

Harmony Euro Balanced Fund

Fund details

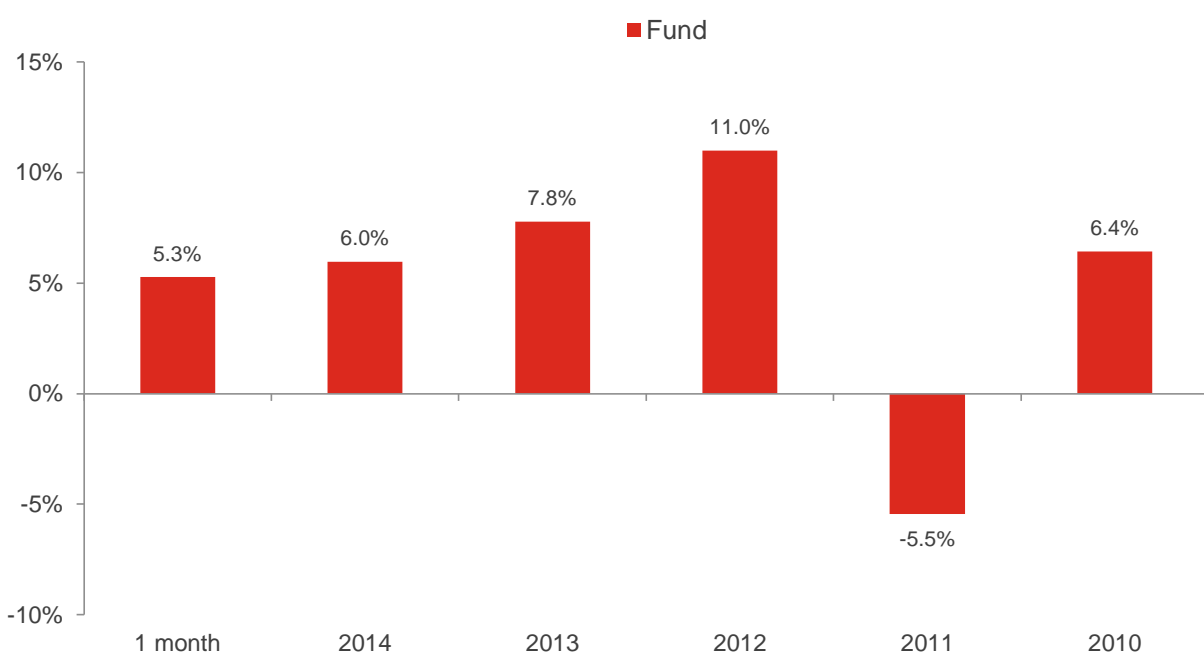
Investment manager: Momentum Global Investment Management	ISIN A Class: LU0651984873	Price per share A Class: EUR 1.1816
Currency: EUR	ISIN B Class: LU0651984956	Price per share B Class: EUR 1.1136
Inception date (fund): 12 August 2011	ISIN C Class: LU0651985094	Price per share C Class: EUR 1.2605
Structure: SICAV - Part 1 Luxembourg 2002 Law (UCITS)	ISIN D Class: LU0651985177	Price per share D Class: EUR 1.2922
Minimum investment: Share classes A, B, C & D: USD 7,500 (EUR equivalent)	Subscriptions / redemptions: daily	Investment timeframe: 3 years +

