

Super Easy International Share

Quarterly Investment Option Update

31 March 2021

Aim and Strategy

The strategy aims to provide returns that track the MSCI World ex-Australia ex-tobacco Index with net dividends reinvested. This option is unhedged to Australian dollars. Exposure to the International Shares 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 each product, please visit www.amp.com.au/performance

Investment Option Overview

Investment category	Global Shares
Suggested minimum investment timeframe	5 to 7 years
Relative risk rating	High
Investment style	Index
Manager style	Single

Asset Allocation	Benchmark (%)
International shares	100
Cash	0

Actual Allocation	%
International Shares	96.61
Australian Shares	0.28
Listed Property and Infrastructure	2.38
Cash	0.73

Sector Allocation	%
Information Technology	21.79
Financials	13.28
Health Care	12.51
Consumer Discretionary	12.26
Industrials	10.69
Communication Services	9.20
Consumer Staples	6.48
Materials	4.24
Energy	3.16
Utilities	3.05
Real Estate	2.60
Futures	0.74

Top Holdings	%
APPLE INC	3.96
Microsoft Corp	3.23
Amazon.com Inc	2.52
Alphabet Inc	2.36
Facebook Inc	1.34
Tesla Inc	0.96
JPMORGAN CHASE & CO	0.87
JOHNSON & JOHNSON	0.83
UnitedHealth Group Inc	0.69
Visa Inc	0.67

Region Allocation	%
North America	71.10
Europe ex UK	15.31
Japan	7.72
United Kingdom	4.39
Asia ex Japan	1.39
Australasia	0.08

Fund Performance

The Fund posted a strong positive return over the March quarter, its fourth consecutive quarter of positive returns. It has also posted very strong positive returns over the longer term, including over 1, 2, 3 and 5 years, and since inception (annualised, before fees).

Market Review

Global shares rose over the March quarter, with the MSCI World ex Australia index finishing up by 6.17%. The quarter saw one of the most significant style rotations seen in many years, as money flowed out of mega-cap growth and 'stay-at-home' stocks into long underappreciated, value-oriented stocks. This move was accompanied by a dramatic surge in bond yields, as global fixed interest markets continued to price in a sustained recovery in economic growth. Key drivers of the market's continued push higher included a resolution to the US election at the start of the year, which subsequently paved the way for further, massive levels of US fiscal stimulus, as well as the success of vaccine rollouts in the US and UK, which have unsurprisingly resulted in significantly improved virus numbers. Continued dovishness from central banks and global governments continuing to provide large amounts of further stimulus also stoked optimistic sentiment in equities markets. Volatility however increased in the latter part of the quarter, as fears remained around bond yields continuing to rapidly climb. Worries also increased around vaccine efficacy against newer strains of COVID-19, as well as around some apparent roll-out difficulties in a number of countries, including Australia. (All indices are quoted in local currency terms and on a total-return basis, unless otherwise stated.)

Outlook

With valuations remaining stretched in many areas, and upward pressure on bond yields and inflationary concerns as further stimulus packages are rolled out, the medium-term outlook for international equities remains difficult to predict. Elevated volatility is likely to remain. Following America's most recent US\$1.9 trillion plan, the market awaits more in-depth details of the Biden administration's infrastructure plan and how this will impact policies, tax codes, and corporate America in general. We continue to believe investors should exercise caution, particularly where prices have risen quickly, and where valuations factor in perfection. Amid changing consumer dynamics, many companies will likely face challenging conditions for some time, while stronger businesses are likely to emerge post the COVID-19 vaccine implementation with gained market share. Governments generally continue to implement supportive monetary and, to an increasing extent, fiscal programmes to ease shorter-term economic stress. The hope is that post vaccine rollout, economies will be resilient enough to return to growth relatively quickly. However, recently there have been signs of further waves of pandemic breakouts with different strains, which will add to uncertainty. Despite uncertainty in the shorter term, we believe the longer-term market trend will remain to the upside.

Availability

Product Name	APIR
AMP Flexible Super - Retirement	AMP1380AU
AMP Flexible Super - Super	AMP1509AU

Contact Details

Web: www.amp.com.au

Email: 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), AMP Capital Funds Management Limited ABN 15 159 557 721, AFSL 426455 (AMPCFM) and/or ipac asset management limited ABN 22 003 257 225, AFSL 234655 (ipac). 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, AMPCFM, ipac, 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.