momentum

FGAM Global Cautious Fund IC Limited

quarter ended 31 December 2020

Q4

FG ASSET MANAGEMENT

Issue date: 2/2/2021

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1. Participatory interests and Net Asset Value

Class of Shares	Shares In Issue	Price Per Share	Total Net Asset Value
Share Class A	9,562,951.54	1.3575	US$ 12,981,258.53
Share Class B	7,888,160.29	1.2175	US$ 9,603,813.33

Source: Momentum Global Investment Management, 31 December 2020.

2. Investment Policy & Objective

Investment Objective

A conservative portfolio with an emphasis on capital preservation over capital appreciation during the full investment cycle with a significant proportion of the portfolio held in the Base Currency aiming to achieve a reduced level of volatility. The Fund is ideally suited to investors with an investment horizon of 3 years or longer.

Investment Policy

The Fund intends to achieve its investment objective through a diversified global portfolio that invests primarily in participatory interests of portfolios of collective investment schemes or other similar schemes. The Fund will invest in participatory interests of underlying portfolios which provide exposure to investments in a wide range of asset classes including but not limited to cash and/or money market instruments, bonds, property, commodities and international equities. The Fund may also invest in participatory interests of underlying asset allocation portfolios which provide exposure to a combination of the asset classes. The Fund may also invest in transferable securities. The portfolio has flexibility in terms of currencies and asset allocation both between and within asset classes, countries and regions.

The Fund may invest in the units of collective investment schemes which are also managed by the Manager or an associate of the Manager. Neither the Manager nor any such associated company shall be liable to account to investors for any profit, charges or remuneration made or received by the Manager or any such associated company and the Manager's fee shall not be abated thereby.

The Fund may invest in forward foreign currency exchange contracts for hedging purposes.

Portfolio Analysis

During the quarter, the fund manager has continued to manage the portfolio in accordance with the objective and policy stated above.

Fund & Index returns

Returns (USD)	3 months	1 year	3 years annualised	5 years annualised	Since Inception annualised
	Performance to 31 December 2020				
FGAM Global Cautious[1]	5.1%	2.9%	1.8%	3.7%	2.1%
Benchmark[2]	6.5%	8.8%	5.6%	6.4%	4.5%

Index returns (USD)	3 months	1 year	3 years annualised	5 years annualised	Since Inception annualised
	Performance to 31 December 2020				
Global equity[3]	14.7%	16.3%	10.1%	12.3%	6.8%
ICE BofAML Gbl Brd Mkt TR USD	2.5%	8.9%	4.8%	4.7%	2.7%

Cumulative returns

	Highest performance	Lowest performance	Cumulative performance
2006	+3.1% (Nov 2006)	-2.3% (Jun 2006)	7.3%
2007	+2.4% (Sep 2007)	-1.8% (Dec 2007)	6.3%
2008	+2.2% (Dec 2008)	-8.7% (Oct 2008)	-18.5%
2009	+3.6% (May 2009)	-3.5% (Jan 2009)	6.9%
2010	+3.2% (Jul 2010)	-3.7% (May 2010)	1.4%
2011	+3.3% (Oct 2011)	-6.4% (Sep 2011)	-2.6%
2012	+4.2% (Jan 2012)	-4.2% (May 2012)	10.6%
2013	+2.9% (Sep 2013)	-3.8% (Jun 2013)	6.4%
2014	+2.4% (Feb 2014)	-1.8% (Sep 2014)	1.5%
2015	+5.1% (Oct 2015)	-3.8% (Aug 2015)	-3.5%
2016	+4.1% (Mar 2016)	-4.8% (Jan 2016)	2.7%
2017	+1.9% (Jul 2017)	0.1% (Oct 2017)	11.0%
2018	+2.2% (Jan 2018)	-4.2% (Oct 2018)	-6.5%
2019	+4.1% (Jan 2019)	-2.4% (May 2019)	9.6%
2020	+3.9% (Apr 2020)	-9.2% (Mar 2020)	2.9%
Since inception	+5.1% (Oct 2015)	-9.2% (Mar 2020)	35.8%

