

Fiducian Capital Stable Fund



Monthly Report - June 2024

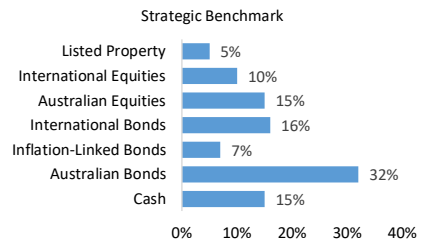
Fund description

The Fiducian Capital Stable Fund has a large allocation to fixed income assets and cash, and also includes some exposure to equities for longer term performance. The fund is diversified between multiple asset classes and countries, utilising the Fiducian “Manage the Manager” system that aims to achieve superior returns with reduced risk.

The Fund is suitable for investors who are relatively conservative but are prepared to take some level of market risk to achieve modest capital growth in addition to a relatively high level of income. The recommended holding period is at least 4 years.

Fund facts

Portfolio manager: Conrad Burge
ARSN: 093 542 879
APIR code: FPS0002AU
Benchmark: Zenith AMI Mixed Asset Cautious Index
Current fund size: \$495 million (June 2024)
Management cost: 0.76%
Total management costs: 0.81%
Application/Exit fee: Nil
Inception Date: March 1997



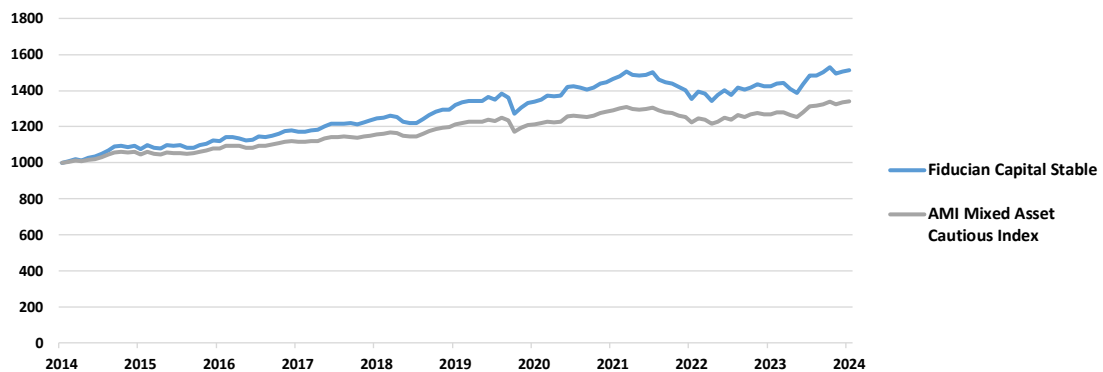
Performance and Risk

After fee returns as at 30 June 2024

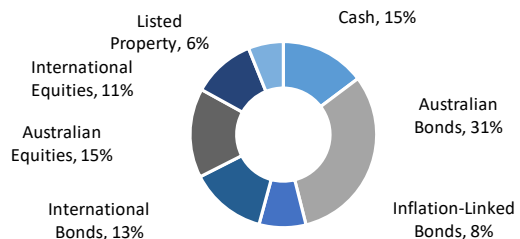
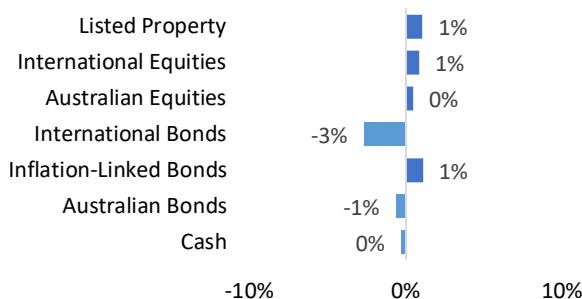
	1 Mth	3 Mth	6 Mth	1 Yr	3 Yrs	5 Yrs	7yrs	10 Yrs
Fund	0.6%	-1.0%	2.2%	6.7%	1.1%	2.8%	3.7%	4.2%
Index	0.5%	0.1%	2.2%	5.7%	1.3%	2.0%	2.6%	3.0%
Excess	0.1%	-1.2%	0.0%	1.0%	-0.2%	0.8%	1.1%	1.3%
Ranking				18/42	23/40	12/35	8/35	4/30

Risk Exposure

	1 Yr	3 Yrs	5 Yrs	10 Yrs
Fund Volatility (Std Dev %)	6.2%	6.1%	6.3%	5.1%
Benchmark (Std Dev %)	3.9%	4.0%	4.2%	3.4%
Beta	1.45	1.47	1.43	1.45
Tracking Error (% pa)	2.5%	2.4%	2.3%	1.9%



Tactical tilts and current asset weights



Fiducian Capital Stable Fund

Monthly Report - June 2024



Market Commentary and Outlook

The global economy has continued to expand at a moderate pace, although growth in some of the advanced economies remains weak. Inflation data continues to point to a moderation in pricing pressures, although at a slightly slower rate than had been expected. This has delayed the implementation of interest rate cuts by most central banks.

Overall, the combination of slower growth and moderating inflation has increased market expectations that major economies can achieve a 'soft landing' and avoid a recession. Over the months, the broad US market (S&P 500 index) gained 4.8%, and the Australian market (ASX 200 index) rose by 0.9%. Political uncertainty due to elections in France and the UK resulted in weakness in most European stock markets. Bond returns were slightly positive, while some key commodity prices declined.

