

# Momentum GF Global Fixed Income Fund (Class I)

month ended 31 January 2025

## Fund details

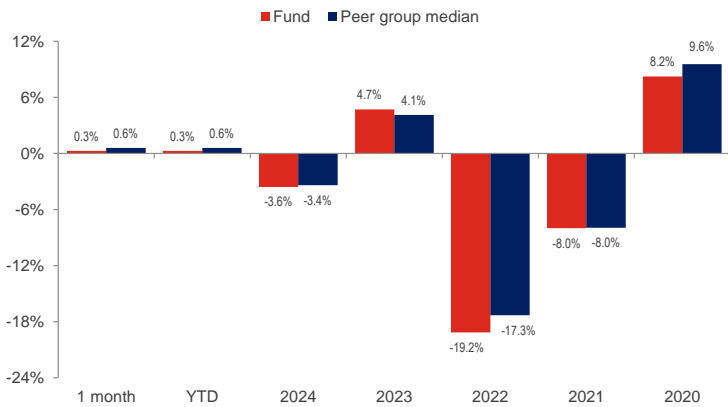
Investment manager: <b>Momentum Global Investment Management</b>	AMC: <b>0.20% (no initial charge)</b>	Inception date (UCITS): <b>04 February 2022</b>
Structure: <b>SICAV - Part I Luxembourg 2010 Law (UCITS)</b>	ISIN: <b>LU2377865568</b>	Price per share I Class: <b>USD 127.45</b>
Benchmark: <b>JPMorgan Global Government Bond Index TR USD</b>	Subscriptions / redemptions: <b>daily</b>	MGF AUM: <b>USD 3,490.3 million</b>
Peer group: <b>Morningstar EAA Fund Global Bond</b>	Currency: <b>USD</b>	Investment timeframe: <b>3 years +</b>
		Global Fixed Income Fund AUM: <b>USD 162.7 million</b>

## Investment objective

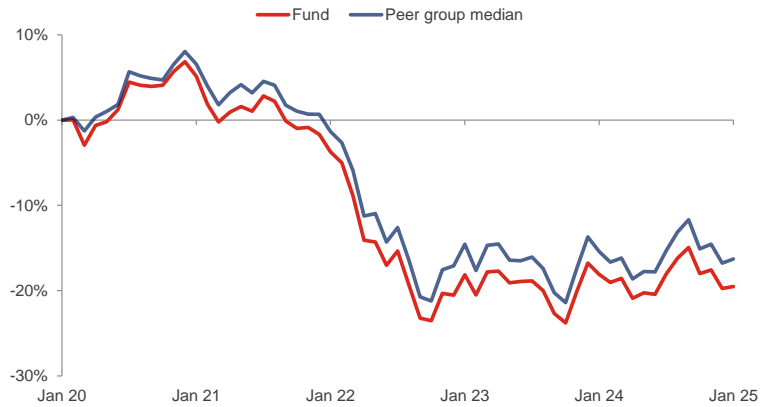
The Fund aims to outperform the JP Morgan Global Government Bond Index unhedged in USD over a rolling 3-year period, by substantially investing in a diversified range of, fixed income securities. The Fund may also invest in money market instruments, fixed income funds and may also use derivatives for efficient portfolio management including futures, options, CDS, forwards and swaps. There is no guarantee that this objective will be achieved over the indicated period, or any other period, and the capital value of the Fund is at risk.

Please refer to the Prospectus for full details of the fund, its charges, the investment objective and investment policy.

## Fund performance (composite basis)<sup>†</sup>



## Cumulative returns (composite basis, 5 years)<sup>†</sup>



## Performance statistics (composite basis)<sup>†</sup>

	Cumulative	Annualised
Current month return	0.3%	-
Year-to-date return	0.3%	-
1 year return	-1.7%	-
3 year return	-16.4%	-5.8%
5 year return	-19.5%	-4.3%
Annualised volatility (5 year)	8.1%	
Sharpe ratio (5 year)	-0.8	
Tracking error (3 year)	0.8%	

## Fund statistics

	Portfolio	Benchmark
Yield	3.7%	3.5%
Modified duration <sup>1</sup>	6.87	6.58
SWMD <sup>2</sup>	1.26	0.88
Average rating <sup>3</sup>	AA-	AA
Total portfolio holdings	123	-
Issuer number	13	-

<sup>1</sup> Modified duration (in points) estimates a bond portfolio's percentage price change for 1% change in yield.

