

# Harmony Cautious Income Fund (Class A-B USD Dist)

31 May 2023

*This is a marketing communication for professional advisors only*

## Investment objective\*

The portfolio aims to deliver a stable level of income of 3-4% per annum whilst still maintaining the capital value, via strategic exposures to a wide range of global asset classes.

## Lead portfolio managers



**Andrew Hardy**  
Director of Investment Management

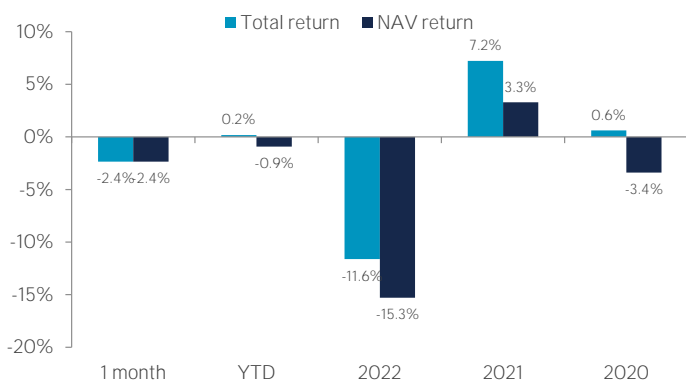


**Alex Harvey**  
Senior Portfolio Manager & Investment Strategist

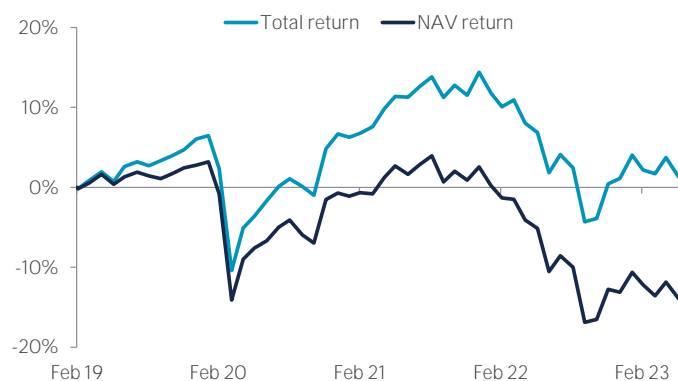


**Lorenzo La Posta**  
Portfolio Manager

## Fund performance (Class A USD Dist)



## Cumulative returns (Class A USD Dist - since inception, 25.02.2019)



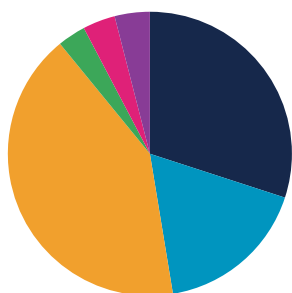
## Cumulative performance (%) (Class A USD Dist)

Performance	Mtd	Ytd	1 yr	3 yrs	5 yrs	Since inception
Cumulative	(2.4)	0.2	(5.2)	5.1	-	1.3
Annualised volatility						10.6

## Discrete annual performance (%) (Class A USD Dist)

May 22 - 23	May 21 - 22	May 20 - 21	May 19 - 20	May 18 - 19
(5.2)	(4.1)	15.6	(4.3)	-

## Strategy allocation



<b>Equities</b>	<b>30.0%</b>	<b>Fixed income</b>	<b>41.7%</b>
North America equity	10.1%	Emerging market debt	11.9%
United Kingdom equity	7.6%	Government bonds	9.6%
Asia ex-Japan equity	6.9%	Inflation-linked bonds	5.6%
Europe ex-UK equity	2.3%	High yield credit	5.4%
Other equity	1.7%	Loans	4.2%
Australasia equity	1.4%	Asset backed securities	4.0%
<b>Specialist assets</b>	<b>17.4%</b>	Crossover credit	1.0%
Infrastructure	8.9%	<b>Commodities</b>	<b>3.2%</b>
Property	8.5%	<b>Alternatives</b>	<b>3.7%</b>
		<b>Cash &amp; equivalents</b>	<b>4.0%</b>

