

For more information

T: 1800 658 404
 F: 1800 630 066
 E: clientservices@ampcapital.com
 W: www.ampcapital.com.au
 Or your institutional sales executive

AMP Capital Investors Limited
 ABN 59001777591, AFSL 232497

June 2010

Future Directions Hedged Core International Share Fund - Wholesale

Investment objective

To provide a total return (income and capital growth) after costs and before tax, above the Fund's performance benchmark on a rolling 3 year basis.

Minimum suggested time frame

5 to 7 years

Type of fund

The Fund is normally invested, through the Future Directions Core International Share Fund, in international shares.

Inception date

14 Sep 2004

Fund size

\$315.19 million

Management costs

0.9716% plus possible performance fees

Distribution frequency

Half Yearly

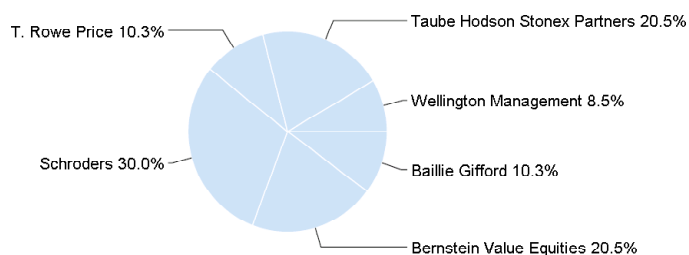
Buy/sell spread

+0.40/-0.40

Investment approach

The Fund is managed using a multi-manager style, investing in securities in global markets.

Manager allocation



Performance – periods to 30 June 2010

%	1 mth	3 mth	1 yr	3 yr	5 yr	incept
Before tax and after fees	-3.88	-11.92	13.10	-15.49	-2.07	-0.60
Before tax and fees	-3.80	-11.71	14.24	-14.18	-0.74	2.05
Benchmark	-3.86	-10.86	14.07	-10.99	0.47	2.56

*Performance more than 1 year is annualised

Performance and Activity

The Future Directions Hedged Core International Share Fund - Wholesale (the Fund) returned -11.92% (Before tax and after fees) in the Jun quarter, compared to the benchmark return of -10.86%

The value added by Schroders and Baillie Gifford was not sufficient to offset the value detracted by Bernstein, Taube Hodson Stonex, T Rowe Price and Wellington. Cash positions within the portfolios added value during a quarter which saw sharp declines in equities markets. During the quarter, the Alliance mandate was terminated.

The Fund benefited modestly from sector allocation, however stock selection was a key detractor from performance. Cash raised during the quarter in the Wellington portfolio was a key contributor to the value added from sector selection. An underweight exposure to the underperforming Energy sector helped performance, though this was offset by underweight allocations to the outperforming Consumer Staples and Utilities sectors. Stock selection detracted value across all sectors except Information Technology. Stock selection in Materials, Energy and Consumer Discretionary were the key positive contributors. Exposure to the outperforming emerging markets assisted, although stock selection by Baillie Gifford, Wellington and Bernstein within emerging markets dragged on performance. Emerging market exposure within the portfolios managed by Taube, Schroders and T Rowe Price added to performance.

Market commentary

International shares, and particularly Chinese shares, suffered a sharp correction during the June quarter, impacted by concerns that global growth may be hampered by fiscal austerity measures throughout Europe, continuing sovereign debt concerns and a slowdown in China due to recent monetary policy tightening. The leading measure of global share market performance, the MSCI World ex-Australia Accumulation Index, returned -11.2% in local currencies (or -4.8% in unhedged Australian dollar terms). The US S&P 500 Accumulation Index returned -11.4% in local currency terms. In the European region, the Eurostoxx Accumulation Index returned -9.3% in local currencies and the UK FTSE 100 Accumulation Index returned -12.6% in local currency terms. Shares in Asia also suffered with Japan's Topix Accumulation Index returning -13.9% and China's S&P/CITIC 300 Total Return Index returning -22.4%.

Outlook

Doubts over America's recovery and bank regulation, European government debt and China's monetary policy intentions have served to constrain global shares. International shares remain cheap and sentiment is negative, suggesting that once these doubts dissipate, global shares should deliver strong positive returns.

Manager focus

Baillie Gifford (concentrated growth)

The Baillie Gifford portfolio outperformed its benchmark for the June quarter.

Baillie Gifford is an active global shares manager, which follows a fundamental bottom-up investment process in a long-term growth style. Baillie Gifford holds a concentrated

portfolio, including some exposure to emerging market equities.

The main contributors to the portfolio's outperformance were positions in Apple, Chinese and Japanese search engine company Baidu.com and Chinese education provider New Oriental Education & Technology. The largest detractors from performance were holdings in Amazon.com, which was the portfolio's largest holding at quarter-end, Monsanto and eBay.

There was a limited number of transactions during the period. The portfolio's entire holding in SAP was liquidated; the manager believes that the development of cloud computing (where users can share information without using separate software programs) is a threat to SAP's prospects. The manager suspects the level of panic in markets was exaggerated in Spain, and therefore took the opportunity to increase the portfolio's holding in Santander, which has been hit hard by short-term concerns about the Spanish economy. Other additions to the portfolio included Intuitive Surgical, a leader in robot-assisted surgery, and Pinault-Printemps-Redoute, a French retailer and luxury products company with strong brands and effective, disciplined management.

Regional allocation

%	Current
North America	37.08
Europe ex UK	24.66
United Kingdom	11.96
Cash	10.74
Asia ex Japan	7.06
Japan	3.89
Others	3.03
Australasia	1.57

Investors should consider the current product disclosure statement (PDS) available from AMP Capital Investors Limited (ABN 59001 777 591) (AFSL 232497) for the Future Directions Hedged Core International Share Fund - Wholesale unit class before making any decision regarding the Fund. The PDS contains important information about investing in the Fund and it's 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 the product or any particular rate of return. Past performance is not a reliable indicator of future performance. AMP Capital makes no representation or warranty as to the accuracy or completeness of any statement in this fact sheet including any forecasts. This fact sheet has been prepared for the purpose of providing general information, without taking account of any particular investor's objectives or financial situation. An investor should, before making any investment decisions, consider the appropriateness of the information in this fact sheet, and seek professional advice, having regard to the investor's objectives and financial situation