

# VT Momentum Diversified Growth Fund

30 April 2024

For retail investors only

## INVESTMENT OBJECTIVE & STRATEGY

To generate long term capital growth by investing in a multi-asset portfolio, managed with a focus on value. The Fund may include directly invested UK equities with a bias towards mid-cap stocks, and overseas equity, fixed income, specialist assets and managed liquidity held through third party funds.

## INVESTMENT TEAM



Mark Wright  
Lead Oversight  
Portfolio Manager



Tom Delic  
Second Oversight  
Portfolio Manager



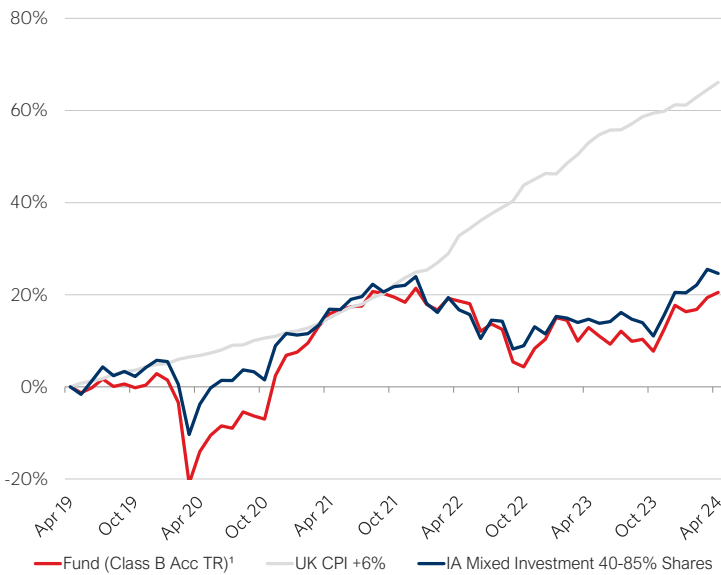
Richard Parfekt  
Portfolio Manager



Gary Moglione  
Portfolio Manager

Our investment approach is team based with all portfolio managers having specific areas of research focus and access to and input from the wider Momentum Global Investments team.

## FIVE YEAR HISTORICAL CUMULATIVE PERFORMANCE



CUMULATIVE PERFORMANCE (%)	1 month	3 months	6 months	1 year	3 years	5 years	Since inception annualised
Fund return Class B Acc TR <sup>1</sup>	0.9	3.6	11.9	6.8	4.0	20.5	6.3
UK CPI +6%	1.0	3.1	4.2	8.6	44.5	66.1	-
IA Mixed Investment 40-85% Shares	(0.7)	3.5	12.2	8.7	6.6	24.6	5.4

DISCRETE ANNUAL PERFORMANCE (%)	30 Apr 2024	30 Apr 2023	30 Apr 2022	30 Apr 2021	30 Apr 2020
Fund return Class B Acc TR <sup>1</sup>	6.8	(4.9)	2.4	34.8	(14.1)

Sources: Morningstar, MGIM.  
Fund performance is calculated on a total return basis, net of all fees and in GBP terms. The value of the underlying funds and the income generated from them can go down as well as up, and is not guaranteed. Investors may not get back the original amount invested. The value of investments involving exposure to foreign currencies can be affected by currency exchange rate fluctuations. The CPI +6% target was introduced in 2020. Past performance is not a guide to future performance.

