

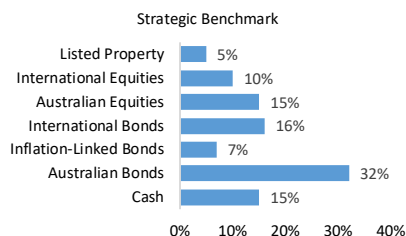
Fund description

The Fiducian Capital Stable Fund has a large allocation to fixed income assets and cash, and also includes some exposure to equities for longer term performance. The fund is diversified between multiple asset classes and countries, utilising the Fiducian “Manager the Manager” system that aims to achieve superior returns with reduced risk.

The Fund is suitable for investors who are relatively conservative but are prepared to take some level of market risk to achieve modest capital growth in addition to a relatively high level of income. The recommended holding period is at least 2 to 3 years.

Fund facts

Portfolio manager: Conrad Burge
ARSN: 093 542 879
APIR code: FPS0002AU
Benchmark: Morningstar Multisector Moderate Median
Current fund size: \$430 million (August 2021)
Management cost: 0.76%
Total management costs: 0.82%
Application/Exit fee: Nil
Inception Date: March 1997



Performance and Risk

After fee returns as at 31 August 2021

	1 Mth	3 Mth	6 Mth	1 Yr	3 Yrs	5 Yrs	7yrs	10 Yrs
Fund	1.6%	4.0%	7.1%	9.8%	6.0%	5.7%	5.7%	6.5%
Index	0.7%	2.8%	5.8%	8.5%	4.6%	4.2%	4.4%	5.1%
Excess	0.9%	1.3%	1.3%	1.3%	1.5%	1.5%	1.4%	1.3%
Ranking				27/115	11/108	7/105	6/100	4/92

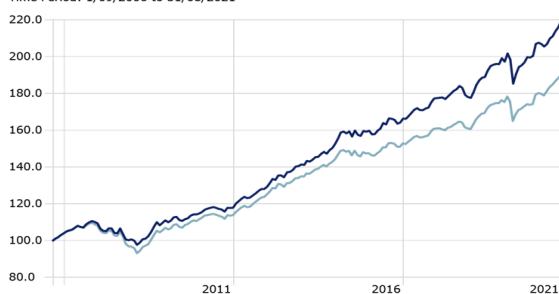
Risk Exposure

	1 Yr	3 Yrs	5 Yrs	10 Yrs
Fund Volatility (Std Dev %)	3.6%	5.9%	4.8%	4.1%
Benchmark (Std Dev %)	3.2%	5.0%	4.1%	3.6%
Beta	1.01	1.03	1.02	1.01
Tracking Error (% pa)	1.1%	1.3%	1.1%	0.9%

Overall Morningstar Rating™
 ☆☆☆☆
 As at 31 August 2021*

Investment Growth

Time Period: 1/09/2006 to 31/08/2021

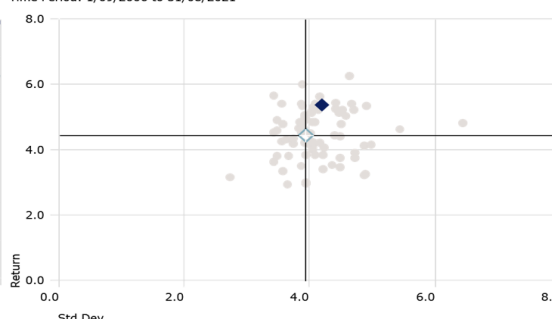


—Fiducian Capital Stable

—Australia Fund Multisector Moderate

Risk-Reward

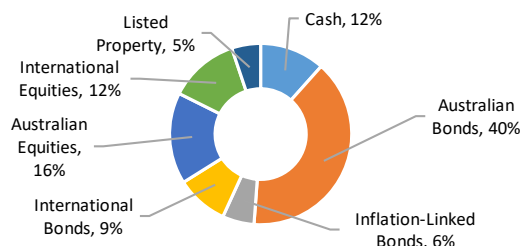
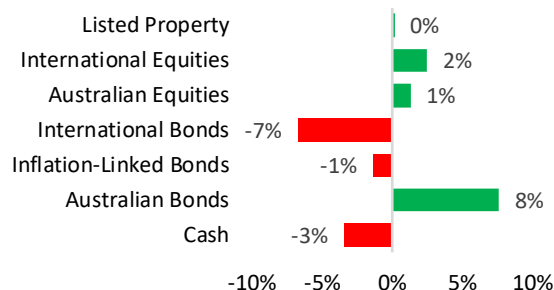
Time Period: 1/09/2006 to 31/08/2021



