

Mercer Super
Quarterly Report

Westpac Group Plan

30 June 2026

Economic review

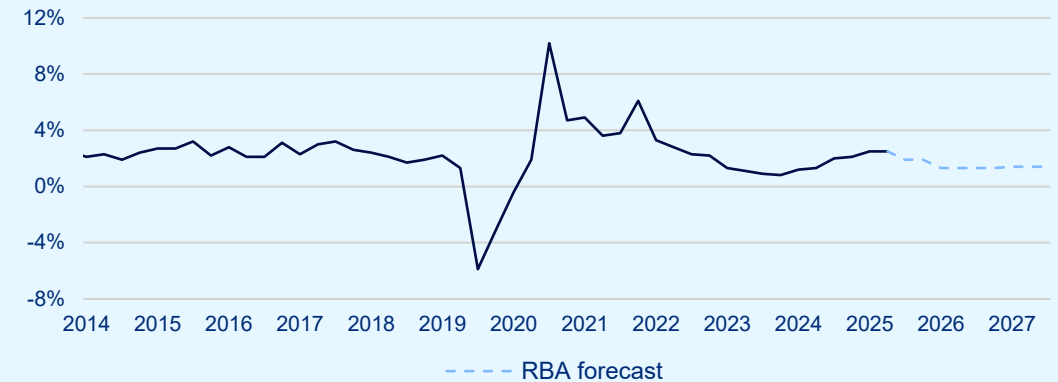
Australia: Pause in the tightening cycle; Reserve Bank of Australia (RBA) cash rate at 4.35%.

- Economic growth softened in Q1 2026, with Gross Domestic Product (GDP) rising 0.3% Quarter-on-Quarter (QoQ) and 2.5% Year-on-Year (YoY), slightly below the RBA's forecasts. Growth slowed after the energy subsidies ended and bad weather disrupted activity. Business investment remained strong.
- The FY 2026–27 Federal Budget projects a \$31.5b deficit and proposes tax reforms to support first-home buyers, including capital gains tax changes and removing negative gearing for established properties while retaining it for new builds.
- The RBA lifted rates by 25% to 4.35% over the quarter but kept them steady at the most recent meeting—its first pause since February 2026. After cumulative 0.75% increases over the past three meetings, the RBA pointed to tighter financial conditions, a stronger Australian Dollar (AUD) and falling house prices, signalling a cooling housing market.
- Australia's latest unemployment rate rose to 4.4% (from 4.3%) over the quarter.
- Headline inflation rose to 4.0% (YoY) (still above the RBA's target) but monthly Consumer Price Index (CPI) readings suggested price pressures were easing as lower energy costs flowed through.

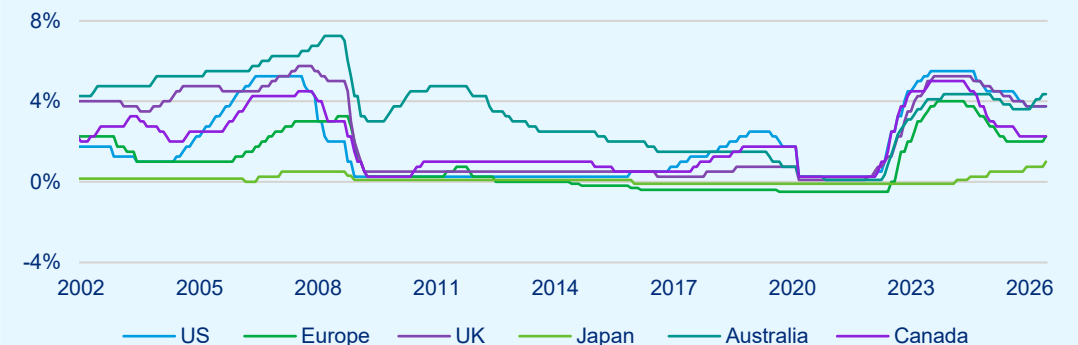
International: Strait of Hormuz reopens and oil tankers begin to transit.

- Over the quarter, the US and Iran have agreed to end months of fighting and reopen the Strait of Hormuz. The US Energy Secretary noted oil flows have returned to roughly pre-conflict levels. Oil prices fell to around US\$75 following this news.
- Global monetary policy became increasingly divergent, with the US Federal Reserve (Fed) and the Bank of England (BoE) keeping rates unchanged, while the European Central Bank (ECB) and Bank of Japan (BoJ) each raising rates by 0.25%, to 2.25% and 1.0% respectively. The quarter marked the first Fed meeting with Kevin Warsh as new Chair.
- US GDP growth in Q1 2026 was revised up to an annualised 2.1%, indicating continued support for global growth, with resilient underlying demand, steady services spending, and strong business investment—led by equipment spending up 17.2% annualised, including AI-related investment.
- The US labour market data remained strong, with unemployment steady at 4.3%.

Australia GDP and RBA forecast (%)



International Cash Rates (%)



Source: Bloomberg, Mercer, 30/06/2026

Market review

Australian shares rose, with consumer discretionary leading the gains

- Australian shares gained 4.1% on optimism over a potential Middle East conflict resolution but underperformed international markets.
- The consumer discretionary sector was the strongest performer, up 18.7%; followed by information technology, up 17%, as the sector continued to bounce back.
- The energy sector posted the largest decline, down -16.5%, after news that the US and Iran reached an agreement to end the conflict, which drove energy prices lower.

International shares rose, led by outperformance in the technology sector

- International shares (hedged) rose 14%, led by the information technology sector, which gained 33.8% as investor enthusiasm for AI continued. Industrials was the second-best performing sector, up 12.7%.
- Energy was the largest detractor, falling -13.1%, likely reflecting the decline in oil prices over the quarter.
- Emerging market shares (unhedged) rose 22.6%, driven by strong returns in South Korea and Taiwan.

