

Quarterly update for month ending December 2023

Investment objective

The managed portfolio aims to provide income with a moderate level of capital growth and a moderately high level of capital volatility.

Key information

Code	NTH1114
Manager name	Zenith Investment Partners
Inception date	30 June 2021
Benchmark	Morningstar Australia Growth Target Allocation NR
Asset class	Diversified
Number of underlying assets	21
Minimum investment horizon	4 years
Portfolio income	Paid to Cash Account
Management fees and costs	1.05%
Performance fee	0.37%
Estimated net transaction costs	0.10%
Estimated buy/sell spread	0.16%/0.17%
Risk band/label	5/Medium to high
Minimum investment amount	\$500

About the manager

Zenith Investment Partners

Zenith is an Australian research house, specialising in managed funds research and consulting. Established in 2002, Zenith works with clients to build out managed portfolios solutions, investment capability and governance. Zenith's portfolio idea generation arises from annual reviews of the strategic asset allocation, quarterly sector reviews and manager selection. Manager selection is a key value add. This input occurs through Zenith's market-renowned annual sector reviews ratings, ranking and themes, and analyst best ideas portfolios

Returns

as at 31 December 2023

	Since inception*	1 Month (%)	3 Months (%)	6 Months (%)	1 Year (%)	3 Years (%)	5 Years (%)
Total return ¹	1.06	3.95	5.80	5.78	11.79	-	-
Income	2.14	0.02	0.23	1.46	2.49	-	-
Growth	-1.08	3.93	5.57	4.32	9.30	-	-
Benchmark ²	3.27	4.32	6.67	5.55	12.76	-	-

Asset allocation



as at 31 December 2023

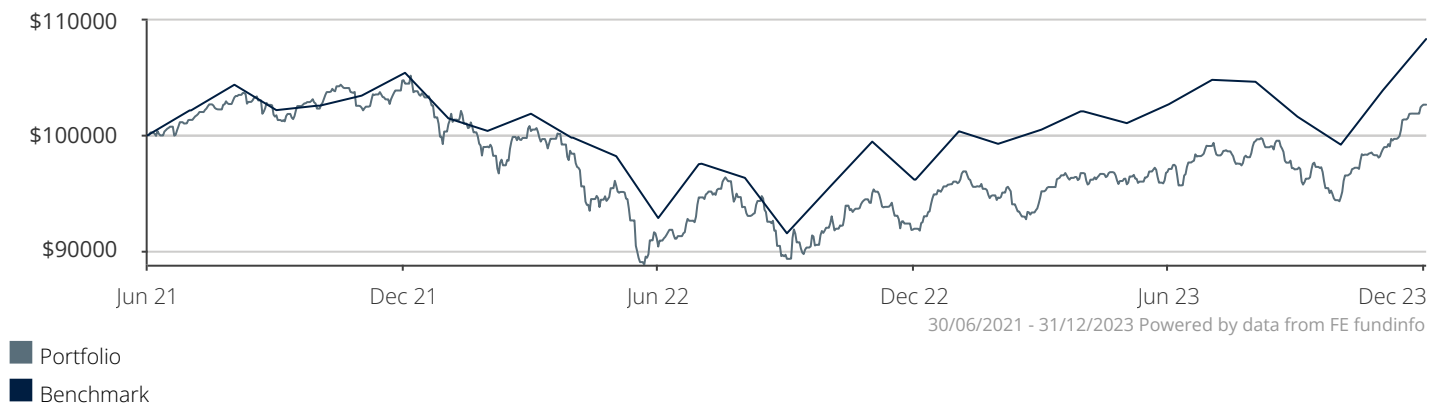
Growth assets	Allocation (%)
Australian Equities	29.9
International Equities	29.6
Property	5.3
Other	4.9
Total	69.7%
Defensive assets	Allocation (%)
Australian Fixed Interest	13.5
International Fixed Interest	10.3
Cash	6.5
Total	30.3%

Asset allocation data sourced via Morningstar® from the underlying fund manager.