[1]Inception date May 2006

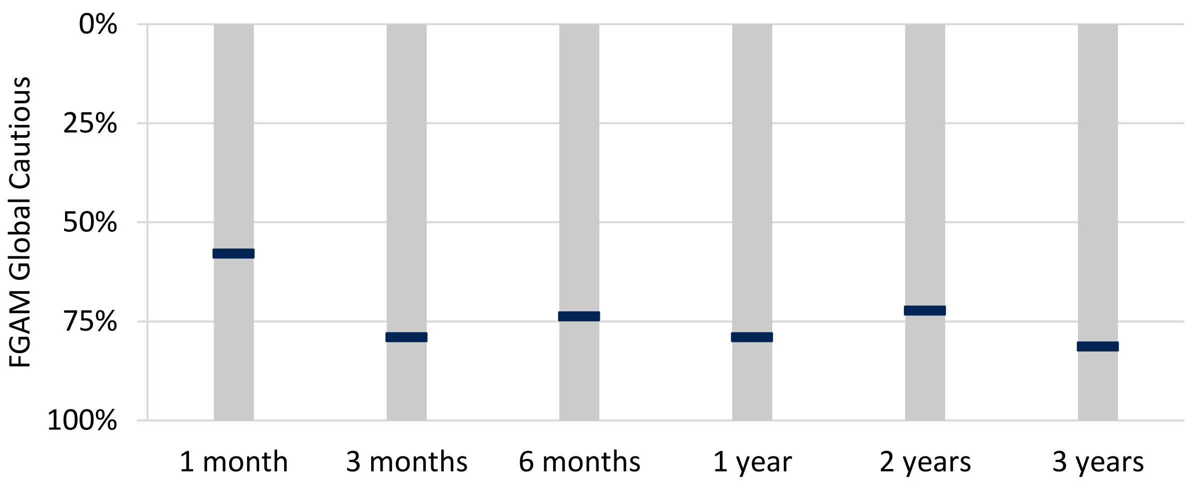
[2]25% MSCI AC World, 50% Citigroup WorldBIG, 10% S&P Global Property, 10% LIBOR USD 7 day, 5% LIBOR EUR 7 day

[3]The equity component of the fund benchmarks changed from the MSCI World Index to the MSCI AC World Index on 1 October 2011

Source: Morningstar, Lipper Hindsight, Northern Trust International Fund Administration Services (Guernsey) Limited. Past performance is not indicative of future returns. The fund performance is calculated on a total return basis, net of all fees and in US dollar terms. NAV to NAV figures have been used for the performance calculations. The performance is calculated for the Fund. The individual investor performance may differ, as a result of various factors, including the actual investment date. Investment performance calculations are available for verification upon request. Annualised returns are period returns re-scaled to a period of 1 year. This allows investors to compare returns of different assets that they have owned for different lengths of time. Actual annual figures are available to investors upon request. The global equity (MSCI AC World from 1 August 2011, MSCI World prior to 1 August 2011), global fixed income (Citi WorldBIG) and cash (LIBOR USD

7-Day from 1 August 2011, LIBID USD 7-Day prior to 1 August 2011) returns shown are those of the three components of the fund's benchmark. Peer group median: Morningstar USD Cautious Allocation.

FGAM Global Cautious versus peers



	1 month	3 months	6 months	1 year	2 years	3 years
FGAM Global Cautious Peer Rank	**12/20**	**16/20**	**15/20**	**16/20**	**14/19**	**14/17**
Fund Performance	2.1%	5.1%	9.0%	2.9%	6.2%	1.8%
Peer Max	7.1%	19.0%	25.4%	12.3%	13.8%	7.1%
Peer Min	1.2%	3.9%	5.8%	-0.5%	4.3%	-0.1%
Peer Median	2.5%	6.8%	11.0%	6.5%	8.5%	3.5%
Quartile Rank	3	4	3	4	3	4

Source: Morningstar, Peer group median: Morningstar USD Cautious Allocation. **Past performance is not indicative of future returns.**

4. Total Expense Ratio

The Total Expense Ratio (TER) is a measure of the total costs associated with managing and operating an investment fund. These costs consist primarily of management fees, custody fees, administration fees plus additional expenses such as trading fees, legal fees, auditor fees and other operational expenses. The total cost of the Fund is divided by the Fund's total assets to arrive at a percentage amount, which represents the TER.

