

MyNorth Managed Portfolios



HORIZON PENSION 60% GROWTH PORTFOLIO

Monthly Update for Month Ending December 2025

Investment objective

Aims to deliver return outperformance against the benchmark over the medium to longer term.

Key information

Code	NTH0262
Manager name	Mercer
Inception date	31 May 2022
Benchmark	Morningstar Australia Balanced Target Allocation NR AUD
Asset class	Diversified
Number of underlying assets	23
Minimum investment horizon	4 years
Portfolio income	Default - Paid to Platform Cash
Management fees and costs	0.68%
Performance fee	0.07%
Estimated Transaction Costs	0.05%
Risk band/label	5/Medium to high
Minimum investment amount	\$500

About the manager

Mercer

Mercer is a multi-national investment manager, using specialised investment tools and strategies to provide robust and diversified portfolios for their clients. The team manages approximately \$200 billion worldwide, with approximately \$33 billion invested in Australia and New Zealand. With Australian operations commencing in 1972, Mercer's primary driver in portfolio construction is risk management - spreading investments across investment types and different risks to mitigate periods of market volatility and protecting investments from loss. Using a multi-dimensional framework, Mercer uses active management in asset classes offering the greatest opportunity for skilled investment managers to add value while using passive management to manage risk or constructing a portfolio to deliver close to market returns.

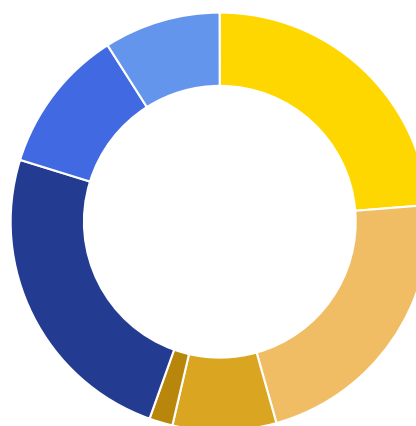
Returns

as at 31 December 2025

	Since inception*	1 Month (%)	3 Months (%)	6 Months (%)	1 Year (%)	3 Years (%)	5 Years (%)
Total return ¹	7.25	0.25	0.43	3.27	7.60	9.10	-
Income	4.69	0.18	0.92	3.30	5.00	4.32	-
Growth	2.56	0.07	-0.49	-0.03	2.60	4.78	-
Benchmark ²	7.37	0.06	0.63	3.99	8.60	9.72	-

* Since inception returns commence from the month end of the portfolio's launch.

Asset allocation



as at 31 December 2025

Growth assets		Allocation (%)
■	Australian Equities	23.7
■	International Equities	21.9
■	Property	8.0
■	Other	1.8
Total		55.4%
Defensive assets		Allocation (%)
■	Australian Fixed Interest	24.3
■	International Fixed Interest	11.2
■	Cash	9.0
Total		44.5%

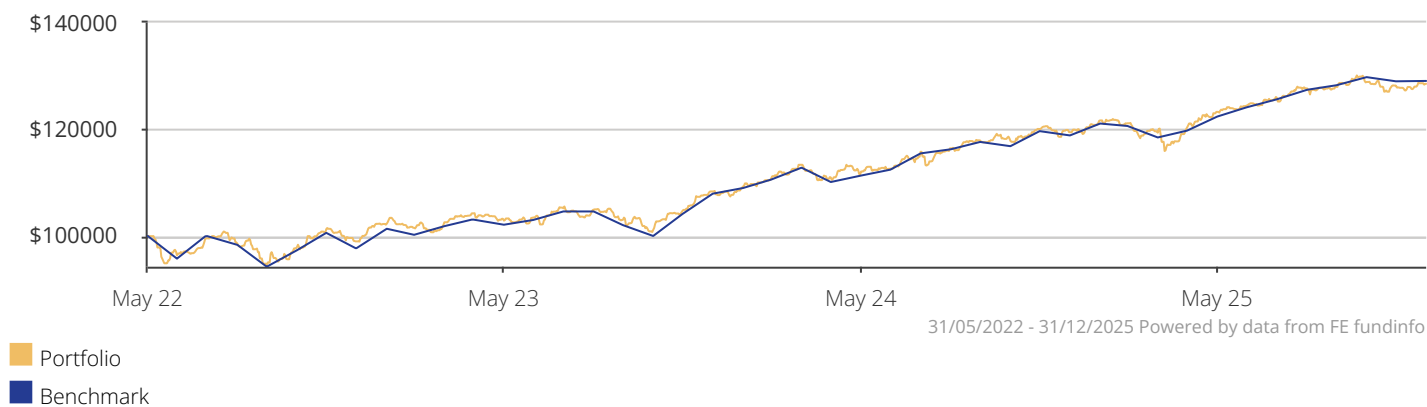
Asset allocation data sourced via Morningstar® from the underlying fund manager.