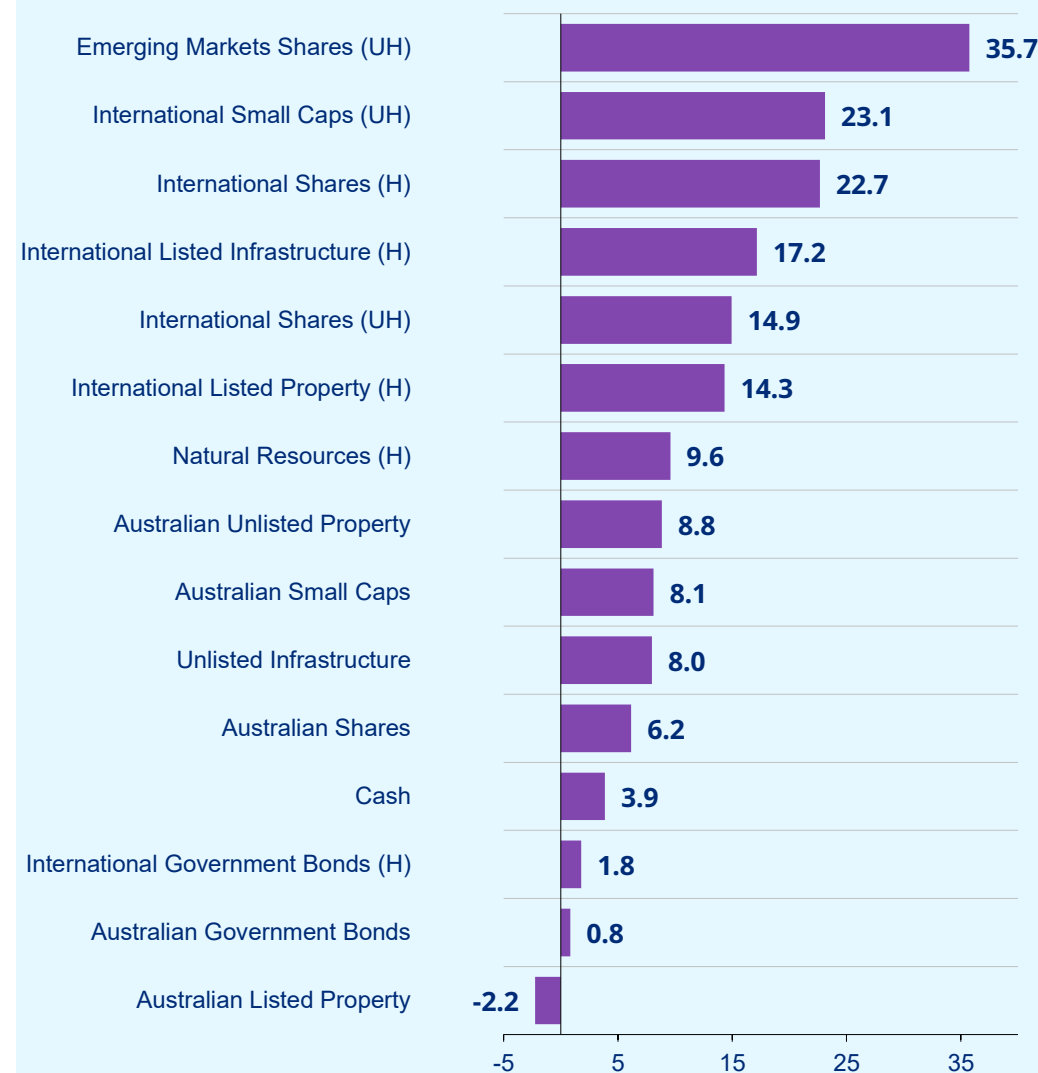
Commodity prices fell after the US and Iran reached an agreement

- Commodity prices weakened over the quarter. Brent crude oil fell -38.4% after the US and Iran agreed to a ceasefire followed by an agreement to end hostilities.
- Precious metals also retreated, with gold down -14.1% and silver down -20.6%, after several years of strong gains. Despite the quarterly decline, gold is still up 21.3% over the past year.

Australian fixed interest markets saw strong returns

- Australian government bonds continued to deliver strong returns, gaining 2.5% as yields continued to fall over the quarter.
- Australian 10-year government bond yields declined by 25% after the RBA paused its tightening cycle, amid weaker economic data and heightened geopolitical uncertainty.
- International credit spreads also tightened materially, reflecting the US and Iran reaching a potential agreement to end the conflict.

Market performance 12 Months to June 2026 (%)



Data source: LSEG Datastream. Data provided 'as is'. Details on chart constituents can be found on the Financial Market asset class benchmarks section of this report.

Westpac Group Plan Option

Quarter ending June 2026

The Mercer Heritage Australian Shares investment option is only available to members of the Westpac Group Plan who are currently invested in this option.

Mercer Heritage Australian Shares

Objective

To exceed the benchmark (S&P/ASX 300 Total Return Index), after investment fees, over the medium to long term.

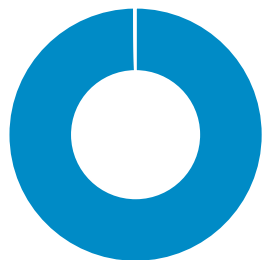
Performance

Total returns after fees & taxes (%)	3 mths	1 yr	5 yrs	10 yrs
Total returns	3.8	5.1	n/a	n/a
Benchmark return*	4.1	6.2	n/a	n/a

Growth 99.9%

Defensive 0.1%

Asset Allocation



- 99.9% Australian Shares
- 0.0% International Shares
- 0.0% Real Assets
- 0.0% Alternative Assets
- 0.0% Growth Fixed Interest
- 0.1% Defensive Fixed Interest & Cash

Mercer SmartPath® Ready-made Investment Options

Quarter ending June 2026

Great investors fine-tune their portfolios over time. Mercer SmartPath® is designed to do this for you automatically. The Mercer SmartPath® investment option takes a whole of life approach to investing your super. Our investment experts actively manage your portfolio to help ensure your asset mix is appropriate to your age.

The focus is on growth assets in your younger years, with a gradual shift to more defensive assets as you near retirement. Mercer SmartPath® is designed for members who want to take a simple, hands-off approach to their super. Select your SmartPath® cohort from the table to see more information.

Select your birth year

Born between 2018 - 1994	Born between 1993 – 1969	Born between 1968 – 1944	Born between 1943 to prior 1929
<u>2014 to 2018</u>	<u>1989 to 1993</u>	<u>1964 to 1968</u>	<u>1939 to 1943</u>
<u>2009 to 2013</u>	<u>1984 to 1988</u>	<u>1959 to 1963</u>	<u>1934 to 1938</u>
<u>2004 to 2008</u>	<u>1979 to 1983</u>	<u>1954 to 1958</u>	<u>1929 to 1933</u>
<u>1999 to 2003</u>	<u>1974 to 1978</u>	<u>1949 to 1953</u>	<u>Born prior to 1929</u>
<u>1994 to 1998</u>	<u>1969 to 1973</u>	<u>1944 to 1948</u>	

Mercer SmartPath® Ready-made Investment Options

Quarter ending June 2026

Our investment experts actively manage Mercer SmartPath® to help ensure your asset mix is appropriate to your age.

Born 2014 to 2018

Objective

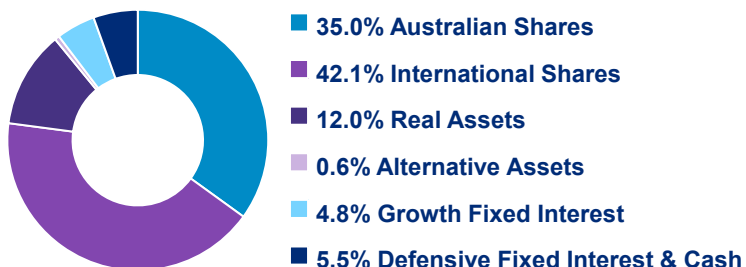
To achieve a return (after tax and investment fees) that exceeds CPI increases by at least 4.0% per annum over rolling ten year periods.

Performance

Total returns after fees & taxes (%)	3 mths	1 yr	5 yrs (p.a.)	10 yrs (p.a.)
Total returns	7.0	10.2	n/a	n/a

Growth 88.5% Defensive 11.5%

Asset Allocation



Born 2009 to 2013

Objective

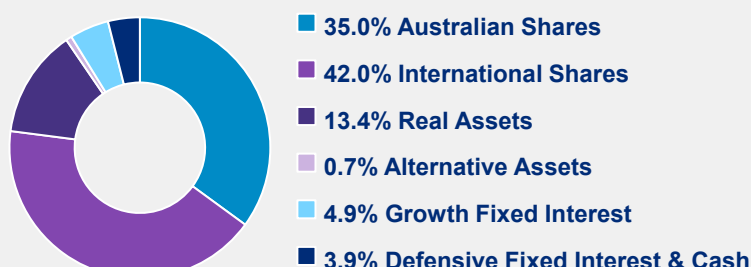
To achieve a return (after tax and investment fees) that exceeds CPI increases by at least 4.0% per annum over rolling ten year periods.

