Momentum Global Funds

Société d'Investissement à Capital Variable

Harmony Portfolios Euro Balanced Fund - Class E

momentum

month ended 30 November 2012

Fund details

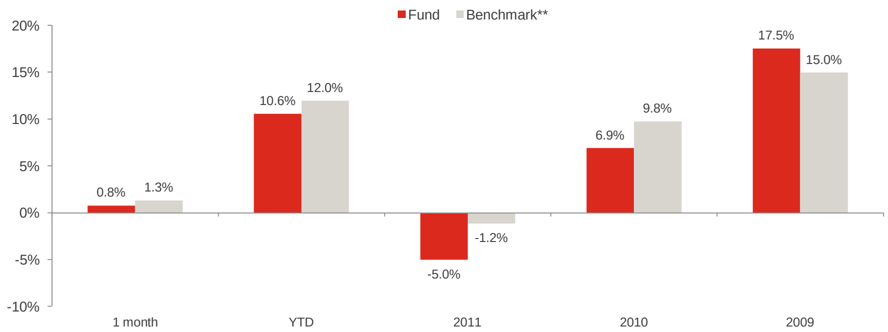
Investment manager: **Momentum Global Investment Management Limited**	Currency: **EUR**	ISIN: **LU0795380780**
Initial fee: **none**	Structure: **SICAV - Part 1 Luxembourg 2002 Law (UCITS)**	Price per share: **EUR 1.0247**
Minimum Investment: **USD 250,000 (EUR equivalent)**	Subscriptions / redemptions: **daily**	
Investment timeframe: **3 years +**	Inception date (fund): **3 August 2012**	
Benchmark: **30% MSCI Europe ex UK, 30% JPM European GBI, 10% MSCI AC World, 10% Citigroup WorldBIG, 10% FTSE EPRA/NAREIT Developed, 10% EUR 7-Day LIBID**		

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*



Source: Lipper Hindsight, JP Morgan Bank (Luxembourg) S.A.

* Performance figures prior to the inception date of the Class E share have been simulated to show its lower fees by adjusting the Harmony Portfolios Euro Balanced Fund Class A share's past performance. Past performance is not indicative of future returns. Prior to the Class A funds inception as a sub fund of the Momentum Global Funds SICAV on 12 August 2011, the fund was managed as the Harmony Euro Balanced IC Cell within the Momentum Mutual Fund. The historical performance of the Harmony Euro Balanced IC Class A fund is shown in the above chart from 1 January 2009 until the inception date of the SICAV. Past performance is not indicative of future returns. The fund performance is calculated on a total return basis, net of all fees and in Euro terms.

** From January 2009 to January 2010 the benchmark for performance comparison provided in this document comprised: 16% MSCI Europe ex UK, 10% MSCI Europe ex EMU, 25% Citigroup EUR WGBI, 12% JPM EMBI+, 13% Lipper Property Peer Group, 24% EUR 7-Day LIBID. From January 2010 to August 2011 the benchmark comprised: 18% MSCI Europe ex UK, 12% MSCI World ex EMU, 35% Citigroup EUR WGBI, 10% JPM EMBI+, 10% FTSE EPRA/NAREIT Developed CR, 15% EUR 7-Day LIBID.

All holdings

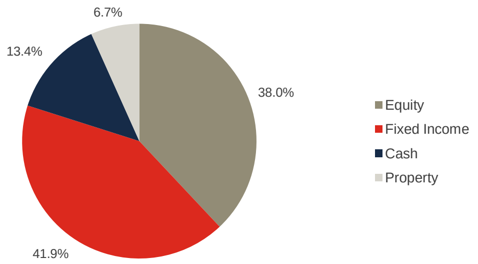
Holdings	Asset type	Weight
Jupiter European Special Situations Fund	Equity	16.7%
Henderson European Special Situations	Equity	15.5%
Cash	Cash	12.3%
Old Mutual Dublin Global Bond Fund I Acc EUR	Fixed Income	10.1%
Momentum IF Global Equity Fund	Equity	7.1%
Cohen & Steers Global Real Estate USD	Property	6.7%
BlackRock Euro Government Bond Index Fund	Fixed Income	6.0%
BlackRock European Corporate Bond Index Fund	Fixed Income	5.9%
RWC Global Convertibles Fund	Fixed Income	5.8%
Threadneedle European High Yield Bond Fund	Fixed Income	4.9%
Muzinich EnhancedYield Short-Term Fund EUR	Fixed Income	4.9%
iShares $ TIPS	Fixed Income	2.8%
Momentum IF Global Emerging Markets Fund	Equity	1.3%

Source: Momentum Global Investment Management Limited, JP Morgan Bank (Luxembourg) S.A.

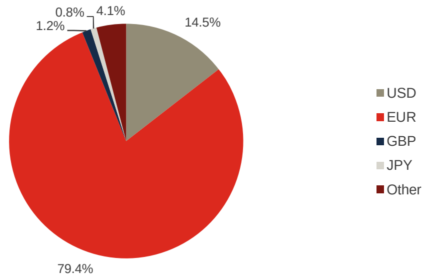
Investment statistics

Current month return:	0.8%
Cumulative return:	31.9%
Annualised return:	7.3%
Annualised volatility:	7.2%

Asset allocation



Currency allocation



Source: Momentum Global Investment Management Limited, JP Morgan Bank (Luxembourg) S.A.

