



# AMP MULTI-ASSET FUND

Monthly communication — Platform

September 2022

---

The AMP Multi-Asset Fund (the Fund) aims to provide solid, inflation beating returns, by investing in a portfolio of assets spread across different classes, sectors and geographies.

The Fund is actively managed and has the ability to change the portfolio's asset mix in order to navigate the ups and downs of the investment cycle. This may be of particular value to investors concerned about short-term market fluctuations.

Smoother performance over time



Grow your wealth steadily over time



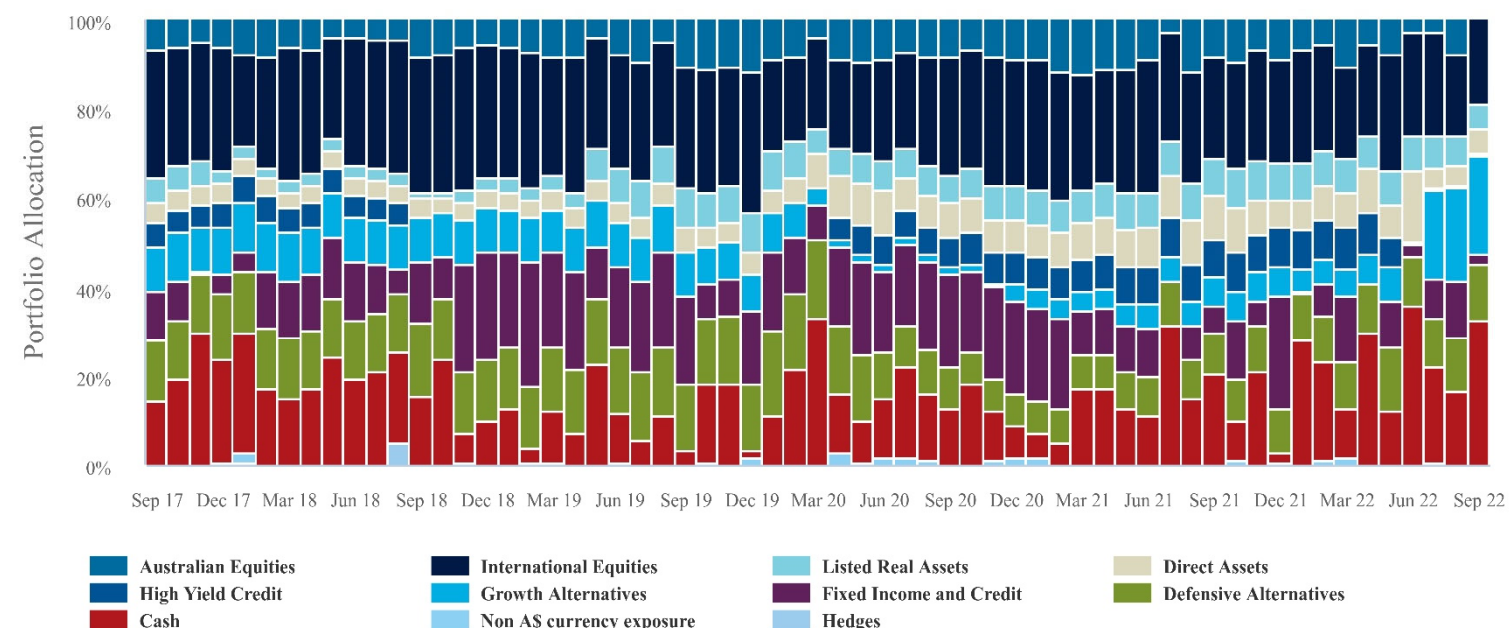
Pay for lifestyle extras during retirement



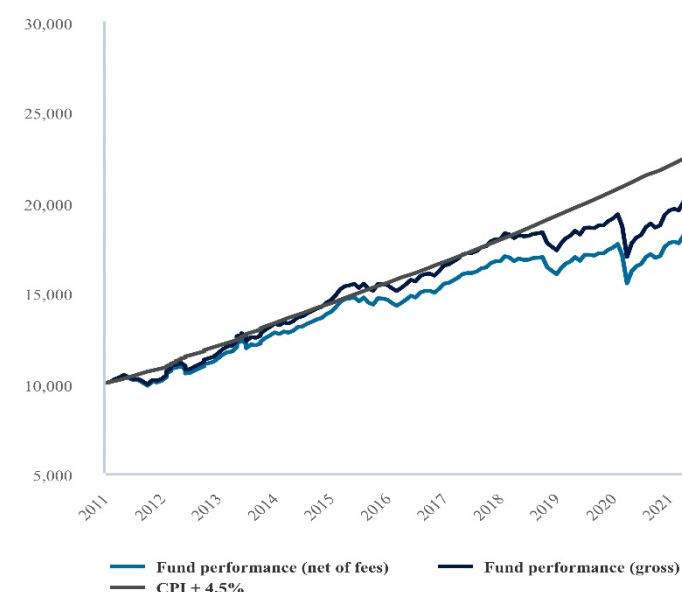
Help protect your savings from market falls