The size of the TER is important to investors, as the costs come out of the Fund, affecting investors' returns. For example, if a Fund generates a return of 5% for the year but has a TER of 2%, the 5% gain is diminished (to roughly 3%).

The TER of this Fund at the end of the quarter was;

Share Class A*

1.46%

Share Class B**

1.26%

* TER: 1.46% - The FGAM Global Cautious Fund USD Class A has a Total Expense Ratio (TER) of 1.46%. The TER to 31 December 2020 is based on data for the period from 31 December 2019 to 31 December 2020, 1.46% of the Net Asset Value of the portfolio was incurred as charges, levies and fees related to the management of the portfolio. The ratio does not include transaction costs. A higher TER ratio does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER can not be regarded as an indication of future TERs.

** TER: 1.26% - The FGAM Global Cautious Fund USD Class B has a Total Expense Ratio (TER) of 1.26%. As at 31 December 2020, 1.26% of the Net Asset Value of the portfolio was incurred as charges, levies and fees related to the management of the portfolio. The ratio does not include transaction costs. A higher TER ratio does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER can not be regarded as an indication of future TERs.

A schedule of fees can be found in the Fund’s scheme particulars and Minimum Disclosure Document, which can be obtained from the Manger’s website www.momentum.co.gg

Markets continued to rally in the final quarter of what has been an extraordinary year, spurred on by optimism around the vaccine rollout, a last-minute Brexit trade deal and the US Presidential election result. However, coronavirus cases rose sharply in much of the world, especially Europe, as a new more infectious strain was discovered in the UK, triggering renewed restrictions and fuelling fears of further economic damage to come in the short term.

Despite the deteriorating coronavirus backdrop, equity markets delivered strong gains over the quarter, with the key US equity market rising to all-time highs. Global emerging markets outperformed developed markets over the quarter, returning 19.7% and 14.0% respectively in US dollar terms, capping their outperformance for the year as a whole, as EM assets benefited from a weaker dollar and a rally in hard commodities such as iron ore and crude oil. Within bond markets, corporate bonds had a strong quarter, outpacing government bonds, with both investment grade and high yield delivering strong positive returns.

The news of several successful vaccine trials and the subsequent roll-out of mass vaccination campaigns was a key factor supporting investment returns over the quarter. It provided a boost to investor confidence, helping to build a more optimistic view of the future. The impact on risk assets was electric: stock markets soared on the announcements, led by the pandemic losers including energy, banks, leisure and travel. The best returns were realised in the markets that had been the weakest since the pandemic struck and are heavily weighted towards value stocks, which are set to benefit most from the improved prospects.

Returns were predominantly driven by our equity positions during the quarter. The Fund's underlying value orientated strategies, most notably Orbis, benefitted from the improvement in cyclical areas of the market and were standout performers. Our listed property and infrastructure positions also posted strong returns over the period.

Amidst the turmoil of 2020, precious metals were one of the best performing asset classes, with gold returning 25% and proving its value as an excellent portfolio diversifier. Over the quarter we saw a period of consolidation for gold given growing confidence of a recovery and vaccine development.

While the outlook for 2021 still looks strong given the positive vaccine developments, the first quarter of 2021 is shaping up to be challenging for the powerhouse economies of the northern hemisphere. Seasonal factors combined with new virus strains means that infection rates look likely to get worse until the vaccine is rolled out in large enough numbers to reverse the tide. Thereafter the beginnings of a return to near-normality should be underway and the conditions are set for a strong recovery: release of pent-up consumer demand, renewed business investment, refocus of fiscal spending on stimulus and growth rather than support for businesses and people most damaged by the pandemic, and continuing ultra-loose monetary policy. Overall we see good returns still on offer from equities over the medium term, especially in relation to areas of fixed income which remain vulnerable to increasing inflation expectations.

Source: Morningstar / Bloomberg. December 2020.

Past performance is not indicative of future returns.

6. Top ten holdings

	FGAM Global Cautious December 2020		
	Security	Asset class	Weight
1	BlackRock Euro Ultra Short Bond	Money Market	16.7%
1	iShares $ TIPS	Fixed Income	9.4%
1	iShares $ Treasury Bond 1-3yr	Fixed Income	9.3%
1	BlackRock US Dollar Ultra Short Bond	Money Market	7.8%
1	iShares Physical Gold ETC	Commodities	6.4%
1	Sands Capital Global Growth	Equity	5.3%
1	iShares US Corporate Bond Index	Fixed Income	5.2%
1	Cash	Cash	5.0%
1	iShares $ Treasury Bond 3-7yr	Fixed Income	4.4%
1	Nedgroup Investments Global Equity	Equity	4.2%
			73.7%

[1] Direct holding.