• Fiducian Capital Stable

◆ Australia Fund Multisector Moderate

Tactical tilts and current asset weights



Market Commentary and Outlook

The global economy continued to benefit during August from a reopening of activity in most jurisdictions, as most of the world (excluding Australia) avoided imposing harsh lockdown measures to contain the new Delta variant of the COVID-19 coronavirus. While the pandemic is still causing disruptions, high vaccination rates and acquired antibodies from previous infections have resulted in a far lower level of deaths and hospitalisations than experienced in earlier waves of the pandemic. Key economic indicators in most parts of the world, such as industrial production and employment growth, remain in positive territory. Nevertheless, expansionary monetary policy could continue to be needed to support economic recovery for some time to come.

This backdrop continues to be positive for asset prices. Global equity markets recorded another strong month, with the broad US market (S&P 500 index) rising 2.9% and the technology focused NASDAQ index finishing 4.0% higher. In Australia, the ASX 200 returned 2.5%. Bond markets were relatively flat for the month, and Australian listed property recorded particularly strong gains, with the index up by 6.3%.

Looking ahead, leading indicators still remain supportive of a continued economic recovery through the rest of the year, with the IMF forecasting global GDP growth of 6.0% in 2021 (as of July). The risk of further disruption caused by lockdowns to counter the pandemic remains, but is lessening as vaccine rollouts continue to progress across the globe.

Fund Commentary

The Fund outperformed during the month, rising 1.6% against a 0.7% return by the median manager. Over the year to the end of August, the Fund outperformed the median manager by 1.3% with a return of 9.8%

Australian Equities made a strong contribution to Fund performance during the month, gaining 4.1% as the underlying managers outperformed the 2.6% rise in the benchmark. Listed Property also had a good month, rising by 5.8% and the Fiducian India Fund finished 8.3% higher.

The Fund retains an overweight exposure to Australian and International equities, as global economies continue to recover from last year's recession, earnings forecasts are revised upwards and these sectors appear attractive relative to other asset classes.

The Fiducian Capital Stable Fund was ranked 27th out of 115 funds in the Multi-Sector Moderate category surveyed by Morningstar over one year, while in the same survey it ranked 7th out of 105 funds over five years and 4th out of 92 funds over the ten year period to 31 August 2021.

Managers and weights

Asset Class	Fund Manager	Weight
Australian Equities 16.2%	Solaris	2.7%
	Fidelity	3.0%
	Benelong	3.4%
	L1 Capital	2.8%
	Ausbil Dexia	2.7%
	Pendal	1.6%
International Equities 12.1%	Franklin Templeton	4.2%
	BlackRock	2.5%
	Wellington	3.9%
	SSGA	0.0%
	State Bank of India	0.1%
	Sundaram	0.2%
	Tata	0.1%
	Vanguard	0.4%
	Wellington Technology	0.4%
	Wellington Biotechnology	0.1%
	Nordic Technology	0.1%
	Listed Property 5.1%	BlackRock
Phoenix		2.4%
Principal		2.3%
Australian Bonds 39.1%	Perpetual Fixed Interest	13.3%
	BlackRock	0.1%
	Challenger	25.7%
Inflation Linked Bonds 5.6%	Challenger	5.6%
International Bonds 9.3%	BlackRock	9.3%
Cash 12.5%	BlackRock	0.3%
	Cash	12.3%

Top stock holdings

Top Australian Stocks	Industry	Weight
CSL	Biotechnology	8.3%
Commonwealth Bank	Diversified Banks	5.3%
BHP Group	Diversified Metals & Mining	5.3%
Westpac	Diversified Banks	3.5%
National Australia Bank	Diversified Banks	3.0%
James Hardie Industries	Construction Materials	2.9%
Aristocrat Leisure	Casinos & Gaming	2.9%
Macquarie Group	Diversified Capital Markets	2.8%
ANZ	Diversified Banks	2.5%
Goodman Group	Industrial REITs	2.4%

Top International Stocks	Industry	Weight
Danaher Corp	Health Care Equipment	2.1%
Salesforce.Com	Application Software	2.0%
Charles River Laboratories	Life Sciences Tools & Services	1.9%
Synopsis Inc	Application Software	1.9%
Mercadolibre	Internet Retail	1.8%
Partners Group	Asset Management	1.8%
Intuitive Surgical	Health Care Equipment	1.8%
Zscaler	Systems Software	1.7%
Svb Financial Group	Regional Banks	1.7%
Microsoft Corp	Systems Software	1.7%

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