



AMP MySuper 1970s

Quarterly Investment Option Update

31 December 2024

Aim and Strategy

The strategy aims to achieve a rate of return of 3.75% pa above the inflation rate (measured by the Consumer Price Index), after investment fees, costs and superannuation tax, over a 10-year timeframe. Returns from both capital growth and income are provided through a diversified portfolio.

Investment Option Performance

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

Investment Option Overview

Investment category	Multi-Sector
Suggested minimum investment timeframe	10 years
Standard Risk Measure	6/High
Investment style	Active
Manager style	Multi-manager

Asset Allocation	Benchmark (%)	Actual (%)
Global Shares	44	46
Australian Shares	35	34
Fixed Income and Cash	9	8
Infrastructure	7	7
Property	5	5
Alternatives	0	0

*Allocation data may not add to 100% due to rounding.

Fund Performance

A positive 2024 for risk assets reflected well on the 1970s Option, which generated a strong double-digit return for investors over the year and a positive return for the quarter.

For risk assets, despite a constrained year-end as the Fed became more "hawkish" than investors expected, overall sentiment in 2024 was positive. Allocations in developed markets delivered over 20% and 2% for the year and quarter respectively (in local currency terms), with the US "Magnificent Seven" stocks leading the way. Emerging markets similarly delivered positive returns for year, but largely underperformed US markets as economic headwinds in China limited gains, despite some improvement in latter half of 2024. For the final quarter itself, performance was constrained given the threat of increasing trade tariffs and geopolitical pressures. Domestically, Australian share allocations followed global trends, though underperformed due to weakness in commodities and its economic outlook.

Fixed income allocations also performed well, with high yield credit markets generating upwards of 8% in 2024 as spreads tightened. Credit and bond allocations eked out a positive return against the background of increasing economic uncertainty in Europe and mixed rate outlooks for global central banks. For the quarter, fixed income however was more muted given hawkish dialogue from central banks. Unlisted real assets' performance was somewhat constrained over both the year and quarter amid mixed valuations.

In this environment, the Option outperformed its CPI objective over the year and quarter, thanks to the significant gains in shares and reduced inflation.

Looking ahead, we anticipate 2025 to be a decent year for markets. Investors however should not expect the gains seen in 2024. Geopolitical risks, potential economic stagnation and stretched share market valuations all remain front of mind for investors as we head into the new year. In this environment, we remain highly diversified across asset classes and strategies.

Market Review

The December quarter saw growth assets rise strongly. The major story of the period was the re-election of Donald Trump, who secured a majority in both the US house and the senate, providing the Republicans a strong platform to enact their agenda. Republican policy leading up to the election centred around the US economy, global conflicts and border control. Drilling and fracking for oil and gas is set to significantly rise, while national spending, tax and regulations are all flagged to be cut. The drop in government revenue will likely be offset by higher tariff rates on imports to the US. Aside from the US election results, the quarter saw further interest rate cuts around the globe, including two in the US, as global inflation pressures continued to cool, especially within the services sector. US economic growth figures released during the quarter also remained strong, though European figures indicated conditions close to recessionary levels. In Asia, confidence remained elevated in Japan on continued signs the economy may be emerging from decades of low growth, while in China sentiment took a hit on the election of Donald Trump given potential increases in tariffs on Chinese exports, despite a wide range of both fiscal and monetary stimulus measures being rolled out.

Availability

Product Name	APIR
SignatureSuper	AMP1889AU

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). 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.