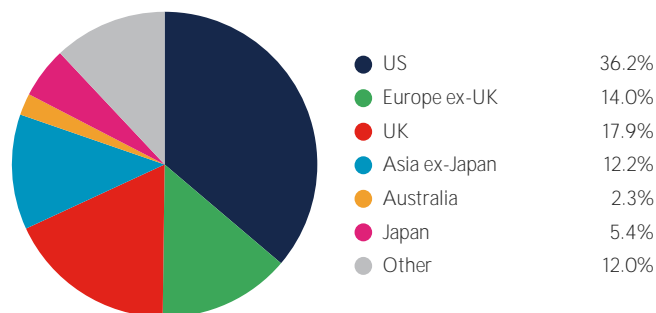
## Manager commentary

- » May was an eventful month, beginning with the collapse of another large bank in the US and dramatic falls in the share prices of several other regional banks, but ending with the euphoria of the rapidly unfolding AI boom reflected in many technology stocks. In between, markets worried about a US default and the increasingly challenging trade-off faced by central banks in controlling inflation whilst maintaining financial stability and avoiding recession. Headline market returns for broad asset classes in the month masked considerable intra-month volatility, while within equities an extraordinarily narrow cohort of stocks dominated returns. US equities were only marginally positive in local currency, whilst other developed markets underperformed. A stronger US dollar coupled with disappointing growth in China put pressure on emerging markets, which lagged.
- » Against this backdrop, we left the Portfolio's asset allocation and manager selection unchanged in May, as we navigate volatility and reappraise the investment opportunities in light of the prevailing market conditions.

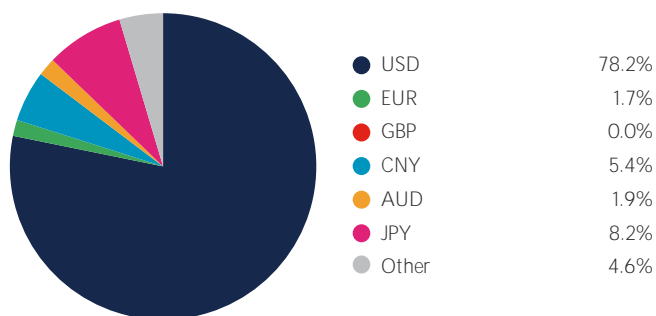
Portfolio holdings - top 20

Holding	
iShares Emerging Markets Government Bond Index	7.9%
Prusik Asian Equity Income	6.3%
Robeco QI Global Conservative Equities	5.7%
US TIPS	5.6%
Artemis Short-Dated Global High Yield Bond (GBP hedged)	5.4%
Morgan Stanley Global Brands Equity Income	5.3%
iShares EUR Govt Bond Climate	4.5%
First Sentier Responsible Listed Infrastructure	4.2%
Sequoia Economic Infrastructure Income	4.2%
TB Evenlode Global Income	4.2%
Morant Wright Fuji Yield	4.0%
Cash	4.0%
TwentyFour Income	4.0%
Neuberger Berman Uncorrelated Strategies	3.7%
Jupiter Global Emerging Markets Short Duration Bond	3.6%
GSAM Access China Government Bond	2.9%
iShares Physical Gold ETC	2.3%
Ediston Property Investment Company	2.2%
US Treasury Bonds	2.2%
UK Direct Equities <sup>A</sup>	1.8%

Geographic allocation



Currency allocation



Key information

Investment manager	Momentum Global Investment Management
Currency	USD
Inception date	25 February 2019
Structure	Part I Luxembourg 2010 Law (UCITS)
Minimum investment	USD 7,500
Investment horizon	4 years +
Momentum Global Funds AUM	USD 2,626.1 million
Cautious Income Fund AUM	USD 25.2 million

Subscriptions/redemptions	Daily
ISIN A USD Dist	LU1931605148
ISIN B USD Acc	LU2198027653
Distribution frequency	Quarterly
Price per share (NAV) A USD Dist	USD 0.8608
Price per share (NAV) B USD Acc	USD 0.8880