

AMP Managed Funds

Annual Report for the Period Ended 31 March 2023



A little help





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Welcome to your Annual Report

Kia ora,

The past year has been challenging for all kiwis, marked by turbulence both economically as well as weather related. It's times like these that having expert guidance on hand to provide help and support whenever you need it can really make a difference to achieving your long-term goals.

Despite the ups and downs of markets in 2022, the first few months of this year have shown good outcomes for investors, which reflects both a more optimistic story for markets, along with the benefits of our investment proposition coming into effect, in association with BlackRock Investment Management.

Throughout the difficulties of the past year, our members remained at the heart of our business, and we maintained our focus on delivering easy access to digital tools and helpful tips to make investing for your future easier.

We continued to deliver useful insights about your investments, including our **financial wellness calendar**, loaded with tips and things you can do each month to improve your financial happiness. We also delivered relevant and timely information through our monthly emails to help our members navigate market ups and downs, such as our **'Investment guide to understanding market volatility'**.

Thank you for being a valued member of AMP Managed Funds, and please feel free to contact our team with any questions – we're here to help you.

Regards,



Jeff Ruscoe

On behalf of the Manager
AMP Wealth Management New Zealand Limited



Market Overview

Financial markets ended in negative territory over the 12-months ending 31 March 2023, although a strong start to the 2023 year provided renewed optimism and helped to ease investor concerns around ongoing geopolitical conflicts, high inflation, and increasing interest rates.

The ongoing geopolitical conflict in Ukraine caused a sharp increase in energy prices around the world in 2022 after the gas supply from Russia was disrupted. This was felt heavily in European countries, whose main source of gas came from the Russian pipelines.

The steep increase in energy prices, alongside a supply chain bottleneck from the aftermath of COVID-19, contributed heavily to global inflation reaching levels not seen in decades, putting pressure on investment markets and ultimately returns for our customers. This left central banks with no choice but to increase interest rates in an effort to bring inflation down. This was no easy task and was a significant factor in the investment market volatility experienced throughout 2022, as resilient labour markets and strong consumer spending kept inflation stubbornly high, and well above the targets for central banks around the world.

New Zealand wasn't immune to the issues facing global markets, as high inflation, and the most aggressive interest rate hiking cycle since the official cash rate was introduced in 1999 resulted in the NZ share market falling over the period. Along with this, the property market suffered a steep decline after a few years of very strong growth.

Bonds failed to act as a ballast to falling share markets, as an increase in interest rates saw bond yields increase over the period, sending the prices – and the returns of bond funds – lower. AMP's decision to include Inflation-linked Bonds in our diversified portfolios in 2022 helped mitigate some of this challenge, and we have recently added to those positions in expectation of inflation levels remaining higher for longer.

The first three months of 2023 saw a bounce back in investment returns, as inflation levels began to lower and central banks moved towards the tail-end of their interest rate hiking cycles. Add this in with some positive corporate earnings reports, and it sums to a strong start to 2023 for investment returns.

Outlook

Although inflation levels globally are coming down and interest rates look to be toward the upper end of where they might go, there are still a few obstacles that may cause market uncertainty in the near term. Economic growth is projected to slow around the world in 2023, with some countries entering a recession either now or projected to later this year. Add this to the Russia/Ukraine conflict that shows no signs of easing, and it amounts to some uncertainty surrounding global markets.

Looking through the short-term, we believe that the longer-term outlook for investment returns is much better. Bond investments are now providing value and we believe the overall return of shares will be greater than fixed-income assets over the coming decade. Share market valuations on a long horizon do not appear stretched to us.

For ongoing commentaries from the AMP Investment Management Team, you can read our market updates on our website at amp.co.nz/nz/market-commentary.

Details of Scheme

AMP Managed Funds (Scheme) was established under a trust deed dated 3 March 2022. The Scheme's three funds, the AMP Conservative Managed Fund, AMP Balanced Managed Fund, and the AMP Growth Managed Fund (the Funds) commenced operation effective 18 May 2022 under the terms described in a Product Disclosure Statement dated 6 May 2022.

Name of Scheme

AMP Managed Funds (AMF or Scheme).

Type of Scheme

AMF is a registered Managed Investment Scheme (MIS) as explained in the 'Status of the Scheme' below.

Manager

AMP Wealth Management New Zealand Limited (Manager or AMP).

Supervisor

The New Zealand Guardian Trust Company Limited (Supervisor).

