

Momentum Income Portfolio

30 June 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	1.1	2.9	3.7	6.5	14.9	22.6	4.3
Peer group median	1.4	2.8	3.0	5.1	14.7	17.7	4.0

DISCRETE ANNUAL PERFORMANCE (%)	Jun 24 - Jun 25	Jun 23 - Jun 24	Jun 22 - Jun 23	Jun 21 - Jun 22	Jun 20 - Jun 21	Current yield (%) [†]
Portfolio return	6.5	6.4	1.4	(3.1)	10.1	3.58

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

- Markets closed out a strong quarter, with further gains in June. Global equities rose 2.4% in GBP terms during the month and 4.9% over Q2. UK equities lagged global peers, down 0.5% over June, though UK small caps returned 2.7% in June and 14.6% in Q2. US equities delivered a solid 3.1% gain in June, supported by ongoing strength in megacap tech stocks. Nvidia led the charge, rebounding sharply from its April low to reclaim the top spot as the world's largest company by market cap.
- Japan's Topix was flat in June but returned 5.2% for the quarter, while European equities gained 0.6% in June and 5.7% over Q2. Emerging markets were strong, returning 4.1% in June and 5.4% over the quarter.
- The ICE BofA Global Broad Market index rose by 2.0% in June, with UK gilts and UK investment grade bonds both returning 1.6%. US Treasuries and US investment grade bonds underperformed their UK counterparts, returning -0.4% and 0.2% on the month, with the dollar falling 2.0% against the pound. Similarly, over the quarter, the ICE BofA Global Broad Market index rose 4.3%, with UK gilts and UK investment grade bonds finishing the period up 2.0% and 2.7%. US Treasuries and US investment grade credit underperformed, ending Q2 down 5.1% and 4.1% respectively, with the dollar falling 5.9% against the pound.
- As signs emerged of weakening in the key US consumer sector, expectations of accelerated rate cuts by the Fed began to be priced into markets, despite the Fed itself remaining cautious on the pace of cuts. The housing market also struggled under the weight of high mortgage rates, with the NAHB index falling to a near three-year low. Investors increasingly expect a more dovish path for interest rates, even as the Fed's 'dot plot' suggests a slower approach. While the Fed held rates steady at its June meeting, markets are now expecting multiple cuts before year-end.
- Geopolitical risks stayed elevated, but the risk of escalation in the Middle East eased following a truce between Israel and Iran, contributing to a reversal in oil prices, which rose 3.9% in June but are down 14.9% over the quarter.
- Uncertainty, combined with the strong run in markets, suggests some consolidation is due, and a degree of caution is called for in the near term. However, tariff issues appear to be heading towards resolution, and the long-term fundamentals remain supportive. The prospect of rate cuts, resilient corporate balance sheets and the ongoing AI-driven productivity boom should help underpin markets in the months ahead. Diversification remains key and volatility is likely to bring opportunity.

Source: Bloomberg Finance LP, MGIM

PLATFORM AVAILABILITY



PORTFOLIO RATINGS

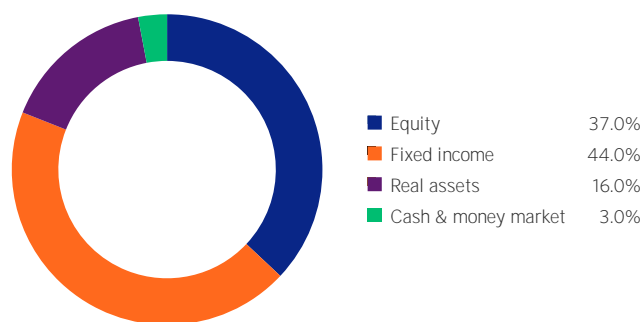


Actual performance may vary subject to the timely execution of orders, platform fees and availability.

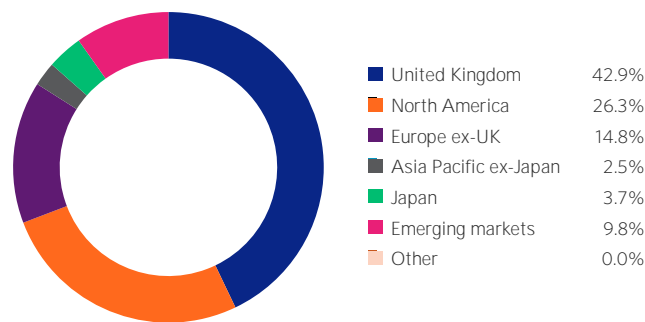
Sources: Bloomberg Finance LP, MGIM, unless otherwise stated. [†]The Cautious Income, Income and Higher Income Portfolios were merged in December 2017. Historical performance figures prior to the merger in December 2017 have been simulated to represent one-third of the Cautious Income Portfolio, one-third 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%	1.7%
2. IFSL Evenlode Global Income	10.0%	2.6%
3. VT RM Alternative Income	10.0%	6.6%
4. Schroder Income Maximiser	8.0%	7.2%
5. Artemis Short-Dated Global High Yield Bond	6.5%	6.3%
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%	6.3%

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.

CONTACT US

STEVE HUNTER
Head of Business Development
D 0151 906 2481 M 07470 478 974
E steve.hunter@momentum.co.uk

JONATHAN GARNER
Business Development Consultant
D 0151 906 2479 M 07469 392 164
E jonathan.garner@momentum.co.uk

EMMA CLIFT
Head of Distribution Services
D 020 7618 1829
E distributionservices@momentum.co.uk

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 27.02.2025 by Distribution Technology based on data and information as at 31.12.2024.

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.