

Professional Conservative

Quarterly Investment Option Update

30 September 2020

Aim and Strategy

To provide modest investment returns, with reasonably limited fluctuations in the value of the investment from year to year. The portfolio will primarily invest in a diversified mix of defensive and growth assets managed by professional asset managers.

Investment Option Performance

To view the latest investment performances for each product, please visit www.amp.com.au/performance

Investment Option Overview

| | |
|---|---------------|
| Investment category | Multi-Sector |
| Suggested minimum investment timeframe | 3 years |
| Relative risk rating | 4 / Medium |
| Investment style | Active |
| Manager style | Multi-manager |

| Asset Allocation | Benchmark (%) |
|---|---------------|
| Australian and International Fixed Interest | 43 |
| Cash | 24 |
| Australian Shares | 11 |
| International shares | 11 |
| Listed and Unlisted Property and Infrastructure | 5 |
| Defensive Alternatives | 3 |
| Growth Alternatives | 3 |

| Actual Allocation | % |
|------------------------------------|-------|
| International Shares | 11.22 |
| Australian Shares | 10.97 |
| Listed Property and Infrastructure | 4.95 |
| Growth Alternatives | 5.30 |
| International Fixed Interest | 43.61 |
| Defensive Alternatives | 3.12 |
| Cash | 20.84 |

Market Review

Global equities rose during most of the quarter as the balance of data and economic expectations was initially viewed positively and on hopes that a COVID-19 vaccine might be available in a compressed timeframe. However, by quarter end, global equity markets suffered a pullback, led by the technology sector which later broadened to other sectors. Energy was also impacted as the oil price pulled back. For COVID-19, conditions and outlook remained uncertain. The global death count from the pandemic has now exceeded the one million mark.

Escalating tensions between the US and China have also elevated uncertainty. The US has rejected China's territorial claims to the South China Sea and has ended Hong Kong's special trade status with the US, requesting support in its stance from its allies. The US administration has also moved to put restrictions on some Chinese companies operating in the US, including TikTok and WeChat, although the US courts have moderated some of these decisions.

In the US, there is likely to be further downward pressure on the US dollar as quantitative easing measures continue to ramp up. An ongoing US dollar retracement would be consistent with improving global growth relative to that in the US and the US Federal Reserve's aggressive quantitative easing programme, which is significantly increasing the supply of US dollars.

Availability

| Product Name | APIR |
|--|------------|
| AMP Flexible Super - Retirement | AMP1961AU |
| AMP Flexible Super - Super | AMP1968AU |
| Flexible Lifetime - Allocated Pension | AMP1947AU |
| Flexible Lifetime - Investments (Series 2) | AMP1979AU |
| Flexible Lifetime - Super | AMP1954AU |
| Flexible Lifetime - Term Pension | AMP1947AU |
| Signature Super | AMP1729AU# |

#Restricted. Please see your Product Disclosure Statement if this option is available to you.

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Please note that slight asset allocation deviations from 100% may be caused by rounding, asset categorisation and/or hedging.