Market commentary

Politics took centre stage last month, beginning with the US elections on 6 November. Polls leading up to the event put President Obama firmly ahead in the key 'swing' states, and in the end he claimed a comfortable victory over Republican challenger Mitt Romney. Democrat presidencies are generally considered to be less 'business friendly', and markets duly opened down the day after the elections, with the S&P 500 index falling by 2.4%. Attention has subsequently shifted to US fiscal policy, with time running out for a last minute deal to avert the 'fiscal cliff'. The term, coined by Federal Reserve Chairman Ben Bernanke back in February, refers to automatic measures to reduce the government's budget deficit that were made legally-binding under the Budget Control Act of 2011. US lawmakers are now seeking to agree new legislation to reduce the impact of these automatic measures, which threaten to cut circa 3% from US real GDP next year. On the data front, the latest releases out of the US continue to be distorted by last month's tropical storm Sandy, which makes gauging the current health of the economy difficult. Post the end of the month, the Institute for Supply Management's survey showed the US manufacturing sector dipping once more into contractionary territory, whilst global measures of activity remain depressed. With one month to go in 2012, few would have foreseen the types of returns delivered by many asset classes thus far, with most equity markets recording double digit returns, alongside strong gains for credit and high yield bonds. Returns have been set against a relatively benign inflation backdrop, with expectations for price growth going forwards still relatively well-anchored, despite the extraordinary levels of central bank money printing.

November was very much a month of two halves for global equities. The first couple of weeks saw markets sell off, but the subsequent rally was sufficient to lift the global aggregate into positive territory for the month, up by 0.9% in euro terms. Against this backdrop, the Harmony EUR Balanced fund managed to deliver its tenth positive month of the year. The fund returned 0.8% in EUR terms over the period. From an asset allocation perspective, the fund's underweight to global government bonds and overweight allocation to areas of the credit markets benefited performance. The fund's holdings in investment grade and high yield credit, as well as the allocation to strategic bond mandates and convertible debt, provided positive returns in local currency terms. The euro was relatively strong during November, however, and therefore acted as a headwind to foreign currency returns when translated into the reporting currency. Furthermore, the fund's underweight to global property securities had a negative impact on relative returns, as these assets outperformed other areas of the equity markets. The fund remains underweight to government bonds, as we do not see compelling valuations available in this area of the fixed income markets. Indeed, barring significant global shocks the upside from sovereign debt is anticipated to be muted, making the risk-return trade off unattractive in anything but a significant 'double dip' scenario. In the event of a more moderate outcome, including gentle global GDP growth in coming years, we expect government bonds to underperform other asset classes.

From a manager selection perspective, whilst a number of our managers were not able to add value last month, the Henderson European Special Situations fund gained 1.1% in euro terms to bring its year to date return to 23.3%. Over the past twelve months the fund has outperformed Continental European equities by over 10%. Holdings in the fund have generally reported better-than-expected third quarter results, justifying the manager's faith in their resilience versus overly pessimistic market expectations. Although the economic backdrop in Europe remains poor, with growth forecasts continuing to be revised down, equity valuations appear compelling and offer compensation for the well publicised headwinds. Despite the uncertain backdrop, the manager of the Henderson European Special Situations fund remains focused on a select universe of very high quality businesses listed in Europe, which are typically market leaders within niche industries and benefit from a high degree of recurring revenues.

Source: Lipper Hindsight, Momentum Global Investment Management Limited, November 2012

Risk warnings and important notes

Harmony Portfolios Euro Balanced Fund is a sub fund of the Momentum Global Funds SICAV which is domiciled in Luxembourg and is an "umbrella" fund which offers a wide range of single-priced, open-ended sub-funds. It is regulated by the Commission de Surveillance du Secteur Financier, the Luxembourg financial services regulator and conforms to the requirements of the European UCITS directive.

Past performance of any investment is not necessarily a guide to the future. All performance is calculated Total Return, Net of all fees and in Euro terms. The annualised return figure has been corrected from that shown when this factsheet was first issued.

Fluctuations in the value of the underlying funds and the income from them and changes in interest rates mean that the value of the Fund and any income arising from it may fall, as well as rise, and is not guaranteed. Deductions of charges and expenses mean that you may not get back the amount you invested.

The fees charged within the Fund and by the managers of the underlying funds are not guaranteed and may change in the future.

Notwithstanding ongoing monitoring of the underlying funds within the Fund, there can be no assurance that the performance of the funds will achieve their stated objectives.

The Fund may contain shares or units in underlying funds that invest internationally. The value of your investment and the income arising from it may therefore be subject to exchange rate fluctuations.

This report should not be construed as investment advice or guidance or a proposal or recommendation in any form whatsoever, whether relating to the Fund or its underlying investments. It is for information purposes only and has been prepared and is made available for the benefit of the investors in the Fund and clients of the Distribution Partner.

The appointed Management Company for the Momentum Global Funds SICAV are RBS (Luxembourg) S.A. of 33 Rue de Gasperich, L-5826, Hesperange, Luxembourg.

The appointed Administrator of the Momentum Global Funds SICAV are JP Morgan Bank Luxembourg S.A. of 6 Route de Treves, L-2633 Senningerberg, Luxembourg. The latest copy of the Prospectus can be obtained from the appointed Administrator at this address.

Momentum Global Investment Management Limited (company registration no. 3733094) is the appointed Investment Manager, Promoter and Distributor of the Momentum Global Funds SICAV and are authorised and regulated by the UK Financial Services Authority, with registered address at 20 Gracechurch Street, London, EC3V 0BG. Momentum Global Investment management Limited is an authorised Financial Services Provider pursuant to the Financial Advisory and Intermediary Services Act No. 37 of 2002 in South Africa.

The appointed Depositary of the Momentum Global Funds SICAV are JP Morgan Bank Luxembourg S.A. of, 6 Route de Treves, L-2633 Senningerberg, Luxembourg.