

Momentum Managed Portfolio 5

month ended 30 October 2020

Portfolio details

Investment manager	Momentum Global Investment Management (MGIM)				
Inception	1 January 2010	Tactical version	.v40	AMC	0.25% +VAT
MGIM management from	1 February 2016	Minimum investment	£1,000	TER [†]	1.00%
Target volatility	8-11%	Target return	UK CPI +4-5% (net)		

Investment objective & strategy

To achieve sustainable returns from a mix of different asset classes, within a tight risk controlled framework. The Portfolio can invest in a range of asset classes such as equities, bonds, commodities, absolute return funds and cash. Managed Portfolio 5 is designed to target a real return of 5% above inflation over the longer term and is aimed at investors who have a low-medium tolerance for risk.

Portfolio performance* (%)

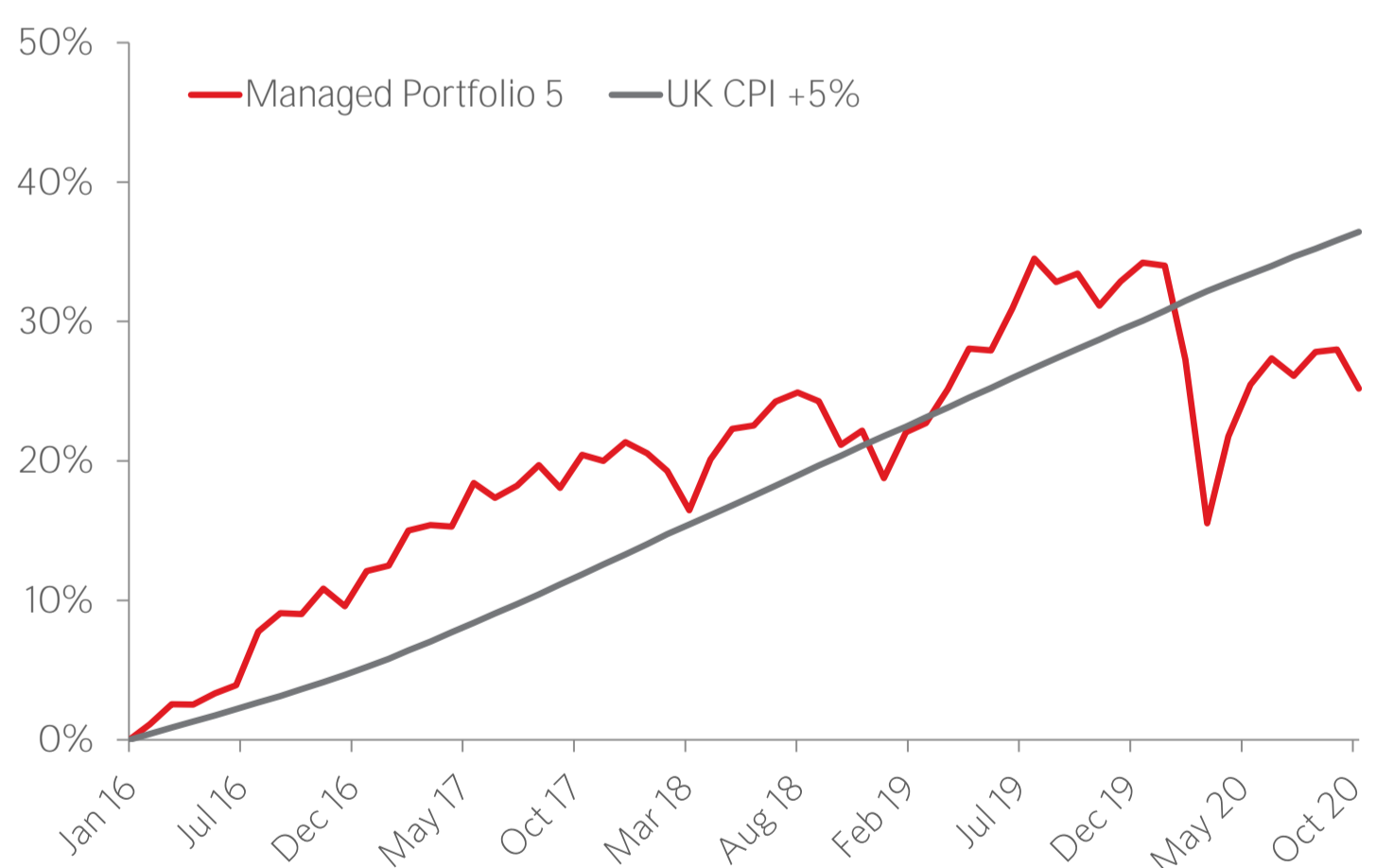
	1 month	3 months	6 months	1 year	3 years (annualised)	5 years (annualised)	Since launch (annualised)	2019	2018	2017	2016 ¹	2015
Portfolio return	(2.2)	(0.7)	2.8	(4.5)	1.3	4.2	4.8	13.0	(2.1)	8.3	9.6	3.1
UK CPI +5%	0.4	1.3	2.7	6.0	6.8	6.7	7.1	6.8	7.5	7.7	5.7	5.0
<i>Difference</i>	<i>(2.6)</i>	<i>(2.0)</i>	<i>0.1</i>	<i>(10.5)</i>	<i>(5.5)</i>	<i>(2.5)</i>	<i>(2.3)</i>	<i>6.2</i>	<i>(9.6)</i>	<i>0.6</i>	<i>3.9</i>	<i>(1.9)</i>