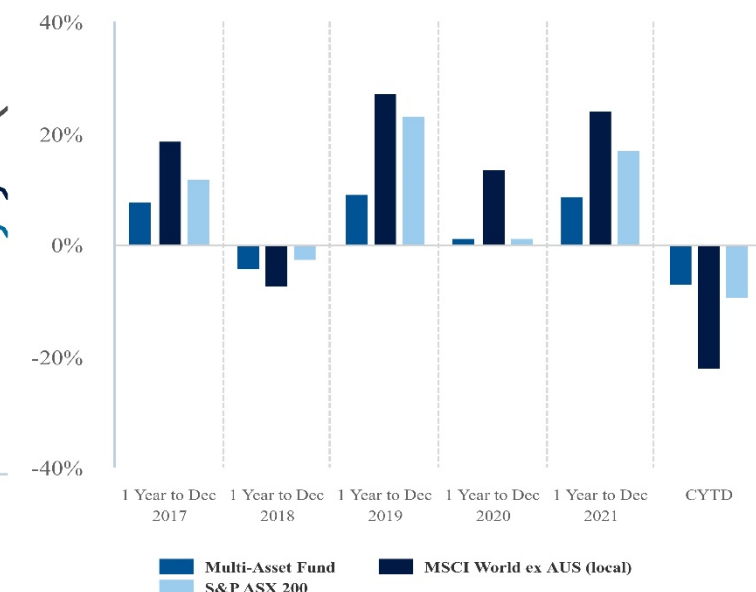
## Flexible allocations to navigate market movements



### CONSISTENT PATHWAY OF RETURNS



### DOWNSIDE RESILIENCE AGAINST EQUITIES



Performance is platform class A, before and after platform class A management fees and before taxes, and assumes all distributions are reinvested. Returns are shown before fees to promote comparison with the total target return of 4.5% annum above inflation.

Performance is platform class A, after platform class A fees and before taxes, and assumes all distributions are reinvested.

## This month in brief

### Performance and positioning

In continued difficult market conditions, the Fund was negative for the quarter. While any negative return is unwelcome, in the current market context, the results for the quarter and the last year, do demonstrate resilience. In international equities, the Fund's three core managers have outperformed the market collectively by around 7% over one year, while its two Australian equity strategies have outperformed by approximately 2.5% collectively, over the same timeframe. Both however slightly underperformed over the last quarter. In fixed income, Australian bond exposure offset by a short US bond exposure benefited performance, as the unusually wide gap between the two markets closed aggressively. In alternatives, the Fund's new Liquid Alternatives strategy pleasingly returned approximately 5% for the quarter.

### Portfolio activity

After a rally early in the quarter, the Fund switched further exposure from bonds and equities to alternatives. Changes were focused on global shares, with additional reductions in real assets and emerging market equities. We also made further reductions in Australian bonds and moved to an offsetting short position in the US. At quarter's end, the Fund was marginally lower than average in weighting to Australian shares, and lower again across international share markets, with a sector bias toward value and energy. We remain very light in property, at less than 2%, and have reduced exposure to infrastructure early in the quarter to below 4%. In regard to fixed income, markets have been decimated this year, mostly arising from interest rate increases, rather than credit stress (so far). Prospective bond returns are looking increasingly attractive and as the peak in rate hikes approaches, we believe a buying opportunity is emerging.

### Outlook

To date, equities have drawn down based almost totally on falling valuations, while earnings expectations have not really fallen much yet. As the global economy shifts further into slowdown and likely recession next year, we believe earnings will take the lead, and depending on the speed and direction of bond yields, valuations will either move sideways or likely also fall but at a slower rate. As this process evolves, we expect to be shifting the portfolio aggressively toward higher bond exposure. Shifting from an inflation problem to a slowdown, with sideways to lower inflation, and higher yields, means a likely renewed defensive roll for bonds. In areas such as emerging markets, where emerging market sovereign bonds have fallen more than 30% this year, we think there is a compelling case building for entry at a very attractive level.

## Here's how the fund performed

	1mth %	3mth %	1yr %	3yr %	5yr %	Since Inception*
Multi-Asset Fund (after fees)	-2.25	-0.87	-6.20	1.39	1.77	4.79
Multi-Asset Fund (before fees)	-2.18	-0.69	-5.53	2.15	2.58	5.69
CPI+4.5% objective	0.85	2.62	9.09	7.59	7.46	7.66

\* Past performance is not a reliable indicator of future performance. Inception date for unit Class A is 2 December 2010. Performance is annualised for periods greater than one year. Total returns are calculated using the unit price which uses the net asset values for the relevant month end. This price may differ from the actual unit price for an investor applying for or redeeming an investment. Actual unit prices will be confirmed following any transaction by an investor. Returns quoted are before tax, after Class A fees and costs and assume all dividends are reinvested.

