

Fiducian Capital Stable Fund

Diversified Assets



FIDUCIAN
INTEGRITY • TRUST • EXPERTISE

Monthly Report - December 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.

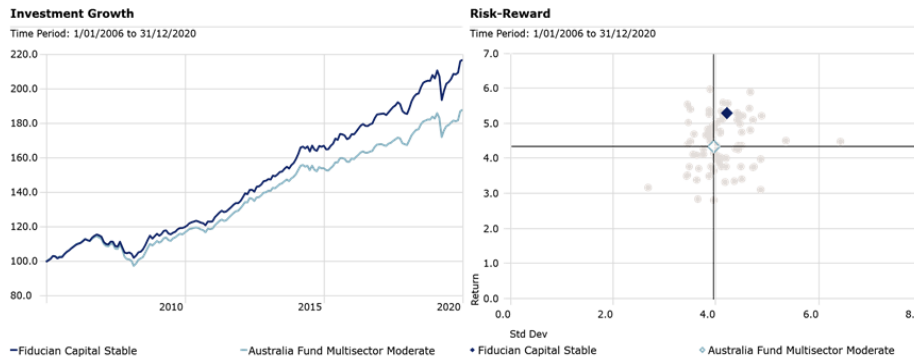
Fund Classification Core/Diversified Sector Specialist/Satellite

Manager Commentary

The Fund marginally underperformed the median manager during December, rising 0.3% against a 0.4% rise by the median manager. Over the 2020 calendar year, the Fund beat the median manager by 3.0% with a return of 5.4%. During December, domestic and global equities and listed properties out-performed both bonds and cash. Over-weight exposures to domestic and global equities and listed property securities contributed to fund performance on a relative basis. Out-performances by the Fiducian International Shares Fund and the Fiducian Property Securities Fund also contributed to fund performance on a relative basis. Underweight exposure to defensive assets also contributed to fund performance as the fixed income sectors only rose marginally (by a net +0.1%). The resources sector in the domestic sharemarket out-performed as most commodity prices rose during the month on a more positive global economic outlook as many countries, including the US and the UK, have begun to mass vaccinate their populations against the COVID-19 disease.

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 133 multi-sector diversified conservative funds surveyed by Morningstar for the 2020 calendar year, while it ranked 10th on the same survey over the 5 years to end-December and 6th over the 10-year period.

Fund Performance and Risk Analytics Summary (source: Morningstar)



Fiducian Capital Stable Fund

	Current Period Return (net of fees as at end- December 2020)								
	1 Mth	3 Mth	6 Mth	1 Yr	3 Yrs	5 Yrs	7yrs	10 Yrs	
Fund	0.3%	4.0%	6.3%	5.4%	5.3%	5.3%	5.6%	6.1%	
Index	0.4%	3.4%	4.5%	2.4%	3.5%	3.9%	4.1%	4.8%	
Excess	-0.1%	0.6%	1.8%	3.0%	1.8%	1.4%	1.5%	1.3%	

Risk Exposure

	1 Yr	3 Yrs	5 Yrs	10 Yrs
Fund Volatility (Std Dev %)	9.0%	5.8%	4.8%	4.1%
Benchmark (Std Dev %)	7.6%	4.9%	4.0%	3.7%
Beta	1.04	1.03	1.02	1.01
Tracking Error (% pa)	1.4%	1.2%	1.1%	0.9%

Calendar Year Return (net of fees)

	2013	2014	2015	2016	2017	2018	2019	2020
Fund	9.3%	7.9%	4.6%	4.0%	6.6%	0.1%	10.8%	5.4%
Index	8.2%	6.6%	2.4%	3.5%	5.1%	-0.2%	8.4%	2.4%
Excess	1.2%	1.1%	2.2%	0.5%	1.6%	0.3%	2.4%	3.0%

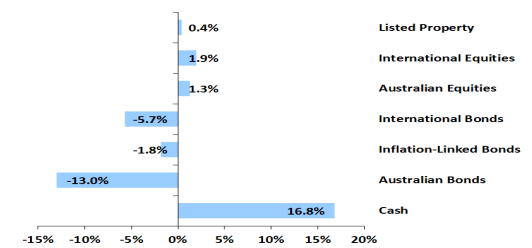
Note: Figures are annualised over 1 year.

Fund Facts

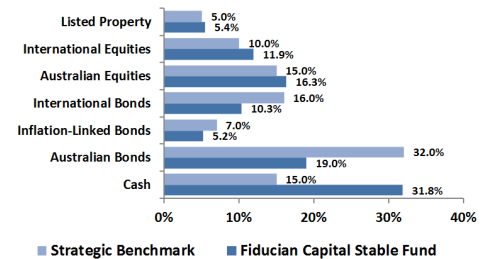
Portfolio Manager:	Conrad Burge
Asset Sector:	Diversified Assets
Asset Code:	SF1
ARSN:	093 542 879
APIR Code:	FPS0002AU
Benchmark:	Morningstar Multisector Moderate Median
Inception Date:	March 1997
Fund Size:	\$351.5 million as at 31 December 2020
Application/Exit Fee:	Nil
Management Cost:	0.76%
Total Management Cost:	0.85%

(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	2.9%
	Fidelity	3.2%
	Bennelong	3.7%
	L1 Capital	2.9%
	Ausbil Dexia	1.9%
	Pendal	1.6%
	Franklin Templeton	4.6%
	BlackRock	2.2%
	Wellington	3.5%
	SSGA	0.0%
International Equities	State Bank of India	0.1%
	Sundaram	0.2%
	HDFC	0.0%
	Tata	0.1%
	Vanguard	0.2%
	Wellington Technology	0.5%
	Wellington Biotechnology	0.2%
	Nordic Technology	0.2%
	BlackRock	0.4%
	Phoenix	2.3%
Listed Property	Principal	2.6%
	Perpetual Fixed Interest	17.1%
	BlackRock	1.9%
Australian Bonds	Challenger	7.1%
	Challenger	5.2%
Inflation-Linked Bonds	Challenger	5.2%
International Bonds	BlackRock	10.3%
	BlackRock	15.1%
Cash	BlackRock	15.1%
	CMT	9.9%

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.