

### Fund Description

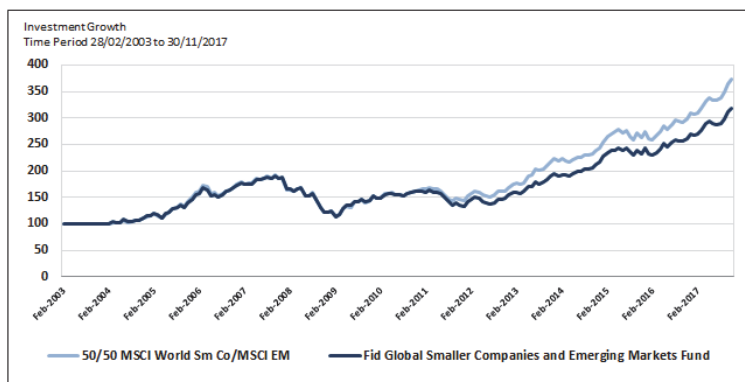
The Fund provides investors with the opportunity to combine investments in companies that are generally of small capitalisation in the more developed markets; with investments in companies that are listed on the stock exchanges of the less developed (emerging) markets. Smaller companies in developed and better regulated markets have shown superior long-term growth when compared with their larger peers, as they are generally more flexible and operate in market niches that give them greater opportunity to increase profits. Emerging markets funds invest in developing countries and offer investors the opportunity to benefit from the significant growth potential inherent in many of these economies as they raise their standards of living.

It is expected that by diversifying between these two segments of the international share market, investors could be somewhat cushioned against unexpected volatility and loss of capital that any one country's market, industry sector or individual share could generate. However, while this Fund could deliver high returns over the long term, it could also show periods of significant volatility caused by rapid changes in investor sentiment, difficulties in buying and selling shares, regulatory changes by Governments and currency, economic and political developments. In our view, it therefore appears suited for limited components of an investor's portfolio that are not needed for cash flow at short notice and can be left to grow despite large fluctuations, for potential long term gain.

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**

### Fund Performance and Risk Analytics Summary



Current Period Return (net as at 30 November 2017)

	1 Mth	3 Mths	6 Mths	1 Yr	3 Yrs (pa)	5 Yrs (pa)	10 Yrs (pa)
<b>Fund</b>	<b>2.0%</b>	<b>9.7%</b>	<b>8.1%</b>	<b>21.8%</b>	<b>12.0%</b>	<b>15.0%</b>	<b>4.8%</b>
Index	2.2%	10.3%	10.4%	24.9%	12.8%	16.3%	6.3%
Excess	-0.2%	-0.7%	-2.2%	-3.1%	-0.8%	-1.3%	-1.5%

Calendar Year Return (net of fees)

	2011	2012	2013	2014	2015	2016
<b>Fund</b>	<b>-17.4%</b>	<b>15.7%</b>	<b>26.0%</b>	<b>11.1%</b>	<b>4.8%</b>	<b>11.4%</b>
Index	-11.7%	16.9%	32.3%	9.5%	3.9%	11.9%
Excess	-5.6%	-1.2%	-6.3%	+1.6%	+0.9%	-0.5%

The performance figures shown for the Fund above have been calculated on an exit unit price basis. Distributions (which include net realised capital gains from sale of securities) have been treated as being reinvested. No allowance has been made for tax you may pay on the distributions.

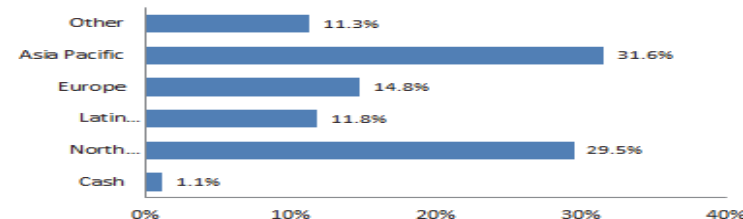
### Fund Facts

<b>Portfolio Manager:</b>	Conrad Burge
<b>Asset Sector:</b>	Global Smaller Companies & Emerging Markets
<b>Asset Code:</b>	IE6
<b>ARSN:</b>	093 543 849
<b>APIR Code:</b>	FPS0009AU
<b>Benchmark:</b>	50:50 MSCI Emerging Markets & MSCI Small Caps Index
<b>Inception Date:</b>	January 1999
<b>Fund Size:</b>	\$98.4 million as at 30 November 2017
<b>Management Fee:</b>	1.34%

### Style Tilts

Managers	Style	Weight
Aberdeen	Value	16.2%
Vanguard	Emerging Markets (Index)	22.2%
DFA Australia (Dimensional)	Quantitative	52.6%
Fiducian	Emerging Markets (India)	7.9%
Cash	N/A	1.1%

### Country Weights



### Manager's Commentary

The Fund marginally under-performed its composite benchmark, rising 2.0% against a 2.2% rise by the index in November. Over the rolling year to end-November, the Fund gained a solid 21.8%, but below the 24.9% gain by the composite benchmark. The Aberdeen Emerging Opportunities Fund was the largest detractor, rising by 17.9% while the Fiducian India Fund was the strongest contributor with a return of 33.9% for the year ended-November.

Emerging market equities were flat in US Dollar terms as the greenback weakened. Upbeat corporate earnings and hopes for US tax reform lifted sentiment, but gains were capped by worries over increased regulatory scrutiny in China. A sell-off of stocks in the technology sector towards the end of the month on fears of peaking demand for electronic parts also affected emerging markets. Oil prices stabilised, but a forecast for lower global demand pressured energy stocks.

Political uncertainty hampered markets in Latin America. Brazilian stocks fell on uncertainty over whether lawmakers would approve President Temer's social security reforms. Mexico's economy contracted by 0.3% from the previous quarter due to the impact of September's earthquakes.

Robust economic growth and still-attractive valuations suggest that the sustained rally in the emerging markets sector could likely continue, although general elections in key emerging economies could potentially elevate volatility.

Global small cap equities were strong for the month in AUD terms. While all sectors generated positive returns, consumer stocks and utilities outperformed while information technology and materials were somewhat softer.

The Fund is currently marginally underweight in emerging markets (46.3%) and slightly overweight in global smaller companies (52.6%).