## FUND DETAILS

INCEPTION DATE 2 December 2010

STRATEGY SIZE \$255.77 million

DISTRIBUTION FREQUENCY Quarterly

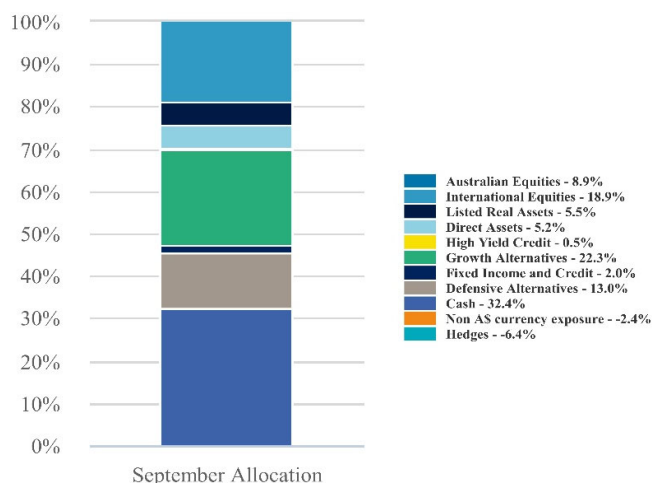
APIR CODE AMP1685AU

BUY/SELL SPREAD +/-0.09%

SUGGESTED MINIMUM INVESTMENT TIMEFRAME 5 years

## INVESTMENT OBJECTIVE

The Fund seeks to: Deliver a total return (before tax and fees) above CPI +4.5% pa over the investment timeframe (CPI being the Reserve Bank of Australia inflation rate - trimmed mean - published at [www.rba.gov.au](http://www.rba.gov.au)) Deliver indicative volatility of 4-8% over the investment timeframe



## Portfolio manager



**MATTHEW HOPKINS**

Portfolio Manager

Matthew is lead Portfolio Manager for the Multi-Asset Fund, Extended Multi-Asset Fund, Income Generator and Core Retirement Fund. Matthew chairs the working group for the Multi-Asset Fund and is responsible for portfolio construction, risk management, research and hedging. In his role within the portfolio management team, Matthew also participates in a wider variety of client-related investment solutions for AMP Investments and has extensive experience in portfolio construction, managing alternative assets, and investment risk analysis. Matthew joined AMP Ltd in 1989. Subsequently, he has held various positions including as a portfolio manager in global hedge funds, divisional director of investment risk (research and strategy, Henderson Global Investors, London) and head of portfolio analytics (UK equities, AMP Asset Management, London).



**BRAD CREIGHTON**

Portfolio Manager

Brad is the co-Portfolio Manager for the Multi-Asset Fund, Extended Multi-Asset Fund, Income Generator and Core Retirement Fund. As a Portfolio Manager for AMP Investments since 2018, Brad Creighton brings 15 years of financial markets and portfolio management experience. Prior to joining AMP, Brad spent 4 years as a portfolio manager at Millennium Capital Partners, one of the world's leading hedge funds, where he successfully managed a discretionary global macro portfolio. Brad has also enjoyed experience as a Senior Macroeconomic Strategist at Optiver, Market Risk Manager for Aviva and Credit Suisse, and a Trader for the Commonwealth Bank's proprietary trading division. In addition to his portfolio management responsibilities at AMP, Brad is a member of the Dynamic Asset Allocation working group where he contributes quantitative research and analysis for the purpose of enhancing the investment outcomes of AMP's diversified portfolios with \$A80 billion funds under management. Brad holds a Master of Commerce (Banking and Finance) from Griffith University.

## CONTACT DETAILS

For more information on the Fund including fees, product features, benefits and risks talk to your adviser or call us on 133 267 or visit [www.amp.com.au/investments](http://www.amp.com.au/investments)

This document has been prepared by National Mutual Funds Management Ltd (ABN 32 006 787 720, AFSL 234652) (NMFML). While every care has been taken in the preparation of this document, NMFML makes no representation or warranty as to the accuracy or completeness of any statement in it including without limitation, any forecasts. This document has been prepared for the purpose of providing general information, without taking account of any particular investor's objectives, financial situation or needs. Investors should, before making any investment decisions, consider the appropriateness of the information in this document, and seek professional advice, having regard to their objectives, financial situation and needs.

ipac Asset Management Limited ABN 22 003 257 225, AFSL 234655) (IAML) is the responsible entity of the AMP Multi-Asset Fund - Platform Class A (Fund) and the issuer of the units in the Fund and the Product Disclosure Statement (PDS). To invest in the Fund, investors will need to obtain and consider the current PDS or other offer document for the relevant Fund available at [amp.com.au/investments-pds](http://amp.com.au/investments-pds). The PDS or offer document contains important information about investing in the Fund and it is important that investors read the PDS or offer document before making a decision about whether to acquire or continue to hold or dispose of units in the Fund. A target market determination has been made in respect of the Fund and is available at [www.amp.com.au/investments-tmd](http://www.amp.com.au/investments-tmd). Neither IAML, NMFML nor any other company in the AMP Group guarantees the repayment of capital or the performance of any product or any particular rate of return referred to in this document. Past performance is not a reliable indicator of future performance.