

Harmony Sterling Balanced Fund (Class E)

30 May 2025

This is a marketing communication for professional advisors only

Investment objective*

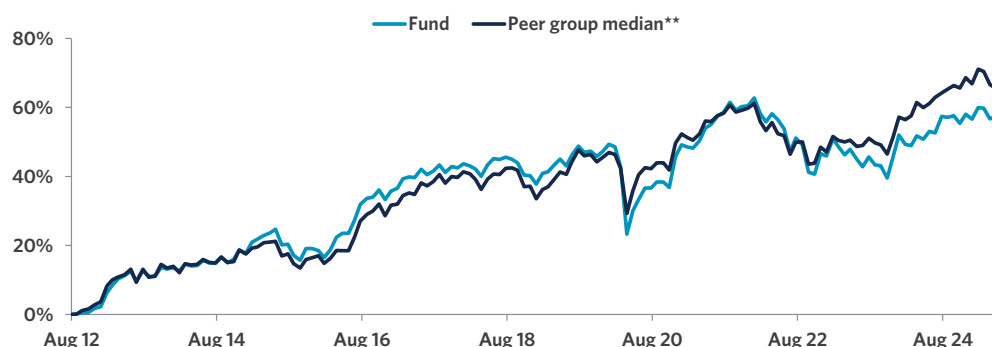
The portfolio will be biased to investments in the United Kingdom, but could also hold investments outside this country.

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

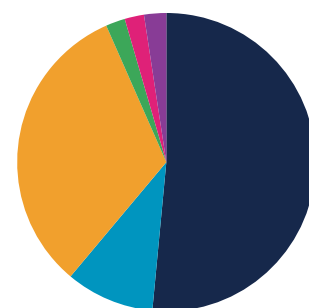
Manager commentary

- » In May, markets rallied as fears of a trade war receded, buoyed by positive AI developments. This "TACO" (Trump Always Chickens Out) theme saw US-China tariff de-escalation, boosting equities, particularly US tech giants like Nvidia. However, government debt sustainability concerns in the US, UK, and Japan pushed long-term bond yields to multi-year highs, causing bond markets to struggle. Central banks remain cautious on rate cuts amid resilient economies and persistent inflation. While short-term uncertainty lingers, the corporate sector's strength and the transformative potential of AI provide a more encouraging long-term outlook.
- » Against this backdrop, we implemented two tactical trades in the portfolio.
- » Firstly, in the second half of the month, we reduced some of the equity positions that we had increased allocation to in early April, in the depths of the tariff crash. We had let them successfully run overweight for 6 weeks, after which we thought it prudent to bank the profits and look at opportunities elsewhere.
- » Only a few days later, in fact, we invested in a 30-year inflation-protected US bond. With bond yields spiking and market sentiment probably excessively negative about US fixed income, we thought it prudent to take a contrarian view and took the opportunity to bring the portfolio's interest-rate sensitivity back in line with strategic levels, which increases yield generation and enhances protectiveness.

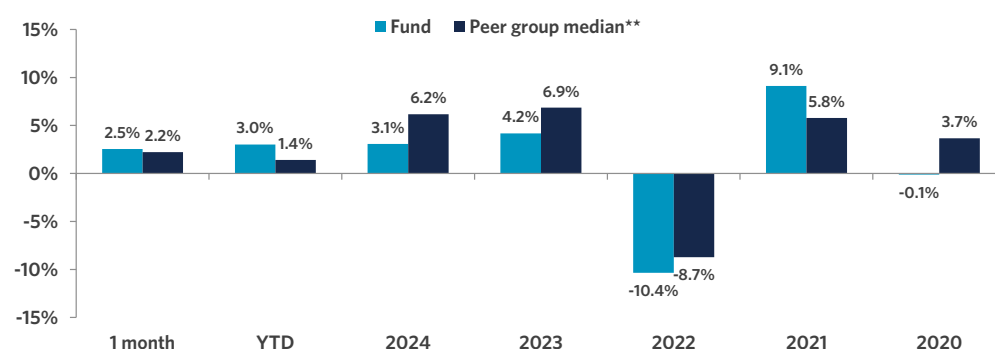
Cumulative returns (since inception, 06.08.2012)