Performance

Total returns after fees & taxes (%)	3 mths	1 yr	5 yrs (p.a.)	10 yrs (p.a.)
Total returns	6.9	9.8	n/a	n/a

Growth 88.8% Defensive 11.2%

Asset Allocation



Born 2004 to 2008

Objective

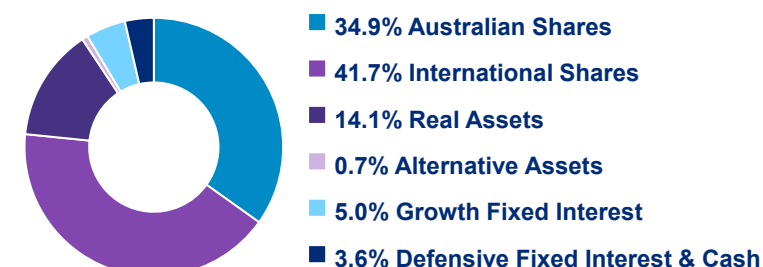
To achieve a return (after tax and investment fees) that exceeds CPI increases by at least 4.0% per annum over rolling ten year periods.

Performance

Total returns after fees & taxes (%)	3 mths	1 yr	5 yrs (p.a.)	10 yrs (p.a.)
Total returns	7.0	10.0	7.8	n/a

Growth 88.3% Defensive 11.7%

Asset Allocation



Mercer SmartPath® Ready-made Investment Options

Quarter ending June 2026

Our investment experts actively manage Mercer SmartPath® to help ensure your asset mix is appropriate to your age.

Born 1999 to 2003

Objective

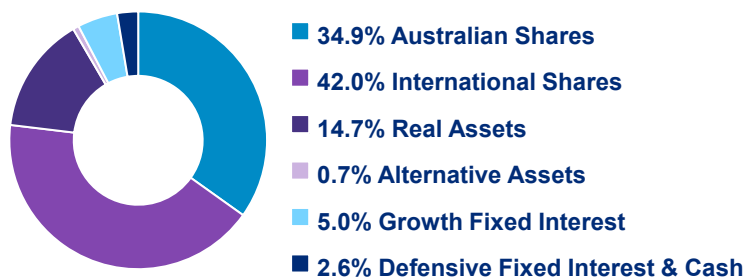
To achieve a return (after tax and investment fees) that exceeds CPI increases by at least 4.0% per annum over rolling ten year periods. The investment objective for the ten years to quarter end was 7.1% per annum.

Performance

Total returns after fees & taxes (%)	3 mths	1 yr	5 yrs (p.a.)	10 yrs (p.a.)
Total returns	7.2	10.6	7.9	8.8



Asset Allocation



MERCER
A MARSH BUSINESS

Born 1994 to 1998

Objective

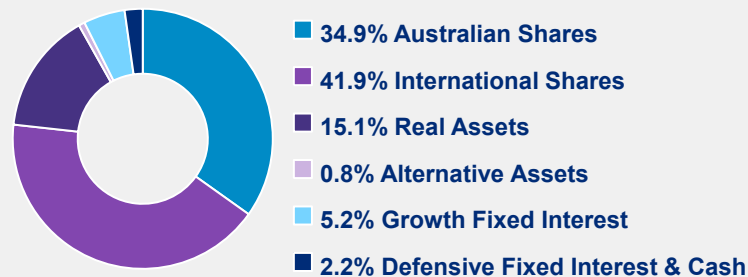
To achieve a return (after tax and investment fees) that exceeds CPI increases by at least 4.0% per annum over rolling ten year periods. The investment objective for the ten years to quarter end was 7.1% per annum.

Performance

Total returns after fees & taxes (%)	3 mths	1 yr	5 yrs (p.a.)	10 yrs (p.a.)
Total returns	7.2	10.4	8.0	8.9



Asset Allocation



Born 1989 to 1993

Objective

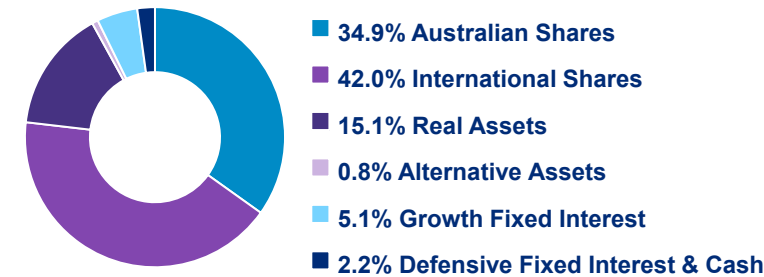
To achieve a return (after tax and investment fees) that exceeds CPI increases by at least 4.0% per annum over rolling ten year periods. The investment objective for the ten years to quarter end was 7.1% per annum.

Performance

Total returns after fees & taxes (%)	3 mths	1 yr	5 yrs (p.a.)	10 yrs (p.a.)
Total returns	7.2	10.4	8.0	9.0



Asset Allocation



Mercer SmartPath® Ready-made Investment Options

Quarter ending June 2026

Our investment experts actively manage Mercer SmartPath® to help ensure your asset mix is appropriate to your age.

Born 1984 to 1988

Objective

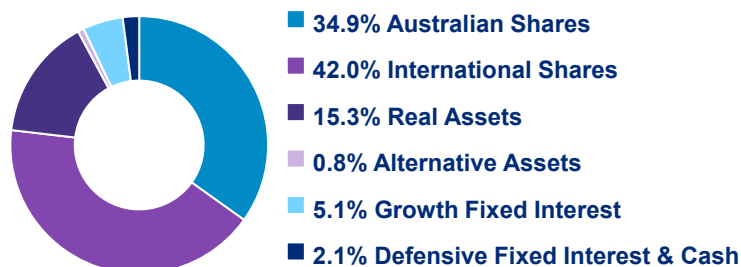
To achieve a return (after tax and investment fees) that exceeds CPI increases by at least 4.0% per annum over rolling ten year periods. The investment objective for the ten years to quarter end was 7.1% per annum.

Performance

Total returns after fees & taxes (%)	3 mths	1 yr	5 yrs (p.a.)	10 yrs (p.a.)
Total returns	7.2	10.5	8.0	9.0



Asset Allocation



Born 1979 to 1983

Objective

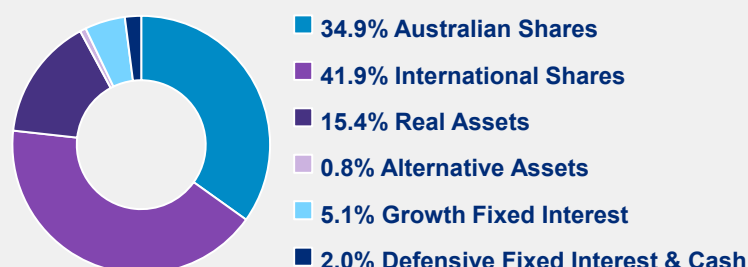
To achieve a return (after tax and investment fees) that exceeds CPI increases by at least 4.0% per annum over rolling ten year periods. The investment objective for the ten years to quarter end was 7.1% per annum.

Performance

Total returns after fees & taxes (%)	3 mths	1 yr	5 yrs (p.a.)	10 yrs (p.a.)
Total returns	7.2	10.4	8.0	9.1



Asset Allocation



Born 1974 to 1978

Objective

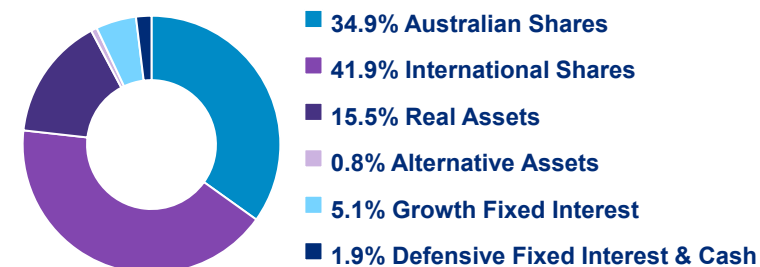
To achieve a return (after tax and investment fees) that exceeds CPI increases by at least 4.0% per annum over rolling ten year periods. The investment objective for the ten years to quarter end was 7.1% per annum.