Annualised performance to last quarter-end* (%)

	Sep 19 - Sep 20	Sep 18 - Sep 19	Sep 17 - Sep 18	Sep 16 - Sep 17	Sep 15 - Sep 16
Portfolio return	(4.1)	7.4	5.3	8.3	10.8

Past performance is not indicative of future returns. Performance is calculated on a total return basis, net of all fees and in GBP terms. Source: Bloomberg, MGIM

Historical cumulative performance¹



Source: Bloomberg, MGIM

Investment team



James Klempster, CFA
Director | Investment Management



Alex Harvey, CFA
Portfolio Manager

The Managed Portfolio Series is managed by James Klempster and Alex Harvey. James and Alex form part of our 13 strong investment team who have collectively built and evolved our proprietary investment process over the past 20+ years. The experienced team consists of specialists in equity, fixed income and alternative asset classes as well as members who focus on asset allocation, risk management, portfolio construction and trade implementation.

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. Past performance is not a guide to future performance.



Actual performance may vary subject to the timely execution of orders.

[†] As at 31 July 2020, 1.00% of the Net Asset Value of the portfolio was incurred as charges, levies and fees related to the management of the portfolio. The ratio does not include platform provider's charges.

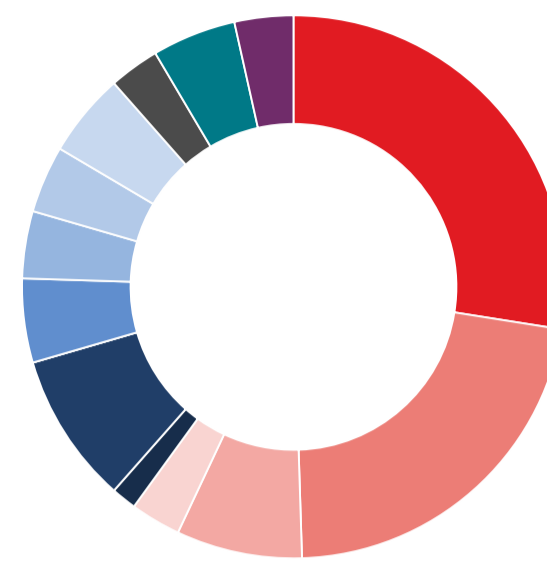
* The Managed Portfolios' returns are net of the AMC and underlying fund charges but do not take into account the platform provider's charges. Performance may also differ depending upon which platform is used to access the Momentum Managed Portfolios due to different rebates and fees agreed with the Fund Manager by the Platforms. ¹ MGIM commenced management as at February 2016.