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

² The applicable Benchmark for this portfolio is shown in the Key Information section.

Performance history

\$100,000 invested since 31/05/2022



Managed portfolio holdings³

Holding	Asset class	Allocation (%)
Macquarie True Index Australian Fixed Interest	Australian Fixed Interest	15.4
AB Dynamic Global Fixed Income Fund	International Fixed Interest	9.5
Perpetual Diversified Income Fund - Class S units	Australian Fixed Interest	6.5
Vanguard Australian Shares Index Fund (W)	Australian Equities	5.8
Alphinity Concentrated Australian Share Fund	Australian Equities	5.6
Plato Australian Shares Income Fund	Australian Equities	5.6
Ausbil Active Dividend Income Fund - MA Class	Australian Equities	5.5
JPMorgan Global Select Equity Fund - Class I Units	International Equities	4.1
Pengana Global Private Credit SMA Fund - Class A	International Fixed Interest	3.9
AMP Australian Property Index Fund	Property	3.8
Acadian Global Managed Volatility Equity - Class A	International Equities	3.7
Resolution Capital Global Property Securities Fund - Class C	Property	3.6
Coolabah Floating-Rate High Yield Fund - Institutional Class	Australian Fixed Interest	3.5
Lazard Global Infrastructure Fund (Hedged) - S Class	International Equities	3.5
Ninety One Aus Fund - Gbl Frhise Fund - M Class	International Equities	3.3
JPMorgan Global Select Equity Fund - Class I (Hedged) Units	International Equities	3.0
Ishares Msci Japan Etf	International Equities	2.5
Macquarie Cash	Cash	2.3
Robeco Emerging Conservative Equity Fund (AUD) - Class C	International Equities	2.3
P/E Global FX Alpha No.1 Fund - Class W	Other	2.3
Vanguard International Shares Index Fund (Hedged)	International Equities	1.8
Man AHL Alpha (AUD) - Class B	Other	1.6
Cash Account	Cash	1.0

Quarterly manager commentary

Market Update

In Q4 2025, global equities rose, helped by AI enthusiasm, monetary policy easing and fiscal stimulus measures, while trade tensions eased as the year progressed. 2025 was a strong year for risk assets as markets shrugged off tariff concerns with focus shifting towards positive earnings growth momentum particularly from large cap US equities. Global government bonds showed mixed trends across economies and maturities. In the US, the yield curve steepened, with 2-10-year spread widening over Q4. Progress on disinflation and continued gradual weakness in the US labour market led the Fed to cut interest rates in December with markets pricing more rate cuts to come. Commodity prices rose over Q4, led by metals. Silver and gold rallied, up 51% and 12%, respectively. Silver outperformed gold due to strong industrial demand and supply shortages. Gold remained favored as a safe haven and appears to be driven by strong retail demand. Copper saw the largest gains among industrial metals, driven by strong expected demand from the AI datacentre build out.

In Australia, the Reserve Bank of Australia (RBA) held rates steady at 3.6% at their December meeting, in line with market expectations. Although market expectations have recently shifted toward rate hikes in 2026, our view is that the RBA is unlikely to pivot that quickly. It is more likely that the RBA will remain on hold into 2026. Australian shares fell -0.9% over the quarter, as stronger than expected labour market data and higher inflation both suggested that future interest rate cuts in Australia may not eventuate. The materials sector was the best performing sector over the quarter, higher by 12.9% driven by higher commodity prices, followed by the energy sector, which increased marginally, by 0.9%

Portfolio Update

Australian shares fell -0.9% over the quarter, as stronger than expected labour market data and higher inflation both suggested that future interest rate cuts in Australia may not eventuate. The materials sector was the best performing sector over the quarter, higher by 12.9% driven by higher commodity prices, followed by the energy sector, which increased marginally, by 0.9%.

The Ausbil Active Dividend Income Fund outperformed its benchmark over the quarter, returning 0.1%. The strategy's overweight to Materials and Communication Services sectors contributed to relative performance. The strategy's investment approach continues to focus on the sustainability and growth potential of a company's future dividend streams.

The Plato Australian Shares Income underperformed the benchmark over the quarter, returning -1.4%. The manager's systematic approach modestly detracted, as Momentum and Sentiment outperformed in contrast to Quality and Value.

International shares (hedged) rose 3.5% over the quarter, supported by a strong US Q3'25 earnings season and Fed rate cuts. Healthcare was the best performing sector over the quarter, up 10.8%, as pharmaceuticals performed strongly following solid earnings reports. This was followed by the materials sector, which rose 5.2%, as metal prices moved higher over the quarter. The consumer discretionary sector was the worst performing sector for the quarter but still saw gains, up 1.4%.