Performance

Total returns after fees & taxes (%)	3 mths	1 yr	5 yrs (p.a.)	10 yrs (p.a.)
Total returns	7.2	10.4	8.0	9.0



Asset Allocation



Mercer SmartPath® Ready-made Investment Options

Quarter ending June 2026

Our investment experts actively manage Mercer SmartPath® to help ensure your asset mix is appropriate to your age.

Born 1969 to 1973

Objective

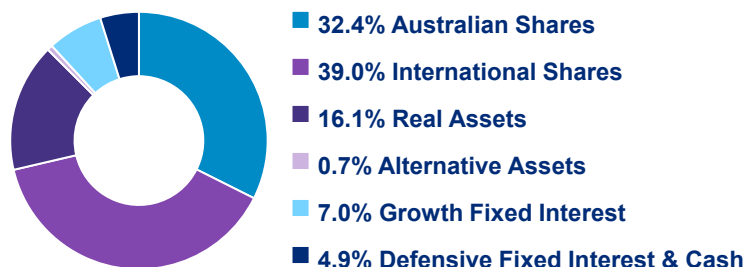
To achieve a return (after tax and investment fees) that exceeds CPI increases by at least 4.0% per annum over rolling ten year periods. The investment objective for the ten years to quarter end was 7.1% per annum.

Performance

Total returns after fees & taxes (%)	3 mths	1 yr	5 yrs (p.a.)	10 yrs (p.a.)
Total returns	6.9	10.1	8.0	9.0



Asset Allocation



Born 1964 to 1968

Objective

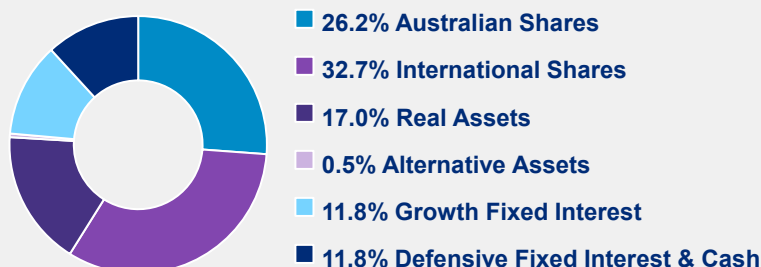
To achieve a return (after tax and investment fees) that exceeds CPI increases by at least 3.5% per annum over rolling ten year periods. The investment objective for the ten years to quarter end was 6.6% per annum.

Performance

Total returns after fees & taxes (%)	3 mths	1 yr	5 yrs (p.a.)	10 yrs (p.a.)
Total returns	6.0	8.9	7.3	8.3



Asset Allocation



Born 1959 to 1963

Objective

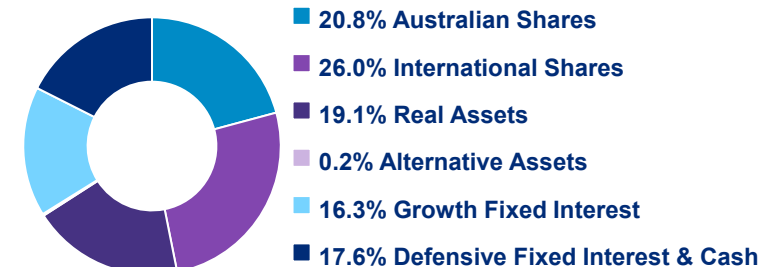
To achieve a return (after tax and investment fees) that exceeds CPI increases by at least 3.0% per annum over rolling seven year periods. The investment objective for the seven years to quarter end was 6.6% per annum.

Performance

Total returns after fees & taxes (%)	3 mths	1 yr	5 yrs (p.a.)	10 yrs (p.a.)
Total returns	5.2	7.7	6.5	7.3



Asset Allocation



Mercer SmartPath® Ready-made Investment Options

Quarter ending June 2026

Our investment experts actively manage Mercer SmartPath® to help ensure your asset mix is appropriate to your age.

Born 1954 to 1958

Objective

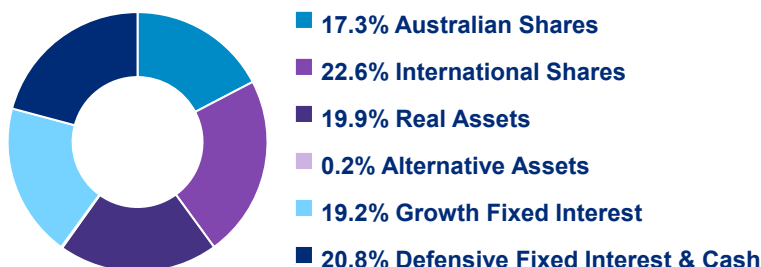
To achieve a return (after tax and investment fees) that exceeds CPI increases by at least 2.25% per annum over rolling seven year periods. The investment objective for the seven years to quarter end was 5.9% per annum

Performance

Total returns after fees & taxes (%)	3 mths	1 yr	5 yrs (p.a.)	7 yrs (p.a.)
Total returns	4.8	6.9	5.8	6.1



Asset Allocation



Born 1949 to 1953

Objective

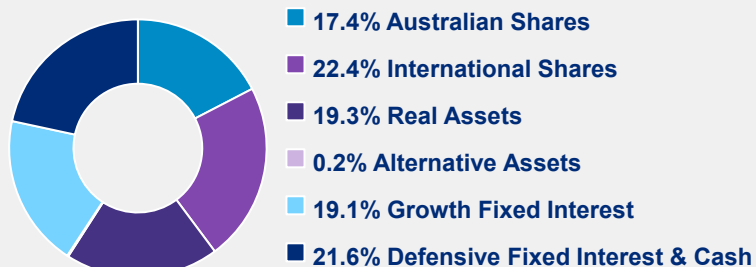
To achieve a return (after tax and investment fees) that exceeds CPI increases by at least 2.25% per annum over rolling seven year periods. The investment objective for the seven years to quarter end was 5.9% per annum.

Performance

Total returns after fees & taxes (%)	3 mths	1 yr	5 yrs (p.a.)	7 yrs (p.a.)
Total returns	4.8	7.0	5.6	5.6



Asset Allocation



Born 1944 to 1948

Objective

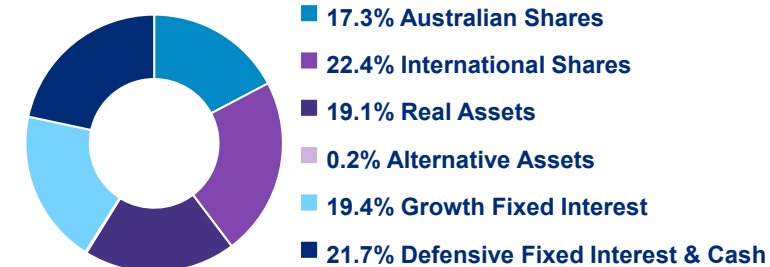
To achieve a return (after tax and investment fees) that exceeds CPI increases by at least 2.25% per annum over rolling seven year periods. The investment objective for the seven years to quarter end was 5.9% per annum

Performance

Total returns after fees & taxes (%)	3 mths	1 yr	5 yrs (p.a.)	7 yrs (p.a.)
Total returns	4.8	6.8	5.5	5.6



Asset Allocation



Mercer SmartPath® Ready-made Investment Options

Quarter ending June 2026

Our investment experts actively manage Mercer SmartPath® to help ensure your asset mix is appropriate to your age.

