

Fund Summary

OnePath International Shares Index

OneAnswer Frontier Pension

30 June 2025

Fund details

Investment manager	OnePath Funds Management Limited
Fund code	MMF1694AU
Asset type	Equity World Large Blend
Region	Global
Fund size	\$361.72 million as at 30 Jun 2025
Commencement date	15 Nov 2010
Distributions	Retained

Investment objective

The fund seeks to track the returns (income and capital appreciation) of the MSCI World ex-Australia (with net dividends reinvested) in Australian dollars Index, before taking into account fees, expenses, and tax.

Investment strategy

The MSCI World ex-Australia Index comprises securities (shares) listed on the exchanges of the world's major developed economies. The fund will hold most of the securities in the index, allowing for individual security weightings to vary marginally from the index from time to time. The fund may invest in securities that have been removed from or are expected to be included in the index

Minimum time horizon

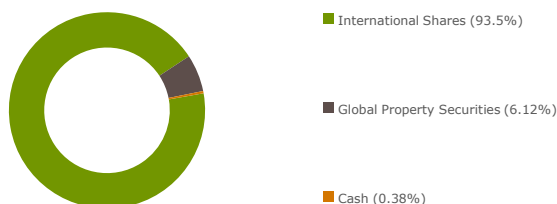
7 years

Standard Risk Measure*

The Standard Risk Measure (SRM) is based on industry guidance to allow investors to compare funds that are expected to deliver a similar number of negative annual returns over any 20 year period. The SRM for this fund is shown below:



Asset allocation



* For further information on Standard Risk Measures and the calculation methodology used, go to onepath.com.au/personal/performance/product-updates.aspx

† Returns quoted use the unit price which is calculated using the net asset values for the relevant month end. The prices shown may differ from the actual unit price if an investor is applying for or redeeming an investment. Actual unit prices will be confirmed following any transaction on an investor's investment. Please note that all returns are after the deduction of management fees and expenses and assumes all distributions are re-invested. Where applicable, management fees have been deducted at the highest entry fee option rate. No allowance has been made for entry or exit fees.

‡ Benchmark (MSCI World Ex Australia NR AUD) returns should be used for indicative purposes only. These returns may not be a true indication of this Fund's performance against its investment objective.

Fund performance

As at 30 Jun 2025

	1 mth	3 mth	1 yr	3 yr	5 yr	7 yr	10 yr
	%	%	%	% pa	% pa	% pa	% pa
Total Return †	2.44	5.84	18.35	20.12	15.44	13.24	12.09
Benchmark ‡	2.45	5.94	18.58	20.35	15.75	13.63	12.52
Excess Return	-0.01	-0.10	-0.23	-0.23	-0.31	-0.39	-0.43

Calendar year returns	YTD	2024	2023	2022	2021
Total Return †	3.29	30.88	22.97	-12.53	28.92
Benchmark ‡	3.39	31.18	23.23	-12.52	29.58
Excess Return	-0.10	-0.30	-0.26	-0.01	-0.66

Top 10 holdings

Security	% of fund
NVIDIA Corporation	5.19%
Microsoft Corporation	4.73%
Apple Inc.	4.15%
Amazon.com, Inc.	2.82%
Meta Platforms Inc Class A	2.18%
Broadcom Inc.	1.66%
Alphabet Inc. Class A	1.38%
Tesla, Inc.	1.24%
Alphabet Inc. Class C	1.18%
JPMorgan Chase & Co.	1.09%
Total Top 10	25.62%

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Market and portfolio review

The OnePath Global Shares –Large Cap (Unhedged) Index Pool portfolio returned +2.46% during the one month ending 30 June 2025. The portfolio tracked the underlying index, the MSCI World ex-Australia Index, which returned +2.45% during the same period. The portfolio provides exposure to developed market countries, excluding Australia, with a focus on large- and mid-cap equities. Information Technology (+1.84%) and Communication Services (+0.43%) contributed positively to absolute performance during the period. Consumer Staples (-0.24%) and Consumer Discretionary (-0.06%) sectors contributed negatively to absolute performance. From a country perspective, United States was the largest positive contributor to absolute performance (+2.31%), followed by Canada (+0.05%). Switzerland (-0.03%) and Japan (-0.01%) Countries detracted from absolute performance. Among individual securities, NVIDIA Corporation was the largest positive contributor to absolute performance (+0.69%) while Tesla, Inc. was the largest detractor on an absolute basis (-0.14%).

Future investment strategy

"Resilience", "Hope", "Complacency" are words that come to our minds when describing current market conditions. The market keeps pushing up to record levels regardless of what is thrown at it. This month's pre-emptive attack on Iran hardly dented the market's enthusiasm despite the threat of disruption to 20% of global oil flows, averted thanks to a swift yet fragile ceasefire. Another economic bomb, the US "reciprocal tariffs" declared on "Liberation Day" back in April, then delayed by 90 days, could come back into effect on July 9 unless "better" (for the US) deals are agreed, or a further extension is granted. To date, the 90 deals in 90 days promised looks optimistic with just one agreed (UK), and an agreed (undisclosed) "framework" for a deal with China. Recent talks of a trade truce have also helped, although our Prime Minister can't even get an audience with the US President to make our sacrificial offering.

In the meantime, companies we speak with indicate that they are delaying investment and hiring decisions given prevailing uncertainties, which does not help economic activity. Economic data in the US is starting to reflect this: consumer spending has softened, housing construction activity has weakened further, and GDP growth has been revised downward by 1% pa since January. The US Fed acknowledges this but still describes the US economy as resilient, maintaining instead its focus on inflation, with concern it might lift over the next few months on the back of the tariff implementation. If the data turns out to be more benign than expected by September, rate cuts should follow, and the market is pricing three cuts to US rates by year end. Yet, despite all the uncertainty which is starting to bleed into negative earnings revisions, the market seems to be taking the view that the worst is behind it, that tariffs will de-escalate, interest rates will be cut further, and that the rise of AI and the tax cuts in the so-called Big Beautiful Bill will keep fuelling growth. If the market is right, earnings will need to be revised upwards to start justifying the elevated market multiple. "Complacency" is the word that most resonates with our investment team at this stage (not the team, but the environment!). Risks have increased meaningfully and earnings are declining, yet valuations do not reflect the increased risk versus a few months ago. We keep scratching our heads, but we are aware that valuations can remain out of sync with earnings for a long time.

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