¹ The managed portfolio performance represents total return for the periods. Returns have been calculated using the time-weighted method, they assume distributions are reinvested and are after investment management fees and indirect costs. Total and growth returns include accrued distributions, while income return includes paid distributions only. Returns do not take into account tax payable. Individual client returns may vary based on the contributions, withdrawals, and timing differences within the managed portfolio

Performance history

\$100,000 invested since 30/06/2021



Managed portfolio holdings³

Holding	Asset class	Allocation (%)
PIMCO Global Bond Fund - Wholesale Class	International Fixed Interest	11.1
Legg Mason Western Asset Australian Bond Fund - Class M	Australian Fixed Interest	10.8
Alphinity Concentrated Australian Share Fund	Australian Equities	9.3
Arrowstreet Global Equity No. 2 Fund (Hedged) - Class W	International Equities	9.0
Solaris Australian Equity Long Short Fund	Australian Equities	8.5
Bennelong ex-20 Australian Equities Fund	Australian Equities	5.9
L1 Capital International Fund - Z Class	International Equities	5.8
Eiger Australian Small Companies Fund - Class A	Australian Equities	4.0
MFS Hedged Global Equity Trust	International Equities	3.9
Maple-Brown Abbott Global Listed Infrastructure Fund (Hedged)	International Equities	3.6
Resolution Capital Global Property Securities Fund	Property	3.3
Barrow Hanley Global Share Fund - Class S	International Equities	3.1
GQG Partners Emerging Markets Equity Fund - Z Class	International Equities	3.1
Fairlight Global Small & Mid Cap (SMID) Fund - Class A	International Equities	3.0
Eley Griffiths Group Emerging Companies Fund	Australian Equities	2.5
Janus Henderson Global Multi-Strategy Fund - Institutional Class	Other	2.5
Man AHL Alpha (AUD) - Class B	Other	2.5
Firetrail Absolute Return Fund	Cash	2.3
UBS CBRE Property Securities Fund	Property	2.1
Pendal Dynamic Income Fund	Australian Fixed Interest	2.0
Cash Account	Cash	2.0

Quarterly manager commentary

Market Update

The growing expectation of interest rate cuts, sooner than expected, was a key market driver over the quarter. This resulted in significant rallies across markets.

In Australia, the share market posted strong gains for the December quarter. Property shares, such as Scentre Group, and Healthcare shares, like CSL, led the quarter's gains. Australian banks continued to profit from higher earnings, while the miners, such as BHP and Rio Tinto, benefited from rising commodity prices.

Similarly, global shares ended the year on a very strong note, driven by clear signs that the interest rate hiking cycle in the United States is likely over. Technology shares, led by the so-called "Magnificent Seven" (Apple, Microsoft, Alphabet, Amazon, Tesla, Nvidia and Meta), were the key performers over the quarter, while global Property shares were also buoyed.

In its final meeting of 2023, the Reserve Bank of Australia (RBA) held the cash rate at its current level of 4.35%, stating there had been "encouraging signs of progress" in bringing inflation down, although they required time to assess the impact and would not hastily lower the cash rate. This more cautious stance adopted by the RBA relative to its US counterpart boosted the Australian dollar.

Portfolio update

The portfolio grew by 5.80% over the quarter, and by 11.79% over the 12-month period to 31 December 2023.

Listed Property was the strongest performer over the quarter, followed by Australian Shares and International Shares. Your Bond exposures delivered strong results, while your diversifying strategies were the only laggards over the period. Over the year, International Shares were the key driver of absolute performance, with substantial contributions also coming from Australian Shares and Bonds.

Market Outlook

The prospect of a 'soft-landing' scenario seems increasingly plausible. This scenario is where interest rates are lifted just enough to curb inflation without causing a major recession or a meaningful spike in unemployment. This scenario is broadly positive for markets, although we will likely see economic growth slow below the current trend. With this in mind, we currently favour areas of the market that we believe offer attractive value (i.e. markets which didn't rally as strongly in 2023) and higher growth potential, such as global & Australian smaller companies and emerging market shares.

