

Momentum Income Portfolio

30 April 2025

For professional advisors only

INVESTMENT OBJECTIVE & STRATEGY

The Momentum Income Portfolio has been developed due to increased demand for an income generating portfolio as an alternative to capital growth. The Portfolio is carefully constructed to offer an attractive yield and spread risk by investing in various asset classes. This includes traditional funds offered by the major investment companies. The investment objective of the Income Portfolio is to achieve a reasonable yield from a mix of different asset classes. The Portfolio will actively pursue a diversified investment strategy targeting a medium yield. The Portfolio will have a medium level of risk to capital and deliver a commensurate rate of return.

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 2016¹



CUMULATIVE PERFORMANCE (%)	1 month	3 months	6 months	1 year	3 years	5 years	Since inception annualised
Portfolio return	0.2	(1.2)	1.4	5.3	7.6	23.4	4.1
Peer group median	(0.3)	(2.3)	0.1	3.6	6.4	18.3	3.8

DISCRETE ANNUAL PERFORMANCE (%)	Apr 24 - Apr 25	Apr 23 - Apr 24	Apr 22 - Apr 23	Apr 21 - Apr 22	Apr 20 - Apr 21	Current yield (%) [†]
Portfolio return	5.3	3.1	(1.0)	2.2	12.3	3.67

Sources: Bloomberg Finance LP, Morningstar, MGIM.

Peer group: Dynamic Planner Risk Profile 4. 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

- April's headline returns told a deceptively calm story – global developed equities and emerging market equities returned -2.4% and -2.0% respectively, and global bonds rose by 2.9% – yet behind the scenes, markets endured sharp swings. Gold returned 1.8%, and the US dollar fell another 3.1% versus the pound, taking its year-to-date decline to -6.1%.
- The catalyst was "Liberation Day" on 2nd April, when President Trump announced sweeping reciprocal tariffs and threatened to remove Fed Chair Powell, unsettling global markets. Investors sold off equities and fled to gold, but not to the usual safe havens – US Treasuries and the dollar both weakened, raising questions about US exceptionalism. With fears of a recession rising and confidence deteriorating, Trump reversed course: he affirmed central bank independence and paused tariff escalation, setting a 90-day negotiation window.
- Equity markets duly recovered, credit spreads narrowed, and bond yields fell. However, the damage to sentiment lingered. Key concerns include the economic impact of tariffs, shaken confidence in US policymaking, and the cost of strategic goals like decoupling from China and reshoring supply chains. Inflationary pressures from tariffs – combined with a slowing US economy – raise the risk of stagflation. While markets are pricing in four rate cuts by year-end, the Fed may be more cautious, especially as hard data like employment and spending remain firm.
- Globally, risks are skewed toward slower growth. China's excess production may create deflationary spillovers, prompting looser policy elsewhere. The exception is Japan, where gradual tightening is expected.
- US assets underperformed. The S&P 500 fell -4.0% in April, while UK mid and small caps returned 2.2% and 3.6% respectively. Additionally, European and Japanese equities rose by 1.2% and 1.9% as flows have shifted towards non-US markets, amid concerns that US corporates may be early casualties of the trade conflict.
- While near-term risks remain, we see potential upside. Tax cuts, falling energy prices, AI-driven productivity gains, and eventual tariff resolutions may support growth. Volatility has highlighted the value of diversification across and within asset classes. We remain cautiously constructive and will seek opportunities to add risk as conditions evolve.

Source: Bloomberg Finance LP, MGIM

PLATFORM AVAILABILITY



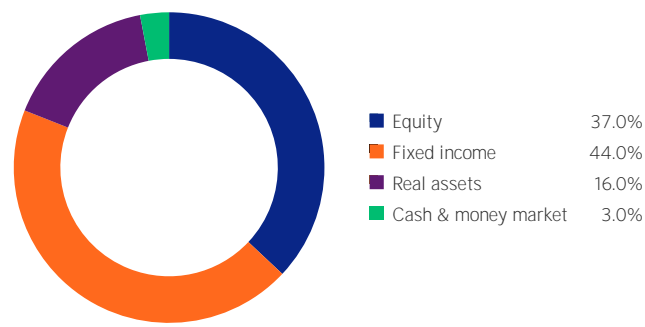
PORTFOLIO RATINGS



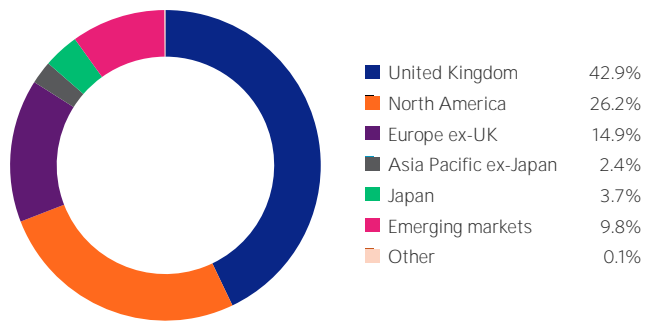
Actual performance may vary subject to the timely execution of orders, platform fees and availability.

Sources: Bloomberg Finance LP, MGIM, unless otherwise stated. [†]The Cautious Income, Income and Higher Income Portfolios were merged in December 2017. Historical performance figures prior to the merger in December 2017 have been simulated to represent one-third of the Cautious Income Portfolio, one-third of the Income Portfolio one-third of the Higher Income Portfolio. The Momentum Income 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 Income Portfolios due to different rebates and fees agreed with the Fund Manager by the Platforms. MGIM commenced management as at February 2016. [‡]The Current Yield is the weighted average yield of the underlying holdings over the past twelve months. This does not include underlying fund charges.

ASSET ALLOCATION



GEOGRAPHIC ALLOCATION



Allocations subject to change. Source: MGIM

TOP TEN HOLDINGS

HOLDING	WEIGHT	YIELD
1. Vanguard US Government Bond Index	12.0%	1.7%
2. IFSL Evenlode Global Income	10.0%	3.3%
3. VT RM Alternative Income	10.0%	7.4%
4. Schroder Income Maximiser	8.0%	6.6%
5. Artemis Short-Dated Global High Yield Bond	6.5%	6.6%
6. Vanguard Euro Government Bond Index	6.0%	0.0%
7. iShares UK Gilts All Stocks Index	5.5%	3.3%
8. IFSL Evenlode Income	5.0%	3.9%
9. L&G S&P 500 US Equal Weight Index	5.0%	0.0%
10. L&G EM Government Bond \$ Index	4.0%	5.9%

PORTFOLIO DETAILS

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Investment manager	Momentum Global Investment Management Limited (MGIM)
Inception	1 February 2012
MGIM management from	1 February 2016
Currency	GBP
Minimum investment	£1,000
Tactical version	.v24
Target volatility	4-7%
AMC	0.25%
OCF ²	0.68%

Yield: This is the current yield and does not include underlying fund charges. Source: MGIM

²As at 31.03.2025, 0.68% 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

STEVE HUNTER
Head of Business Development
D 0151 906 2481 M 07470 478 974
E steve.hunter@momentum.co.uk

JONATHAN GARNER
Business Development Consultant
D 0151 906 2479 M 07469 392 164
E jonathan.garner@momentum.co.uk

EMMA CLIFT
Head of Distribution Services
D 020 7618 1806
E distributionservices@momentum.co.uk

IMPORTANT INFORMATION

Fact sheet 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 fact sheet. This reflects the expected average allocation over time which will result from decisions to hold particular funds.

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