

# VT Momentum Diversified Income Fund

29 August 2025

For professional advisors only

## INVESTMENT OBJECTIVE & STRATEGY

To generate a high level of income with the prospect of maintaining the real value of capital over the long term, by investing in a multi-asset portfolio managed with a focus on value. The Fund may include directly invested UK equities with a bias towards mid-cap stocks, and overseas equity, fixed income, specialist assets and managed liquidity held through third party funds.

## INVESTMENT TEAM


 Richard Parfekt  
Lead Oversight  
Portfolio Manager

 Tom Delic  
Second Oversight  
Portfolio Manager

 Gary Moglione  
Portfolio Manager

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.

## TEN YEAR HISTORICAL CUMULATIVE PERFORMANCE



CUMULATIVE PERFORMANCE (%)	1 month	3 months	6 months	1 year	3 years	5 years	10 years	Since inception annualised
Fund return Class B Inc TR <sup>1</sup>	0.0	3.4	8.4	9.6	20.6	38.2	75.4	5.3
UK CPI	0.3	0.8	2.5	3.9	13.2	28.3	39.0	2.7
IA Mixed Investment 20-60% Shares	0.3	3.8	3.5	6.4	17.4	22.2	52.7	4.3

DISCRETE ANNUAL PERFORMANCE (%)	Aug 24 - Aug 25	Aug 23 - Aug 24	Aug 22 - Aug 23	Aug 21 - Aug 22	Aug 20 - Aug 21	Historic net yield (%) <sup>†</sup>
Fund return Class B Inc TR <sup>1</sup>	9.6	13.3	(2.9)	(8.0)	24.6	5.5

Sources: Morningstar, Momentum Global Investment Management (MGIM). Fund performance is calculated on a total return basis (including distributions), net of all fees and 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

- Global equities returned 0.4% in August, while global bonds rose 1.5%. Financial conditions remained accommodative, with tight credit spreads and volatility at yearly lows. Small caps surged, with the Russell 2000 up 4.9%, while megacap tech underperformed as the Magnificent Seven fell 0.7%. 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. Europe was more muted, with the UK and Europe ex-UK up 1.5% and 1.4%.
- The largest contributions to returns came from UK value equities, with Japanese equities the standout performer. In China, targeted measures to stabilise the property market encouraged renewed investor confidence, supporting domestic equities and helping our EM equity exposure, including Schroder EM Value, which returned 2% over the month, outperforming the MSCI Emerging Markets Index, which was negative. By contrast, European equities lagged due to weaker economic momentum and persistent growth concerns.
- The US dollar weakened, slipping nearly 2.5% against the euro, sterling and yen. Dollar weakness was a factor in helping to push gold to new highs, with a gain of 2.6% in the month.
- UK government bond yields rose sharply, with the 30-year yield reaching a 27-year high of 5.6%. Higher gilt yields also weighed on specialist assets such as property and infrastructure, which tend to struggle when yields rise as their long-dated cash flows become less attractive relative to gilts.
- After a strong rally since April, stretched equity valuations and higher bond yields suggest scope for near-term consolidation. However, resilient global growth, anticipated US rate cuts, and the potential for AI-driven productivity gains support a constructive medium-term outlook, though caution remains warranted in the short term.

Source: Bloomberg Finance LP, MGIM

## PLATFORM AVAILABILITY



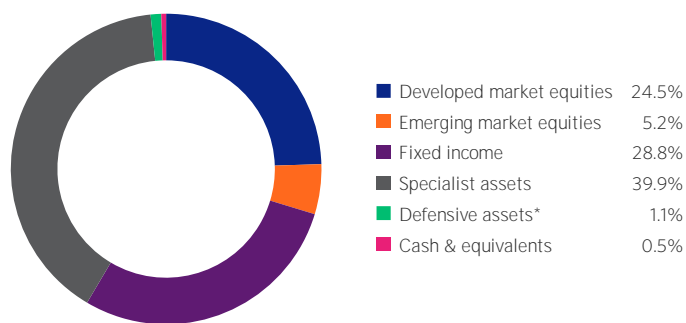
## FUND RATINGS



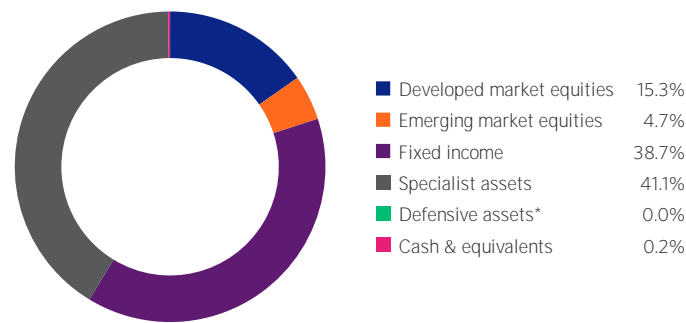
Sources: Bloomberg Finance LP, Morningstar, MGIM, unless otherwise stated.

