

Harmony US Dollar Balanced Fund

Fund details

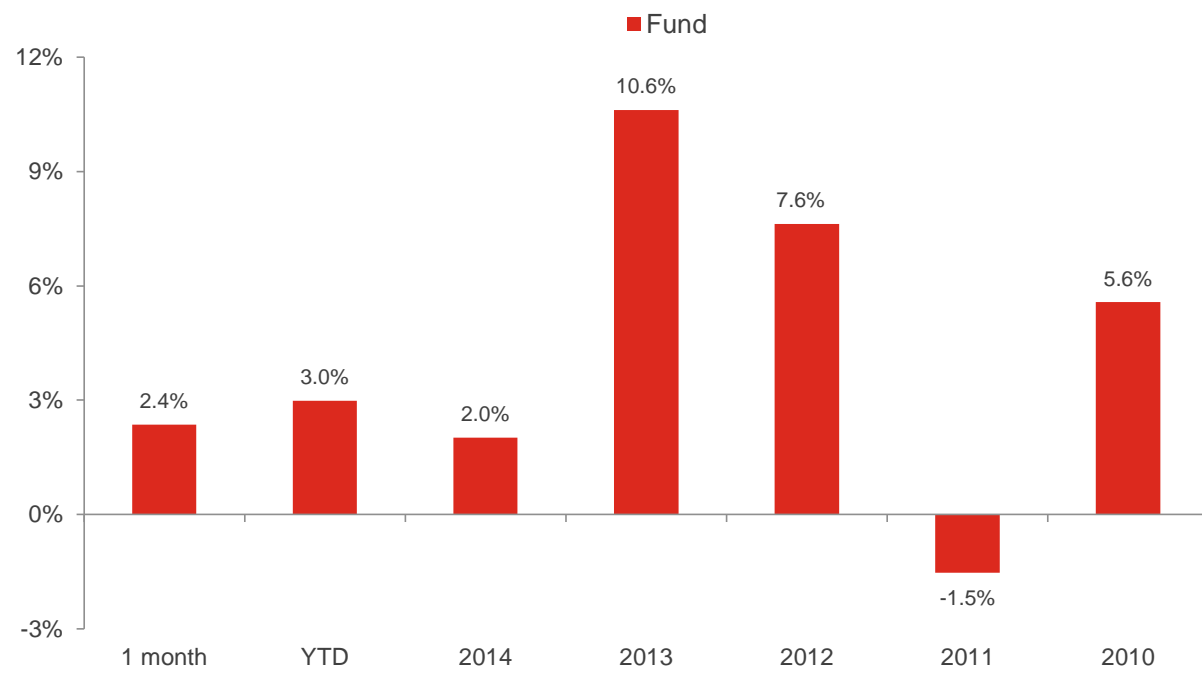
Investment manager: Momentum Global Investment Management	ISIN A Class: LU0651986068	Price per share A Class: USD 1.1461
Currency: USD	ISIN B Class: LU0651986142	Price per share B Class: USD 1.1603
Inception date (fund): 12 August 2011	ISIN C Class: LU0651986225	Price per share C Class: USD 1.2732
Structure: SICAV - Part 1 Luxembourg 2002 Law (UCITS)	ISIN D Class: LU0651986498	Price per share D Class: USD 1.2011
Minimum investment: Share classes A, B, C & D: USD 7,500	Subscriptions / redemptions: daily	Investment timeframe: 3 years +

