

Fiducian Ultra Growth Fund

Monthly Report - May 2023



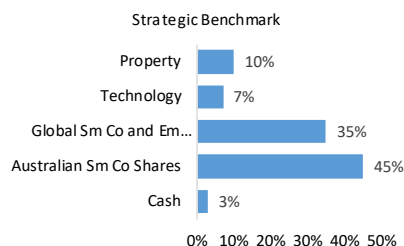
Fund description

The Fiducian Ultra Growth Fund has over 95% exposure to growth assets. It is diversified between multiple managers and geographies, utilising the Fiducian “Manager the Manager” system that aims to achieve superior returns with reduced risk. The main assets held are Australian and international small cap shares, emerging market shares and listed property securities. The fund should be capable of generating high returns over the longer term, but will also experience significant volatility and capital losses when markets turn down.

The Fund is suitable for investors seeking good long term capital growth with possible significant short term volatility. The recommended holding period is at least 7 years.

Fund facts

Portfolio manager: Conrad Burge
ARSN: 133 391 634
APIR code: FPS0014AU
Benchmark: Morningstar Multisector Aggressive Median
Current fund size: \$271 million (May 2023)
Management cost: 1.45%
Total management costs: 1.81%
Application/Exit fee: Nil
Inception Date: September 2008



Performance and Risk

After fee returns as at 31 May 2023

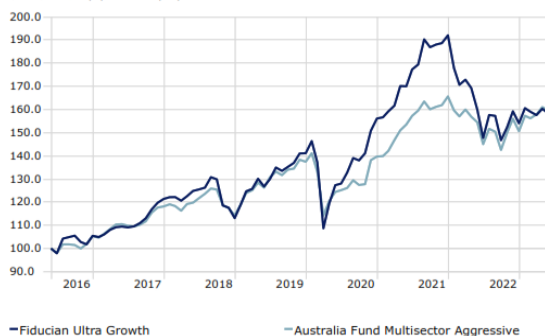
	1 Mth	3 Mth	6 Mth	1 Yr	3 Yrs	5yrs	7 Yrs	10 Yrs
Fund	-1.4%	-0.5%	-0.7%	-1.3%	7.5%	4.8%	6.7%	9.1%
Index	-1.0%	2.0%	2.0%	3.2%	8.9%	6.1%	7.1%	7.9%
Excess	-0.3%	-2.5%	-2.7%	-4.5%	-1.4%	-1.4%	-0.3%	1.2%
Ranking				122/123	102/115	98/111	67/101	9/92

Risk Exposure

	1 Yr	3 Yrs	5 Yrs	10 Yrs
Fund Volatility (Std Dev %)	15.4%	13.2%	16.5%	13.0%
Benchmark (Std Dev %)	0.0%	0.0%	0.0%	0.0%
Beta	0.00	0.00	0.00	0.00
Tracking Error (% pa)	0.0%	0.0%	0.0%	0.0%

Investment Growth

Time Period: 6/1/2016 to 5/31/2023

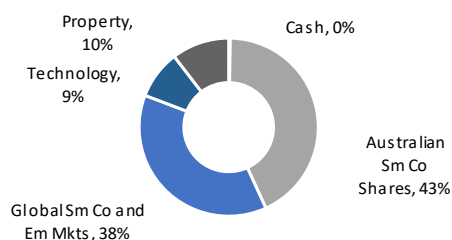
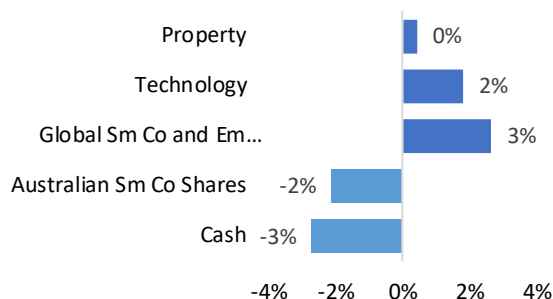


Risk-Reward

Time Period: 6/1/2016 to 5/31/2023



Tactical tilts and current asset weights



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Market Commentary and Outlook

Economic data released during May continued to point to a slowing outlook for the global economy. Whilst measures of activity in service industries continued to improve, manufacturing across most of the world continued to contract. More positive is that headline rates of inflation have continued to decline, partly driven by falling energy and commodity prices. However, the core levels of inflation monitored by central banks have remained elevated. During the month, the Reserve Bank of Australia, along with the US Federal Reserve and European Central bank again increased interest rates.

Equity market performance was mixed in May. The US market (S&P 500 index) gained 0.2%, despite some uncertainty regarding US debt ceiling negotiations. The Australian market (ASX 200 index) declined by 2.5%, and most European stock markets had negative returns. Bonds and listed property were also weaker during the month, and some key commodity prices also recorded declines due to a moderating economic outlook.