<sup>2</sup> SWMD: spread-weighted modified duration.

<sup>3</sup> Based on cash bonds and CDS but excludes other types of derivatives.

## Portfolio breakdown

	Currency		Duration	
	Fund	Benchmark	Fund	Benchmark
US	50.9%	50.9%	2.4	2.9
Eurozone	22.8%	22.8%	1.9	1.6
Japan	16.5%	16.5%	1.9	1.5
UK	5.8%	5.8%	0.3	0.0
Other	4.0%	4.0%	0.4	0.6
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>	<b>6.9</b>	<b>6.6</b>

## Statistical risk indicators (ex-ante)

	Portfolio
<b>Total portfolio risk (ex-ante tracking error)</b>	<b>0.59%</b>
Diversification benefit	(0.95%)
<b>Bond risk</b>	
Global bond country	0.22%
Yield curve segment allocation	0.41%
Global bond exposure	0.52%
Global bond currency bloc	0.37%
<b>Currency risk</b>	
FX inter-bloc (EUR, JPY, CAD)	0.01%
FX intra-bloc	0.00%
US dollar exposure	0.01%

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.

Sources: Amundi Asset Management, Morningstar, Momentum Global Investment Management, J.P. Morgan SE - Luxembourg Branch. Allocations subject to change.

<sup>†</sup> Historical fund performance, figures prior to 04.02.22, when Momentum IF Global Fixed Income Fund (MIF GFI) merged into the UCITS structure to combine with Momentum GF Global Fixed Income Fund (MGF GFI), comprises two components. Between: i) 22.04.04 (MIF GFI A inception date) and 04.02.22: MIF GFI A; ii) 05.02.22 (MGF GFI I2 inception date) and 11.02.22: composite of MIF GFI A and MGF GFI I2 on an asset-weighted basis. Historical performance figures for MIF GFI A and MGF GFI I2 have been adjusted to incorporate the prevailing fees for MGF GFI I.

## Issuers

Holding	Sector	Weight
Japan	Global sovereign	30.0%
United States of America	Global sovereign	26.8%
Australia (Commonwealth of)	Global sovereign	12.1%
Germany	Global sovereign	10.2%
Italian Republic	Global sovereign	10.0%
Spain (Kingdom of)	Global sovereign	3.3%
France	Global sovereign	2.1%
United Kingdom	Global sovereign	1.9%
Kingdom of The Netherlands	Global sovereign	0.7%
Belgium	Global sovereign	0.6%
Kingdom of Denmark	Global sovereign	0.1%

Source: Amundi Asset Management

## Key rate duration exposure vs benchmark, by currency and by Eurozone country

REST OF THE WORLD	Sum of Modified Duration		Maturity				
	Region	Currency	1-3	3-7	7-15	15-35	Total
	<b>Europe</b>	CHF	0	0	0	0	0
	DKK						
	EUR	-22	44	90	-67	45	
	GBP	-3	-8	-18	-5	-34	
	NOK						
	SEK	0	0	0	0	-1	
	Europe Total		-25	36	71	-72	10
<b>Japan</b>	JPY	30	-7	30	-8	45	
Japan Total		30	-7	30	-8	45	
<b>US</b>	AUD	-22	30	30	7	45	
	CAD	-1	11	-30	-5	-25	
	NZD						
	USD	-30	-19	-26	30	-45	
US Total		-53	22	-26	32	-25	
<b>Total</b>			-49	51	75	-47	30