Investment objective

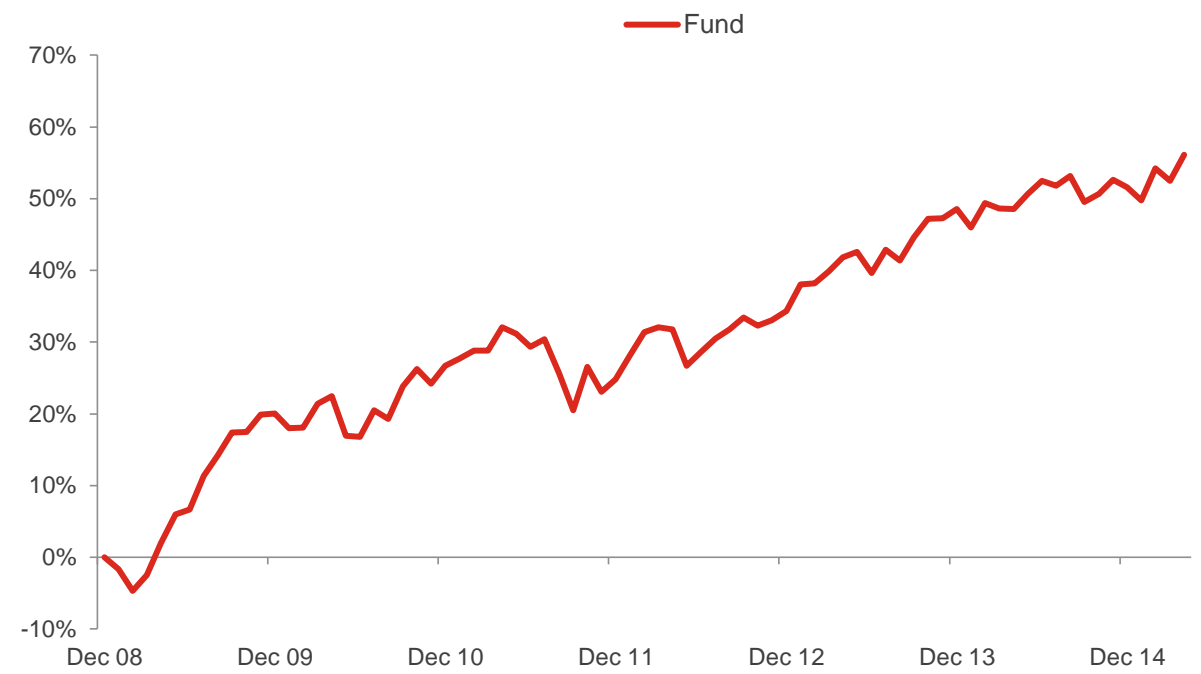
The portfolio will be biased to investments in the United States, but could also hold investments outside this country. The portfolio aims to provide a balance between capital preservation and capital growth in US dollars with a reduced level of volatility, via strategic exposures to a wide range of 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