Born 1939 to 1943

Objective

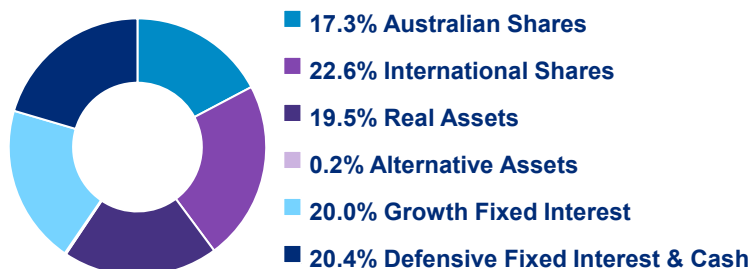
To achieve a return (after tax and investment fees) that exceeds CPI increases by at least 2.25% per annum over rolling seven year periods. The investment objective for the seven years to quarter end was 5.9% per annum.

Performance

Total returns after fees & taxes (%)	3 mths	1 yr	5 yrs (p.a.)	7 yrs (p.a.)
Total returns	4.8	6.8	5.5	5.6



Asset Allocation



Born 1934 to 1938

Objective

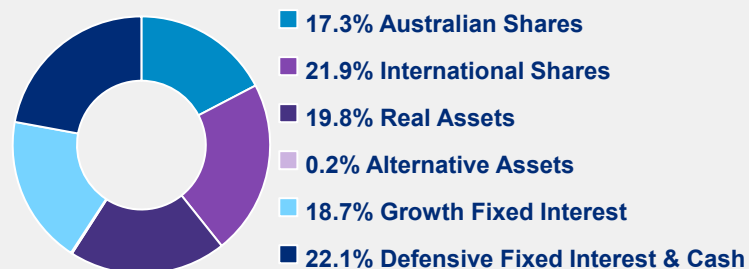
To achieve a return (after tax and investment fees) that exceeds CPI increases by at least 2.25% per annum over rolling seven year periods. The investment objective for the seven years to quarter end was 5.9% per annum.

Performance

Total returns after fees & taxes (%)	3 mths	1 yr	5 yrs (p.a.)	7 yrs (p.a.)
Total returns	4.7	7.0	5.5	5.6



Asset Allocation



Born 1929 to 1933

Objective

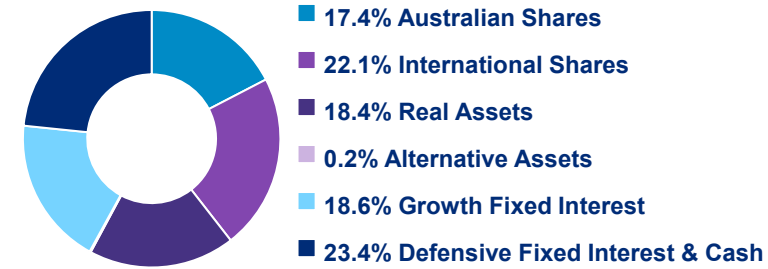
To achieve a return (after tax and investment fees) that exceeds CPI increases by at least 2.25% per annum over rolling seven year periods. The investment objective for the seven years to quarter end was 5.9% per annum.

Performance

Total returns after fees & taxes (%)	3 mths	1 yr	5 yrs (p.a.)	7 yrs (p.a.)
Total returns	4.8	7.1	5.6	5.8



Asset Allocation



Mercer SmartPath® Ready-made Investment Options

Quarter ending June 2026

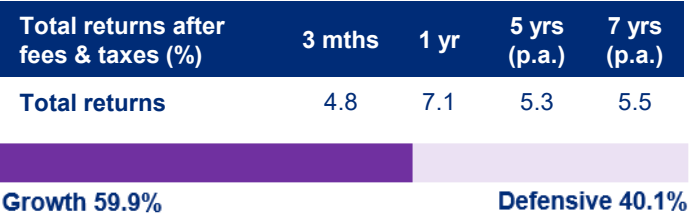
Our investment experts actively manage Mercer SmartPath® to help ensure your asset mix is appropriate to your age.

Born prior to 1929

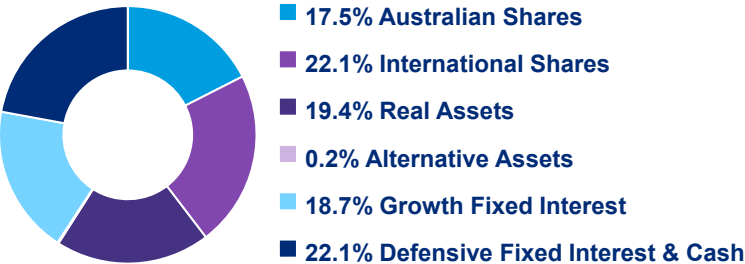
Objective

To achieve a return (after tax and investment fees) that exceeds CPI increases by at least 2.25% per annum over rolling seven year periods. The investment objective for the seven years to quarter end was 5.9% per annum.

Performance



Asset Allocation



Ready-made Investment Options

Quarter ending June 2026

Ready-made investment options combine a diversified mix of growth and defensive assets to suit different time frames, levels of risk and investment objectives.

Mercer High Growth

Objective

To achieve a return (after tax and investment fees) that exceeds CPI increases by at least 3.5% per annum over rolling ten year periods. The investment objective for the ten years to quarter end was 6.6% per annum.

Performance

Total returns after fees & taxes (%)	3 mths	1 yr	5 yrs (p.a.)	10 yrs (p.a.)
Total returns	6.9	9.6	7.8	9.0



Asset Allocation



Mercer Select Growth

Objective

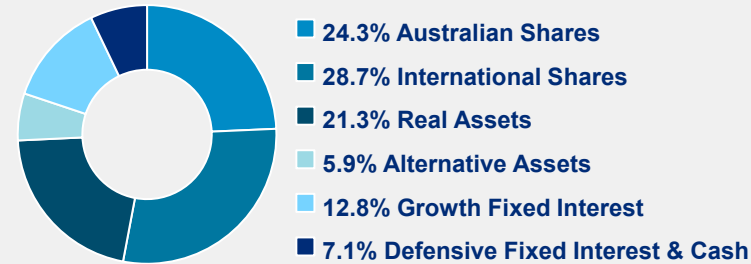
To achieve a return (after tax and investment fees) that exceeds CPI increases by at least 3.25% per annum over rolling seven year periods. The investment objective for the seven years to quarter end was 6.9% per annum.

Performance

Total returns after fees & taxes (%)	3 mths	1 yr	5 yrs (p.a.)	7 yrs (p.a.)
Total returns	5.3	7.6	6.5	7.0



Asset Allocation



Mercer Growth

Objective

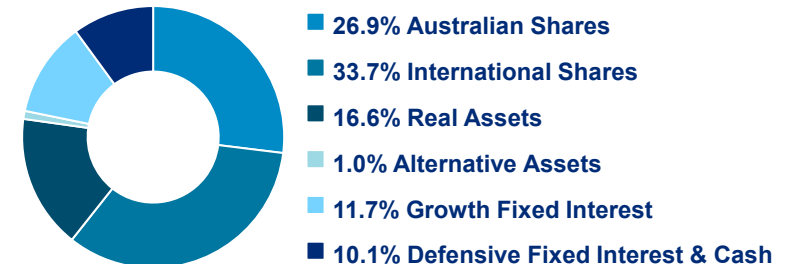
To achieve a return (after tax and investment fees) that exceeds CPI increases by at least 3.0% per annum over rolling seven year periods. The investment objective for the seven years to quarter end was 6.6% per annum.