EUROZONE	Sum of Modified Duration		Maturity				
	Group	Country	1-3	3-7	7-15	15-35	Total
	<b>Core</b>	DE	-12	30	-30	-30	-42
Core Total		-12	30	-30	-30	-42	
<b>Semi-Core</b>	AT						
	BE	-1	-2	30	-4	23	
	FI						
	FR	-4	-2	30	-15	9	
	NL						
Semi-Core Total		-5	-4	60	-20	31	
<b>Periphery</b>	ES	-2	-7	30	-8	13	
	IE						
	IT	-3	26	30	-9	43	
	PT						
Periphery Total		-6	19	60	-17	56	
<b>Total</b>			-22	44	90	-67	45

Source: Amundi Asset Management

## Monthly commentary

In January 2025, the global bond market was notably volatile with a sharp rise in yields in the first half of the month, almost completely erased in the second part of the month. The move up was partly due to waning expectations for U.S. rate cuts following strong economic data, including a robust jobs report. But the market stayed focused on Trump policy announcements, with fears of inflation linked to tariffs, fiscal policy expectations and immigration measures all affecting yields. Yields also stay under pressure from elevated US debt issuance. As a result, 10y US yields rose by 16 basis points in the first week, after a 69 basis point rise in 2024.

Global central banks have reacted diversely; the Federal Reserve held rates steady at 4.25-4.50% despite Trump's push for lower rates, signalling stability in unemployment but noting persistent inflation. The ECB cut rates by 25 basis points to 2.75% to address slowing growth and disinflation, while the Bank of Canada also reduced rates by 25bps, citing U.S. tariff risks. Conversely, the Bank of Japan raised rates to 0.50% to manage a 3.6% inflation rate and accelerating wages.

Economic indicators showed December U.S. Nonfarm Payrolls at 256,000 (versus a forecast of 163,000), pushing yields up, but a slightly lower core CPI December print (3.2% yoy vs 3.3% expected), calmed down the market from the middle of the month. Eurozone's Q4 GDP growth was a disappointing 0.9% yoy, with Germany and France underperforming.

U.S. 10-year yields reached 4.80% before coming back down to 4.54%, European yields and UK gilts followed the move and Japan's 10-year JGB yield hit a 10-year peak at 1.25%. Corporate bonds saw spreads tighten to near-decade lows at 84bps for IG issuers, with European and British spreads tightening the most. In Emerging Markets, returns were positive, with Brazil raising rates by 100bps to fight inflation, leading to a stronger BRL and recovery in its bond market.

Over the month of January 2025, active modified duration positions relative to the JPM GBI Global have been implemented within the investible universe. Globally, the aggregate sum of the active modified duration positions resulted in an overall overweight stance. The headline duration position had a slight negative contribution to portfolio relative returns.

Currency bloc opportunities to overweight modified duration were identified on Australian, European and Japanese government bond markets. Conversely, opportunities to underweight

modified duration were spotted on the US, Canadian and UK markets. The Danish, Swedish positions were kept flattish relative to benchmark at a country level. In total, currency bloc strategies had a negative contribution to portfolio relative returns with negative contributions across the major positions.

Regarding country strategies, the EMU modified duration resulted in a net/aggregate long position for the bloc, whilst keeping a modest long modified duration position on Germany and underweight France with Belgium flattish versus benchmark. We kept overweight positions on Italy and Spain in the periphery.

In this context, the intra-EMU country spread positions were a slight positive. In total, the yield curve contribution had a slight positive impact.

Source: Amundi Asset Management

Please note, the investment guidelines do not permit active currency positions. Portfolio weights were hedged to benchmark weights within tolerance level.

## Important Information

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. Past performance is not a guide to future performance. Performance is calculated on a total return basis, net of all fees.

The Momentum IF Global Fixed Income Fund merged with Momentum GF Global Fixed Income Fund on 04.02.2022. Both Funds are managed to the same strategy and were running in parallel between 04.02.2022 and 10.02.2022. The Momentum GF Global Fixed Income Equity Fund is a sub-fund of MGF SICAV, a Luxembourg-registered Société d'Investissement à Capital Variable (SICAV), organised under Luxembourg Law of 2010.

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.

This Fund is a sub-fund 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.