Investment objective

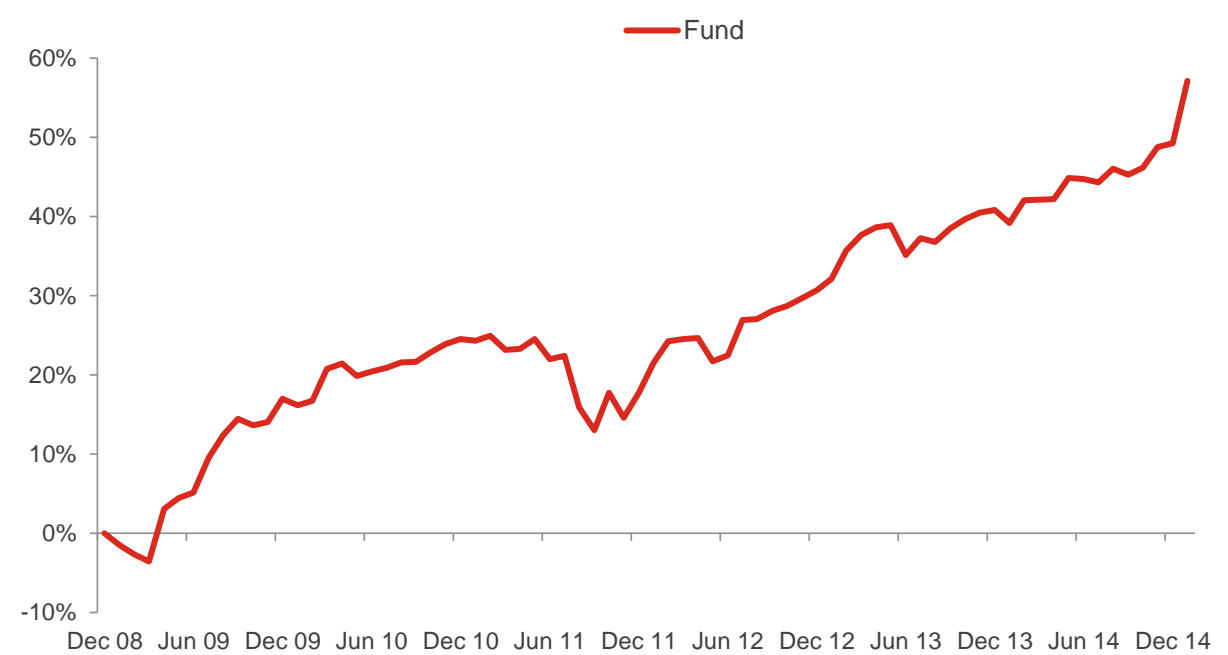
The portfolio will be biased to investments in Europe, but could also hold investments outside this region. The portfolio aims to provide a balance between capital preservation and capital growth in euros with a reduced level of volatility, via strategic exposures to a wide range of asset classes.

