

Fund Description

The Fund invests in a diversified group of specialist international equity 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 and down, over short intervals. This Fund gives investors an opportunity to participate in the economic growth of major global economies through investment in international companies. This Fund has a currency overlay managed by a specialist currency manager to manage exposure to international currencies.

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

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

Manager Commentary

Global equity markets rose in US Dollar terms in December, but a rise in the Australian Dollar blunted all and some of the markets' advance. Although the US Federal Reserve has raise interest rates again in December and the Bank of England hiked rates in November, monetary policy still remains loose in the Eurozone and Japan. Corporate earnings were also relatively robust.

The Fund out-performed the MSCI ex-Australia Index (in AUD terms) in December, losing 1.0%, while the index lost 1.7%. The strongest contributor to performance in relative terms was the Fiducian India Fund, which rose 1.8%. Currency hedging contributed to fund performance in December, following an appreciation of the Australian Dollar against most major currencies. Over the 2017 calendar year, the Fund out-performed the index, rising a solid 19.3% against an index return of 13.1%. The Fiducian India Fund performed the best over the 2017 calendar year, with a gain of 35.4%, followed by the Vanguard Emerging Markets Fund (+27.8%) and the Franklin Growth portfolio (+26.1%).

Fund Performance and Risk Analytics Summary

Investment Growth

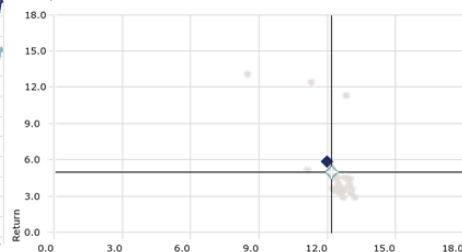
Time Period: 1/01/1998 to 31/12/2017



Risk-Reward

Time Period: 1/01/1998 to 31/12/2017

Currency: Australian Dollar



—Fiducian International Shares —MSCI World Ex Australia NR AUD • Fiducian International Shares • MSCI World Ex Australia NR AUD

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

	1 Mth	3 Mth	6 Mth	1 Yr	3 Yrs (pa)	5 Yrs (pa)	10 Yrs (pa)
Fund	-1.0%	5.6%	9.5%	19.3%	11.4%	17.3%	5.7%
Index	-1.7%	5.8%	8.5%	13.1%	10.9%	18.4%	6.3%
Excess	0.7%	-0.2%	1.0%	6.3%	0.5%	-1.1%	-0.5%

Risk Exposure

	1 Yr	3 Yrs (pa)	5 Yrs (pa)	10 Yrs (pa)
Fund Volatility (Std Dev %)	6.9%	10.8%	10.4%	12.1%
Benchmark (Std Dev %)	8.8%	10.9%	10.7%	11.9%
Beta	0.99	1.10	1.10	1.14
Tracking Error (% pa)	2.6%	3.5%	3.5%	5.3%

Calendar Year return (net of fees)

	2010	2011	2012	2013	2014	2015	2016	2017
Fund	4.1%	-9.9%	14.8%	39.7%	14.7%	10.4%	5.0%	19.3%
Index	-2.0%	-5.3%	14.1%	48.0%	15.0%	11.8%	7.9%	13.1%
Excess	+6.1%	-4.6%	+0.7%	-8.4%	-0.3%	-1.4%	-2.9%	+6.3%

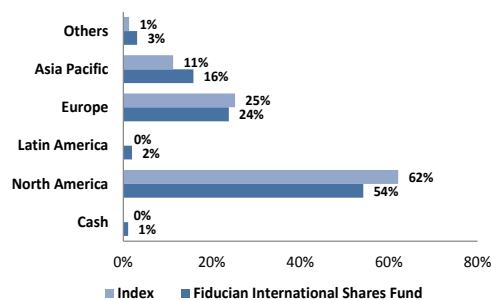
Fund Facts

Portfolio Manager: Conrad Burge
Asset Sector: International Equity
Asset Code: IE1
ARSN: 093 543 456
APIR Code: FPS0005AU
Benchmark: MSCI ex-Australia Index
Inception Date: February 1997
Fund Size: \$275.6 mil as at 31 December 2017
Application/Exit Fee: Nil
Management Fee: 1.33%

Style Tilts

Managers	Style	Weight
Blackrock	Index	1.9%
Fiducian India Fund	Emerging Markets	4.3%
Fiducian Technology Fund	Technology	6.6%
Franklin Templeton	Growth	27.5%
Pareto	Currency Manager	
State Street Global Advisers	Index Plus	26.7%
Vanguard	Emerging Markets	4.7%
Wellington	Sector Neutral	26.8%
Cash	N/A	1.0%

Country Weights



Currency Exposure

Currency	Exposure	Hedge Ratio
Canadian Dollar	5.2%	10.0%
Swiss Franc	6.4%	30.0%
Euro	13.6%	17.0%
British Pound	7.8%	14.8%
Japanese Yen	5.8%	28.3%
US Dollar	61.3%	18.7%

Top Holdings

Stocks	Weight
APPLE INC	2.0%
DSV A/S 13-7-1976	1.7%
VISA INCORPORATED CLASS A SHARES	1.7%
SIGNATURE BANK	1.6%
ADOBE SYSTEMS INC	1.6%
FERGUSON PLC	1.5%
UMICORE	1.5%
DANAHER CORP	1.4%
CORE LABORATORIES NV	1.4%
VERISK ANALYTICS INC	1.4%
TOTAL	15.7%

The above are security holdings in the actively managed portfolios only (managed fund holdings are not included).