## MONTHLY COMMENTARY

- During the month we added two new positions in UK equities. The first is global pharmaceutical giant GSK. The company is a leader in several therapeutic areas, including the treatment of infectious diseases and respiratory illnesses. Recent successful launches in its Vaccine division have led to management raising their targets for future sales and profit growth. The company trades at an attractive discount to global pharma peers. The second addition is advertising agency WPP. Under the tenure of CEO Mark Read, the Group has undergone significant transformation in recent years, which has simplified the business and removed unnecessary cost. The Group's creative agencies are key partners to the marketing departments of many multinational organisations which include Coca Cola and Google, in addition to owning the world's largest media buying agency, GroupM. Recent headwinds in its North American business have seen the business fall to a P/E ratio of under 9 times, which we consider to be a modest valuation.
- We also initiated a new position in the Property segment of Specialist Assets. Segro is an owner, asset manager and developer of modern warehouses and industrial properties located around the UK and Continental Europe. Tenants of its assets span a wide range of industries and including Amazon, FedEx and British Airways. The portfolio currently has a bias to urban warehousing where significant barriers to entry restrict supply of new assets in an area of property with growing structural demand, evidenced by strong like-for-like rental growth of 6.5% in 2023.
- Elsewhere, Hipgnosis received an initial bid from Concord for \$1.16 per share in cash, representing a premium of 32% from the prior closing price. The bid was later revised to \$1.25 per share, valuing the music royalties fund at \$1.51bn, aimed at outbidding Blackstone's \$1.24 per share offer. Blackstone then increased its offer to \$1.30 per share, valuing Hipgnosis at \$1.57bn, prompting the Board to withdraw its support for Concord and back Blackstone's offer. The takeover is expected to conclude in the third quarter pending certain conditions. The shares rose by 50% over April and we took the opportunity to reduce our position and recycle capital elsewhere within the Portfolio.

Source: Bloomberg Finance LP, MGIM

## PLATFORM AVAILABILITY

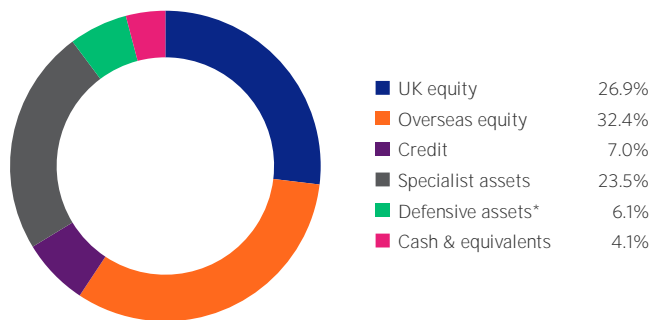


## FUND RATINGS

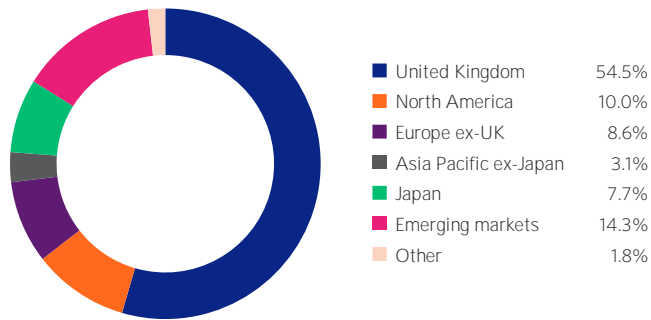


Sources: Bloomberg Finance LP, Morningstar, MGIM, unless otherwise stated.  
<sup>1</sup>The Fund performance refers to the 'B' Acc share class with the exception of performance prior to 26.03.2012 which is calculated using the 'A' Acc share class, unadjusted for the lower fees of the 'B' Acc share class.

## ASSET ALLOCATION



## GEOGRAPHIC ALLOCATION



As at 30.04.2024, allocations subject to change. Source: MGIM

\*Defensive assets have reduced/negative correlation to equity markets to provide a more defensive element during times of stress. Defensive assets consists of a variety of investments such as gold\*\*, government bonds, short ETFs, alternative/uncorrelated strategies and managed futures strategies. \*\*Exposure to physical gold is achieved through investments in exchange traded certificates (ETC) which aim to provide the performance of gold, as measured by the LBMA Gold Price (PM), which is a recognised benchmark for gold. A Gold ETC is a certificate which is secured by gold bullion, held within the vaults of a nominated custodian.

