momentum global investment management

Momentum Managed Portfolio 3

29 November 2024

For professional advisors only

INVESTMENT OBJECTIVE & STRATEGY

To achieve inflation beating returns over time 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, real assets, absolute return funds and cash. Managed Portfolio 3 is designed to target a real return (above inflation) of 3% over the longer term and is aimed at investors who have a low tolerance for risk.

INVESTMENT TEAM

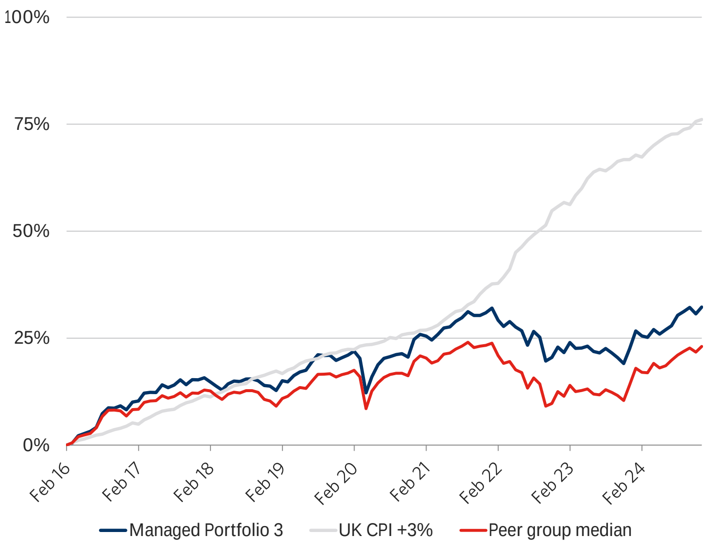
Alex Harvey, CFA
Lead Oversight
Senior Portfolio Manager
& Investment Strategist

Gregoire Sharma, CFA
Senior Portfolio
& Research Analyst

Gabby Byron
Investment Services
Executive

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.

HISTORICAL CUMULATIVE PERFORMANCE SINCE FEBRUARY 2016[1]



CUMULATIVE PERFORMANCE (%)	1 month	3 months	6 months	1 year	3 years	5 years	Since inception annualised
Portfolio return	1.2	0.8	4.2	7.9	1.0	9.8	3.3
UK CPI +3%	0.3	1.3	2.4	5.6	28.9	44.2	6.0
Peer group median	1.1	0.9	3.8	7.9	(0.2)	5.7	3.1

DISCRETE ANNUAL PERFORMANCE (%)	30 Nov 2024	30 Nov 2023	30 Nov 2022	30 Nov 2021	30 Nov 2020
Portfolio return	7.9	(0.3)	(6.1)	5.0	3.5

Sources: Bloomberg Finance LP, Morningstar, MGIM.
Peer group: Dynamic Planner Risk Profile 3. Performance is calculated on a total return basis 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.
Past performance is not a guide to future performance.

MONTHLY COMMENTARY

- The upcoming US leadership change intensified global economic and geopolitical uncertainty during the month. President-elect Trump's proposed policies – tax cuts, deregulation, protectionism, and tighter immigration controls – could boost US growth and earnings but they also raise inflation risks, leading to leading to a slower pace of rate cuts from the Fed and strengthening the dollar.
- Outside the US, Europe and China appear vulnerable. Tariff threats could weigh on growth, while Europe's fiscal challenges and political stagnation persist. The UK, despite being less exposed to US tariffs, faces similar high-tax, low-growth dynamics. In contrast, US economic resilience seems likely to continue.
- Global equities remain on track for a second consecutive year of double-digit returns, far outpacing bonds. Gold is the only major asset class to outperform equities, gaining nearly 30% year-to-date, despite falling -2.6% in November. The 'Trump trade' drove the US equity market 7.0% higher in November while most markets in Europe and Asia have drifted lower in recent weeks with global emerging markets falling by -2.6% over the month.
- Elsewhere, bond markets returned 0.5% over the month as measured by the ICE BofA Global Broad Market index, with UK gilts and UK investment grade corporate returning 1.8% and 1.6% respectively. US Treasuries and US investment grade bonds returned 2.0% and 2.5%, with the dollar rising 1.3% against the pound.
- Market expectations have shifted since the election, with US equities climbing, the dollar strengthening, and bond yields rising as inflation forecasts increase. Rate cuts from the Fed are now expected to be slower, with only 3-4 reductions anticipated by end-2025. As the "Trump trade" plays out, investors may adopt a wait-and-see approach heading into the new year.
- While risks remain – potential policy missteps, geopolitical flare-ups, and market overvaluation in areas like crypto and megacap tech – opportunities persist. The bond market sell-off has improved fixed income valuations, while equity valuations outside the US appear attractive. We remain c autiously optimistic for 2025, expecting continued but more volatile equity market gains, driven by a broader range of sectors beyond tech.

Source: Bloomberg Finance LP, MGIM

PLATFORM AVAILABILITY

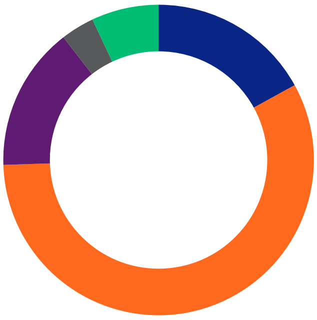
abrdn, AVIVA, M&G wealth, MORNINGSTAR Wealth, nucleus, Quilter, SS&C Hubwise, transact take control, true potential, wealthtime

PORTFOLIO RATINGS

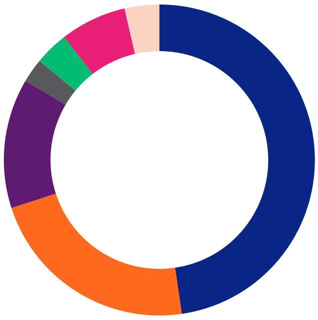
DYNAMIC PLANNER PROFILED 3
FinaMetrica Score Range 37-48
defaqto ★★★★★ DFM MPS on Platform 2024 EXPERT RATED
3 defaqto Cautious RISK RATED

Actual performance may vary subject to the timely execution of orders.
Sources: Bloomberg Finance LP, MGIM, unless otherwise stated. [1]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. MGIM commenced management as at February 2016.

ASSET ALLOCATION



GEOGRAPHIC ALLOCATION



Allocations subject to change. Source: MGIM

TOP TEN HOLDINGS

HOLDING		
1.	Vanguard US Government Bond Index	16.0%
2.	iShares UK Gilts All Stocks Index	13.0%
3.	VT RM Alternative Income	10.5%
4.	Vanguard UK Short-Term Investment Grade Bond Index	7.5%
5.	Vanguard Euro Government Bond Index	5.5%
6.	BlackRock ICS Sterling Liquidity	5.0%
7.	L&G Global Inflation Linked Bond Index	5.0%
8.	AXA US Short Duration High Yield	3.5%
9.	Neuberger Berman Uncorrelated Strategies	3.5%
10.	Fidelity Index World	3.0%

Source: MGIM

PORTFOLIO DETAILS

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Investment manager	Momentum Global Investment Management Limited (MGIM)
Inception	1 January 2010
MGIM management from	1 February 2016
Currency	GBP
Minimum investment	£1,000
Tactical version	.v48
Target volatility	4-7%
Target return	UK CPI +3% (net)
AMC	0.25%
OCF[2]	0.60%

[2]As at 30.06.2024, 0.60% 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.

CONTACT US

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IMPORTANT INFORMATION