<sup>1</sup>The Fund performance refers to the 'B' Inc share class with the exception of performance prior to 26.03.2012 which is calculated using the 'A' Inc share class, unadjusted for the lower fees of the 'B' Inc share class. <sup>†</sup>The Historic Net Yield reflects distributions declared over the past twelve months as a percentage of the unit price, as at the date shown. It does not include any preliminary charge and investors may be subject to tax on their distributions. A portion of the Fund's expenses are charged to Capital. This has the effect of increasing the distribution(s) for the year end constraining the Fund's capital performance to an equivalent extent.

## ASSET ALLOCATION



## SOURCES OF INCOME GENERATION



As at 29.08.2025, allocations subject to change. Source: MGIM

\*Defensive assets have reduced/negative correlation to equity markets to provide a more defensive element during times of stress. Defensive assets consists of a variety of investments such as gold\*\*, short ETFs, alternative/uncorrelated strategies and managed futures strategies. \*\*Exposure to physical gold is achieved through investments in exchange traded certificates (ETC) which aim to provide the performance of gold, as measured by the LBMA Gold Price (PM), which is a recognised benchmark for gold. A Gold ETC is a certificate which is secured by gold bullion, held within the vaults of a nominated custodian.

## TOP FIVE HOLDINGS BY ASSET CLASS

EQUITIES		
1.	VT Downing European Unconstrained Income	7.0%
2.	Temple Bar Investment Trust	4.7%
3.	Murray Income Trust	2.8%
4.	Amundi Prime Japan ETF	2.1%
5.	Morant Wright Fuji Yield	2.1%

FIXED INCOME		
1.	Royal London Sterling Extra Yield Bond	6.7%
2.	Artemis Short-Dated Global High Yield Bond	4.1%
3.	Impax EM Corporate Bond	3.4%
4.	Vanguard ESG Global Corporate Bond	2.8%
5.	Candriam Global High Yield	2.4%

SPECIALIST ASSETS		
1.	Fair Oaks Income	2.5%
2.	Doric Nimrod Air Three	2.4%
3.	AEW UK REIT	2.1%
4.	International Public Partnerships	2.1%
5.	Sequoia Economic Infrastructure Income	2.0%

DEFENSIVE ASSETS		
1.	Invesco Physical Gold ETC	1.1%
-	-	-
-	-	-
-	-	-
-	-	-

As at 29.08.2025. Source: MGIM

## FUND &amp; SHARE CLASS DETAILS

FUND DETAILS	
Investment manager	Momentum Global Investment Management Limited (MGIM)
Fund inception	8 April 2002
Currency	GBP
IA sector	Mixed Investment 20-60% Shares
Structure	UCITS
Dealing	Daily
Income distribution	Monthly

SHARE CLASS DETAILS	B (Inc)	B (Acc)	I (Inc)
Minimum investment	GBP 100,000	GBP 100,000	GBP 50,000,000
ISIN	GB00B7JTF560	GB00BKV4HY34	GB00BD3H5034
SEDOL	B7JTF56	BKV4HY3	BD3H503
Citicode	OWRF	QOPS	NRJU
Month-end price (NAV)	108.97p	131.85p	97.96p

ANNUAL CHARGES	B (Inc)	B (Acc)	I (Inc)
AMC	0.75%	0.75%	0.50%
OCF <sup>2</sup>	1.06%	1.06%	0.81%

FUND WRAPPERS	
ISAs	
SIPPs	
Personal pensions	
Onshore bonds	
Offshore bonds	

<sup>2</sup> As at 08.08.2025. The OCF (Ongoing Charges Figure) is the total expenses paid by the Fund, annualised, against its average net asset value. The OCF will fluctuate as the average net assets and costs change.

## CONTACT US

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## IMPORTANT INFORMATION

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