

# Momentum Managed Portfolio 5

month ended 28 February 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\* (%)

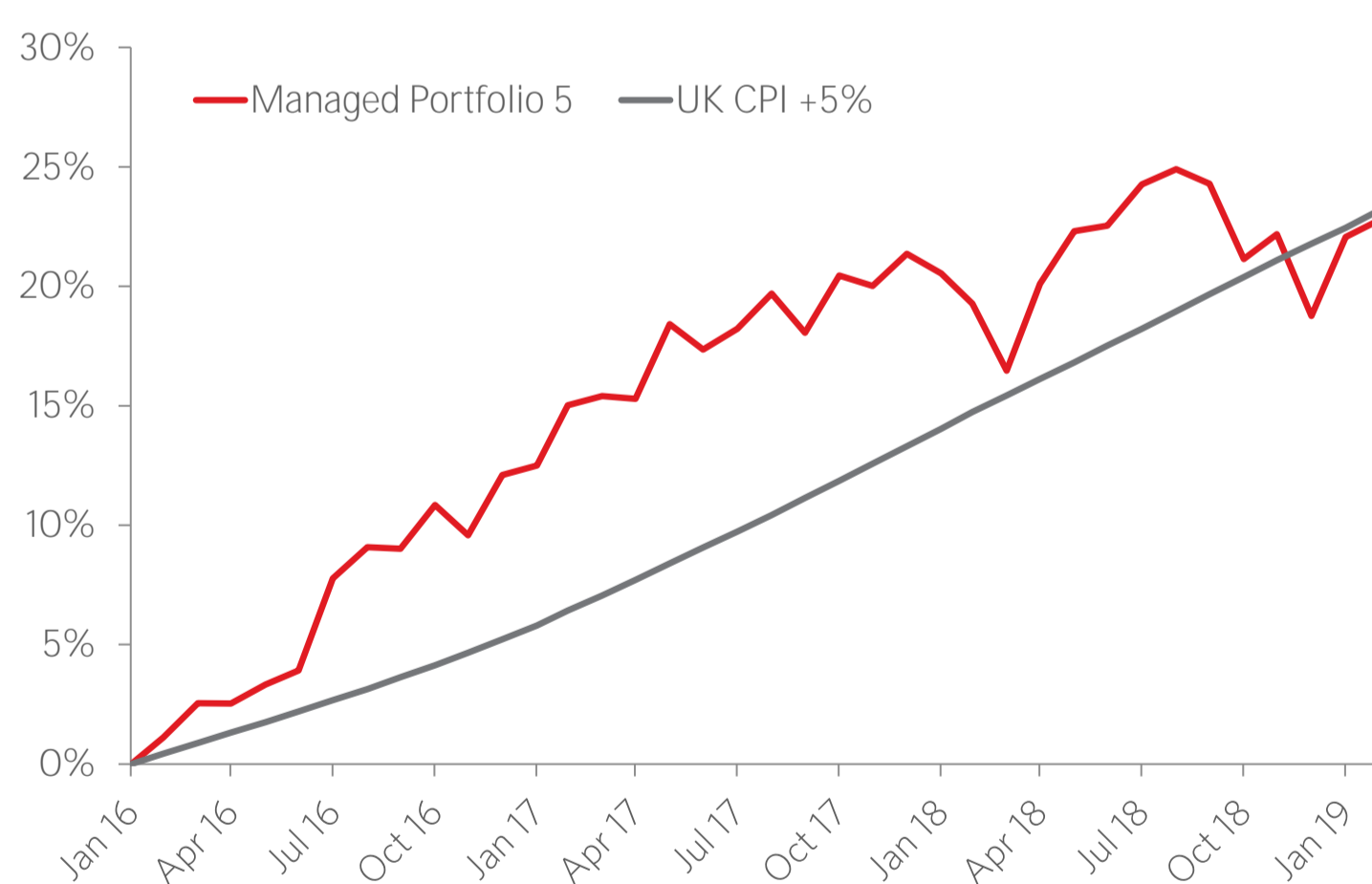
	1 month	3 months	6 months	1 year	3 years (annualised)	5 years (annualised)	Since launch (annualised)	2018	2017	2016 <sup>1</sup>	2015	2014
Portfolio return	0.5	0.4	(1.8)	2.9	6.7	5.3	5.5	(2.1)	8.3	9.6	3.1	5.8
UK CPI +5%	0.5	1.7	3.5	7.3	7.0	6.5	7.3	7.5	7.7	5.7	5.0	6.5
Difference	0.0	(1.3)	(5.3)	(4.4)	(0.3)	(1.2)	(1.8)	(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 performance<sup>1</sup>



