

Momentum Managed Portfolio 5

month ended 31 January 2019



Portfolio details

Investment manager	Momentum Global Investment Management (MGIM)				
Inception	1 January 2010	Tactical version	.v33	AMC	0.25% +VAT
MGIM management from	1 February 2016	Minimum investment	£1,000	TER [†]	1.04%
Target volatility	8-11%	Target return	UK CPI +4-5% (net)		

Investment objective & strategy

To achieve sustainable returns from a mix of different asset classes, within a tight risk controlled framework. The Portfolio can invest in a range of asset classes such as equities, bonds, commodities, absolute return funds and cash. Managed Portfolio 5 is designed to target a real return of 5% above inflation over the longer term and is aimed at investors who have a low-medium tolerance for risk.

Portfolio performance* (%)

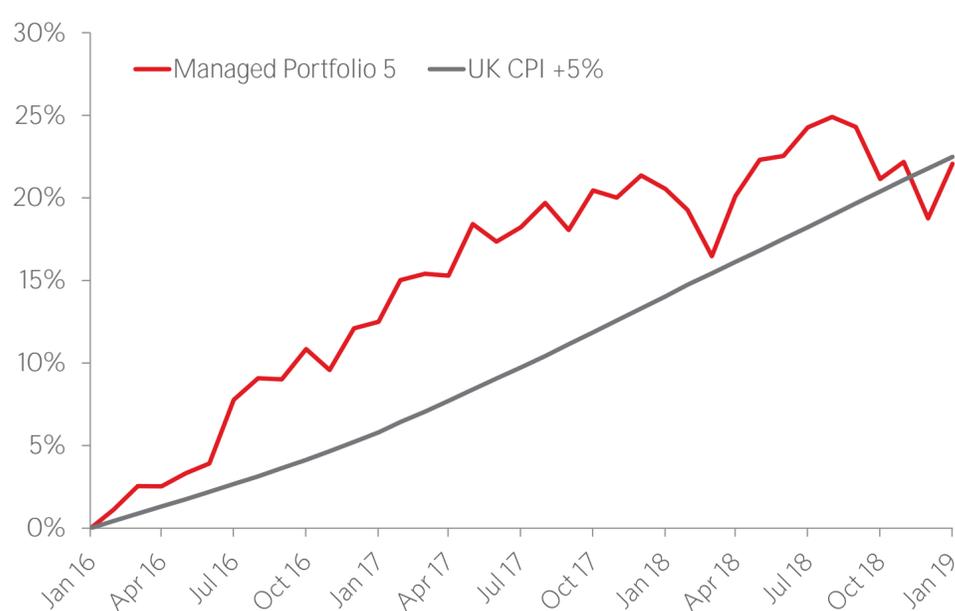
	1 month	3 months	6 months	1 year	3 years (annualised)	5 years (annualised)	Since launch (annualised)	2018	2017	2016 ¹	2015	2014
Portfolio return	2.8	0.8	(1.8)	1.3	6.9	5.7	5.4	(2.1)	8.3	9.6	3.1	5.8
UK CPI +5%	0.6	1.7	3.6	7.4	7.0	6.5	7.3	7.5	7.7	5.7	5.0	6.5
Difference	2.2	(0.9)	(5.4)	(6.1)	(0.1)	(0.8)	(1.9)	(9.6)	0.6	3.9	(1.9)	(0.7)

Annualised performance to last quarter-end* (%)

	Dec 17 - Dec 18	Dec 16 - Dec 17	Dec 15 - Dec 16	Dec 14 - Dec 15	Dec 13 - Dec 14
Portfolio return	(2.1)	8.3	9.6	3.1	5.8

Past performance is not indicative of future returns. The portfolio performance is calculated on a total return basis, net of all fees and in GBP terms. Source: FE Analytics

Historical cumulative performance¹



Source: FE Analytics, MGIM

Investment team



Jernej Bukovec, CFA
Portfolio manager



James Klempster, CFA
Head of Investment Management

The Managed Portfolio Series is managed by Jernej Bukovec and James Klempster. Jernej and James form part of our 13 strong investment team who have collectively built and evolved our proprietary investment process over the past nineteen years. The experienced team consists of specialists in equity, fixed income and alternative asset classes as well as members who focus on asset allocation, risk management, portfolio construction and trade implementation.

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.



Actual performance may vary subject to the timely execution of orders.

† As at 31 October 2018, 1.04% 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.

* The Managed 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 Managed Portfolios due to different rebates and fees agreed with the Fund Manager by the Platforms. ¹ MGIM commenced management as at February 2016.

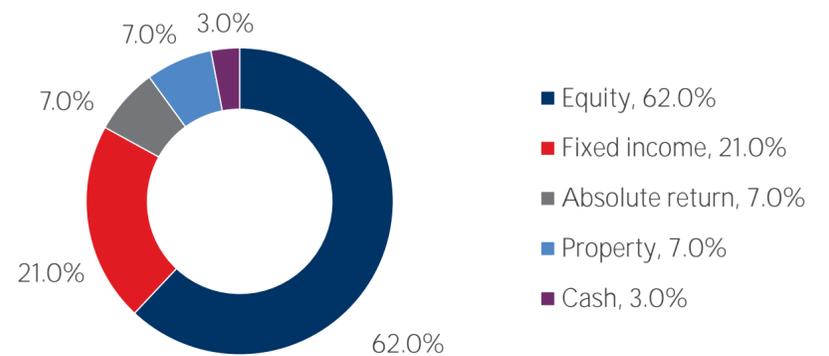
For professional advisors only

Current holdings - top 10 funds

Holding	Weight
Schroder Recovery	14.0%
Evenlode Income	10.5%
Troy Trojan Global Equity	8.0%
Evenlode Global Income	7.0%
LF Lindsell Train UK Equity	6.5%
L&G EM Government Bond USD Index	6.0%
MI TwentyFour AM Dynamic Bond	6.0%
JPM Emerging Markets Income	5.0%
Stewart Investors Asia Pacific Leaders	5.0%
BMO Global Equity Market Neutral	4.0%

Source: MGIM

Tactical asset allocation



Allocations subject to change. Source: MGIM

Market commentary

Following the despair of December, markets made one of their best ever starts to a new year, with virtually all asset classes and markets rising, some very sharply. A strong driver for the surge in markets was a change in policy by the Federal Reserve, pointing to a more dovish approach. In US dollar terms, the US led the way with a return of 8%, pulling the MSCI World index up by 7.8%. In this risk-on environment emerging markets outperformed developed markets, up 8.8%. While all markets were buoyant, the UK was the notable under-performer, advancing 3.7% in sterling terms. UK equities were held back by a strong pound which rallied 2.5% on a trade weighted basis. Even gold, which often tends to drift lower in bullish markets, continued its upward move. While predictably not matching the surge in equities, bond markets participated in the rise. Global government bonds produced positive returns, even as higher risk assets rallied as the US Federal Reserve surprised markets with a clear dovish shift and further moderation in economic data in Europe and China. In the UK, as the formal exit date from the EU of 29th March approaches the political impasse has intensified, in turn heightening uncertainty. This backdrop helped support UK Gilts which returned 1.1% over the month.

Source: MGIM, Bloomberg

Platforms available



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