Performance

Total returns after fees & taxes (%)	3 mths	1 yr	5 yrs (p.a.)	7 yrs (p.a.)
Total returns	6.0	8.7	6.9	7.2



Asset Allocation



Ready-made Investment Options

Quarter ending June 2026

Ready-made investment options combine a diversified mix of growth and defensive assets to suit different time frames, levels of risk and investment objectives.

Mercer Moderate Growth

Objective

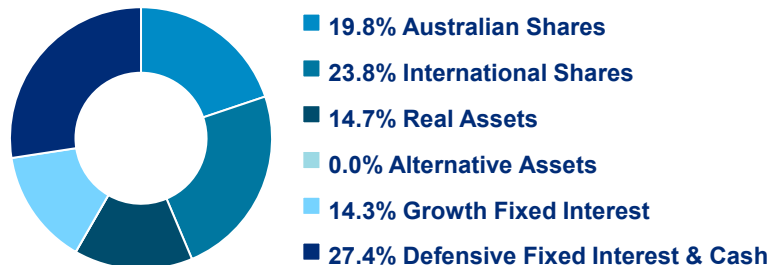
To achieve a return (after tax and investment fees) that exceeds CPI increases by at least 2.0% per annum over rolling seven year periods. The investment objective for the seven years to quarter end was 5.6% per annum.

Performance

Total returns after fees & taxes (%)	3 mths	1 yr	5 yrs (p.a.)	7 yrs (p.a.)
Total returns	4.8	7.1	5.7	5.8



Asset Allocation



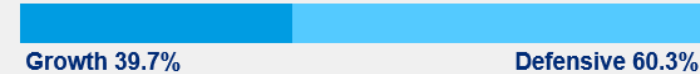
Mercer Conservative Growth

Objective

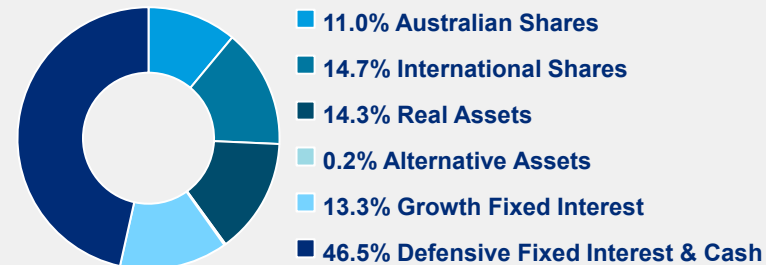
To achieve a return (after tax and investment fees) that exceeds CPI increases by at least 1.0% per annum over rolling five year periods. The investment objective for the five years to quarter end was 5.4% per annum.

Performance

Total returns after fees & taxes (%)	3 mths	1 yr	3 yrs (p.a.)	5 yrs (p.a.)
Total returns	3.6	5.2	6.2	4.1



Asset Allocation



Select-Your-Own Mercer Sustainable Investment Options

Quarter ending June 2026

Mercer Select-your-own investment options include sector-specific options, passively managed options, as well as sustainable options.

Mercer Sustainable High Growth

Objective

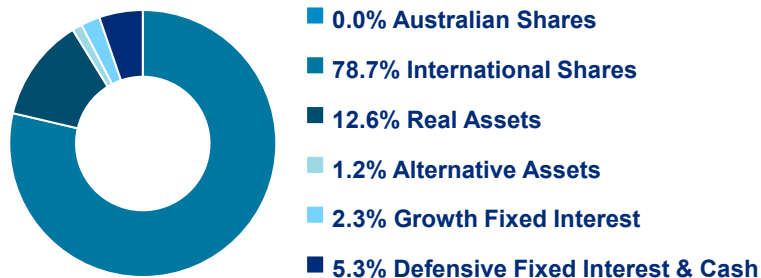
To achieve a return (after tax and investment fees) that exceeds CPI increases by at least 3.5% per annum over rolling ten year periods. The investment objective time horizon for this option has not been reached.

Performance

Total returns after fees & taxes (%)	3 mths	1 yr	5 yrs (p.a.)	10 yrs (p.a.)
Total returns	10.5	13.6	8.2	n/a



Asset Allocation



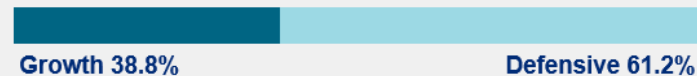
Mercer Sustainable Conservative Growth

Objective

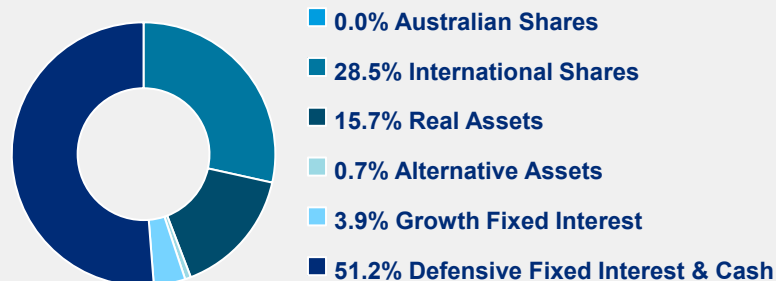
To achieve a return (after tax and investment fees) that exceeds CPI increases by at least 1.0% per annum over rolling five year periods. The investment objective for the five years to quarter end was 5.4% per annum.

Performance

Total returns after fees & taxes (%)	3 mths	1 yr	3 yrs (p.a.)	5 yrs (p.a.)
Total returns	4.7	6.7	6.4	3.9



Asset Allocation



Select-Your-Own Enhanced Passive Investment Options

Quarter ending June 2026

Mercer Select-your-own investment options include sector-specific options, passively managed options, as well as sustainable options.

Mercer Enhanced Passive Growth

Objective

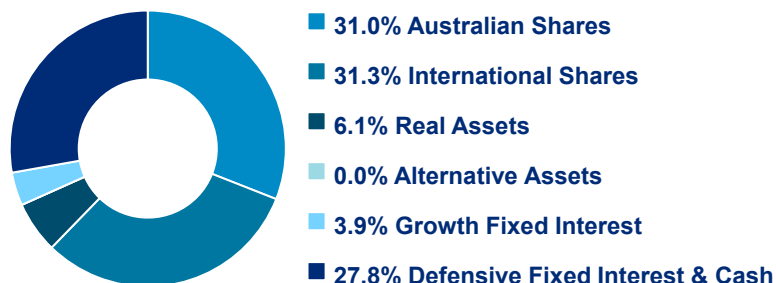
To achieve a return (after tax and investment fees) that exceeds CPI increases by at least 2.0% per annum over rolling seven year periods. The investment objective for the seven years to quarter end was 5.6% per annum.