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. <sup>1</sup> MGIM commenced management as at February 2016.

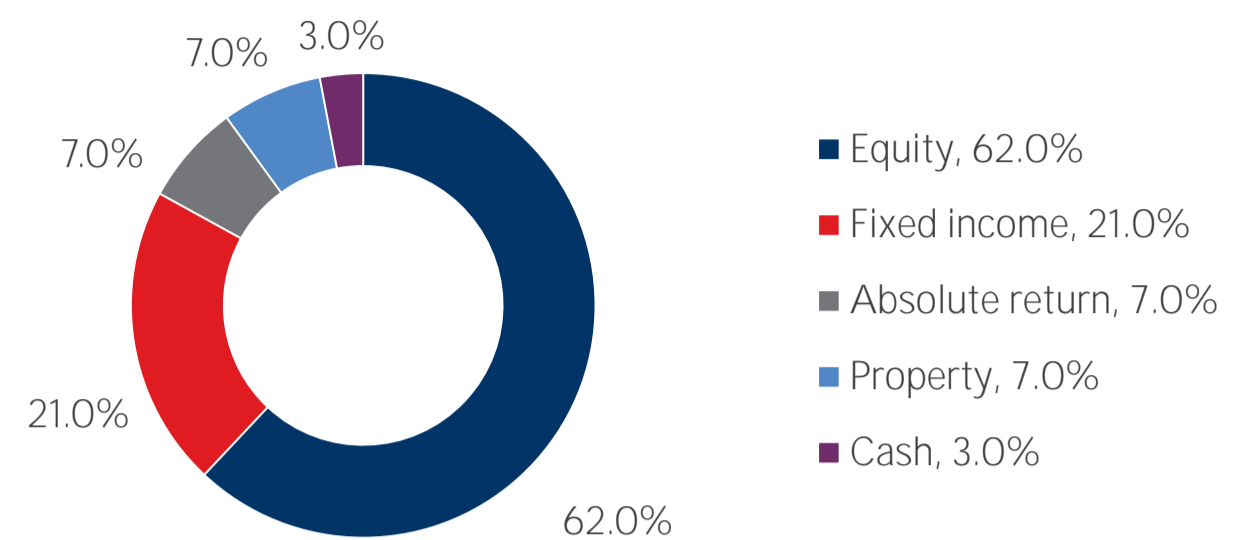
For professional advisors only

### 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

Equity markets continued their rally for a second consecutive month in February following the Q4 2018 sell-off, albeit on a more mixed and less dramatic basis than January. Developed market equities returned 1.9% over the month, outperforming emerging markets which were generally more subdued following their surge in January. European equity markets performed strongly, advancing 4.1% in euro terms, despite economic data continuing to show signs of weakening momentum in Europe. In the US, equity markets returned 3.1% in US dollar terms, with investor sentiment buoyed by constructive US-China trade talks and the Federal Reserve reaffirming their dovish shift in policy, emphasising that its policy will be patient and data dependent. The UK equity market produced a positive return during February, returning 2.3%, although lagged the other major indices amid Brexit uncertainty and sterling strength. The value of sterling strengthened on rising expectations that the UK will avoid a no-deal exit from the EU on 29<sup>th</sup> March 2019. With Brexit in focus, UK Gilts came under pressure late in the month, ending February down 1.0%. The yield on the 10-year Gilt increased 8.3 basis points to 1.3%. Global government bonds declined on the month, while the higher risk credit market performed well with US High Yield returning 1.7% in US dollar terms.

Source: MGIM, Bloomberg

### Platforms available



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