momentum
global investment management

Harmony Asian Balanced Fund *(Class D)*

31 December 2024

This is a marketing communication for professional advisors only

Investment objective*

The portfolio will be biased to investments in markets of developed Asian and emerging Asian countries, but could also hold investments outside these countries.

The portfolio aims to provide a balance between capital preservation and capital growth with a reduced level of volatility, via strategic exposures to a wide range of asset classes.

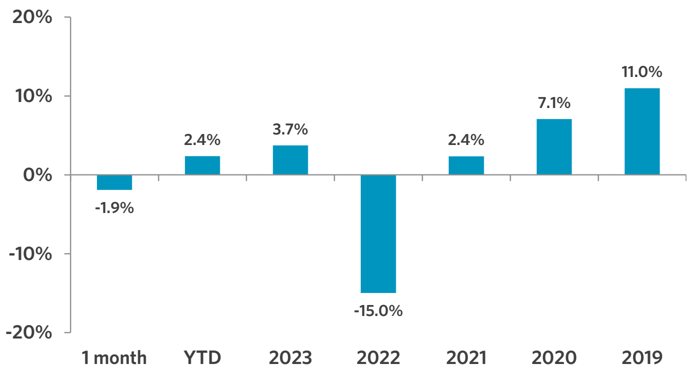
Lead portfolio managers


Andrew Hardy
Director of Investment Management

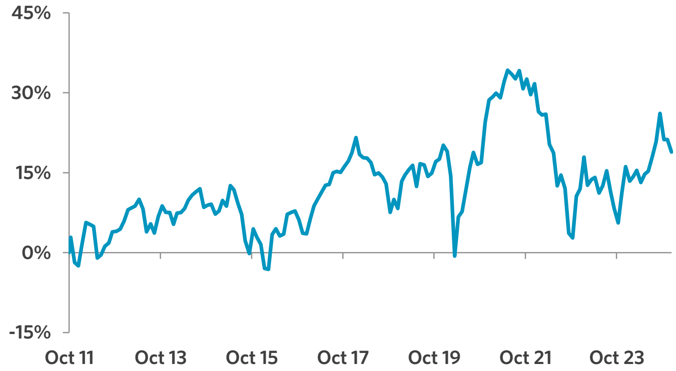

Alex Harvey
Senior Portfolio Manager & Investment Strategist


Lorenzo La Posta
Portfolio Manager

Fund performance**



Cumulative returns *(since inception, 18.10.2011)* **



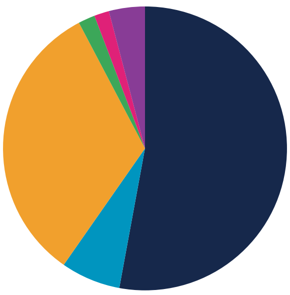
Cumulative performance (%)**

Performance	Mtd	Ytd	1 yr	3 yrs	5 yrs	Since inception
Cumulative	(1.9)	2.4	2.4	(9.7)	(1.1)	18.9
Annualised volatility						9.6

Discrete annual performance (%)**

Dec 23 - 24	Dec 22 - 23	Dec 21 - 22	Dec 20 - 21	Dec 19 - 20
2.4	3.7	(15.0)	2.4	7.1

Strategy allocation



Equities	**52.9%**	**Fixed income**	**32.6%**
Asia ex-Japan equity	35.3%	Emerging market debt	12.5%
Japan equity	6.2%	Investment grade credit	6.0%
Australasia equity	5.1%	Government bonds	5.6%
Other equity	4.2%	Asset backed securities	2.3%
North America equity	1.3%	High yield credit	2.2%
United Kingdom equity	0.5%	Inflation-linked bonds	2.0%
Europe ex-UK equity	0.3%	Convertible bonds	1.0%
Specialist assets	**6.8%**	Loans	1.0%
Infrastructure	3.7%	**Commodities**	**1.9%**
Property	1.6%	**Alternatives**	**1.7%**
Private equity	1.2%	**Cash & equivalents**	**4.1%**
Specialist financials	0.2%		

Manager commentary

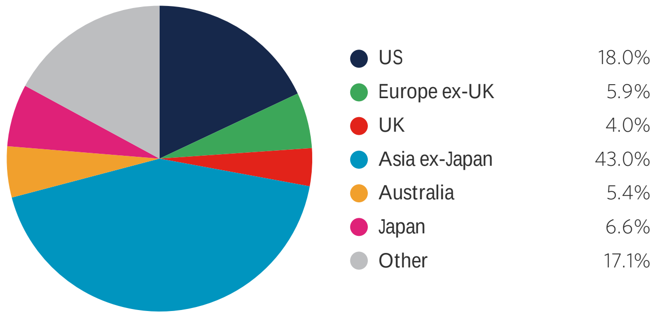
- In December, portfolio activity was elevated as interesting opportunities as well as new risks presented themselves.
- Firstly, we were of the view that markets were underestimating the stickiness of inflation and both inflation expectations and bond yields were going to move higher in the coming weeks. So, within government bonds, we shifted some exposure from long duration bonds to the central part of the yield curve, lowering the average maturity of our bond allocation and being less exposed to the risk of rising bond yields.
- Still within fixed income, we added to convertible bonds, a view that both us and our AI-driven allocation tool agreed on. Convertibles are an asset class we have been tactical about for a few years (last held during and after the COVID pandemic), and now they offer good diversification benefits thanks to their convexity (downside protection of a corporate bonds, upside potential of a stock), which comes useful in periods of volatile markets like today.
- Within equities, we added a new manager, the Schroder Emerging Markets Value fund. Run by an experienced, focused and diverse duo of managers, this strategy aims to outperform markets by selecting stocks that trade at discount to intrinsic value and that can withstand period of volatility through decent cash generation. This new investment was financed by reducing existing managers, to form what we now think being a much better and stable blend of active strategies. Additionally, we moved a small allocation away from emerging markets as a whole, in favour of European and US equities, as advised by our AI-driven asset allocation tool, as that would bring additional stability to the portfolio during potentially turbulent times.
- The net result, was a reduction in cash, which we had been holding onto in the previous months whilst waiting for the right opportunity to spend it.

