

Fund Description

The Fund invests in a diversified group of specialist Australian smaller company fund managers. Investments are in smaller companies listed on the Australian Stock Exchange, which are generally defined to be companies other than those in the top 100 companies by market capitalisation. Smaller companies can more readily offer diversification across a number of industries than larger companies. They also tend to perform differently at different stages of the business cycle than larger companies. Smaller companies are often more flexible with less bureaucratic management. This may allow them to respond to market opportunities more quickly and to deliver higher growth than larger company shares over the longer term. However, smaller company shares tend to be more volatile in their performance and may also be difficult to buy and sell from time to time.

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

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

Manager Commentary

In September, the smaller segment of the market, as represented by the S&P/ASX Small Ordinaries (-0.5%) outperformed both the mid cap and larger segments of the market as represented by the S&P/ASX Midcap 50 (-1.8%) and the S&P/ASX 50 Index (-3.2%) respectively. Fears of slowing Chinese growth, indications of slower global growth and political change in Australia combined to drive the local equity market lower in September. Within the small caps universe, the S&P/ASX Small Industrials (+1.0%) comfortably out-performed the S&P/ASX Small Resources (-10.0%).

Two of the three best performing stocks in the Small Ords in September were gold companies, namely St Barbara (up 98%) and Northern Star (up 36.6%). Gold stocks have benefited from a rally in the gold price and favourable currency moves. Biotechnology company, Starpharma, was the third best performing small cap in September (up 36.5%) on the back of a drug delivery license deal with AstraZeneca.

The Fund outperformed the benchmark by 2.2% in September. Over the last 12 months, the Fund significantly out-performed the index with a return of 8.3% against an index return of -4.9%. The best performing manager over the year was Ausbil (+21.9%), the Fund's micro-cap manager, followed by BT (+7.3%).

Fund Performance and Risk Analytics Summary

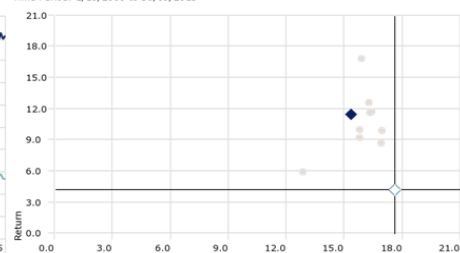
Investment Growth

Time Period: 1/10/2000 to 30/09/2015



Risk-Reward

Time Period: 1/10/2000 to 30/09/2015



—Fiducian Australian Smaller Co Shares —S&P/ASX Small Ordinaries TR AUD • Fiducian Australian Smaller Co Shares • S&P/ASX Small Ordinaries TR AUD

Current Period Return (net of fees as at 30 September 2015)

| | 1 Mth | 3 Mth | 6 Mth | 1 Yr | 3 Yrs (pa) | 5 Yrs (pa) | 10 Yrs (pa) |
|---------------|-------|-------|-------|-------|------------|------------|-------------|
| Fund | 1.6% | 2.5% | -0.1% | 8.3% | 15.5% | 11.2% | 7.6% |
| Index | -0.5% | -3.9% | -7.8% | -4.9% | -1.2% | -2.5% | 0.4% |
| Excess | 2.2% | 6.4% | 7.7% | 13.2% | 16.7% | 13.7% | 7.2% |

Risk Exposure

| | 1 Yr | 3 Yrs (pa) | 5 Yrs (pa) | 10 Yrs (pa) |
|------------------------------------|-------|------------|------------|-------------|
| Fund Volatility (Std Dev %) | 17.5% | 11.5% | 13.0% | 13.1% |
| Benchmark (Std Dev %) | 19.5% | 13.9% | 15.8% | 15.4% |
| Beta | 0.92 | 0.88 | 0.88 | 0.85 |
| Tracking Error (% pa) | 5.4% | 5.4% | 5.6% | 4.7% |

Calendar Year Return (net of fees)

| | 2010 | 2011 | 2012 | 2013 | 2014 |
|---------------|-------|--------|--------|--------|--------|
| Fund | 10.4% | -14.1% | 24.1% | 21.9% | 6.8% |
| Index | 13.1% | -21.4% | 6.6% | -0.8% | -3.8% |
| Excess | -2.6% | +7.3% | +17.5% | +22.7% | +10.7% |

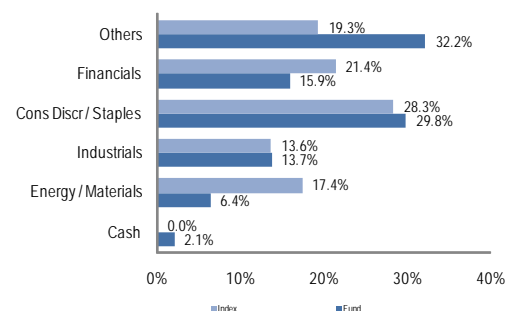
Fund Facts

Portfolio Manager: Conrad Burge
Asset Sector: Australian Small Cap Equity
Asset Code: SC3
ARSN: 093 542 020
APIR Code: FPS0008AU
Benchmark: S&P/ASX Small Ordinaries
Inception Date: March 1997
Fund Size: \$115.5 mil as at 30 September 2015
Application/Exit Fee: Nil
Management Fee: 1.19%

Style Tilts

| Managers | Style | No. of Stocks | Weight |
|------------|-----------|---------------|--------|
| Adam Smith | Value | 53 | 22% |
| Ausbil | Micro-Cap | 35 | 30% |
| BT | Value | 71 | 22% |
| Novaport | Value | 40 | 23% |
| Cash | N/A | N/A | 2% |

Sector Weights



Top Holdings

| Stocks | Weight |
|---------------------------|--------------|
| HANSEN TECHNOLOGY LTD | 2.8% |
| ALTIUM LTD | 2.4% |
| SAI GLOBAL LIMITED | 2.3% |
| COSTA GROUP HOLDINGS LTD | 2.0% |
| BURSON GROUP LTD | 1.9% |
| SURFSTITCH GROUP LTD | 1.9% |
| ISENTIA GROUP LTD | 1.9% |
| EQUITY TRUSTEES LIMITED | 1.8% |
| ECLIPX GROUP LTD | 1.7% |
| BLACKMORES | 1.7% |
| SERVCORP LIMITED | 1.6% |
| JAPARA HEALTHCARE LTD | 1.6% |
| COVER-MORE GROUP LTD | 1.6% |
| NUFARM LIMITED | 1.5% |
| IRESS LTD | 1.4% |
| CSG LIMITED | 1.4% |
| BEACON LIGHTING GROUP LTD | 1.3% |
| VITACO HOLDINGS LTD | 1.2% |
| QUBE HOLDINGS LTD | 1.2% |
| ASG GROUP LTD | 1.2% |
| TOTAL | 33.7% |