

# VT Momentum Diversified Income Fund

30 April 2025

For retail investors 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>	1.0	2.1	2.8	7.4	6.2	43.4	60.6	5.1
UK CPI	0.7	1.5	1.8	3.0	14.4	26.7	37.5	2.7
IA Mixed Investment 20-60% Shares	(0.5)	(2.6)	0.3	4.0	7.8	22.3	37.7	4.1

DISCRETE ANNUAL PERFORMANCE (%)	Apr 24 - Apr 25	Apr 23 - Apr 24	Apr 22 - Apr 23	Apr 21 - Apr 22	Apr 20 - Apr 21	Historic net yield (%) <sup>†</sup>
Fund return Class B Inc TR <sup>1</sup>	7.4	5.4	(6.2)	1.9	32.4	5.8

Sources: Morningstar, 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

- April saw a return to volatility, masked by relatively modest monthly returns. Developed market equities fell -2.4% and emerging markets -2.0% in GBP terms. UK gilts and gold both rose 1.8%. UK mid and small caps were notable outperformers, gaining 2.2% and 3.6% respectively, while European and Japanese equities also delivered positive returns. Yet behind these headline figures, markets were turbulent – whipsawed by chaotic US policy shifts and the broader implications of a rapidly evolving geopolitical order.
- In April, we introduced Supermarket Income REIT (SUPR) to the portfolio. SUPR owns and manages omnichannel supermarket properties, let to leading UK and French grocers such as Tesco, Sainsbury's and Carrefour. These assets support both in-store and online retail, and 80% of leases are inflation-linked. SUPR offers a stable, defensive income stream, an 8% dividend yield, and is currently trading at a material discount to NAV.
- Within property, NewRiver REIT made strong operational and strategic progress in FY25, with the £151m acquisition of Capital & Regional boosting portfolio value to £897m and unlocking £6.2m in cost savings. Leasing momentum, improved occupancy, outperformance in customer spend, and rising asset values support a forecast 9.7% dividend yield and positive outlook for income growth.
- LondonMetric Property continued active portfolio management, acquiring a long-let M&S logistics hub for £74m at a 5.65% net initial yield and disposing of £40.4m of mature and non-core urban warehousing. It also made a preliminary takeover proposal for Urban Logistics REIT, valuing it at £674m.

Source: Bloomberg Finance LP, MGIM

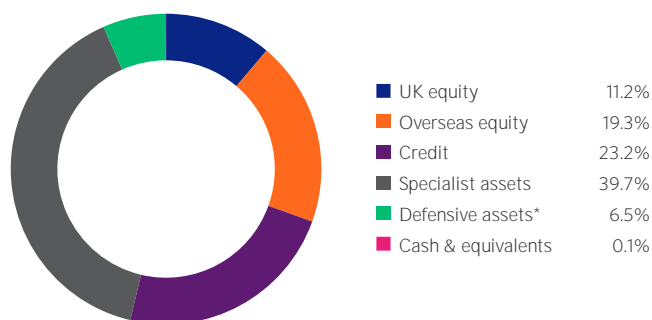
## PLATFORM AVAILABILITY



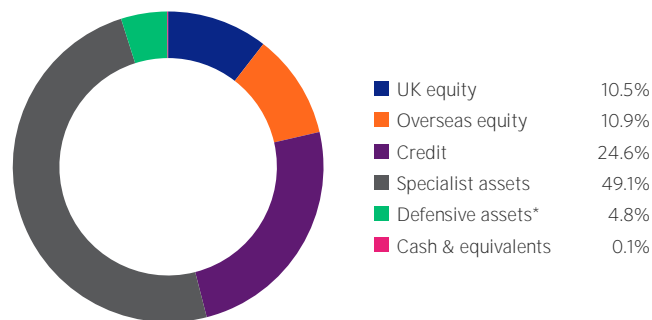
Sources: Bloomberg Finance LP, Morningstar, MGIM, unless otherwise stated.

<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 and constraining the Fund's capital performance to an equivalent extent.

## ASSET ALLOCATION



## SOURCES OF INCOME GENERATION



As at 30.04.2025, 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\*\*, government bonds, 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

UK EQUITIES	
1. Temple Bar Investment Trust	4.0%
2. Murray Income Trust	2.0%
3. Aberforth Geared Value & Income Trust	1.8%
4. Marks and Spencer Group	0.7%
5. Kier Group	0.6%

OVERSEAS EQUITIES	
1. VT Downing European Unconstrained Income	6.3%
2. Robeco QI Emerging Conservative Equities	2.2%
3. Amundi Prime Japan ETF	1.9%
4. Morant Wright Fuji Yield	1.8%
5. Invesco European Equity Income	1.7%

CREDIT	
1. Royal London Sterling Extra Yield Bond	6.4%
2. Royal London Short Duration Global High Yield	4.5%
3. MI TwentyFour AM Dynamic Bond	3.4%
4. Impax EM Corporate Bond	3.3%
5. Candriam Global High Yield	2.3%

SPECIALIST ASSETS	
1. Doric Nimrod Air Three	3.3%
2. Fair Oaks Income	2.5%
3. AEW UK REIT	2.0%
4. Gore Street Energy Storage	1.9%
5. Sequoia Economic Infrastructure Income	1.9%

DEFENSIVE ASSETS	
1. UK Gilt 4.75% 07/12/38	1.6%
2. UK Gilt 4.25% 06/07/32	1.4%
3. Invesco Physical Gold ETC	1.0%
4. UK Gilt 4.25% 12/07/49	0.9%
5. UK Gilt 3.75% 22/10/53	0.5%

As at 30.04.2025. 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
Minimum regular saver	n/a	n/a	n/a
ISIN	GB00B7JTF560	GB00BKV4HY34	GB00BD3H5034
SEDOL	B7JTF56	BKV4HY3	BD3H503
Citicode	OWRF	QOPS	NRJU
Month-end price (NAV)	103.73p	123.43p	93.17p

ANNUAL CHARGES	B (Inc)	B (Acc)	I (Inc)
AMC	0.75%	0.75%	0.50%
OCF <sup>2</sup>	1.07%	1.07%	0.82%

FUND WRAPPERS	
ISAs	
SIPPs	
Personal pensions	
Onshore bonds	
Offshore bonds	

<sup>2</sup> As at 31.03.2025. 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

Momentum Diversified Funds are sub-funds of the VT Momentum Investment Funds II ICVC umbrella, an open-ended investment company which is authorised by the Financial Conduct Authority (FCA). Valu-Trac Investment Management Limited (authorised and regulated by the FCA) acts as the Authorised Corporate Director (ACD) of the VT Momentum Investment Funds II ICVC. Investment in the Funds may not be suitable for all investors. This document is for information only and does not provide you with all of the facts that you need to make an informed investment decision. Investors should read the Key Investor Information Document (KIID) and seek professional investment advice prior to investment. The prospectus and KIID documents are available (in English) on the ACD's website via [www.valu-trac.com](http://www.valu-trac.com). This financial promotion is issued by Momentum, the trading name of Momentum Global Investment Management Limited (authorised and regulated by the FCA), with its registered office at The Rex Building, 62 Queen Street, London EC4R 1EB.

The views expressed are those of the fund manager at the time of writing and are subject to change without notice. Past performance is no guarantee of future results.