fee: Nil
Management Cost: 0.77%
Total Management 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.)

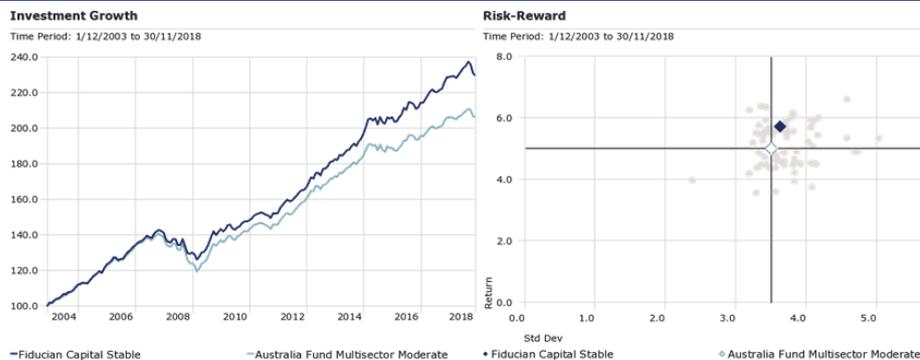
Tactical Asset Tilts



Asset Allocation



Fund Performance and Risk Analytics Summary (source: Morningstar)



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	-0.6%	-3.2%	-1.0%	0.5%	3.8%	4.8%	6.0%	5.8%
Index	-0.4%	-2.2%	-0.4%	0.1%	2.8%	3.9%	5.2%	5.2%
Excess	-0.2%	-1.0%	-0.6%	0.3%	0.9%	0.9%	0.8%	0.6%

Risk Exposure

	1 Yr	3 Yrs	5 Yrs	10 Yrs
Fund Volatility (Std Dev %)	2.3%	2.8%	3.1%	3.5%
Benchmark (Std Dev %)	2.0%	2.3%	2.8%	3.5%
Beta	0.97	0.99	1.00	0.98
Tracking Error (% pa)	1.0%	0.9%	0.8%	1.0%

Calendar Year Return (net of fees)

	2010	2011	2012	2013	2014	2015	2016	2017
Fund	3.3%	2.7%	9.7%	9.3%	7.9%	4.6%	4.0%	6.6%
Index	3.9%	2.0%	9.6%	8.2%	6.6%	2.4%	3.5%	5.1%
Excess	-0.6%	0.7%	0.1%	1.2%	1.1%	2.2%	0.5%	1.6%

Note: Figures are annualised over 1 year.

Top Holdings

Asset Class	Fund Manager	Weight	
Australian Equities	Solaris	2.9%	
	Fidelity	2.5%	
	Bennelong	2.7%	
	L1 Capital	3.2%	
	Ausbil	2.3%	
	Pendal Group	1.7%	
	International Equities	Franklin Templeton	3.5%
		BlackRock	0.2%
		Wellington	3.4%
		SSGA	3.4%
State Bank of India		0.1%	
Sundaram		0.2%	
HDFC		0.1%	
Tata		0.1%	
Vanguard		0.1%	
Wellington Technology		0.5%	
Wellington Biotechnology	0.3%		
Listed Property	BlackRock	0.6%	
	Phoenix	2.4%	
	Principal	1.3%	
Australian Bonds	BlackRock	19.1%	
Inflation-Linked Bonds	BlackRock	5.1%	
International Bonds	BlackRock	10.5%	
Net Cash	BlackRock	17.2%	
	CMT	16.4%	

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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.