The JPMorgan Global Select Fund underperformed the benchmark over the quarter, returning 0.2%. Stock selection in media and technology – semi & hardware detracted from performance. The fund continues to reduce risk by not taking on outsized regional, sector or style biases, subsequently maintaining a well-diversified portfolio as the implications for inflation and growth remain uncertain.

International listed infrastructure was higher, up 0.8%; while international listed property was flat.

The Resolution Capital Global Property Securities Fund outperformed its benchmark over the quarter, returning 1.1%. Stock selection in self-storage and retail, as well as overweight positions in diversified and healthcare segments contributed to relative performance. The fund offers broad exposure to global listed property sectors, provides inflation-linked cash flows, as well as diversification to equity investments.

The Lazard Global Listed Infrastructure Fund outperformed its benchmark over the quarter, returning 5.3%. Stock selection within Toll Roads and Utilities contributed to relative performance. Infrastructure assets generally offer stable returns and protect against inflation, which typically benefits portfolios during periods of economic uncertainty and rising inflation.

Australian government bonds were down -1.3% over the quarter. Australian 10-year government bond yields rose by 44bps over the quarter, as markets priced in interest rate hikes in 2026 following stronger labour market data and higher inflation. International government bonds were up 0.5% over the quarter.

The AB Dynamic Global Fixed Income Fund underperformed its benchmark over the quarter, returning 0.8%. The underperformance was largely due to negative contributions from country positioning in Australia, the Eurozone, and Canada. The fund provides diversified exposures to growth fixed income assets, such as high yield and securitised assets in both developed and emerging markets.

Perpetual Diversified Income Fund outperformed its benchmark over the quarter returning 1.1% with income return a key contributing factor to performance, primarily driven by investing in Residential Mortgage-Backed Securities and offshore bank allocations. The manager aims to provide the portfolio with exposure to short duration Australian credit exposure and reduces the fund's sensitivity to bond yield movements.

The P/E Global FX Alpha Fund returned 2.2% over the December quarter. The current long US Dollar position strengthened against most major currencies as risk premiums have reversed from the beginning of 2025. The strategy continues to uphold its characteristics of being uncorrelated to equities whilst providing equity like returns over the long-term.

Man AHL Alpha Fund returned 7.1% over the December quarter, led by metals, currencies and equities. A short Japanese yen position contributed, as did long positions in gold, silver, platinum and copper. The fund is designed to identify signals and exploit behavioural biases over the long term, however, can lag in volatile periods where prevailing trends remain unclear over the short-term.

Portfolio changes during the quarter:

Mercer implemented a strategic short-term allocation to Japanese equities, with Japan looking set to benefit from corporate governance reforms and a resilient economy, while equity valuations look appealing.

Market Outlook

We expect the international economy to stay fairly strong going into 2026. US consumer spending should remain solid; helped by steady income growth, strong share markets, and generally healthy household finances. Outside the US, we see a small pickup in growth. Emerging Markets and Japan are expected to keep performing well. China's growth will likely stay below its potential because of ongoing weakness in the property sector. The Fed is likely to cut rates further, but probably not as much as markets expect. The Bank of Japan is expected to keep raising rates, while the Bank of England will likely start easing policy as inflation moves closer to its target. Australian economic growth is likely to pick up in 2026; driven by recent RBA interest rate cuts, improving consumer confidence, and solid income growth. Although market expectations have recently shifted toward rate hikes in 2026, our view is that the RBA is unlikely to pivot that quickly. It is more likely that the RBA will remain on hold into 2026, taking a data dependent approach and assessing each new inflation and employment release. Nonetheless, mounting evidence suggests that most of the easing cycle is already behind us. Headline inflation will continue to rise in 2026 as government energy rebates expired in December, although this should be a short-

term impact that the RBA should not be concerned about. Finally, the situation in Venezuela is not expected to impact international markets significantly. Typically, heightened geopolitical risks increase investor concerns and push oil prices higher. However, Venezuela's oil output has declined as its infrastructure has deteriorated, despite the country holding the world's largest oil reserves. If output is restored and increased, higher supply could instead put downward pressure on oil prices.

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.

These partnered managed portfolios are only available to you, if at the time you made your application, you are a client of Sydney West Financial Services Pty Ltd (Sydney West Financial Services) (ABN 15 132 442 490, AFSL 232706). If you cease to be a client of Sydney West you will no longer be eligible for access to these partnered managed portfolios. We will close your Portfolio within the Scheme and transfer the underlying assets in your Portfolio to your North Platform account or realise the underlying assets to cash and transfer this cash to your North Platform account. For more information relating to restrictions that may apply to these partnered managed portfolios, refer to the 'Eligibility' in Part 1 of the MyNorth Managed Portfolios PDS.