

# AMP CAPITAL CONSERVATIVE FUND - WHOLESale

Aims to generate income and some capital growth on a rolling 3 year basis by investing in a conservative portfolio of assets with flexibility to rebalance allocations for changing market conditions.

## Performance summary

- > The AMP Conservative Fund posted a negative absolute return over the March quarter.
- > Growth assets suffered over the quarter as equity markets fell over the period in local currency terms
- > The largest detractor to performance was Australian equities

## Investment approach

The Fund's blend of investment sectors is managed within a strategic asset allocation mix, with the flexibility to rebalance the Fund's allocations to suit the changing investment environment. The Fund provides investors with access to managers who are selected for their diversification across asset classes and investment styles, with the objective of adding value through investment in primarily defensive assets and some growth assets.

For more information visit [ampcapital.com.au](http://ampcapital.com.au)

## Performance – as at 31 March 2018

**Inception Date:** 23 Oct 2001

**Performance benchmark:** The average weighted return of the market indices used to measure the performance of the asset classes in which the fund invests.

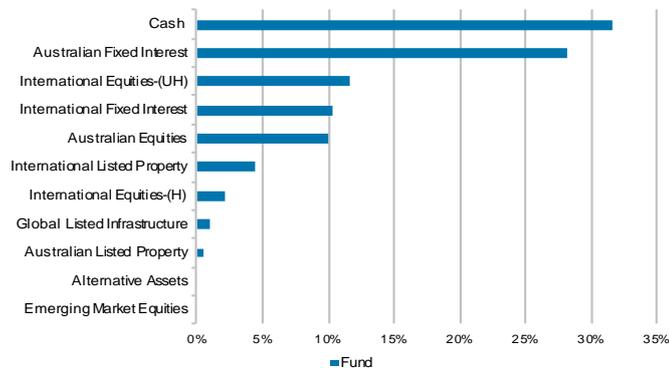
%	1 mth	3 mth	1 yr	3 yr	5 yr	Incept
Total return - after fees	-0.06	-0.30	3.54	2.84	5.76	5.77
Before tax and fees	-0.01	-0.18	4.03	3.33	6.25	6.25
Distribution	0.39	0.39	3.69	3.23	3.51	6.00
Growth	-0.45	-0.69	-0.15	-0.38	2.25	-0.23
Benchmark	0.00	-0.44	3.66	3.54	5.98	6.27

Past performance is not a reliable indicator of future performance.

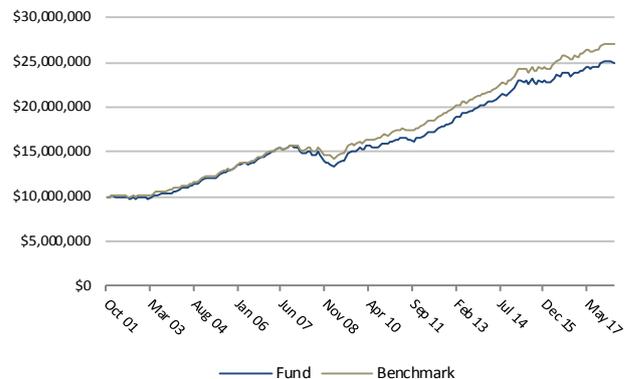
Performance is annualised for periods greater than one year.

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 'O' fees and costs, and assume all distributions are reinvested.

## Actual asset allocation



## \$10,000,000 invested since inception



The AMP Conservative Fund posted a negative absolute return in the March quarter, following a correction in global equity markets. Investor confidence was checked during the period as fears of a potential global trade war increased. This saw investors shift towards more safe-haven assets by quarter end.

The Fund's sizeable allocation to fixed income was the largest positive contributor to overall return, reflecting investor preference for defensive assets. Geopolitical tensions surrounding global trade issues and concerns around the tightening of monetary policy in the US weighed on domestic and international equity performance. The domestic market was down -3.8%, whilst international equities were -2.2% lower in local currency terms. These falls more than offset any gains seen in fixed income assets. The depreciation in the Australian dollar compared to major currencies helped reduce the magnitude of the loss from international equities for Australian investors as unhedged international equities generated +0.8% over the quarter in Australian dollar terms. The other bright spot during the quarter was emerging market equities which rose by 0.8% in local currency terms.

Whilst trading conditions are likely to continue exhibit higher volatility, we continue to believe that the outlook for equity markets remains positive supported by healthy global growth and accommodative monetary policy. As such we remain comfortable in maintaining a bias towards international equities. Our overall bond position remains underweight in favour of cash as we expect bonds to remain vulnerable to any evidence of inflationary pressure or monetary tightening.

Investors should consider the Product Disclosure Statement (PDS) available from AMP Capital Investors Limited (ABN 59 001 777 591) (AFSL 232497) (AMP Capital) for the AMP CAPITAL CONSERVATIVE FUND - WHOLESale (Fund) before making any decision regarding the Fund. AMP Capital Funds Management Limited (ABN 15 159 557 721, AFSL 426 455) is the responsible entity of the Fund and the issuer of units in the Fund. The PDS contains important information about investing in the Fund and it is important investors read the PDS before making a decision about whether to acquire, continue to hold or dispose of units in the Fund. Neither AMP Capital, 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. While every care has been taken in the preparation of this document, AMP Capital makes no representation or warranty as to the accuracy or completeness of any statement in it including without limitation, any forecasts. This fact sheet 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 fact sheet, and seek professional advice, having regard to their objectives, financial situation and needs.

## For more information

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