

Diversified Shares Fund

Monthly Report | July 2018

About Diversified Shares Fund

- Australian investments generally have a market capitalisation greater than 200th ranked stock listed on the ASX.
- Has outperformed its benchmark after fees since inception.
- Only consists of companies that have passed Australian Ethical's positive and negative screens, based on the Australian Ethical Charter.
- Certified by the Responsible Investment Association Australasia.



CERTIFIED BY RIAA

Performance returns

	1 month (%)	3 months (%)	1 year (%)	3 years (% p.a.)	5 years (% p.a.)	7 years (% p.a.)	10 years (% p.a.)	Since Inception (% p.a.)
Fund (Retail)*	1.8	4.6	12.6	7.3	10.6	11.9	6.9	8.3
Benchmark~	1.9	5.7	13.0	7.1	10.4	14.1	9.5	8.1
Relative Performance	-0.1	-1.1	-0.4	+0.2	+0.2	-2.2	-2.6	+0.2
Fund (Wholesale)^	1.9	5.0	14.0	8.6	12.1	n/a	n/a	15.1
Benchmark~	1.9	5.7	13.0	7.1	10.4	n/a	n/a	15.2
Relative Performance	+0.0	-0.7	+1.0	+1.5	+1.7	n/a	n/a	-0.1
<i>Alternative benchmarks</i>								
S&P/ASX 200 Industrials	1.7	5.8	10.6	6.4	9.8	13.3	9.5	
S&P/ASX 200	1.4	5.8	14.6	8.0	9.2	10.0	7.0	
MSCI World ex Australia (AUD) Net	2.5	5.3	20.3	8.5	13.8	16.1	9.5	

* Inception Date (Retail): 3 November 1997

^ Inception Date (Wholesale): 23 January 2012

~ AEDSF melded benchmark is constructed based on strategic asset allocation. Current composition is 75% ASX 200 Industrials and 25% MSCI World ex Australia.

Past performance is not an indicator of future performance.

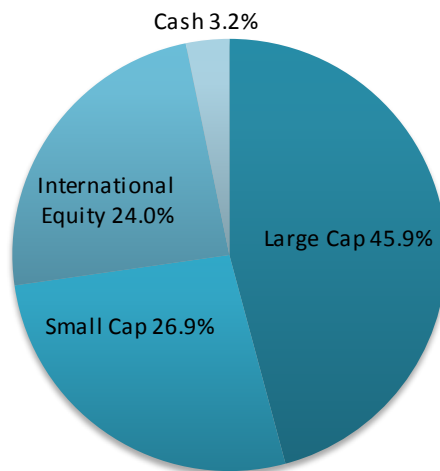
Top holdings

National Australia Bank Limited	2.1%
Westpac Banking Corporation	2.0%
CSL Limited	1.9%
Telstra Corporation Limited	1.6%
Suncorp Group Limited	1.6%
Brambles Limited	1.5%
Lendlease Group	1.4%
Cochlear Limited	1.4%
Insurance Australia Group Limited	1.4%
ASX Limited	1.3%

Significant performers (for the month)

Best	Total Return	Contribution	Worst	Total Return	Contribution
Brambles Limited	11.3%	0.2%	Sigma Healthcare Ltd	-40.1%	-0.3%
Telstra Corporation	8.4%	0.1%	Altium	-9.4%	-0.1%
Reliance Worldwide Corp. Ltd.	11.0%	0.1%	Insurance Australia Group Limited	-5.7%	-0.1%

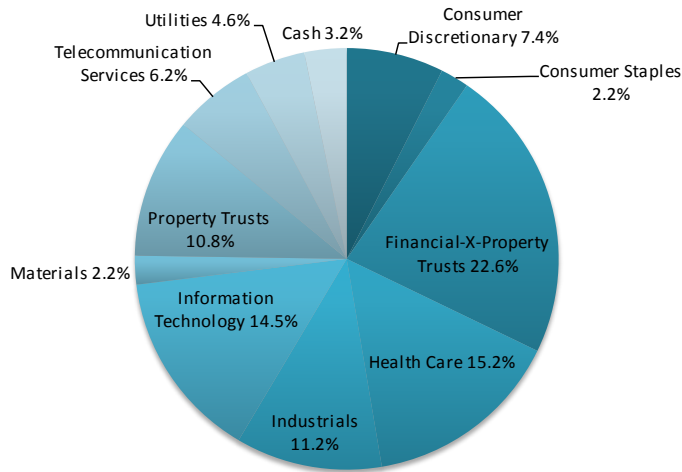
Asset allocation



Our ethical approach

Australian Ethical is a specialist ethical fund manager. By investing responsibly in well-managed ethical companies, we believe we can deliver competitive financial performance to our clients and positive change to society and the environment.

Sector allocation



Why invest ethically?

Aligning values with investments

You probably already understand the importance of having a portfolio that matches your appetite for risk, but equally, if not more important, is holding a portfolio that reflects your values. For example, if you value the provision of fair working conditions (and no child labour) then it's important to invest in funds that negatively screen out stocks on this basis.

Portfolio diversification

Ethical funds in particular, often invest in stocks that are not covered by many fund managers and brokers.

Good for the world

Your investments can help build a new low-carbon economy, fund medical and technology breakthroughs, efficient transport and more.

Units in the managed funds are offered and issued by Australian Ethical Investment Ltd ABN 47 003 188 930, AFSL 229949. Our Product Disclosure Statements (PDS) and Financial Services Guide are available from our website or by phone and should be considered before making an investment decision. This information has been prepared without taking account of your individual investment objectives, financial situation or needs. Before acting on it, you should consider obtaining financial advice that is tailored to suit your personal circumstances. Australian Ethical is a registered trademark of Australian Ethical Investment Ltd

Key information



Portfolio Manager Ray Gin

Ray is a Portfolio Manager. He has over 28 years' experience in the equities market.

Responsible entity:	Australian Ethical Investment Ltd
Minimum initial investment:	\$1,000 (retail) \$25,000 (wholesale)^
Distribution:	Six-monthly
APIR:	AUG0004AU (retail) AUG0019AU (wholesale)
ARSN:	089 919 166
Contribution fee:	None
Establishment fee:	None
Withdrawal fee:	None
Termination fee:	None
Performance fee:	None
Management fee:	2.20% pa (retail) 0.95% pa (wholesale)
Buy-sell spread:	0.15%
Platforms:	AXA North, BT Wrap, Colonial FirstWrap, Emerald, Freedom of Choice, Macquarie, Netwealth, Oasis, Spectrum (SMF)
Fund size:	\$ 876.9 Million
Objective:	To provide long-term growth through investment in listed companies on Australian and international stock exchanges that meet the Australian Ethical Charter.
Structure:	The Fund is an open-ended public unit trust.

A full explanation of all of the fees and costs that you may be charged for investing in the Fund is provided in the Fund's Product Disclosure Statements available from our website.

^ Direct investors must maintain a minimum \$500,000 investment across Australian Ethical's managed funds and a minimum of \$25,000 in the Diversified Shares Fund.

For more information

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