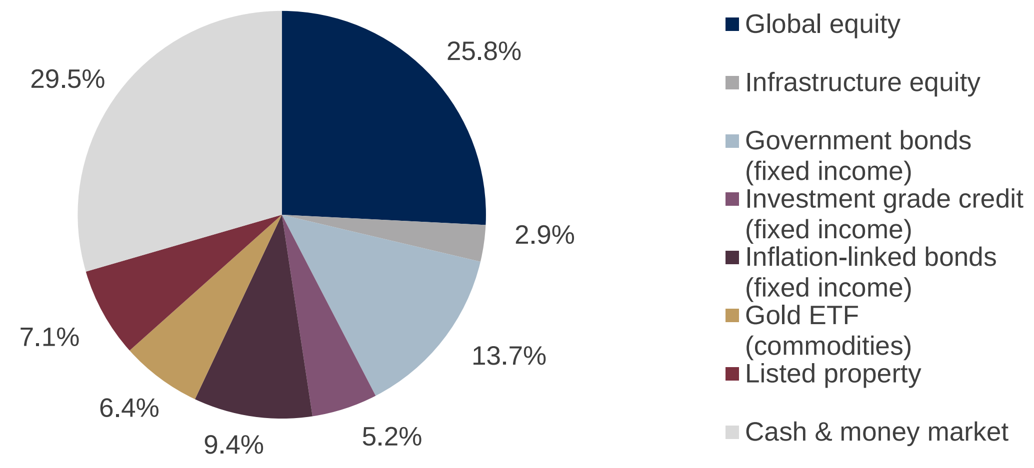
	FGAM Global Cautious September 2020		
	Security	Asset class	Weight
1	BlackRock Euro Ultra Short Bond	Money Market	16.8%
1	BlackRock US Dollar Ultra Short Bond	Money Market	11.1%
1	Cash	Cash	10.4%
1	iShares $ Treasury Bond 1-3yr	Fixed Income	7.9%
1	iShares Physical Gold ETC	Commodities	7.8%
1	iShares $ TIPS	Fixed Income	5.9%
1	Sands Capital Global Growth	Equity	4.9%
1	iShares US Corporate Bond Index	Fixed Income	4.8%
1	Nedgroup Investments Global Equity	Equity	4.0%
1	Catalyst Global Real Estate	Property	3.8%
			77.4%

[1] Direct holding.

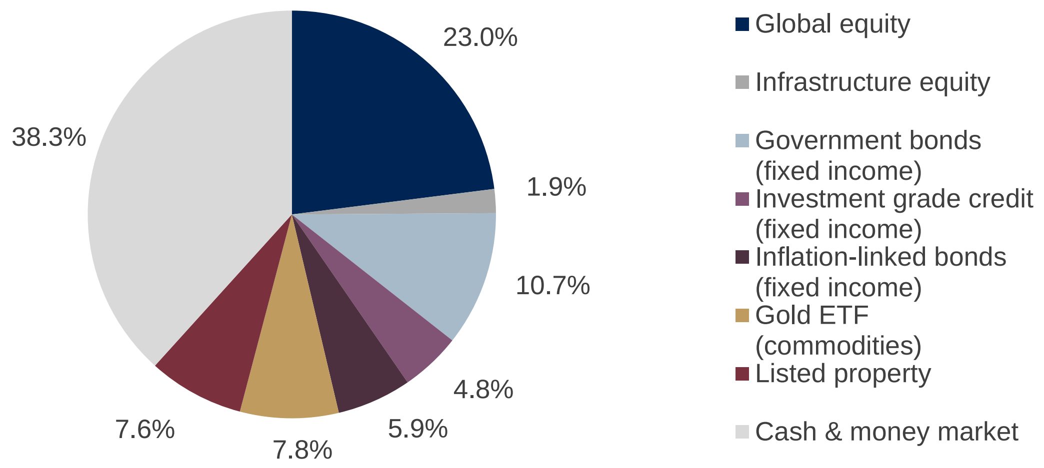
Source: Momentum Global Investment Management, December 2020.