## TOP FIVE HOLDINGS BY ASSET CLASS

UK EQUITIES	
1. Kier Group	2.2%
2. OSB Group	1.2%
3. Synthomer	1.2%
4. Legal & General Group	1.1%
5. Accrol Group Holdings	1.1%

OVERSEAS EQUITIES	
1. Robeco QI Global Sustainable Equity	8.7%
2. Morant Wright Fuji Yield	4.3%
3. Amundi MSCI Emerging Markets ETF	3.4%
4. VT Downing European Unconstrained Income	3.1%
5. Amundi MSCI Japan ETF	2.7%

CREDIT	
1. Absalon Emerging Markets Corporate Debt	2.7%
2. Royal London Sterling Extra Yield Bond	2.3%
3. Royal London Short Duration Global High Yield Bond	1.3%
4. TwentyFour Select Monthly Income	0.7%
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SPECIALIST ASSETS	
1. Chrysalis Investments	2.7%
2. Fair Oaks Income	2.1%
3. Syncona	1.8%
4. Doric Nimrod Air Two	1.7%
5. Doric Nimrod Air Three	1.4%

DEFENSIVE ASSETS	
1. Ninety One Global Gold	1.6%
2. UK Gilt 0.625% 22/10/50	1.3%
3. Invesco Physical Gold ETC	0.8%
4. Neuberger Berman Uncorrelated Strategies	0.7%
5. UK Gilt 1.25% 22/10/41	0.6%

Equity holdings may include indirect holdings in the Momentum GF Global Sustainable Equity Fund  
As at 30.04.2024. Source: MGIM

## FUND & SHARE CLASS DETAILS

FUND DETAILS	
Investment manager	Momentum Global Investment Management Limited (MGIM)
Fund inception	8 April 2002
Currency	GBP
Target return	UK CPI +6% (net)
IA sector	Mixed Investment 40-85% Shares
Structure	UCITS
Dealing	Daily

SHARE CLASS DETAILS			
	A	B	N
Minimum investment	GBP 3,000	GBP 100,000	GBP 1,000
Minimum regular saver	GBP 50	n/a	GBP 50
ISIN	GB0031467631	GB00B7FPW579	GB00B7FW0099
SEDOL	3146763	B7FPW57	B7FW009
Citicode	OM46	0WRD	0WRG
Month-end price (NAV)	347.69p	217.25p	210.61p

ANNUAL CHARGES <sup>2</sup>			
	A	B	N
AMC	1.40%	0.75%	1.00%
OCF ex IC	1.72%	1.07%	1.32%
IC	0.34%	0.34%	0.34%
OCF inc IC	2.06%	1.41%	1.66%

FUND WRAPPERS	
ISAs	Onshore bonds
SIPPs	Offshore bonds
Personal pensions	

<sup>2</sup>As at 29.12.2023.

OCF = Ongoing Charge Figure IC = Underlying charges of closed ended funds.  
The OCF is the total expenses paid by the Fund, annualised, against its average net asset value.  
The OCF will fluctuate as the average net assets and costs change.

Important note: The OCF calculation includes synthetic costs from underlying closed ended investments (IC) such as Investment Trusts, which optically increases the costs. For the avoidance of doubt the actual amount charged has not changed, and advisers and investors should refer to the KIID document available [here](#) for the actual fees payable.

All fund performance quoted in this factsheet is NET of all fees.

## CONTACT US

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## IMPORTANT INFORMATION

Factsheet asset allocation percentages are in some cases based on the normalised (or benchmark) asset allocations of investee funds, as opposed to the actual exposures of those funds at the date of the factsheet. This reflects the expected average allocation over time which will result from decisions to hold particular funds.

Momentum Diversified Funds are sub-funds of the VT Momentum Investment Funds II ICVC umbrella, an open-ended investment company which is authorised by the Financial Conduct Authority (FCA). Valu-Trac Investment Management Limited (authorised and regulated by the FCA) acts as the Authorised Corporate Director (ACD) of the VT Momentum Investment Funds II ICVC. Investment in the Funds may not be suitable for all investors. This document is for information only and does not provide you with all of the facts that you need to make an informed investment decision. Investors should read the Key Investor Information Document (KIID) and seek professional investment advice prior to investment. The prospectus and KIID documents are available (in English) on the ACD's website via [www.valu-trac.com](http://www.valu-trac.com). This financial promotion is issued by Momentum, the trading name of Momentum Global Investment Management Limited (authorised and regulated by the FCA), with its registered office at The Rex Building, 62 Queen Street, London EC4R 1EB.

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