

# AMP Capital Equity

## Quarterly Investment Option Update

31 December 2018

### Aim and Strategy

To provide investors with long-term capital growth through investment in a portfolio of Australian securities, listed or about to be listed, on the Australian Securities Exchange. Investment is diversified across a range of industries and sectors, with a focus on the largest 200 companies. In constructing the portfolio, AMP Capital employs a systematic rules-based approach where no individual stock fundamental analysis is conducted and the investment team use large sets of data to analyse stocks through intelligent screening methods.

### Investment Option Performance

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

### Investment Option Overview

<b>Investment category</b>	Multi-Sector
<b>Suggested investment timeframe</b>	7 years
<b>Relative risk rating</b>	High
<b>Investment style</b>	Growth

<b>Asset Allocation</b>	<b>Benchmark (%)</b>
Australian Shares	100
Cash	0

<b>Sector Allocation</b>	<b>%</b>
Financials	31.88
Materials	17.62
Health Care	8.72
Consumer Staples	5.53
Industrials	7.90
Real Estate	7.04
Energy	5.38
Consumer Discretionary	6.18
Information Technology	2.01
Communication Services	2.44
Cash	2.03
Utilities	1.83

## Portfolio Summary

- The Australian share market made a negative return during the period
- The Portfolio's marginal underperformance during the period was driven by stock selection, especially in industrials and real estate
- Australian companies remain sensitive to banking capitalisation requirements, political uncertainty, economic growth and commodity prices

## Investment Option Commentary

The Fund delivered a negative absolute return for the quarter and marginally underperformed the S&P/ASX 200 Accumulation Index.

Stock selection within the industrials and real estate sectors was the key detractor from benchmark relative performance. However, the biggest single stock detractors from benchmark relative performance was outside these sectors, being an underweight to GrainCorp, which received a takeover bid during the quarter. The underweight position in G8 Education and overweight in CYBG (which is the holding company for Clydesdale Bank) also detracted from the Fund's relative performance.

The largest stock contributor came from an underweight position in WorleyParsons which experienced a significant fall in its market valuation during the quarter following its acquisition of Jacobs ECR and subsequent equity raising. The Fund is characterised as being a highly diversified portfolio with a good breadth of stock holdings.

## Availability

Product name	APIR
AMP Flexible Lifetime Super	AMP0468AU*
AMP Flexible Super - Retirement account	AMP1324AU*
AMP Flexible Super - Super account	AMP1454AU*
CustomSuper	AMP0468AU*
Flexible Lifetime - Allocated Pension	AMP0598AU*
Flexible Lifetime - Term Pension	AMP0898AU*
Flexible Lifetime - Investments (Series 1)	AMP0018AU*
Flexible Lifetime - Investments (Series 2)	AMP1394AU*
SignatureSuper	AMP2047AU*
SignatureSuper - Allocated Pension	AMP2048AU*

\* Closed to new investors

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