

Momentum Income Portfolio

31 July 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	1.4	4.1	2.8	5.8	13.0	25.2	4.4
Peer group median	1.9	5.1	2.7	6.1	14.4	19.3	4.1

DISCRETE ANNUAL PERFORMANCE (%)	Jul 24 - Jul 25	Jul 23 - Jul 24	Jul 22 - Jul 23	Jul 21 - Jul 22	Jul 20 - Jul 21	Current yield (%) [†]
Portfolio return	5.8	7.4	(0.5)	(0.6)	11.5	3.82

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 fared well in July, with global equities up 5.0% over the month. The US, UK and Japan gained 6.0%, 4.6% and 2.4% respectively, while Europe lagged returning 0.7%, but leading indicators are showing some signs of future improvement. US megacap tech stocks continued to surge, pushing the Nasdaq and the Magnificent 7 indices to all-time highs.
- A key support for sentiment came from the resolution of several high-profile trade negotiations ahead of Donald Trump's 1st August deadline. Deals with Japan and the EU set tariffs at 15% making the UK's earlier 10% deal now look favourable. These agreements, widely viewed as victories for the US, removed a major source of policy uncertainty and were reinforced by more constructive talks with China, including the resumption of AI chip exports.
- US economic data surprised positively, with Q2 GDP growth estimated at 3% annualised, driven partly by a sharp fall in imports after heavy stockpiling in Q1. The labour market remained resilient, retail sales improved and consumer confidence picked up. By contrast, UK stagflationary concerns deepened as inflation rose and growth remained weak, with sterling falling 3.8% against the dollar.
- Emerging markets returned 5.7%, helped by a strong Chinese market. However, bond markets were weaker, with US Treasuries returning -0.4% and global bonds -1.5%, reflecting fiscal deficit concerns and sticky inflation.
- All major central banks kept rates on hold, albeit with mixed messages. The ECB was more hawkish around further cuts, the BoE is cautious in the face of higher inflation but is keen to cut rates given economic weakness, while the BoJ, having raised its inflation forecast, is expected to resume policy normalisation with further rate increases. Markets are factoring in a more dovish successor to Chair Powell in 2026, and the likelihood the FOMC will begin to lean in this direction in the months ahead.
- With policy uncertainty easing, risk assets have rallied strongly since April's lows. Valuations in some areas, especially AI-driven stocks, are stretched, suggesting a degree of caution is called for shorter term. However, the tariff deals, resilient US economy and productivity potential of AI support a constructive medium-term outlook, albeit with caution in the short term.

Source: Bloomberg Finance LP, MGIM

PLATFORM AVAILABILITY



PORTFOLIO RATINGS

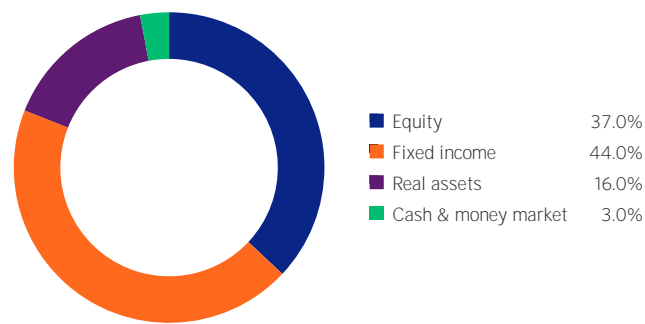


Actual performance may vary subject to the timely execution of orders, platform fees and availability.

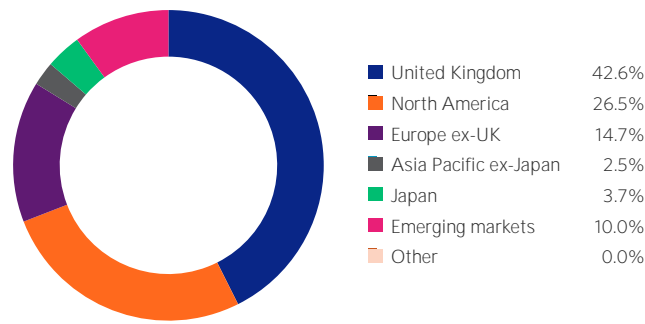
Sources: Bloomberg Finance LP, MGIM, unless otherwise stated. [†]The Cautious Income, Income and Higher Income Portfolios were merged in December 2017. Historical performance figures prior to the merger in December 2017 have been simulated to represent one-third of the Cautious Income Portfolio, one-third 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%	3.4%
2. IFSL Evenlode Global Income	10.0%	2.6%
3. VT RM Alternative Income	10.0%	6.7%
4. Schroder Income Maximiser	8.0%	7.1%
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%	3.3%
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%	6.1%

PORTFOLIO DETAILS

PORTFOLIO DETAILS	
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. 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 Income Portfolio clients should consult a suitably qualified and approved Financial Adviser. The performance shown represents performance of the Income Portfolio that is periodically restructured and rebalanced based on the impact of material, economic and market factors that influence MGIM's decision-making on asset allocation. The Income Portfolio is applied to client accounts by the platform provider but it may take some time for the client accounts to mirror the performance of the Income Portfolio. It is for this reason that client accounts may not have achieved exactly the same returns as the Income Portfolio. The performance of the Income Portfolio 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. The information contained in this fact sheet does not apply to clients who have invested via Skandia. Portfolio ratings: Defaqto is a financial information business. Profile published 11.06.2025 by Distribution Technology based on data and information as at 31.03.2025. 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.