

# Harmony Sterling Balanced Fund (Class H)

31 October 2024

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.

## Lead portfolio managers



Andrew Hardy  
Director of Investment  
Management



Alex Harvey  
Senior Portfolio Manager  
& Investment Strategist

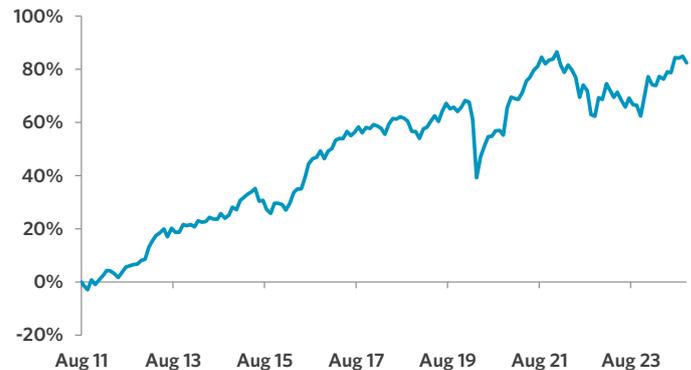


Lorenzo La Posta  
Portfolio Manager

## Fund performance\*\*



## Cumulative returns (since Fund inception, 12.08.2011)\*\*



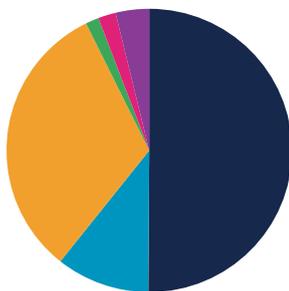
## Cumulative performance (%)\*\*

Performance	Mtd	Ytd	1 yr	3 yrs	5 yrs	Since inception
Cumulative	(1.3)	3.0	12.3	(0.5)	11.2	82.4
Annualised volatility						7.5

## Discrete annual performance (%)\*\*

Oct 23 - 24	Oct 22 - 23	Oct 21 - 22	Oct 20 - 21	Oct 19 - 20
12.3	0.1	(11.5)	18.1	(5.4)

## Strategy allocation



<b>Equities</b>	<b>50.1%</b>	<b>Fixed income</b>	<b>32.0%</b>
United Kingdom equity	39.5%	Government bonds	11.6%
Asia ex-Japan equity	5.1%	Investment grade credit	9.0%
Japan equity	1.6%	Emerging market debt	4.3%
Europe ex-UK equity	1.5%	Inflation-linked bonds	2.2%
Australasia equity	1.3%	High yield credit	2.0%
North America equity	1.0%	Asset backed securities	1.8%
Other equity	0.1%	Loans	1.1%
<b>Specialist assets</b>	<b>10.6%</b>	<b>Commodities</b>	<b>1.5%</b>
Infrastructure	5.0%	<b>Alternatives</b>	<b>2.0%</b>
Private equity	3.4%	<b>Cash &amp; equivalents</b>	<b>3.8%</b>
Property	2.1%		
Specialist financials	0.3%		

## Manager commentary

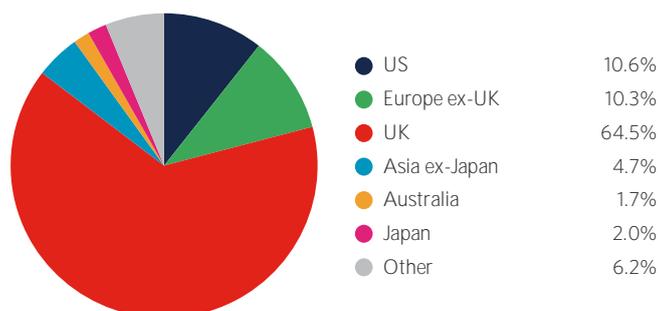
- » In October, the most significant shift was a big rise in bond yields, reversing much of the move in Q3, which meant that bonds had a poor month, in turn weighing on valuations across most asset classes (with the notable exception of gold). Against this backdrop, trading activity was significant in October.
- » We added the Candriam Global High Yield fund, a strategy focused on the higher quality, less cyclical and more sustainable parts of the high yield fixed income universe which, coupled with falling inflation, easier monetary policy and a supportive macroeconomic environment, should deliver strong risk-adjusted returns.
- » Early in the month, we reduced the portfolio's duration by taking profits on some of the US Treasury allocation, which proved timely as bonds kept falling over the subsequent weeks.
- » We exited the First Sentier Japan Focus fund, as the fund is closing and the investment team leaving, and reinvested the proceeds in the Amundi Japan ETF, to keep unchanged our exposure to a market we are tactically positive on.
- » Finally, we took profits on some of our China allocation. After an incredible rally in late September and a consolidation in early October, we thought it prudent to monetize some and reinvest in other areas that had instead been left behind. We remain overweight China though, conscious that the stimuli and the commitment to the stock market we have seen from the Party and the central bank will provide long-term tailwind to the market.

*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 prior to the Inception date of the Class H share have been simulated to reflect its lower fees by adjusting the Harmony Sterling Balanced Fund Class A share's past performance. The simulated performance is based on the performance of the longest track record share class since the fund launch. Past performance is not a guide to future performance.*

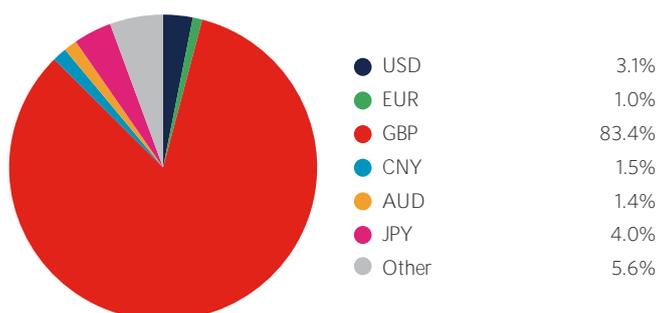
## Portfolio holdings - top 20

Holding	
IFSL Evenlode Income	13.6%
iShares Global Corp Bond	9.0%
UK Direct Equities <sup>A</sup>	8.9%
UK Gilts	8.4%
iShares FTSE 100	7.1%
TM Redwheel UK Equity Income	6.7%
HSBC Global Emerging Market Government Bond Index	4.3%
Curate Global Emerging Markets Equity	4.2%
Cash	3.8%
iShares EUR Govt Bond Climate	2.6%
US TIPS	2.2%
Neuberger Berman Uncorrelated Strategies	2.0%
TwentyFour Income	1.8%
Jennison Global Equity Opportunities	1.7%
iShares Core MSCI Europe GBP ETF	1.7%
WisdomTree Core Physical Gold ETC	1.5%
Hereford Bin Yuan Greater China	1.5%
iShares MSCI Australia	1.2%
International Public Partnerships	1.1%
Sequoia Economic Infrastructure Income	1.1%

## Geographic allocation



## Currency allocation



## Key information

Investment manager	Momentum Global Investment Management
Currency	GBP
Inception date (Fund)	12 August 2011
Inception date (Class H)	15 May 2020
Structure	Part I Luxembourg 2010 Law (UCITS)

Minimum investment	USD 1,500,000 (GBP equivalent)
Investment horizon	5 years +
Subscriptions/redemptions	Daily
ISIN	LU1700369991
Price per share (NAV)	GBP 1.2568

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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](http://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 Distributer 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.