

Momentum Income Portfolio

29 August 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)	2.4	2.6	4.9	13.9	24.4	4.3
Peer group median	0.3	3.6	3.1	5.7	15.2	18.7	4.1

DISCRETE ANNUAL PERFORMANCE (%)	Aug 24 - Aug 25	Aug 23 - Aug 24	Aug 22 - Aug 23	Aug 21 - Aug 22	Aug 20 - Aug 21	Current yield (%) [†]
Portfolio return	4.9	9.4	(0.8)	(2.8)	12.4	3.73

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

- Equity markets were mixed in August, as global equities returned 0.4%, while global bonds rose 1.5%. US, UK and Europe ex-UK equities returned -0.2%, 1.5%, and 1.4% respectively. Japan and China delivered strong returns, rising 4.9% and 2.7%, with Chinese mainland 'A' shares climbing 9.2% amid stepped-up property market support. US small cap stocks surged, with the Russell 2000 up 4.9%, while megacap tech underperformed as the Magnificent Seven fell 0.8%. Q2 earnings supported sentiment, with over 80% of S&P 500 companies beating forecasts.
- Financial conditions remained accommodative, reflected in historically tight credit spreads and volatility at yearly lows. The US dollar weakened, slipping nearly 2.5% against the euro, sterling and yen, which lifted gold by 2.6% to new highs.
- Global economic data was broadly resilient. US inflation stayed within expectations, though tariffs began pushing input prices higher. Labour market indicators softened, with slower payrolls and higher jobless claims, but Q2 GDP growth was a robust 3.3% annualised. Although most key trade tariff deals have been concluded, uncertainty remains over their impact on growth and inflation.
- The Fed signalled a dovish shift at Jackson Hole, citing rising employment risks. Markets now expect two rate cuts in 2025 and further easing into 2026. However, worries about inflation, along with rising concerns about fiscal sustainability resulted in significant steepening of the yield curve. US Treasury yields steepened, with the 30-year climbing as fiscal concerns resurfaced.
- Fiscal strains were also in focus in Europe. France, with a 5.5% deficit, faces an excessive debt procedure and political instability, with a no-confidence vote looming. UK fiscal credibility is weakening amid policy U-turns and a worsening debt outlook. The BoE cut rates by 25bps but struck a hawkish tone as inflation is expected to reach 4%, while long gilt yields hit a 27-year high.
- After a strong rally since April, stretched equity valuations and rising bond yields suggest scope for near-term consolidation. Still, resilient growth, expected US rate cuts, and AI-driven productivity gains support a constructive medium-term outlook, though caution is warranted short term.

Source: Bloomberg Finance LP, MGIM

PLATFORM AVAILABILITY



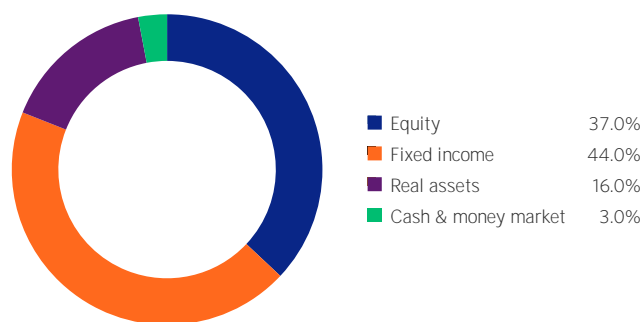
PORTFOLIO RATINGS



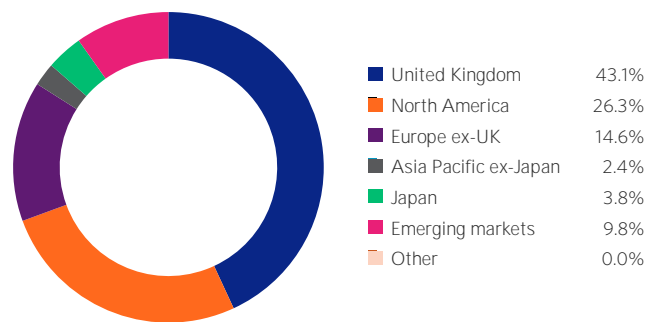
Actual performance may vary subject to the timely execution of orders, platform fees and availability.

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%	3.5%
2. IFSL Evenlode Global Income	10.0%	2.6%
3. VT RM Alternative Income	10.0%	6.9%
4. Schroder Income Maximiser	8.0%	6.2%
5. Artemis Short-Dated Global High Yield Bond	6.5%	6.4%
6. Vanguard Euro Government Bond Index	6.0%	0.0%
7. iShares UK Gilts All Stocks Index	5.5%	3.8%
8. IFSL Evenlode Income	5.0%	3.0%
9. L&G S&P 500 US Equal Weight Index	5.0%	0.7%
10. L&G EM Government Bond \$ Index	4.0%	6.0%

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.

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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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