

Diversified Shares Fund

Monthly Report | August 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.



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)*	3.6	7.8	16.7	10.0	11.2	12.9	6.4	8.5
Benchmark~	3.2	8.4	16.6	10.7	10.9	15.0	9.2	8.3
Relative Performance	+0.4	-0.6	+0.1	-0.7	+0.3	-2.1	-2.8	+0.2
Fund (Wholesale)^	3.7	8.1	18.1	11.3	12.6	n/a	n/a	15.5
Benchmark~	3.2	8.4	16.6	10.7	10.9	n/a	n/a	15.5
Relative Performance	+0.5	-0.3	+1.5	+0.6	+1.7	n/a	n/a	+0.0
<i>Alternative benchmarks</i>								
S&P/ASX 200 Industrials	2.9	8.1	14.1	10.4	10.0	13.9	9.2	
S&P/ASX 200	1.4	6.2	15.4	11.5	8.9	10.5	6.8	
MSCI World ex Australia (AUD) Net	4.1	9.2	24.3	11.2	15.1	17.6	9.1	

* 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.

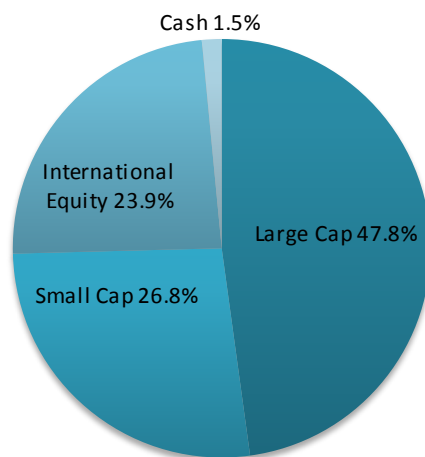
Top holdings

CSL Limited	2.1%
National Australia Bank Limited	2.0%
Westpac Banking Corporation	1.8%
Telstra Corporation Limited	1.7%
Goodman Group	1.6%
Brambles Limited	1.6%
Suncorp Group Limited	1.6%
Resmed Inc.	1.4%
QBE Insurance Group Limited	1.4%
Cochlear Limited	1.4%

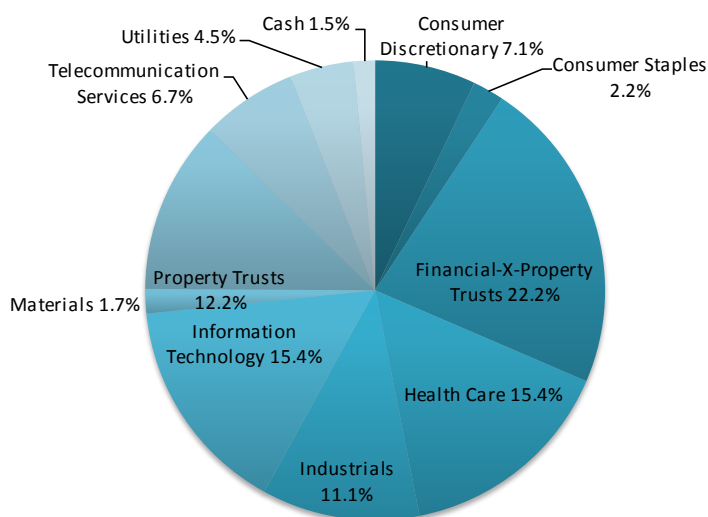
Significant performers (for the month)

Best	Total Return	Contribution	Worst	Total Return	Contribution
TPG Telecom Limited	50.0%	0.4%	Sims Metal Management Limited	-26.8%	-0.3%
Altium	37.4%	0.3%	G8 Education Limited	-17.3%	-0.2%
CSL Limited	15.6%	0.3%	Primary Health Care Limited	-16.4%	-0.1%

Asset allocation



Sector allocation



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:	\$ 912.8 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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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.

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