

### Fund Description

The Fund invests in a diversified group of specialist Australian shares managers. This asset sector can deliver high returns over long periods of time, but it can also show sharp and significant fluctuations in value, up or down, over short intervals. This Fund gives investors an opportunity to participate in Australia's economic growth and enables Australian resident investors to benefit from favourable tax treatment accompanying franked earnings of Australian shares.

It is recommended that investment in this Fund be undertaken for at least five to seven years. Share investment can be volatile over the short-term.

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

### Manager Commentary

The Australian equity market (S&P/ASX 300 Accumulation Index) had a solid month in October, rising 4.0%. The domestic market, however, still under-performed developed markets (MSCI World: +4.3%) as well as the emerging markets (+5.9%).

Domestically, small-cap stocks (S&P/ASX Small Ordinaries Accumulation Index: +6.0%) and mid-cap stocks (S&P/ASX MidCap 50 Accumulation Index: +5.8%) outperformed, while large-cap stocks (S&P/ASX 20 Accumulation Index: +3.1%) underperformed.

In October, the Fund pleasingly out-performed the index by 0.6%, with a return of 4.6%. During the month, all of the six managers of the portfolio pleasingly out-performed the index. Ausbil performed the best, gaining 5.6%, followed by Fidelity (+5.2%) and L1 Capital (+5.0%). The largest contributor to fund performance was an overweight position in BlueScope Steel, which rallied over 17% during October. An overweight position in Macquarie Atlas Roads (+9.6%) also added to performance. Over the rolling year ended-October, the Fund out-performed the index by 3.4% with L1 Capital being the best performing manager with a return of 28.2%, followed by Fidelity (+20.4%) and BT (+20.1%), against an index return of 15.9%.

### Fund Performance and Risk Analytics Summary

Current Period Return (net of fees as at 31 October 2017)

	1 Mth	3 Mth	6 Mth	1 Yr	3 Yrs (pa)	5 Yrs (pa)	10 Yrs (pa)
<b>Fund</b>	<b>4.6%</b>	<b>6.2%</b>	<b>5.0%</b>	<b>19.3%</b>	<b>9.8%</b>	<b>12.3%</b>	<b>3.5%</b>
Index	4.0%	4.8%	2.2%	15.9%	7.0%	10.2%	3.1%
Excess	0.6%	1.4%	2.8%	3.4%	2.8%	2.1%	0.4%

### Risk Exposure

	1 Yr	3 Yrs (pa)	5 Yrs (pa)	10 Yrs (pa)
<b>Fund Volatility (Std Dev %)</b>	<b>8.7%</b>	<b>11.9%</b>	<b>11.0%</b>	<b>14.2%</b>
Benchmark Index (Std Dev %)	9.6%	12.5%	11.5%	14.4%
Beta	0.97	0.96	0.95	0.98
Tracking Error (% pa)	2.2%	2.2%	2.3%	2.3%

### Calendar Year return (net of fees)

	2009	2010	2011	2012	2013	2014	2015	2016
<b>Fund</b>	<b>36.9%</b>	<b>-1.6%</b>	<b>-12.2%</b>	<b>14.6%</b>	<b>22.9%</b>	<b>5.6%</b>	<b>8.6%</b>	<b>8.8%</b>
Index	37.6%	1.9%	-11.0%	19.7%	19.7%	5.3%	2.8%	11.8%
Excess	-0.7%	-3.5%	-1.2%	-5.1%	+3.2%	+0.3%	+5.8%	-3.0%

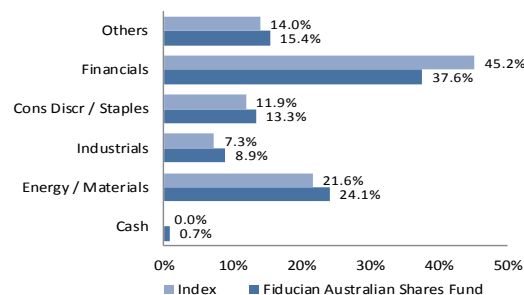
### Fund Facts

**Portfolio Manager:** Conrad Burge  
**Asset Sector:** Australian Equity  
**Asset Code:** AE1  
**ARSN:** 093 542 271  
**APIR Code:** FPS0006AU  
**Benchmark:** S&P / ASX 300 Accumulation Index  
**Inception Date:** February 1997  
**Fund Size:** \$355.9 million as at 31 October 2017  
**Application/Exit Fee:** Nil  
**Management Fee:** 1.55%

### Style Tilts

Managers	Style	No. of Stocks	Weight
Ausbil Dexia	Style Neutral	37	15.0%
Bennelong	Growth	34	16.6%
BT	Core	41	11.2%
Fidelity	Value	51	16.6%
L1 Capital	Style Neutral	29	21.3%
Solaris	Style Neutral	58	18.5%
Cash	N/A	N/A	1%