Performance

Total returns after fees & taxes (%)	3 mths	1 yr	5 yrs (p.a.)	7 yrs (p.a.)
Total returns	6.0	8.9	6.8	7.4



Asset Allocation



MERCER
A MARSH BUSINESS

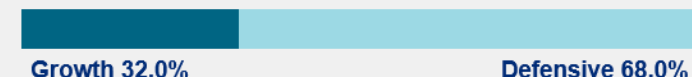
Mercer Enhanced Passive Conservative Growth

Objective

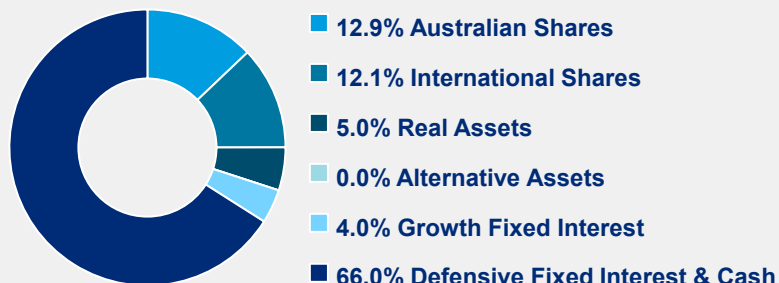
To achieve a return (after tax and investment fees) that exceeds CPI increases by at least 0.5% per annum over rolling five year periods. The investment objective for the five years to quarter end was 4.9% per annum.

Performance

Total returns after fees & taxes (%)	3 mths	1 yr	3 yrs (p.a.)	5 yrs (p.a.)
Total returns	3.2	5.1	6.4	3.7



Asset Allocation



Past performance is not a reliable indicator of future performance. n/a indicates that the investment option was not operating for the full period.

Select-Your-Own Mercer Sector Investment Options

Quarter ending June 2026

Mercer Select-your-own investment options include sector-specific options, passively managed options, as well as sustainable options.

Mercer Australian Shares

Objective

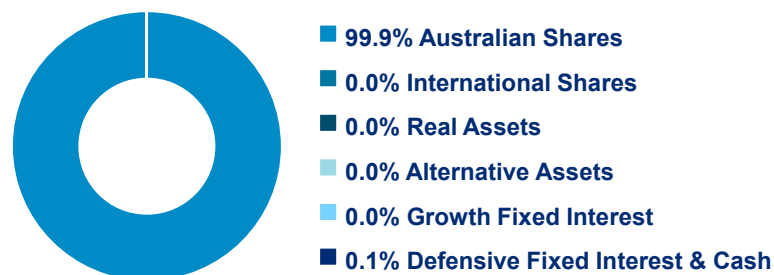
To exceed the benchmark, after investment fees, over the medium to long term.

Performance

Total returns after fees & taxes (%)	3 mths	1 yr	5 yrs (p.a.)	10 yrs (p.a.)
Total returns	4.0	4.0	7.5	9.3
Benchmark return*	4.1	6.2	7.6	9.4



Asset Allocation



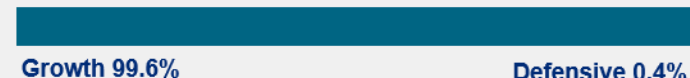
Mercer International Shares

Objective

To exceed the benchmark, after investment fees, over the medium to long term.

Performance

Total returns after fees & taxes (%)	3 mths	1 yr	5 yrs (p.a.)	10 yrs (p.a.)
Total returns	11.8	13.6	11.3	12.5
Benchmark return*	12.6	14.9	13.4	14.0



Asset Allocation



Mercer International Shares - Hedged

Objective

To exceed the benchmark, after investment fees, over the medium to long term.

Performance

Total returns after fees & taxes (%)	3 mths	1 yr	5 yrs (p.a.)	10 yrs (p.a.)
Total returns	13.2	23.2	10.4	11.7
Benchmark return*	14.0	22.7	11.3	12.8



Asset Allocation



Select-Your-Own Mercer Sector Investment Options

Quarter ending June 2026

Mercer Select-your-own investment options include sector-specific options, passively managed options, as well as sustainable options.

Mercer Property

Objective

To exceed the benchmark, after investment fees, over the medium to long term.

Performance

Total returns after fees & taxes (%)	3 mths	1 yr	5 yrs (p.a.)	10 yrs (p.a.)
Total returns	4.7	9.3	3.4	5.2
Benchmark return*	5.1	11.6	4.0	4.8



Asset Allocation



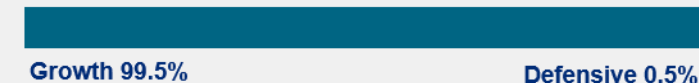
Mercer Global Listed Property

Objective

The Fund aims to exceed the benchmark, before management costs, over the medium to long term.

Performance

Total returns after fees & taxes (%)	3 mths	1 yr	5 yrs (p.a.)	10 yrs (p.a.)
Total returns	9.3	13.6	n/a	n/a
Benchmark return*	8.8	14.3	n/a	n/a



Asset Allocation



Mercer Fixed Interest

Objective

To exceed the benchmark, after investment fees, over the medium term to long term.

Performance

Total returns after fees & taxes (%)	3 mths	1 yr	5 yrs (p.a.)	10 yrs (p.a.)
Total returns	1.9	1.8	0.2	1.6
Benchmark return*	2.2	2.2	-0.2	1.5



Asset Allocation



Select-Your-Own Mercer Sector Investment Options

Quarter ending June 2026

Mercer Select-your-own investment options include sector-specific options, passively managed options, as well as sustainable options.

Mercer Cash

Objective

To maintain the invested capital and to achieve a return above that available on bank bills as measured by the Bloomberg AusBond Bank Bill Index on an annual basis.

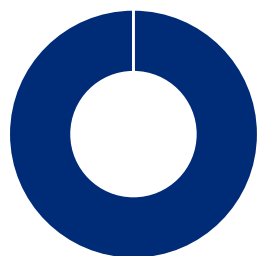
Performance

Total returns after fees & taxes (%)	3 mths	1 yr	5 yrs (p.a.)	10 yrs (p.a.)
Total returns	1.0	3.4	2.7	2.0
Benchmark return*	1.1	3.9	3.1	2.2

Growth 0.0%

Defensive 100.0%

Asset Allocation



- 0.0% Australian Shares
- 0.0% International Shares
- 0.0% Real Assets
- 0.0% Alternative Assets
- 0.0% Growth Fixed Interest
- 100.0% Defensive Fixed Interest & Cash

Select-Your-Own Mercer Passive Investment Options

Quarter ending June 2026

Mercer Select-your-own investment options include sector-specific options, passively managed options, as well as sustainable options.

Mercer Passive Australian Shares

Objective

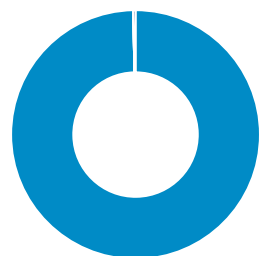
To meet the benchmark return over the medium to long term.

Performance

Total returns after fees & taxes (%)	3 mths	1 yr	5 yrs (p.a.)	10 yrs (p.a.)
Total returns	3.8	6.2	7.9	9.1
Benchmark return*	4.1	6.2	7.6	9.4



Asset Allocation



- 99.7% Australian Shares
- 0.0% International Shares
- 0.0% Real Assets
- 0.0% Alternative Assets
- 0.0% Growth Fixed Interest
- 0.3% Defensive Fixed Interest & Cash

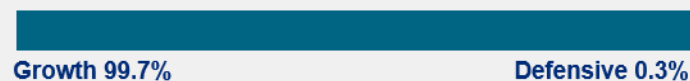
Mercer Passive International Shares

Objective

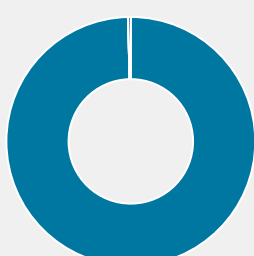
To meet the benchmark return over the medium to long term.