Looking ahead, elevated geopolitical risks, alongside higher interest rates and slower economic growth this year, represent potential headwinds for markets. The International Monetary Fund (IMF) recently made a small downgrade to its economic forecasts, with global growth now expected to be 2.8% in 2023. The IMF expects growth rates to remain slightly below long-term trend levels for some time. However, in broad terms, share markets continue to appear more attractive than most other investment opportunities.

Fund Commentary

The Fund underperformed its benchmark during the month, returning -1.4% compared to the -1.0% return by the median manager. Over the year to the end of May, the Fund has returned -1.3%.

During the month, Australian Small companies, Global Small Companies and Emerging Markets and Listed property recorded modest declines. The technology sector had a strong month, with a gain of 8.2%.

A small overweight exposure to technology and global small cap and emerging markets remains, as valuations appear attractive relative to other asset classes, particularly after recent price moves. There is a neutral positioning in the other sectors.

In the Morningstar Multisector Aggressive Category, the Fiducian Ultra Growth Fund returns were ranked 122nd out of 123 funds over one year, 98th out of 111 funds over five years, and 9th out of 92 funds over the ten year period to 31 May 2023.

Managers and weights

Asset Class	Fund Manager	Weight
Australian Equities (Small Cap) 42.4%	Ausbil Dexia	14.9%
	Pendal	6.5%
	Novaport	5.2%
	Phoenix	4.2%
	QVG	0.0%
	Perpetual	11.5%
International Equities (Small Cap, Emerging Markets) 36.5%	Royce	13.9%
	Fidelity	14.1%
	Vanguard Global Small Cap	4.5%
	State Bank of India	0.4%
	Sundaram	0.6%
	Tata	0.4%
	EquiPoise	0.1%
	Vanguard Emerging Market:	2.4%
Technology 8.7%	Wellington Technology	4.8%
	Wellington Biotechnology	1.4%
	Nordic Technology	2.5%
Listed Property 10.3%	BlackRock	1.0%
	Phoenix	5.0%
	Principal	4.3%
Cash 2.0%	CMT	2.0%

Top stock holdings

Top Australian Stocks	Industry	Weight
Johns Lyng Group Ltd	Construction & Engineering	2.1%
Imdex Limited	Diversified Metals & Mining	2.1%
Gold Road Resources LimiGold		2.0%
Eqst Holdings Limited	Asset Management	2.0%
Psc Insurance Group Ltd	Insurance Brokers	1.8%
Mma Offshore Limited	Oil & Gas Equipment	1.8%
Macquarie Technology Gr Integrated Telso		1.8%
Data No 3 Limited	IT Consulting	1.8%
Kelsian Group Ltd	Trucking	1.7%
Domain Holdings	Interactive Media	1.5%

Top Technology Stocks	Industry	Weight
Microsoft Corp	Systems Software	6.6%
Alphabet Inc	Interactive Media	5.7%
Amazon Dotcom Inc	Internet Retail	5.3%
Nvidia Corporation	Semiconductors	4.0%
Meta Platforms Inc	Interactive Media	3.7%
Apple Inc	Technology Hardware	3.0%
AMD	Semiconductors	3.0%
Chemometec As	Life Sciences Tools	2.9%
Sdiptech Ab B	Environmental Services	2.8%
TSMC	Semiconductors	2.2%

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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.

The Morningstar Category rankings have the Morningstar Australia Multisector Aggressive Category for Ultra Growth Fund, Multisector Moderate Category for Capital Stable Fund, and Multisector Growth Category for the Balanced and Growth Fund. Source: Morningstar Direct, Performance Report as of 5.6.2023 ©2023 Morningstar, Inc. All rights reserved. Neither Morningstar, its affiliates, nor the content providers guarantee the data or content contained herein to be accurate, complete or timely nor will they have any liability for its use or distribution. This report or data has been prepared for clients of Morningstar Australasia Pty Ltd (ABN: 95 090 665 544, AFSL: 240892) and/or New Zealand wholesale clients of Morningstar Research Ltd, subsidiaries of Morningstar, Inc. Any general advice has been provided without reference to your financial objectives, situation or needs. For more information refer to our Financial Services Guide at www.morningstar.com.au/s/fsg.pdf. You should consider the advice in light of these matters and if applicable, the relevant Product Disclosure Statement before making any decision to invest. Morningstar's publications, ratings and products should be viewed as an additional investment resource, not as your sole source of information. Morningstar's full research reports are the source of any Morningstar Ratings and are available from Morningstar or your adviser. Past performance does not necessarily indicate a financial product's future performance. To obtain advice tailored to your situation, contact a financial adviser.