Looking ahead, monetary policy could begin to become less restrictive towards the end of this year if inflation rates continue to decline, which could help to sustain markets. However, geopolitical risks represent potential headwinds. Despite this, the IMF is now forecasting global growth to be 3.2% in 2024 and in 2025, which is close to its long-term trend rate. In broad terms, share markets continue to appear more attractive than most other investment opportunities.

Fund Commentary

The Fund performed in line with the benchmark in June, with a return of 0.6%, compared to the benchmark return of 0.5%. Over the 12 months to the end of June, the Fund returned 6.7%.

Most asset classes had positive returns for the month. International Shares gained 1.6%, Property Securities increased by 0.3% and Australian Shares were flat.

The Fund currently has small overweight positions in International Equities, Listed Property and Inflation-Linked Bonds. The exposures to Australian and International Bonds are underweight compared to the benchmark. There is currently a neutral position relative to benchmark for Australian Equities and cash.

In the Zenith AMI Mixed Asset-Cautious Category, the Fiducian Capital Stable Fund returns were ranked 18 out of 42 funds over one year, 12 out of 35 funds over five years, and 4 out of 30 funds over the ten year period to 30 June 2024.

Managers and weights

Asset Class	Fund Manager	Weight
Australian Equities 15.4%	Solaris	2.8%
	Fidelity	2.1%
	Bennelong	2.9%
	L1 Capital	2.0%
	Ausbil Dexia	2.9%
	Pendal	2.7%
International Equities 10.7%	Franklin Templeton	2.4%
	Challenger	3.5%
	Wellington GRE	1.9%
	Wellington Value	1.5%
	State Bank of India	0.1%
	Sundaram	0.2%
	Tata	0.1%
	EquiPoise	0.1%
	Vanguard	0.3%
	Wellington Technology	0.4%
	Wellington Biotechnology	0.1%
Loftus Peak Technology	0.2%	
Nordic Technology	0.1%	
Listed Property 6.1%	BlackRock	0.5%
	Phoenix	2.8%
	Principal	2.8%
Australian Bonds 38.4%	Perpetual Fixed Interest	11.6%
	BlackRock	0.3%
	Challenger	26.5%
Inflation Linked Bonds 8.1%	Challenger	8.1%
International Bonds 13.3%	BlackRock	13.3%
	BlackRock	0.1%
Cash 8.0%	BlackRock	0.1%
	Cash	7.9%

Top stock holdings

Top Australian Stocks	Industry	Weight
Bhp Group	Mining	8.4%
CSL	Biotechnology	7.3%
Commonwealth Bank	Banks	5.3%
Goodman Group	REITS	4.4%
Santos	Oil & Gas	3.8%
National Australia Bank	Banks	3.6%
Macquarie Group	Banks	3.1%
Qantas Airways	Airlines	2.8%
Mineral Resources	Iron/Steel	2.6%
Rio Tinto	Mining	2.5%

Top International Stocks	Industry	Weight
Microsoft Corp	Software	3.4%
Nvidia Corp	Semiconductors	3.1%
Amazon Com	Internet	2.6%
Apple	Computers	1.4%
Daiichi Sankyo Co	Pharmaceuticals	1.4%
HDFC Bank	Banks	1.4%
Intuitive Surgical Inc	Healthcare-Products	1.4%
Tyler Technologies Inc	Software	1.4%
Synopsys Inc	Software	1.4%
Shopify Inc	Internet	1.4%

Fiducian Investment Management Services Limited

Issued by Fiducian Investment Management Services Limited ABN 28 602 441 814 AFS Licence number 468211. This document provides general information only. It does not have regard to your objectives, financial situation or needs. We recommend that you seek financial planning advice, and consider whether this investment is appropriate to your objectives, financial situation and needs before making any investment decision.

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. Potential investors should also obtain and consider the relevant Target Market Determination (TMD) and Product Disclosure Statement (PDS) (available from your financial adviser and via fiducian.com.au) before making a decision about whether to acquire or continue to hold any financial product. Unless indicated otherwise, all data is as at 30 June 2024.

Ranking data © FE fundinfo (Australia) Pty Limited ABN 18 601 868 311 (FE fundinfo), Authorised Representative of Zenith Investment Partners Pty Ltd ABN 27 103 132 672, AFSL 226872 under AFS Representative Number 1297668. Data provided by FE fundinfo does not constitute financial product advice. However, to the extent that any information in this document constitutes advice, it is General Advice (s766B Corporations Act) for Wholesale clients only and FE fundinfo has not taken into account the objectives, financial situation or needs of any specific person who may read it, including target markets of financial products, where applicable. It is not a specific recommendation to purchase, sell or hold any product(s) and is subject to change at any time without prior notice. Individuals should seek their own independent financial advice before making any investment decision and should consider the appropriateness of any advice in light of their own objectives, financial situations or needs. Investors should obtain a copy of and consider any relevant PDS or offer document before making any decision. Data is provided in good faith and is believed to be accurate, however, no representation, warranty or undertaking in relation to the accuracy or completeness of the data is provided. Data provided is subject to copyright and may not be reproduced, modified or distributed without the consent of the copyright owner. Except for any liability which cannot be excluded, FE fundinfo does not accept any liability for any errors or omissions, whether direct or indirect, arising from use of data or information contained in this document. Past performance is not an indication of future performance. Full details regarding FE fundinfo's contact details are available at <https://www.fefundinfo.com/en-au/contact-us/>