Top 10 holdings

Holding	Weight
Schroder UK Recovery	10.0%
TB Evenlode Global Income	10.0%
Troy Trojan Global Equity	10.0%
L&G Global Inflation Linked Bond Index	9.0%
TB Evenlode Income	7.0%
Merian UK Smaller Companies	5.5%
L&G EM Government Bond \$ Index	5.0%
LF Lindsell Train UK Equity	5.0%
Neuberger Berman Uncorrelated Strategies (GBP hedged)	5.0%
RWC Global Convertibles (GBP hedged)	5.0%

Source: MGIM

Tactical asset allocation



Equity	60.0%
UK equity	27.5%
Developed equity	22.0%
Emerging equity	7.5%
Infrastructure equity	3.0%
Fixed Income	28.5%
Sovereign bonds	1.5%
Inflation-linked bonds	9.0%
Convertible bonds	5.0%
Strategic bonds	4.0%
High yield credit	4.0%
Emerging market debt	5.0%
Property	3.0%
Listed property	3.0%
Alternatives	5.0%
Absolute return	5.0%
Cash	3.5%
Cash	3.5%

Allocations subject to change. Source: MGIM

Market commentary

Despite a positive start to October, risk assets sold off as the month progressed, weighed down by the rapid rise in coronavirus cases across Europe and the US, and uncertainty ahead of the US Presidential election. The economic recovery from the lockdown-induced slump continued, led by China, now largely back to pre-Covid levels, and the US, but faded in Europe as new and increasingly strict restrictions took their toll on spending and confidence. Of much greater certainty is the direction of monetary policy, as on-going support from the Fed, ECB and Bank of England has been signalled for the foreseeable future. However, fears about the course and impact of the virus and the scale of damage from second and potentially third waves continued to worry investors, adding to uncertainty surrounding the US election and continuing Brexit negotiations, giving cause for some short-term volatility in markets.

Global developed markets performed relatively poorly over the month, returning -3.3% with emerging markets returning 1.8%. In developed equities, Asia Pacific ex Japan had the strongest performance over the month at 2.2%, whereas Continental Europe was the laggard, returning -6.0%. The UK and US returned -5.1% and -2.9%, respectively. UK gilts returned -0.6% over the month and their investment grade counterparts returned 0.1%. US Treasuries returned -1.0%, whilst US investment grade and high yield bonds returned -0.2% and 0.5%, respectively. Oil fell -8.7% over the month, leaving it down -12.4% over the past three months.

Source: MGIM, Bloomberg

Platforms available



Contact details

Chris Beament

Sales Director

+44 (0)20 7074 3579

sales@momentumadvisersolutions.co.uk

Sandra Colleran

Head of Distribution Services

+44 (0)20 7618 1806

distributionservices@momentum.co.uk

Disclosures

This material is confidential and is intended solely for the use of the person or persons to whom it is given or sent and may not be reproduced, copied or given, in whole or in part, to any other person. It is not an invitation to subscribe and is by way of information only. Nothing contained herein constitutes investment, legal, tax or other advice nor is it to be solely relied on in making an investment or other decision. If you are considering investing in the Momentum Managed Portfolios clients should consult a suitably qualified and approved Financial Adviser. The performance shown represents performance of the Managed Portfolios that are periodically restructured and rebalanced based on the impact of material, economic and market factors that influence MGIM's decision-making on asset allocation. The Managed Portfolios are applied to client accounts by the platform provider but it may take some time for the client accounts to mirror the performance of the Managed Portfolios. It is for this reason that client accounts may not have achieved exactly the same returns as the Managed Portfolios. The performance of the Managed Portfolios is based on the actual performance of the underlying funds included in the portfolios. These performance figures have not been audited by an external body. The value of investments may go down as well as up and the value will depend on fluctuations in financial markets outside MGIM's control, as a result an investor may not get back the amount invested. Past performance is not indicative of future performance and reference to a security is not a recommendation to buy or sell that security. This material is issued and approved by MGIM, authorised and regulated by the Financial Conduct Authority (FCA). MGIM is registered in England and Wales No. 03733094. Registered Office: The Rex Building, 62 Queen Street, London EC4R 1EB. The information contained in this fact sheet does not apply to clients who have invested via Skandia. The Dynamic Planner logo is owned by Distribution Technology who have granted us rights to use their logo in our material.