Strategy allocation



Fund performance



Cumulative performance (%)

Mtd	Ytd	1 yr	3 yrs	5 yrs	Since inception
2.5	3.0	5.4	4.9	21.0	61.4

Discrete annual performance (%)

May 24 - 25	May 23 - 24	May 22 - 23	May 21 - 22	May 20 - 21	Annualised volatility
5.4	5.5	(5.7)	(0.8)	16.3	7.5

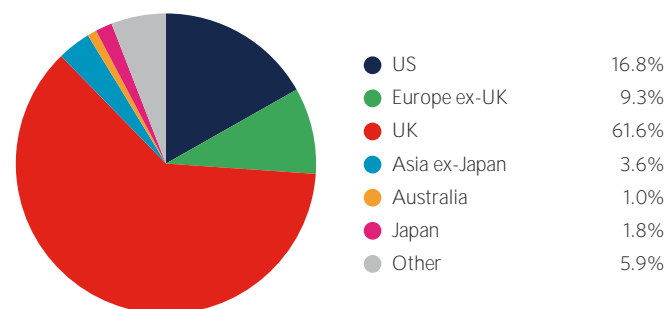
Equities	51.5%
United Kingdom equity	41.3%
Asia ex-Japan equity	3.5%
Europe ex-UK equity	2.1%
North America equity	1.6%
Japan equity	1.2%
Other equity	1.1%
Australasia equity	0.7%
Specialist assets	9.6%
Infrastructure	4.3%
Private equity	3.4%
Property	1.6%
Specialist financials	0.3%
Fixed income	32.3%
Government bonds	9.8%
Investment grade credit	5.9%
Inflation-linked bonds	5.5%
Emerging market debt	3.9%
Convertible bonds	2.1%
High yield credit	2.1%
Asset backed securities	1.8%
Loans	1.2%
Commodities	2.1%
Alternatives	2.1%
Cash & equivalents	2.4%

Important Information - All data sourced from Momentum Global Investment Management, J.P. Morgan SE - Luxembourg Branch, Morningstar, 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. **Peer group median comprises two components: 1) between inception date and 30.06.24, the median return of the composite (i) global peers and (ii) local peers, in the ratio 1:2. This weighting methodology is consistent with the "normal" asset allocation of the Fund, with a two-thirds bias towards "home" country assets and currencies; 2) between 01.07.24 to present, following the Strategic Asset Allocation changes, the median return of Morningstar EAA GBP Allocation 40-60% Equity. Past performance is not a guide to future performance. Performance is calculated on a total return basis, net of all fees.