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

Fund performance



Cumulative returns



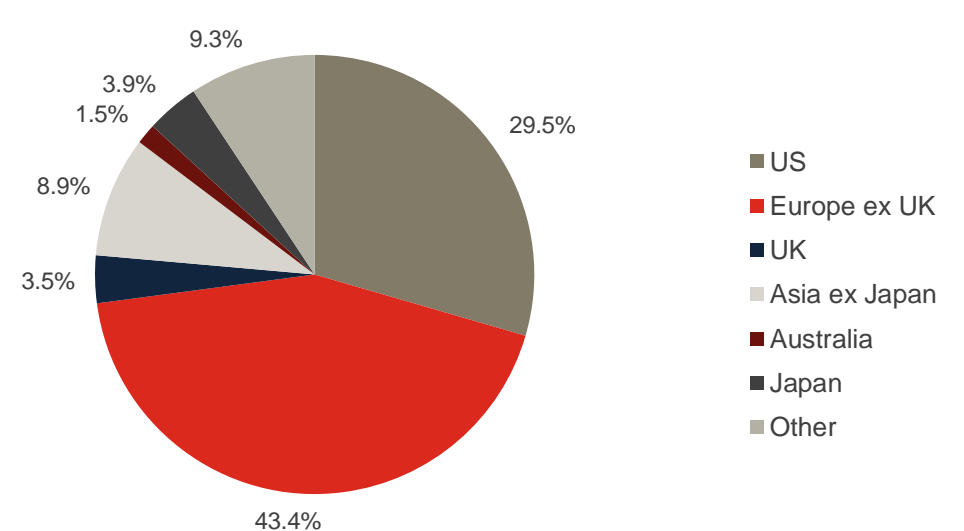
Holdings

Holdings	Asset type	Weight
Jupiter European Special Situations	Equity	19.2%
Henderson European Special Situations	Equity	17.8%
Cohen & Steers Global Real Estate	Property	7.6%
Muzinich EnhancedYield Short-Term (EUR hedged)	Fixed Income	5.4%
AXA US Short Duration High Yield (EUR hedged)	Fixed Income	5.2%
RWC Asia Convertibles	Fixed Income	4.6%
Artisan Global Value	Equity	4.6%
Dimensional Emerging Markets Value	Equity	4.5%
RWC Global Convertibles	Fixed Income	4.3%
AXA US High Yield (EUR hedged)	Fixed Income	4.3%
Muzinich EM Short Duration (EUR hedged)	Fixed Income	3.6%
iShares JP Morgan Emerging Markets Bond	Fixed Income	3.5%
American Century Concentrated Global Growth	Equity	3.2%
Heptagon Kopernik Global All-Cap Equity	Equity	2.0%
First State Global Listed Infrastructure	Equity	2.0%
Schroder UK Recovery	Equity	1.9%
Old Mutual Dublin Global Bond (EUR hedged)	Fixed Income	1.8%
Polar Capital Japan (USD hedged)	Equity	1.6%
Morgan Stanley Global Brands	Equity	1.0%
Morgan Stanley UK Global Brands	Equity	0.8%
Cash	Cash	0.7%
iShares Gold Producers	Commodities	0.4%

Investment statistics (since 1 January 2009)

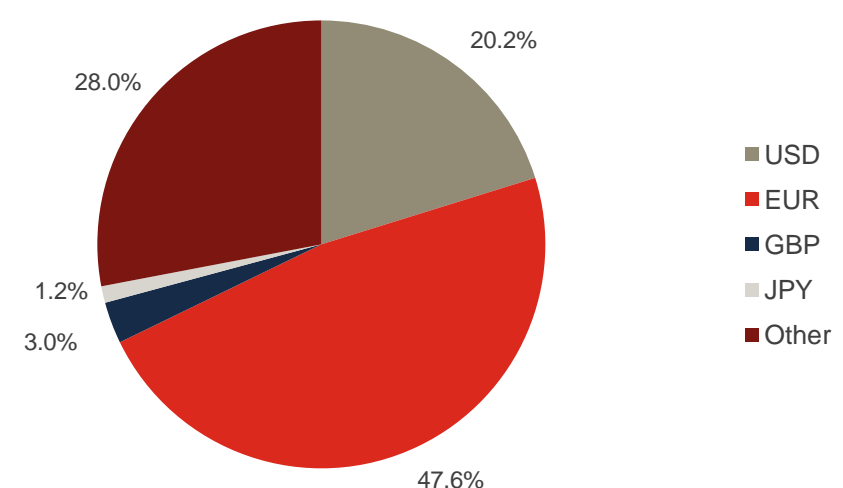
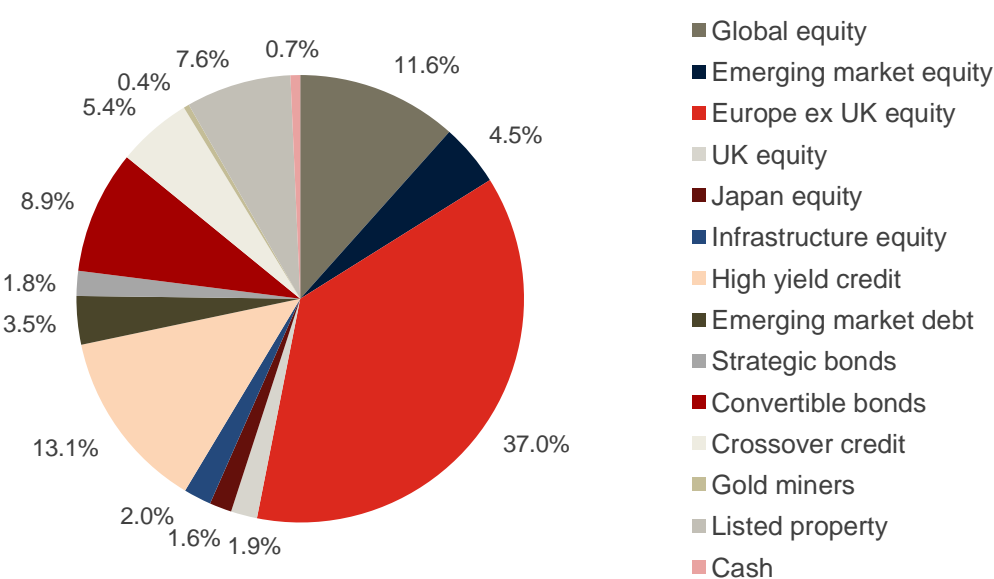
Current month return:	5.3%
Cumulative return:	57.1%
Annualised return:	7.7%
Annualised volatility:	6.5%