### Sector Weights



### Top Holdings

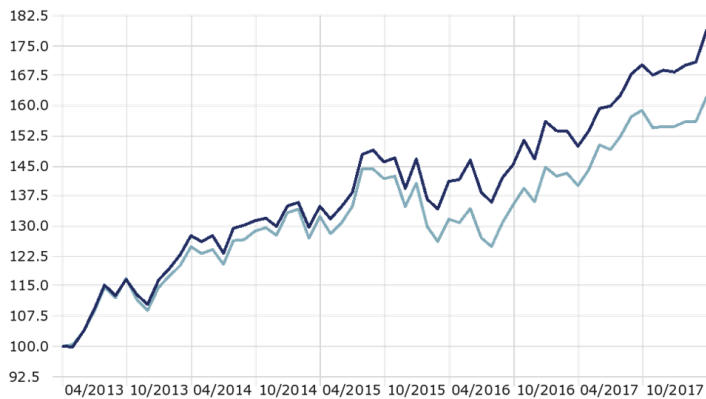
Stocks	Weight
COMMONWEALTH BANK OF AUSTRALIA	8.0%
WESTPAC BANKING CORPORATION	7.4%
NATIONAL AUSTRALIA BANK	5.4%
ANZ BANKING GROUP LIMITED	5.0%
CSL LIMITED	4.8%
BHP BILLITON LIMITED (BHP)	4.5%
RIO TINTO LTD	3.6%
MACQUARIE GROUP LTD	2.3%
BORAL LIMITED	2.1%
TREASURY WINE ESTATES LIMITED	2.0%
MACQUARIE ATLAS ROADS GR	1.9%
ARISTOCRAT LEISURE LTD	1.8%
QANTAS AIRWAYS LTD	1.6%
BLUESCOPE STEEL LIMITED	1.5%
QBE INSURANCE GROUP LIMITED	1.4%
CALTEX AUSTRALIA LIMITED	1.3%
GOODMAN GROUP	1.2%
CHORUS LIMITED	1.2%
WESFARMERS LIMITED	1.2%
RELIANCE WORLDWIDE CORP LTD	1.2%
<b>TOTAL</b>	<b>59.3%</b>

## Monthly Report – October 2017

### Fund Performance against Benchmark

#### Investment Growth

Time Period: 1/11/2012 to 31/10/2017



— Fiducian Australian Shares

— S&P/ASX 300 TR

### Performance Contributors and Detractors

(attribution only for stocks held in the portfolio)

#### Top Contributors to Performance

	Under Weight %	Overweight %	Contribution
BLUESCOPE STEEL LIMITED		1.18%	0.21%
MACQUARIE ATLAS ROADS GR		1.78%	0.17%
ARISTOCRAT LEISURE LTD		1.15%	0.14%
WISETECH GLOBAL LTD		0.21%	0.08%
RIO TINTO LTD		1.86%	0.08%

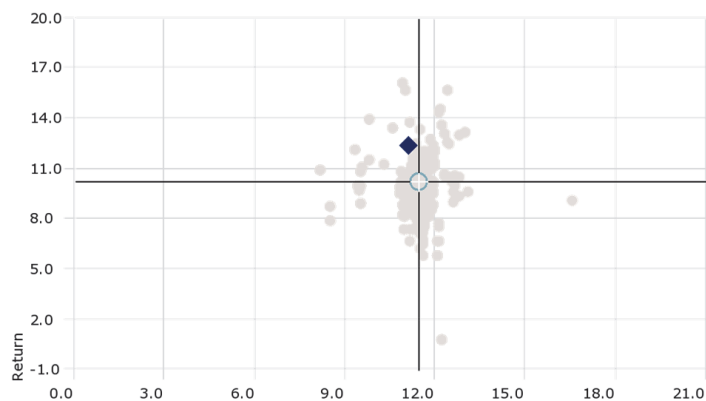
#### Top Detractors of Performance

	Under Weight %	Overweight %	Contribution
RESMED INC	-0.66%		-0.07%
WOODSIDE PETROLEUM LIMITED	-1.00%		-0.06%
NEWCREST MINING LIMITED	-0.60%		-0.04%
COCHLEAR LTD	-0.37%		-0.04%
LENLEASE GROUP		0.44%	-0.04%

### Fund Growth of \$1,000 Invested compared to Benchmark

#### Risk-Reward

Time Period: 1/11/2012 to 31/10/2017



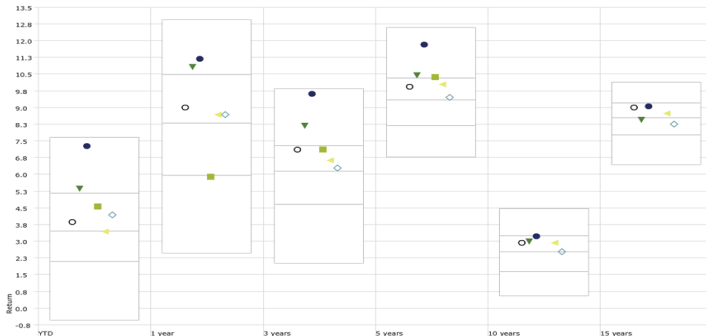
◆ Fiducian Australian Shares

○ S&P/ASX 300 TR

### Performance vs Peer Group

#### Performance Relative to Peer Group

Peer Group (5-95%): Open End Funds - Australia - Equity Australia Large Blend



● Fiducian Australian Shares

■ IOOF MultiMix Australian Shares Trust

▼ MLC Wholesale Australian Share

● Russell Australian Share A

○ S&P/ASX 300 TR

○ Australia Fund Equity Australia Large Blend

Source: Morningstar Direct