Asset allocation*

December 2020



September 2020

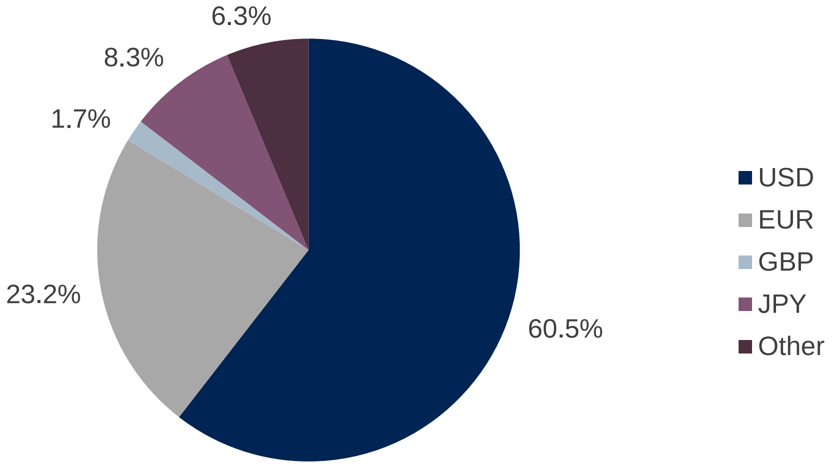


**Asset allocation figures reflect the strategy classification of the collective investment schemes (or similar schemes) held by the Fund and do not look through to the underlying holdings of such schemes.*

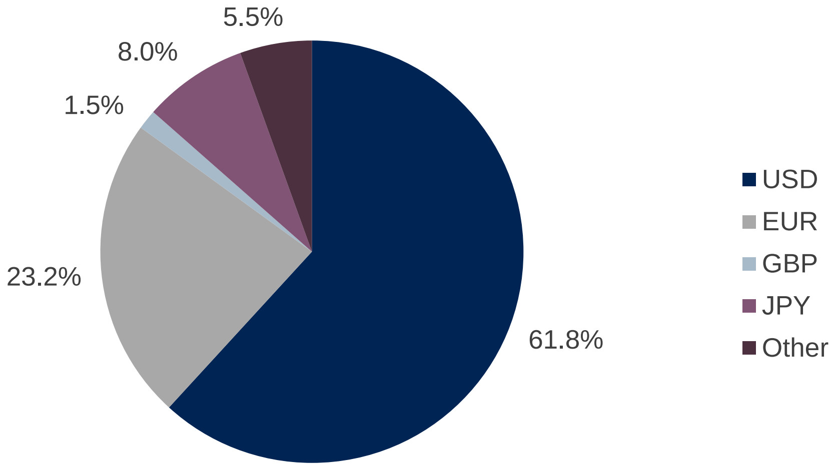
Source: Momentum Global Investment Management, December 2020.