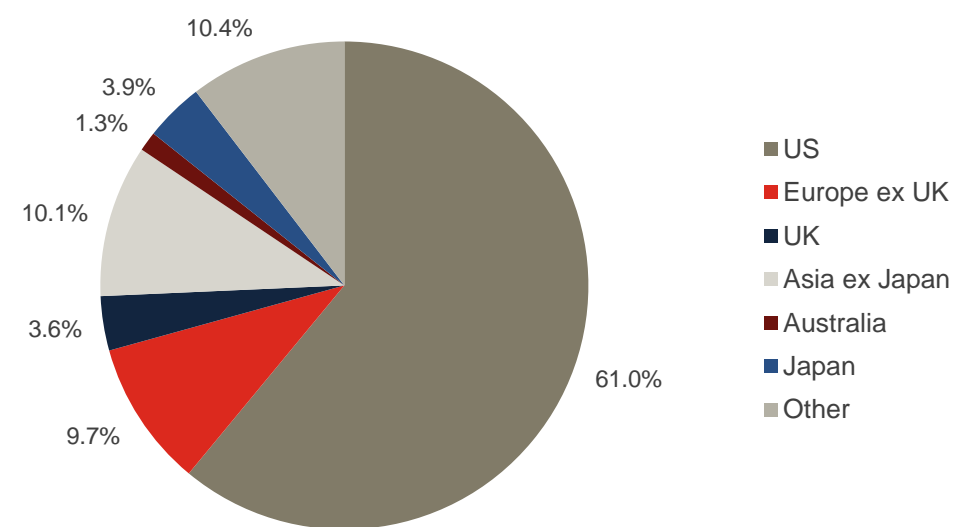
Holdings

Holdings	Asset type	Weight
Muzinich EnhancedYield Short-Term (USD hedged)	Fixed Income	9.6%
Cash	Cash	7.6%
RWC Asia Convertibles	Fixed Income	7.1%
Wells Fargo US All Cap Growth	Equity	6.5%
Artisan Global Value	Equity	6.3%
RWC Global Convertibles	Fixed Income	6.1%
Third Avenue Real Estate Value	Property	6.0%
Harris Associates Concentrated US Equity	Equity	5.6%
Vulcan Value Equity	Equity	5.4%
Yacktman US Equity	Equity	5.3%
Muzinich EM Short Duration (USD hedged)	Fixed Income	4.9%
AXA US Short Duration High Yield	Fixed Income	4.7%
AXA US High Yield	Fixed Income	4.2%
iShares JP Morgan Emerging Markets Bond	Fixed Income	4.1%
Heptagon Kopernik Global All-Cap Equity	Equity	3.1%
Dimensional Emerging Markets Value	Equity	3.1%
First State Global Listed Infrastructure	Equity	2.0%
Schroder UK Recovery	Equity	1.9%
American Century Concentrated Global Growth	Equity	1.6%
Polar Capital Japan (USD hedged)	Equity	1.5%
Granahan US Focused Growth	Equity	1.4%
Morgan Stanley Global Brands	Equity	1.0%
iShares Gold Producers	Commodities	0.5%
Morgan Stanley UK Global Brands	Equity	0.5%

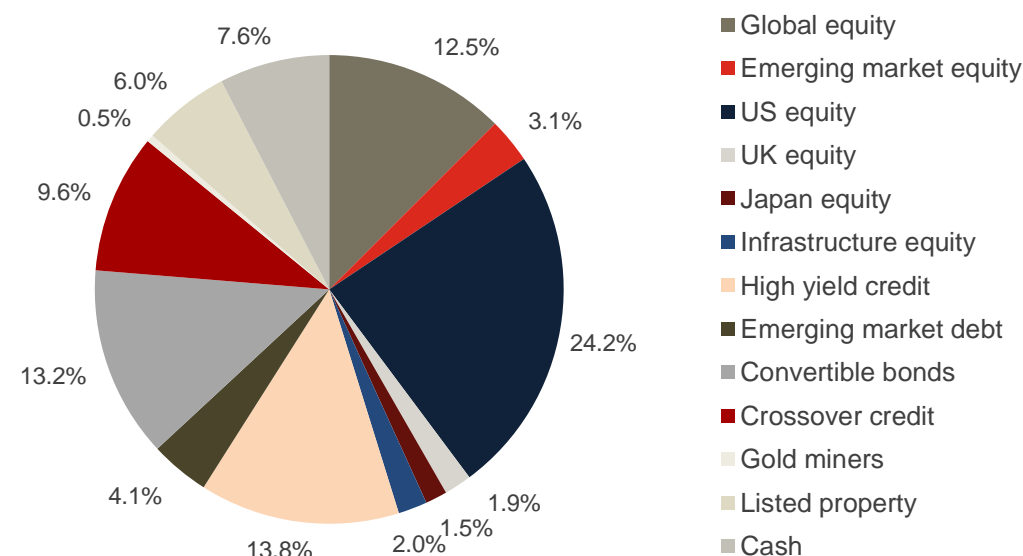
Investment statistics (since 1 January 2009)

Current month return:	2.4%
Cumulative return:	56.1%
Annualised return:	7.3%
Annualised volatility:	7.1%