*Important Information - All data sourced from Momentum Global Investment Management, J.P. Morgan SE - Luxembourg Branch, Bloomberg Finance L.P. Allocations subject to change. *There can be no assurance that the Fund will achieve its investment objective. Please refer to the Prospectus for full details of the Fund, its charges, the investment objective and investment policy. **Performance figures comprise two components: i) figures reflect Class D share's returns for the first 5 years after Class D share's inception; ii) Class A share's returns are taken thereafter, to present. Please refer to the Fees and Expenses, Deferred Subscription Charge – Class D section of the Prospectus regarding the conversion to Class A following the five year anniversary of the original subscription into Class D. Past performance is not a guide to future performance.*

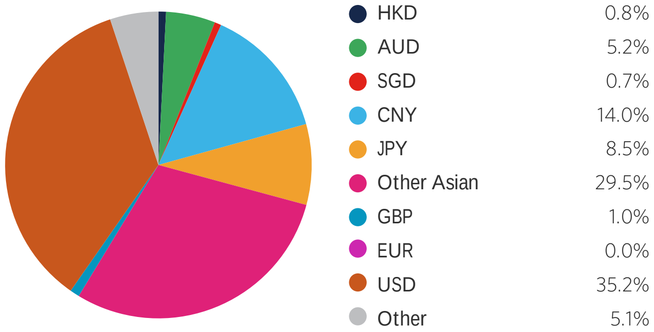
Portfolio holdings - top 20

Holding	
Prusik Asian Equity Income	12.1%
iShares Emerging Asia Local Govt Bond ETF	9.4%
Robeco QI Emerging Markets Enhanced Index Equities	9.0%
Aikya Global Emerging Markets	4.9%
Schroder Emerging Markets Value	4.4%
Sands Capital Emerging Markets Growth	4.4%
iShares MSCI EM Asia ETF	4.2%
Cash	4.1%
US Treasury Bonds	3.9%
iShares $ Asia Investment Grade Corp Bond ETF	3.5%
Morant Wright Fuji Yield	3.1%
HSBC Global Emerging Market Government Bond Index	3.1%
Candriam Equities L Australia	3.1%
Amundi MSCI Japan ETF	3.0%
Hereford Bin Yuan Greater China	2.7%
iShares Global Corporate Bond	2.5%
TwentyFour Income	2.3%
US TIPS	2.0%
WisdomTree Core Physical Gold ETC	1.9%
Neuberger Berman Uncorrelated Strategies	1.7%

Geographic allocation



Currency allocation



Key information	
Investment manager	Momentum Global Investment Management
Currency	USD
Inception date	18 October 2011
Structure	Part I Luxembourg 2010 Law (UCITS)
Minimum investment	USD 7,500
Investment horizon	6 years +

MGF AUM	USD 3,380.2 million
Asian Balanced Fund AUM	USD 15.2 million
Subscriptions/redemptions	Daily
ISIN	LU0651983800
Price per share (NAV)	USD 1.1086

Deferred Subscription Charge - Class D only

The Fund is permitted to make a charge on the sale of Shares to an investor of 5 per cent of the amount subscribed. The amount of this charge is paid by the Fund at the time of the subscription and is deferred and amortised over a 5-year period. Shareholders of Share Class D see the cost of this charge reflected in a decreased Net Asset Value price of Share Class D.

Should an investor redeem before the 5-year period has elapsed, the Fund is permitted to deduct the remainder of the Deferred Subscription Charge from the redemption proceeds for the benefit of the relevant Fund. The remaining charge will be calculated on a first in, first out basis and pro-rata dependent upon the number of Shares redeemed.

Charges will be applied to the redemption proceeds as below:

» Within one year of initial subscription	5%
» Between 1 & 2 years of initial subscription	4%
» Between 2 & 3 years of initial subscription	3%
» Between 3 & 4 years of initial subscription	2%
» Between 4 & 5 years of initial subscription	1%
» After 5 years of initial subscription	No charge

At the end of the month following the five-year anniversary of the original subscription, once the initial charge is repaid in full to the Fund, any remaining shareholding will be automatically converted to Share Class A.

Please refer to the Deferred Subscription Charge section of the prospectus for further details.