

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 out-performed the median manager by 0.2% with a return of 0.5% during August. Over the rolling 12 months, the Fund gained 3.4%, out-performing the median manager by 1.0%. During the month, both cash and bonds under-performed growth assets including domestic listed property securities. The Fund's overweight exposure to global shares and domestic shares added to fund performance as all growth assets rose during the month. Out-performance by the Fiducian International Shares Fund and the Fiducian Australian Shares Fund contributed somewhat to fund performance on a relative basis. Underweight exposure to defensive assets detracted from fund performance as fixed interest sectors were slightly positive, with the Australian 10-year Government bond yield rising by another 3 basis points following a 30 basis points rise over the previous 3 months. Commodities prices were broadly higher during the month.

An overweight exposure to international and domestic equities remains, as currently valuations for equities still appear to be more attractive than for Australian and international bonds, despite a recent fall in the bond markets. This fund was ranked 16th out of 115 multi-sector diversified stable funds surveyed by Morningstar for the 5 years ended-August.

Fund Performance and Risk Analytics Summary (source: Morningstar)



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

	1 Mth	3 Mth	6 Mth	1 Yr	3 Yrs (pa)	5 Yrs (pa)	10 Yrs (pa)
Fund	0.5%	-0.1%	2.4%	3.4%	5.0%	6.4%	4.6%
Median	0.3%	-0.1%	2.0%	2.4%	3.8%	5.5%	4.1%
Excess	0.2%	0.0%	0.5%	1.0%	1.2%	0.9%	0.5%

Risk Exposure

	1 Yr	3 Yrs (pa)	5 Yrs (pa)	10 Yrs (pa)
Fund Volatility (Std Dev %)	3.4%	3.6%	3.3%	3.9%
Median (Std Dev %)	2.8%	3.2%	3.0%	4.0%
Beta	1.01	1.00	0.99	0.98
Tracking Error (% pa)	0.8%	0.8%	0.8%	0.9%

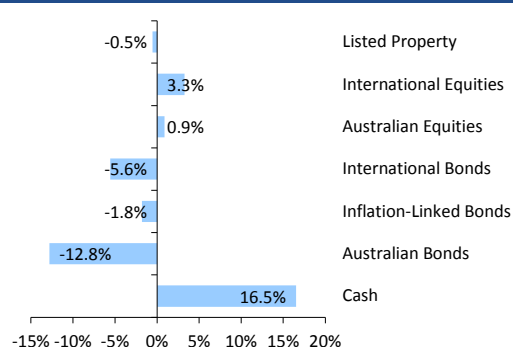
Calendar Year return (net of fees)

	2009	2010	2011	2012	2013	2014	2015	2016
Fund	10.3%	3.3%	2.7%	9.7%	9.3%	7.9%	4.6%	4.0%
Median	9.4%	3.9%	2.0%	9.6%	8.2%	6.6%	2.4%	3.5%
Excess	+0.9%	-0.6%	+0.7%	+0.1%	+1.2%	+1.1%	+2.2%	+0.5%

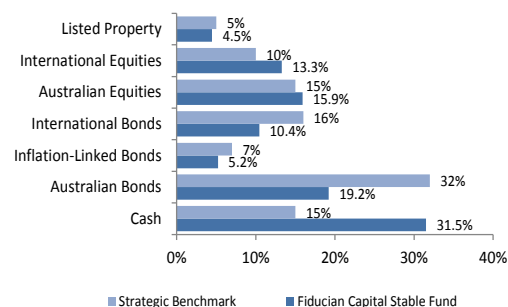
Fund Facts

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:	\$192.3 mil as at 31 August 2017
Application/Exit Fee:	Nil
Management Fee:	0.76%

Tactical Asset Tilts



Asset Allocation



Top Holdings

Asset Class	Fund Manager	Weight	
Australian Equities	Solaris	2.9%	
	Fidelity	2.5%	
	Bennelong	2.6%	
	L1 Capital	3.4%	
	Ausbil Dexia	2.4%	
	BT	1.8%	
	International Equities	Franklin Templeton	3.6%
		BlackRock	0.3%
		Wellington	3.6%
		SSGA	3.6%
State Bank of India		0.1%	
Sundaram		0.3%	
HDFC		0.1%	
Vanguard		0.6%	
Wellington Technology		0.6%	
Wellington Biotechnology		0.4%	
Listed Property	BlackRock	0.6%	
	Phoenix	0.4%	
	Principal	0.7%	
Australian Bonds	BlackRock	1.2%	
Inflation-Linked Bonds	BlackRock	0.0%	
International Bonds	BlackRock	19.0%	
	Net Cash	BlackRock	5.2%
	CMT	10.4%	