Status of the Scheme



This Scheme is a registered MIS with the latest Product Disclosure Statement (PDS) dated 3 July 2023 and is open for new member applications.

Fund Update

The Scheme's latest fund updates for the quarter ended 30 June 2023 for each of the funds were made publicly available on 31 July 2023. These are available at disclose-register.companiesoffice.govt.nz and at amp.co.nz/forms.

Financial Statements and Auditor's Report

The Scheme's latest financial statements for the period ended 31 March 2023 (dated 10 July 2023) and auditor's report (dated 11 July 2023) were lodged with the Registrar on 13 July 2023. These are available at disclose-register.companiesoffice.govt.nz and at amp.co.nz/forms.

Information on Contributions and Scheme Participants

Number of managed investment products (units) on issue as at 2 May 2022*	-
Number of managed investment products (units) on issue as at 31 March 2023	3,253,482

*The Funds were registered on 2 May 2022 and commenced operation effective 18 May 2022.

Changes Relating to the Scheme

Here's a summary of changes we made to the Scheme during the period ended 31 March 2023 (Period):

Governing Document

There have been no material changes to the Scheme's trust deed during the Period. The most recent trust deed is dated 3 March 2022.

Terms of the Offer

The PDS and Market Index Description documents were updated on 30 June 2022 to reflect changes in the strategic asset allocations and/or the benchmark indices for the Funds.

The Who is involved? document was updated on 19 July 2022 to amend the current directors of the Manager and again on 21 February 2023 to reflect the addition of a new director.

Subsequent to the Period, the PDS and Market Index Description documents were updated on 29 May 2023 to reflect changes in the strategic asset allocations and/or benchmark indices for the Funds.

The PDS, Investing and withdrawing and Fees and other charges documents were updated on 3 July 2023 to reflect changes in eligibility to join the Scheme.

Changes to the Statement of Investment Policy and Objectives (SIPO)

On 30 June 2022, and subsequent to the Period on 29 May 2023, the SIPO was updated to reflect changes in the strategic asset allocations and/or the benchmark indices for the Funds.

Copies of the above documents can be obtained from the Scheme's offer register at disclose-register.companiesoffice.govt.nz. The most recent documents are also available on the AMP website at amp.co.nz/forms.

Related Party Transactions

All related party transactions during the Period are conducted on arms-length terms. There have been no material changes to any of the Scheme's related party transactions during the Period.

Other Information for Particular Types of Managed Funds

Unit Prices

Funds	Unit Price as at 2 May 2022	Unit Price as at 31 March 2023
AMP Conservative Managed Fund	n/a	1.007493
AMP Balanced Managed Fund	n/a	1.021736
AMP Growth Managed Fund	n/a	1.024456

Changes to Persons Involved in the Scheme

Directors of the Manager

The directors of the Manager and AMP Services (NZ) Limited (AMP Services), the Scheme's administration manager, as at 31 March 2023 were:



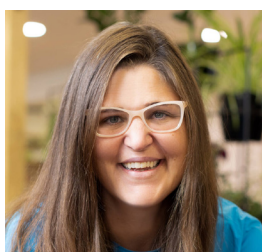
Jeffery Darren Ruscoe

Jeff started with AMP in 2002 and has held a number of roles including General Manager Customer Service and General Manager Product and Marketing. In April 2019 Jeff was appointed Chief Client Officer, responsible for serving AMP's clients through its marketing, retention and product initiatives. Jeff's career in financial services includes roles in strategy, sales, distribution and product at AMP and marketing and investment roles at the Medical Assurance Society and the Public Trust. Jeff was appointed Managing Director on 29 April 2022.



Mark David Ennis

Mark has over 25 years' senior management experience in financial services, including leadership positions in strategy, marketing and business acquisition. Mark is responsible for AMP's associated financial advice and coaching business of AdviceFirst and enable.me, which help individuals and businesses realise better financial futures for themselves or their employees. He joined AdviceFirst in November 2013 bringing his specialist skills to help develop the business and its service for customers. Mark holds a First Class Honours Business Studies degree from Massey University, majoring in Marketing.



Katie Priscilla Breatnach

Katie is an experienced executive leader across a diverse range of organisations including ASX100, Fortune 500, public sector and start-ups in sectors as diverse as food/FMCG, financial services, technology, aviation and telecommunications. She has undergraduate degrees in law and arts from the University of Otago, a master's degree from Trinity College in Dublin, is a graduate of the advanced management programme at global business school INSEAD and is a qualified lawyer in Australia, New Zealand and Ireland. Katie is also a chartered member of the Institute of Directors and member of Global Women.

