

# Momentum Passive Plus Moderate Portfolio

29 November 2024

For professional advisors only

## INVESTMENT OBJECTIVE & STRATEGY

The Momentum Passive Plus Moderate Portfolio aims to deliver growth in real terms aligned to the risk profile of the solution, with anticipated volatility in the range of 8-11%. The portfolio aims to operate within the 'low medium' risk profile. The portfolio will invest across a range of asset classes using passive instruments.

## INVESTMENT TEAM



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



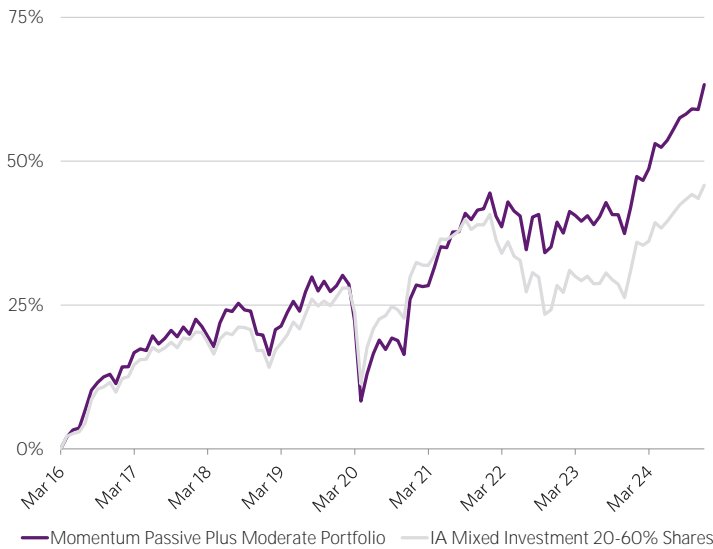
Gregoire Sharma, CFA  
Senior Portfolio  
& Research Analyst



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 INCEPTION<sup>1</sup>



CUMULATIVE PERFORMANCE (%)	1 month	3 months	6 months	1 year	3 years	5 years	Since inception annualised
Portfolio return	2.7	3.2	6.3	15.1	15.2	27.3	5.8
IA Mixed Investment 20-60% Shares	1.6	1.7	4.5	11.4	5.0	15.4	4.4
Difference	1.1	1.5	1.8	3.7	10.2	11.9	1.4

DISCRETE ANNUAL PERFORMANCE (%)	30 Nov 2024	30 Nov 2023	30 Nov 2022	30 Nov 2021	30 Nov 2020
Portfolio return	15.1	1.8	(1.6)	12.5	(1.8)

Source: Morningstar, MGIM  
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 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 cautiously 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

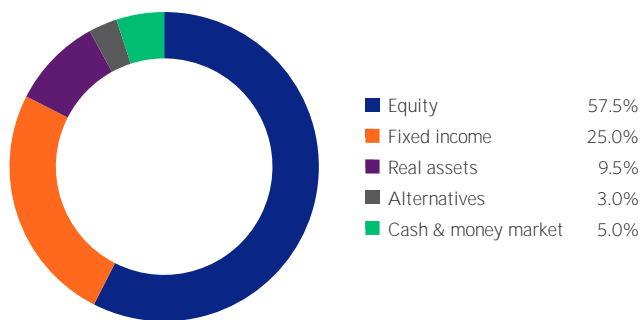


## PORTFOLIO RATINGS

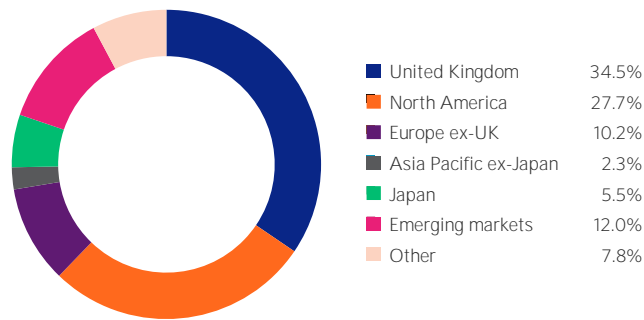


Actual performance may vary subject to the timely execution of orders.  
Sources: Morningstar, MGIM, unless otherwise stated. <sup>1</sup>The Momentum Passive Plus Portfolios' returns are net of the AMC and underlying fund charges but do not take into account the platform provider's charges. Performance may also differ depending upon which platform is used to access the Momentum Passive Plus Portfolios due to different rebates and fees agreed with the Fund Manager by the Platforms.

## ASSET ALLOCATION



## GEOGRAPHIC ALLOCATION



Allocations subject to change. Source: MGIM

## TOP TEN HOLDINGS

HOLDING	Percentage
1. Vanguard FTSE UK All Share Index	23.5%
2. Fidelity Index World	23.0%
3. Vanguard Emerging Markets Stock Index	7.5%
4. Vanguard US Government Bond Index	5.0%
5. L&G Global Infrastructure Index	5.0%
6. iShares Environment & Low Carbon Tilt Real Estate Index	4.5%
7. iShares UK Gilts All Stocks Index	4.0%
8. Vanguard Euro Government Bond Index	3.5%
9. Fidelity Index Japan	3.5%
10. L&G Emerging Markets Government Bond	3.5%

## PORTFOLIO DETAILS

PORTFOLIO DETAILS	
Investment manager	Momentum Global Investment Management Limited (MGIM)
Inception	1 March 2016
Currency	GBP
Minimum investment	£1,000
Investment timeframe	5 years +
Target volatility	7-11%
Benchmark	IA Mixed Investment 20-60% Shares
AMC	0.15%
OCF <sup>2</sup>	0.35%

Source: MGIM

<sup>2</sup>As at 30.06.2024, 0.35% 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

Prior to 15.04.2024 the Momentum Passive Plus Moderate Portfolio was known as pi Balanced Portfolio. Fact sheet geographic 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 fact sheet. This reflects the expected average allocation over time which will result from decisions to hold particular funds.

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