

# Global Fixed Interest Index (Hedged)

Quarterly Investment Option Update

30 June 2025

## Aim and Strategy

The strategy aims to provide returns that closely match the Bloomberg Global Aggregate Bond Index (hedged to Australian dollars) before fees and taxes. Exposure to the global fixed interest asset class will be attained through the use of low cost index-focused investment managers.

## Investment Option Performance

To view the latest investment performances for this product, please visit [www.amp.com.au/performance](http://www.amp.com.au/performance)

## Investment Option Overview

<b>Investment category</b>	Global fixed interest
<b>Suggested minimum investment timeframe</b>	5 years
<b>Standard Risk Measure</b>	5/Medium to High
<b>Investment style</b>	Index
<b>Manager style</b>	Single

<b>Asset Allocation</b>	<b>Benchmark (%)</b>
Cash	0
Global bonds	100

<b>Actual Allocation</b>	<b>%</b>
Global Bonds	96.70
Australian Bonds	1.67
Currency Overlay	1.38
Cash	0.26

<b>Top Holdings</b>	<b>%</b>
US TREASURY N/B	18.23
CHINA GOVERNMENT BOND	5.21
Fannie Mae	4.51
JAPAN (10 YEAR ISSUE)	3.73
Freddie Mac	3.22
FRANCE (GOVT OF)	2.95
UNITED KINGDOM GILT	2.93
BUONI POLIENNALI DEL TES	2.78
CHINA DEVELOPMENT BANK	2.12
JAPAN (20 YEAR ISSUE)	2.06

<b>Region Allocation</b>	<b>%</b>
North America	43.42
Europe ex UK	26.35
Asia ex Japan	12.50
Japan	9.42
United Kingdom	4.06
Australasia	1.94
Currency Overlay	1.38
Others	0.67
Cash	0.26

## Fund Performance

The Investment Option produced a modest positive return over the June quarter, as Australian bonds gained in value and yields fell amid a volatile macroeconomic backdrop. Solid returns were produced over the full financial year.

## Market Review

Over the June quarter, global bond markets were impacted primarily by US tariff policies, but also instability in the Middle East and sovereign fiscal debt concerns. Tariff-related fears peaked following President Trump's "Liberation Day" announcements in early April, before this eased as a 90-day suspension was implemented for negotiations. Markets then pivoted focus on the passage of Trump's reconciliation bill, dubbed "One Big Beautiful Bill", raising concerns over worsening debt dynamics in the US. Moody's responded by downgrading the US sovereign credit rating, citing increased budgetary risks. This episode marked the peak of US treasury yields over the quarter, with other high-deficit countries being caught up in the sell-off. In Japan for example, worsening fiscal conditions, combined with a structural supply and demand imbalance, prompted 30-year Japanese government bond yields to peak at an all-time high of 3.2%. Major central banks meanwhile were either on hold (including in the US Fed and Japan) or modestly eased monetary conditions.

Over the period, yield curves across major government bond markets steepened, moving comparatively higher in longer- maturity bonds compared to shorter-maturity bonds. Credit markets meanwhile performed extremely well, despite the global volatility and uncertainty, supported by strong demand for high all-in-yields and relatively low net issuance. Returns in lower rated sectors tended to deliver higher returns. Global bonds, as measured by the Bloomberg Global Aggregate index (\$A hedged), returned 1.49% in Australian dollar terms for the quarter. Global investment grade and high yield credit meanwhile returned 1.87% and 3.33% respectively, as measured by the Bloomberg Global Aggregate Corporate index (\$A hedged) and Bloomberg Global High Yield index (\$A hedged).

## Outlook

Global bond markets are likely to continue to focus on the expected paths for US interest rates. Large drawdowns in recent years, resulting in bonds being available at significantly cheaper prices, continue to lead us to believe returns going forward will likely be reasonable; perhaps around current running yield or a little more, as inflation slows and central banks cut rates. Furthermore, bonds will likely serve as a diversifier to growth assets, particularly during economic slowdown. Stickier than expected inflation remains a risk, as this could cause further delays to additional interest rate cuts.

---

## Availability

Product Name	APIR
SignatureSuper	AMP1301AU
SignatureSuper - Allocated Pension	AMP1308AU
SignatureSuper - Term Pension	AMP1308AU*

\*Closed to new investors

## Contact Details

**Web:** [www.amp.com.au](http://www.amp.com.au)

**Email:** [askamp@amp.com.au](mailto:askamp@amp.com.au)

**Phone:** 131 267



### What you need to know

This publication has been prepared by AWM Services Pty Limited ABN 15 139 353 496, AFSL No. 366121 (AWM Services). The information contained in this publication has been derived from sources believed to be accurate and reliable as at the date of this document. Information provided in this investment option update are views of the underlying investment manager only and not necessarily the views of AMP Limited ABN 49 079 354 519 (AMP Group). No representation is given in relation to the accuracy or completeness of any statement contained in it. Whilst care has been taken in the preparation of this publication, to the extent permitted by law, no liability is accepted for any loss or damage as a result of reliance on this information.

The investment option referred to in this publication is available through products issued by N.M. Superannuation Proprietary Ltd ABN 31 008 428 322, AFSL 234654 (NM Super). Before deciding to invest or make a decision about the investment options, you should read the current Product Disclosure Statement (PDS) for the relevant product, available from the issuer or your financial planner.

Any advice in this document is of a general nature only and does not take into account your financial situation, objectives and needs. Before you make any investment decision based on the information contained in this document you should consider how it applies to your personal objectives, financial situation and needs, or speak to a financial planner. In providing any general advice, AMP Group receives fees and charges and their employees and directors receive salaries, bonuses and other benefits.

Any references to the "Fund", strategies, asset allocations or exposures are references to the underlying managed fund that the investment option either directly or indirectly invests in. The investment option's aim and strategy mirrors the objective and investment approach of the underlying fund. An investment in the investment option is not a direct investment in the underlying fund.

Neither NM Super, AWM Services, any other company in the AMP Group nor the underlying fund manager guarantees the repayment of capital or the performance of any product or particular rate of return referred to in this document, unless expressly stated in the PDS. Past performance is not a reliable indicator of future performance. Any slight asset allocation deviations from 100% may be caused by rounding, asset categorisation and/or hedging.