During the quarter, changes were made to prepare your portfolio for the two most likely outcomes; the 'soft-landing' scenario and 'higher for longer' scenario. This centred around reducing the allocation to Australian smaller companies, and increasing its exposure to high quality companies that have a history of consistent earnings and strong balance sheets. These enhancements were made to make your portfolio more resilient while enhancing your portfolio's potential to generate capital growth.

Rebalancing action was also conducted during the quarter to reallocate cash distributions and align the portfolio with its strategic asset allocation weights.

3 A significant percentage of assets comprising this portfolio are only available through the managed portfolios and therefore can't be transferred out of the MyNorth Managed Portfolio Scheme. For more information relating to restrictions that may apply to asset transfers, refer to the 'Transferring assets in and out of your Portfolio' in Part 1 of the MyNorth Managed Portfolios PDS.

Important Information

NMMT Limited (ABN 42 058 835 573 AFS License 234653), is the responsible entity of MyNorth Managed Portfolios (ARSN 624 544 136) (Scheme). To invest in the Scheme, investors will need to obtain the current Product Disclosure Statement (PDS) which is available at northonline.com.au. The PDS contains important information about investing in the Scheme and it is important investors consider their circumstances and read the PDS before making a decision about whether to acquire, continue to hold or dispose of interests in the Scheme. This quantitative report has been prepared for the purpose of providing general information, without taking account of any particular investor's objectives, financial situation or needs. Although the information is from sources considered reliable, AMP doesn't guarantee that it's accurate or complete. You shouldn't rely upon it and should seek professional advice before making any financial decision. Except where liability under any statute can't be excluded, AMP doesn't accept any liability for any resulting loss or damage to the reader or any other person. MyNorth Managed Portfolios are not sponsored, endorsed, sold or promoted by Morningstar, Inc. or any of its affiliates (all such entities, collectively, "Morningstar Entities"). The Morningstar Entities make no representation or warranties regarding the advisability of investing in managed portfolios generally or in the MyNorth Managed Portfolios in particular, or the ability of the Morningstar Benchmarks to accurately represent the asset class or market sector that it purports to represent. The Morningstar Entities and their third party licensors do not guarantee the accuracy and/or the completeness of the Morningstar Benchmarks, and the Morningstar Entities and their third party licensors shall have no liability for any errors, omissions, or interruptions included therein. The S&P/ASX 20 TR Index, S&P/ASX 200 TR Index, S&P/ASX 200 A-REIT TR Index, S&P/ASX 200 Industrials TR Index, S&P/ASX 300 TR Index, S&P/ASX 300 TR Index excluding S&P/ASX 20 TR Index, S&P/ASX Small Ordinaries TR Index, S&P/ASX 100 TR Index ("Index") is a product of S&P Dow Jones Indices LLC, its affiliates and/or their licensors and has been licensed for use by NMMT Limited. Copyright © 2021 S&P Dow Jones Indices LLC, its affiliates and/or their licensors. All rights reserved. Redistribution or reproduction in whole or in part are prohibited without written permission of S&P Dow Jones Indices LLC. For more information on any of S&P Dow Jones Indices LLC's indices please visit www.spdji.com. S&P® is a registered trademark of Standard & Poor's Financial Services LLC and Dow Jones® is a registered trademark of Dow Jones Trademark Holdings LLC. Neither S&P Dow Jones Indices LLC, Dow Jones Trademark Holdings LLC, their affiliates nor their third party licensors make any representation or warranty, express or implied, as to the ability of any index to accurately represent the asset class or market sector that it purports to represent and neither S&P Dow Jones Indices LLC, Dow Jones Trademark Holdings LLC, their affiliates nor their third party licensors shall have any liability for any errors, omissions, or interruptions of any index or the data included therein.