Regional allocation



Strategy allocation

Currency allocation



■ Manager commentary

Markets had a mixed and volatile start to the year. Several central banks surprised markets by easing policy with interest rate cuts during the month, but the most significant central announcement came from the European Central Bank with the announcement of a new quantitative easing programme. This drove strong returns from European assets, particularly equity. Meanwhile - breaking from last year's trend - the US equity market underperformed with a modest decline over the month, although the US dollar broadly continued its recent strength. The euro weakened against most majors, including by 15% in one day against the Swiss franc as the previously prevailing exchange rate peg was abandoned. Oil continued to slide lower with Brent crude ending the month below \$50, while gold rallied to end the month over 8% higher. Meanwhile the election success of the left-wing Syriza party means that Greece is bound to remain a focal point for markets over the coming months. Against this backdrop Europe ex UK equities gained 7.7% in January while European bonds gained 3.7%.

The Harmony Euro Balanced Fund delivered a return of 5.3% net of all fees in euro terms, representing the second highest monthly return in the Fund's history. The most significant contributors to performance were our European equity holdings in funds managed by Henderson (+9.1%) and Jupiter (+7.1%). Our allocation to these two particular holdings was increased materially towards the end of last year as the portfolio transitioned towards a higher strategic allocation to equities. A substantial weakening in the euro currency during the month, including a 6.7% slide versus the US dollar, meant that many of the Fund's global investments posted strong gains when translated into euro terms, such as our global real estate holding which returned 11.0% in euro terms. Our small holding in gold producers equity rallied strongly (+27.5%), although this comes after disappointing returns in 2014.

One notable change was made to the portfolio just after January month end as we further increased the allocation to US high yield bonds. Having previously sold out of the asset class on valuation grounds around the beginning of 2014, we reinvested via a short duration strategy run by Axa Investment Managers towards the end of the year. Since then credit spreads have continued to widen making the asset class yet more attractive and prompting us to further increase exposure, this time by adding a full duration strategy run by the same manager. The fund represents a diversified portfolio of bonds from around 200 corporate issuers rated as sub-investment grade and offers an attractive yield of around 8% which, in our opinion, more than compensates for the inherent risks.

Source: Bloomberg, Momentum Global Investment Management.

■ 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.

This document does not provide all the facts needed to make an informed investment decision. Prior to investing, investors should read the Key Investor Information Document (KIID) and seek professional investment advice where appropriate.

Harmony Portfolios are sub-funds of the Momentum Global Funds 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.

Prior to the fund's inception as a sub fund of the Momentum Global Funds SICAV on 12 August 2011, the fund was managed as the Harmony Euro Balanced Incorporated Cell (IC) within the Momentum Mutual Fund. The historical performance of the Harmony Euro Balanced IC is shown from 1 January 2009 until the inception date of the SICAV.

This financial promotion is issued by Momentum Global Investment Management Limited (MGIM). MGIM is the Investment Manager, Promoter and Distributer for the Momentum Global Funds 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.