Katie is passionate about being Māori, about values based leadership and about a strong and sustainable Aotearoa for all of its people.

The following changes to the directors of the Manager and AMP Services have taken place during the Period:

- Timothy Pritchard resigned as director of both companies on 13 July 2022; and
- Katie Breatnach was appointed as director of both companies on 20 February 2023.

Key Personnel of the Manager

The directors of the Manager and AMP Services are also key personnel of those companies during the terms of their appointments.

As at 31 March 2023 the other key personnel of AMP Services were:

- Jacqueline Hollingsworth, Chief Financial Officer;
- Justine Burn, General Manager Technology & Customer Operations;
- Aaron Klee, General Manager Investment Management & Services;
- Justin Boyes, General Manager Retail Customer;
- Deborah Gyde, General Manager Customer Partnerships; and
- Melanie Smith, General Manager Employee Experience.

The following changes to the key personnel of AMP Services have taken place during the Period:

- Jeffery Mitchell resigned as Chief Financial Officer with effect from 12 August 2022;
- Aaron Klee, Justin Boyes and Deborah Gyde were appointed to their respective Executive roles outlined above with effect from 5 September 2022;
- Melanie Smith was appointed as General Manager Employee Experience with effect from 19 September 2022;
- Timothy Pritchard ceased to be General Counsel and left the company on 30 September 2022;
- Jacqueline Hollingsworth was appointed as Chief Financial Officer with effect from 1 November 2022;
- Katie Breatnach was appointed as General Manager Legal & Governance with effect from 28 November 2022;
- Dhaya Sivakumar resigned as Chief Operating Officer with effect from 2 December 2022; and
- Justine Burn was appointed as General Manager Technology & Customer Operations with effect from 1 February 2023.

Information on the directors and key personnel can also be found on the AMP website at amp.co.nz/nz/about/amp-people.

Directors of the Supervisor

The directors of the Supervisor as at 31 March 2023 were Bryan David Connor, Robin Albert Flanagan and Sarah Louise Graydon.

The following change to the directors of the Supervisor has taken place during the Period:

- Sarah Graydon was appointed as director on 20 March 2023.

How to Find Further Information

The Government maintains a register called Disclose. This register is split into a scheme register and an offer register.

The scheme register contains information relating to various schemes and you can find information such as the Scheme's trust deed, SIPO, financial statements and annual reports.


The offer register contains information on the investment options/funds offered by the Scheme and the Scheme's current fund updates.


You can access either of these registers at disclose-register.companiesoffice.govt.nz and search by entering 'AMP Wealth' into the Manager/Issuer search function.

Any of the above information is available on request, by contacting us at our details below. There is no charge for requesting this information.

Contact Details and Complaints

We are happy to help with any queries or complaints you may have. For enquiries, please contact the Manager of the Scheme. If you have a complaint you require help with, please contact the Customer Response Manager. Both can be contacted at:


 AMP Wealth Management New Zealand Limited
PO Box 55
Shortland Street
Auckland 1140

 0800 267 001
+64 4 439 5858 (International)


 investments@amp.co.nz or customerresponse@amp.co.nz


If we are unable to resolve your complaint, you can also contact the Supervisor at:

 Senior Relationship Manager, Corporate Trusts
The New Zealand Guardian Trust Company Limited
PO Box 3845
Wellington 6140

 0800 300 299
+64 9 475 0701 (International)


You can also contact the approved independent dispute resolution schemes for the Manager and the Supervisor respectively, at:

 Insurance & Financial Services Ombudsman Scheme
PO Box 10-845
Wellington 6143

 0800 888 202

 info@ifso.nz

 Financial Services Complaints Limited
PO Box 5967
Wellington 6140

 0800 347 257

 info@fscl.org.nz or complaints@fscl.org.nz

Neither of the above schemes will charge a fee to any complainant to investigate or resolve a complaint. AMP Services (NZ) Limited, as securities registrar, can also be contacted at the Manager's address above.

Want to know more?

Phone 0800 267 001
Email investments@amp.co.nz
Web amp.co.nz

Follow us on   

For more information about the Scheme, please see the applicable Product Disclosure Statement at amp.co.nz/forms or contact us on **0800 267 001**.

A little help

