

Momentum Passive Plus Cautious Portfolio

30 September 2025

For professional advisors only

Investment objective & strategy

The Momentum Passive Plus Cautious Portfolio aims to deliver growth in real terms aligned to the risk profile of the solution, with anticipated volatility in the range of 4-7%. The portfolio aims to operate within the 'low' risk profile. The portfolio will invest across a range of asset classes using passive instruments.

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 inception¹



Cumulative performance (%)	1 month	3 months	6 months	1 year	3 years	5 years	Since inception annualised
Portfolio return	1.6	3.9	5.4	5.7	17.9	18.6	3.6
IA Mixed Investment 0-35% Shares	1.2	2.8	5.2	5.4	19.7	12.2	3.2
Difference	+0.4	+1.1	+0.2	+0.3	-1.8	+6.4	+0.4

Discrete annual performance (%)	Sep 24 - Sep 25	Sep 23 - Sep 24	Sep 22 - Sep 23	Sep 21 - Sep 22	Sep 20 - Sep 21
Portfolio return	5.7	10.4	1.0	(6.7)	7.9

Source: Morningstar, MGIM

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 markets extended their Q3 rally in September, supported by resilient economic data, dovish central bank signals, and continued strength in AI-related sectors. Global developed equities returned 3.6% for the month, led by US megacap tech stocks, with the S&P 500 up 4% and the Magnificent Seven gaining 7.2%. Japan and China also posted strong gains, with the Topix up 2.8% and MSCI China rising 10.1%, driven by stimulus measures and surging AI revenues with Alibaba and Tencent rising 32.9% and 10.1% respectively.
- Tech remained dominant, with Nvidia up 7.5% on major AI infrastructure deals, Apple gaining 10.1% on tariff exemptions, Alphabet rising 14.7% after a favourable antitrust ruling, and Tesla surging 33.7% following Elon Musk's \$1bn stock purchase. These four stocks accounted for over half of the S&P 500's quarterly return.
- The Fed cut rates by 25bps, its first move since December 2024, and signalled further easing. Inflation data remained within expectations, and the 10-year breakeven rate rose slightly to 2.37%. US Treasuries returned 1.2% in September.
- Gold surged 12.3% in September, reaching new all-time highs, driven by safe-haven demand amid geopolitical tensions and debt concerns. The US dollar stabilised, and Brent crude fell to \$67 per barrel, down from \$77 in January, helping contain inflation and support disposable incomes.
- Fiscal concerns resurfaced globally. In the US, heavy debt issuance steepened the yield curve, while Fed independence came under scrutiny. In Europe, France's political instability and rising deficits pushed its bond yields above those of the PIIGS (Portugal, Italy, Ireland, Greece, Spain). UK gilts rose 0.7% as 10-year yields rose to 4.69%. The BoE cut rates again but maintained a hawkish tone with inflation near 4%. Finally, The UK risks falling into a stagflationary trap, and sterling is increasingly vulnerable after a rise of 7.4% so far this year.
- While valuations are elevated and risks persist, AI-driven investment and supportive financial conditions offer a constructive medium-term outlook. A period of consolidation may be approaching, but we remain cautiously optimistic and continue to seek selective opportunities to add risk.

Source: Bloomberg Finance LP, MGIM

Platform availability

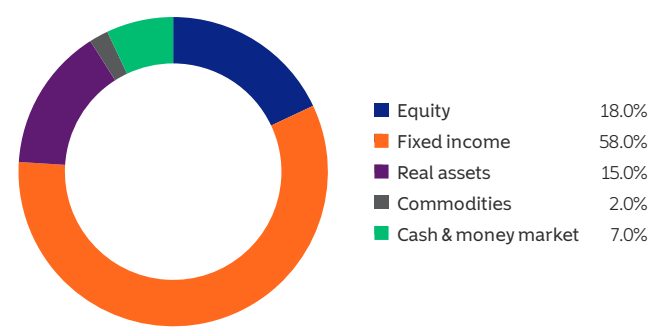
Portfolio ratings



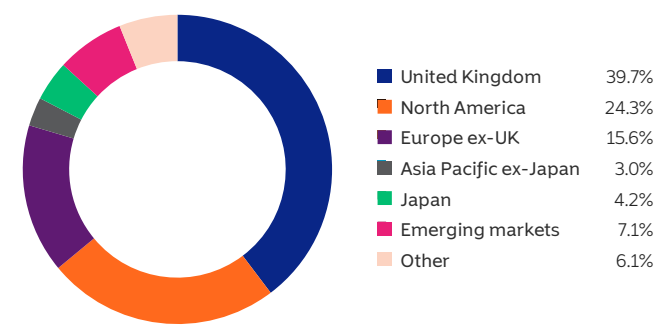
Actual performance may vary subject to the timely execution of orders, platform fees and availability.

Sources: Morningstar, MGIM, unless otherwise stated. 'The Momentum Passive Plus 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 Momentum Passive Plus Portfolios due to different rebates and fees agreed with the Fund Manager by the Platforms.

Asset allocation



Geographic allocation



Allocations subject to change. Source: MGIM

Top ten holdings

Holding	Weight
1. Vanguard US Government Bond Index	16.5%
2. iShares UK Gilts All Stocks Index	13.0%
3. L&G Global Infrastructure Index	8.0%
4. Vanguard UK Short-Term Investment Grade Bond Index	7.5%
5. Vanguard Euro Government Bond Index	7.5%
6. iShares Environment & Low Carbon Tilt Real Estate Index	7.0%
7. Fidelity Index World	6.5%
8. BlackRock ICS Sterling Liquidity	5.0%
9. L&G Global Inflation Linked Bond Index	5.0%
10. Vanguard FTSE UK All Share Index	4.5%

Source: MGIM

Portfolio details

Portfolio details	
Investment manager	Momentum Global Investment Management Limited (MGIM)
Inception	1 March 2016
Currency	GBP
Minimum investment	£1,000
Investment timeframe	4 years +
Target volatility	5-8%
Benchmark	IA Mixed Investment 0-35% Shares
AMC	0.15%
OCF ²	0.32%

²As at 31.03.2025, 0.32% 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

Prior to 15.04.2024 the Momentum Passive Plus Cautious Portfolio was known as pi Cautious Portfolio.

Fact sheet geographic 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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