Performance

Total returns after fees & taxes (%)	3 mths	1 yr	5 yrs (p.a.)	10 yrs (p.a.)
Total returns	11.7	13.8	12.4	13.0
Benchmark return*	12.7	15.0	13.4	14.1



Asset Allocation



- 0.0% Australian Shares
- 99.7% International Shares
- 0.0% Real Assets
- 0.0% Alternative Assets
- 0.0% Growth Fixed Interest
- 0.3% Defensive Fixed Interest & Cash

Mercer Passive Australian Listed Property

Objective

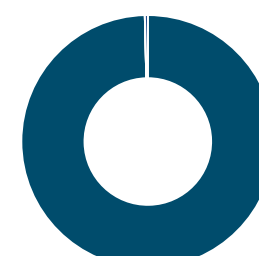
To meet the benchmark return over the medium to long term.

Performance

Total returns after fees & taxes (%)	3 mths	1 yr	5 yrs (p.a.)	10 yrs (p.a.)
Total returns	12.0	-2.1	4.8	4.9
Benchmark return*	13.7	-2.2	5.7	5.7



Asset Allocation



- 0.0% Australian Shares
- 0.0% International Shares
- 99.6% Real Assets
- 0.0% Alternative Assets
- 0.0% Growth Fixed Interest
- 0.4% Defensive Fixed Interest & Cash

Financial Market asset class benchmarks

Refer to this table for the asset class benchmarks used for the asset classes in the [Market Review](#) reflecting the financial market returns

Chart Constituents

Asset class	Benchmark	Data type
Australian Shares	S&P/ASX 300	Total Return
Australian Small Caps	S&P/ASX Small Ordinaries	Total Return
International Shares (UH)	MSCI World ex Australia	Net Index
International Shares (H)	MSCI World ex Australia 100% Hedged	Net Index
International Small Caps (UH)	MSCI World Small Cap	Net Return
Emerging Markets Shares (UH)	MSCI Emerging Markets	Net Index
Australian Unlisted Property (one month lag)	MSCI/Mercer Australia Core Wholesale Monthly PFI	NAV Post Fee
Australian Listed Property	S&P/ASX 300 A-REIT	Total Return
International Listed Property (H)	FTSE EPRA/NAREIT Developed Hedged	Net Return
International Listed Infrastructure (H)	FTSE Global Core Infrastructure 50/50 Hedged	Net Return
International Credit (H)	Bloomberg Global Credit	Hedged Return
Emerging Market Debt (UH)	50% JP Morgan GBI –EM Global Diversified Index Unhedged in AUD / 50% JP Morgan EMBI Global Diversified Index Hedged in AUD	Total Return
Australian Government Bonds	Bloomberg AusBond Treasury 0+ year	Total Return
International Government Bonds (H)	Bloomberg Global Treasury Hedged	Hedged Return
Cash	Bloomberg AusBond Bank Bill	Total Return

- *Currency: AUD.*
- *UH: Unhedged.*
- *H: Hedged.*
- *Where a lag exists, the performance start and end dates shift accordingly.*
- *Total Return: Total Return Index with Gross Dividends.*
- *Net Index: Total Return (Net Dividends Reinvested).*

Mercer Sector asset class benchmarks

Refer to this table for the current asset class benchmarks used for the Mercer Sector and Mercer Passive investment options.

Mercer Sector investment option	Applicable Benchmarks
Mercer Australian Shares	S&P/ASX 300 Accumulation Index
Mercer International Shares	MSCI World Index (ex Australia) in A\$ (Unhedged) with net dividends reinvested
Mercer International Shares - Hedged	MSCI World Index (ex Australia) in A\$ (Hedged) with net dividends reinvested
Mercer Property	50% - FTSE EPRA/NAREIT developed ex Australia rental hedged to AUD 50% - MSCI/Mercer Australia Core Wholesale Monthly Property Fund Index - NAV-Weighted Pre-Fee Total Return (All Funds) ¹
Mercer Global Listed Property	FTSE EPRA/NAREIT Developed Index - in \$A (hedged)
Mercer Fixed Interest	25% - Bloomberg Global Aggregate Corporate Index (hedged in AUD) 50% - Bloomberg Ausbond Government 0+ Yr Index 25% - Bloomberg Global Treasury Index (hedged in AUD)
Mercer Cash	Bloomberg Ausbond Bank Bill Index
Mercer Passive Australian Shares	S&P/ASX 300 Accumulation Index
Mercer Passive International Shares	MSCI World Index (ex Australia, ex Weapons, ex Tobacco) in A\$ (Unhedged) with net dividends reinvested
Mercer Passive Australian Listed Property	S&P/ASX 200 A-REIT Index

¹ Benchmarks index values are published with a lag. Where these values are yet to be published, the previous benchmark index value is assumed, with the value updated once available.

Important notes

Only Mercer Super investment options that were invested in at the end of the quarter are reported on (and in the case of the Mercer SmartPath® investment options only the 'Paths').

Total returns are based on exit prices as at the quarter end. Total returns are shown after allowing for the deduction of taxes and investment fees. Returns greater than one year are shown on an annualised basis.

Performance (after investment fees and taxes) may be provisional depending on information available at the time of publication and may be subject to adjustment.

Returns and asset allocation throughout this report may be subject to rounding.

The objective time horizons used in the investment objectives for some investment options are:

- Short term – Less than three years
- Medium term – Three to seven years
- Long term – Greater than seven years

The term 'benchmark' is used in the investment objective of some investment options and refers to an asset class performance benchmark. Refer to the 'Mercer Sector Asset class benchmarks' section of this report for the relevant asset class performance benchmarks for the Mercer Sector and Mercer Passive investment options.

This report has been prepared by Mercer Investments (Australia) Limited (MIAL) ABN 66 008 612 397, Australian Financial Services Licence #244385 on behalf of Mercer Superannuation (Australia) Limited (MSAL) ABN 79 004 717 533, Australian Financial Services Licence 235906 trustee of the Mercer Super Trust ABN 19 905 422 981 (Mercer Super). MSAL has appointed MIAL as an implemented consultant to provide investment strategy advice, portfolio management and implementation services including investment manager selection and monitoring. MIAL is also the responsible entity of a number of investment funds (the Mercer Funds). Mercer Super invests in the Mercer Funds.

'Mercer' and 'Mercer SmartPath®' are Australian registered trademarks of Mercer (Australia) Pty Ltd (Mercer) ABN 32 005 315 917.

This information is based on information received in good faith from sources we believe to be reliable and accurate. Any reference to legislation reflects our understanding of the legislation and is not a substitute for legal advice.

Before making any decision concerning the impact and application of laws to your circumstances, we recommend you obtain your own legal or other appropriate professional advice. No warranty as to the accuracy or completeness of this information is given and no responsibility is accepted by Mercer or any of its related entities for any loss or damage arising from any reliance on the information.

Past performance is not a reliable indicator of future performance. The value of an investment in Mercer Super may rise and fall from time to time. The investment performance, earnings or return of capital invested are not guaranteed.

Any advice provided is of a general nature and does not take into account your objectives, financial situation or needs. Before acting on any advice we recommend you obtain your own financial advice and consider the Product Disclosure Statement and Financial Services Guide available at mercersuper.com.au. The product Target Market Determination setting out the class of people for whom the product may be suitable can be found at mercersuper.com.au/tmd.

The investment returns shown for Mercer Super investment options throughout this Investment Report do not take into account the unique characteristics applied to each investor (such as timing of cash flow). As a result, the actual investment returns applying to a particular investor may differ from the returns shown in this Investment Report. You should also remember that past performance is not a reliable indicator of future performance.

© 2026 Marsh | All rights reserved.



Mercer Super Helpline (8am to 7pm AEST/ AEDT Monday to Friday): **1800 682 525**

If calling from outside Australia: **+613 8306 0900**

<http://www.mercersuper.com.au/investments>