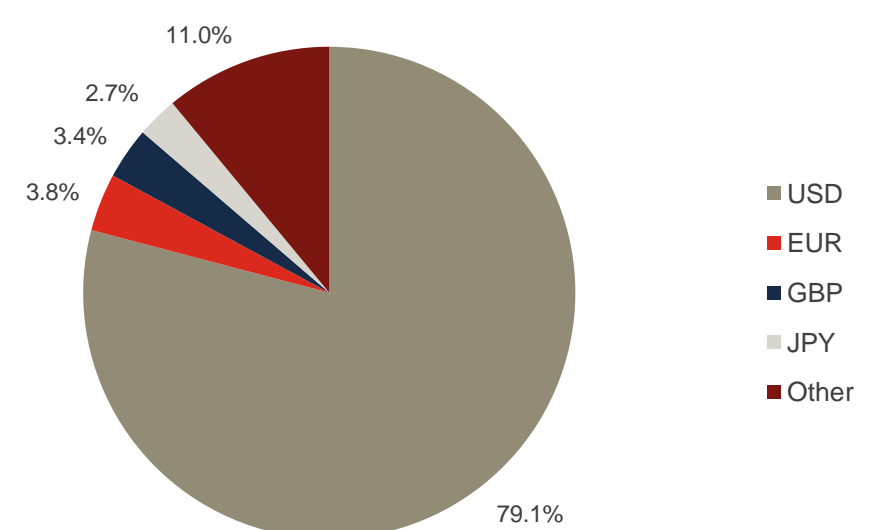
Regional allocation



Strategy allocation



Currency allocation



■ Manager commentary

April saw a reversal of several of the big trends in markets of the past twelve months. The US dollar fell, the euro recovered sharply, commodity prices bounced (led by a rising oil price) and emerging markets outperformed developed markets significantly (led by China). Perhaps most significantly there was a steep reversal in the trend of falling government bond yields, especially in Europe, where yields had fallen to all-time lows. From mid-April, when German 10-year Bund yields reached a low of 0.07%, yields increased almost ten-fold by early May, to reach 0.55%, and in peripheral Europe yields moved up by around 0.7-0.8% in two to three weeks. In general data releases from Europe over the month showed an improving trend, albeit from a low base, and economic forecasts have been pushing higher. Conversely recent data out of the US has been disappointing versus expectations, providing greater evidence that the economy is in a growth pause, with recent strength in the US dollar certainly being a contributing factor.

Against this background, equity markets performed better than bonds, and emerging markets better than developed markets. The MSCI World index gained 2.3% in US dollar terms, led by Asia, Japan and the UK, whereas Europe was down slightly after a very strong run this year. The MSCI Emerging Markets Index was up 7.7% in the month, led by a sharp rise in the China / Hong Kong markets that appeared to be driven more by speculation and the new 'Shanghai-Hong Kong Stock Connect' plan rather than by fundamentals. In contrast government bond markets were generally down in local currency terms, although currency moves pushed returns in US dollar terms into positive territory with the Citigroup global aggregate index gaining 1.0%. High yield, emerging market and convertible bond indices provided slightly better returns. On currency moves, the US dollar index fell almost 4% representing its first month-on-month decline in over a year, and the largest monthly fall since 2011. Meanwhile the oil price rose 21.2%, taking prices back to levels of early December last year and prompting a reappraisal of the extent of deflationary pressures in the developed world.

In April the Harmony US Dollar Balanced Fund returned 2.4% net of all fees in US dollar terms. This strong performance was driven largely by our asset allocation positioning. Our holdings in equity, emerging market assets and credit all performed well over the month, while the Fund had no exposure to developed market sovereign bonds which performed poorly. The best performing holdings in the portfolio included the Kopernik Global Equity fund (+13.8%), the Dimensional Emerging Markets fund (+9.2%) and the RWC Asia Convertibles fund (+9.4%). Given such strong performance in a short period, we elected to take some profits from our emerging market equity and Asia convertible bond holdings towards the end of the month. As a result, we marginally increased the Fund's cash holding. Emerging market equity and Asian convertibles remain well represented in the portfolio, but both have been moved to slightly lower allocations in recognition of higher valuation levels. We have also sold the remaining exposure to the Old Mutual Strategic Bond fund, after the manager announced his impending departure, and initiated a small holding in the Westwood Global Convertible bond fund, in part driven by a desire to increase manager diversification within our convertible bond allocations.

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 US Dollar Balanced Incorporated Cell (IC) within the Momentum Mutual Fund. The historical performance of the Harmony US Dollar 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.