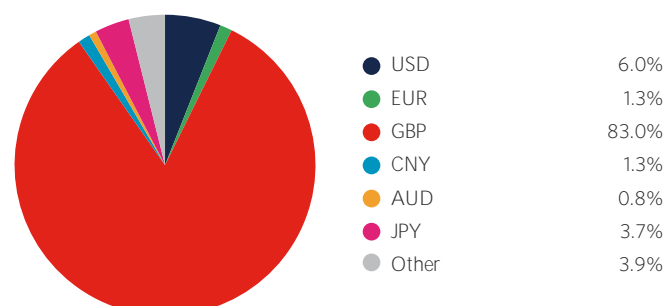
Portfolio holdings

Equities	51.5%
IFSL Evenlode Income	12.6%
TM Redwheel UK Equity Income	9.4%
iShares FTSE 100	8.0%
Aberforth Smaller Companies Trust	6.1%
Robeco QI Emerging Markets Enhanced Index Equities	2.8%
Finsbury Growth & Income Trust	2.0%
iShares Core MSCI Europe GBP ETF	2.0%
Jennison Global Equity Opportunities	1.8%
Hereford Bin Yuan Greater China	1.1%
iShares Core S&P 500 ETF	1.1%
MSCI World MV Index Futures	1.0%
Robeco Multi-Factor Global Equity	0.8%
Morant Wright Fuji Yield	0.7%
Comgest Growth Japan	0.6%
iShares MSCI Australia	0.6%
Lyrical Global Value Equity Strategy	0.3%
Evenlode Global Equity	0.3%
Aikya Global Emerging Markets	0.1%
Paradise Global SMID Cap	0.1%
Artisan Global Value	0.1%
Specialist assets	9.6%
Momentum Real Assets Growth & Income	1.3%
International Public Partnerships	0.9%
Maple-Brown Abbott Global Infrastructure	0.7%
Gore Street Energy Storage	0.7%
Cordiant Digital Infrastructure	0.6%
Oakley Capital Investments	0.6%
Partners Group Private Equity	0.6%
Greencoat UK Wind	0.5%
Molten Ventures	0.5%
Life Science REIT	0.5%
Schroder Capital Global Innovation Trust	0.5%
Chrysalis Investments	0.5%
Foresight Environmental Infrastructure	0.4%
Syncona	0.4%
iShares Developed Real Estate Index	0.4%
AEW UK REIT	0.4%
Digital 9 Infrastructure	0.1%
Fixed Income	32.3%
UK Gilts	6.0%
iShares Global Corp Bond	5.9%
US TIPS	5.5%
HSBC Global Emerging Market Government Bond Index	3.9%
iShares EUR Govt Bond Climate	2.9%
Redwheel Global Convertibles	2.1%
TwentyFour Income	1.8%
Sequoia Economic Infrastructure Income	1.2%
Candriam Global High Yield	1.1%
Jupiter Financials Contingent Capital	1.0%
US Treasury Bonds	0.9%
Commodities	2.1%
WisdomTree Core Physical Gold ETC	2.1%
Alternatives	2.1%
Neuberger Berman Uncorrelated Strategies	2.1%
Cash & equivalents	2.4%
Cash	2.4%

Geographic allocation



Currency allocation



Key information

Investment manager	Momentum Global Investment Management
Currency	GBP
Inception date	06 August 2012
Minimum investment	USD 250,000 (GBP equivalent)
Investment horizon	5 years +
Subscriptions/redemptions	Daily
ISIN	LU0795380863
Peer group**	Morningstar EAA GBP Allocation 40-60% Equity
Price per share (NAV)	GBP 1.6137

Important Information - All data sourced from Momentum Global Investment Management, J.P. Morgan SE - Luxembourg Branch. Allocations subject to change. 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. Performance is calculated on a total return basis, net of all fees. Portfolio holdings include indirect holdings in Momentum GF Global Equity Fund. **Peer group median comprises two components: 1) between inception date and 30.06.24, the median return of the composite (i) global peers and (ii) local peers, in the ratio 1:2. This weighting methodology is consistent with the "normal" asset allocation of the Fund, with a two-thirds bias towards "home" country assets and currencies; 2) between 01.07.24 to present, following the Strategic Asset Allocation changes, the median return of Morningstar EAA GBP Allocation 40-60% Equity. Past performance is not a guide to future performance. Performance is calculated on a total return basis, net of all fees.

This is a marketing communication. This document does not provide all the facts needed to make an informed investment decision. Prior to investing, investors should read the Key Information Document (KID) and seek professional investment advice where appropriate. KIDs and the Prospectus are available in English at momentum.co.uk.

Harmony Portfolios are sub-funds of the MGF SICAV, which is domiciled in Luxembourg and regulated by the Commission de Surveillance du Secteur Financier. The fund conforms to the requirements of the European UCITS Directive. Either Momentum Global Investment Management Limited (MGIM) or FundRock Management Company S.A., the management company, may terminate arrangements for marketing under the denotification process in the new Cross-border Distribution Directive (Directive EU) 2019/1160. This financial promotion is issued by MGIM, who is the Investment manager, Promoter and Distributor for the MGF SICAV. MGIM is registered in England and Wales No. 03733094. Registered Office: The Rex Building, 62 Queen Street, London EC4R 1EB. MGIM is authorised and regulated by the Financial Conduct Authority No. 232357.