Currency Allocation

December 2020

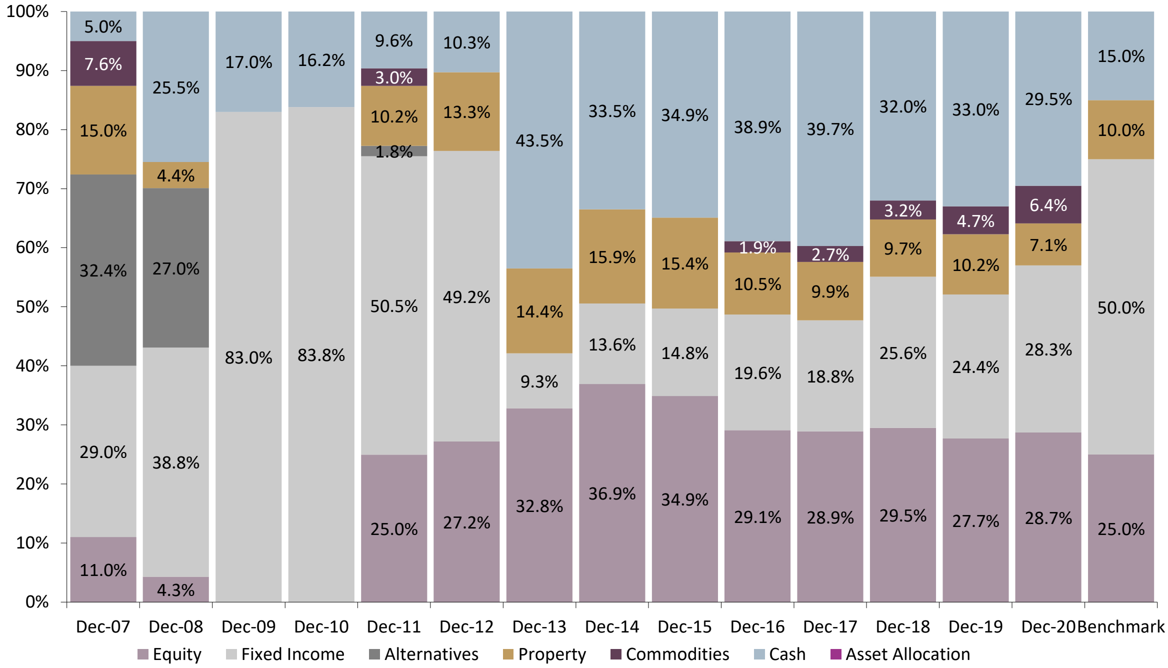


September 2020



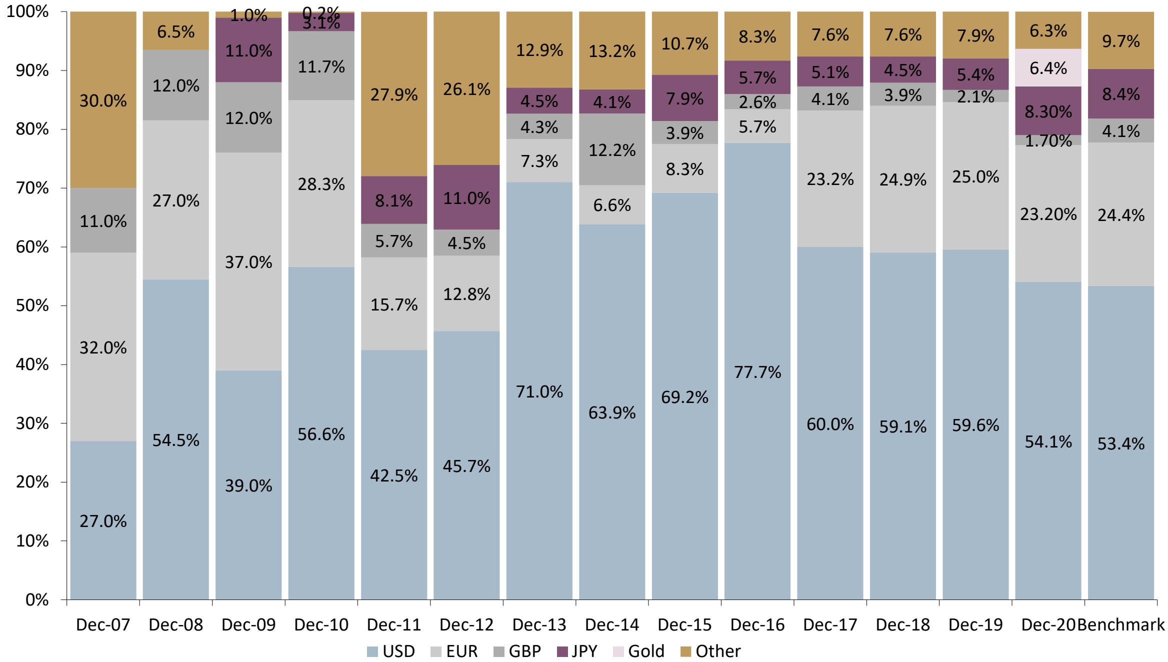
Source: Momentum Global Investment Management, December 2020.

Asset allocation over time



Source: Momentum Global Investment Management, December 2020

Currency allocation over time



Source: Momentum Global Investment Management, December 2020.

2020 Review

Returns in 2020 of 16% from global developed world equities, 18% from emerging markets, and 10% from global government bonds (all in USD terms) mask the enormous turmoil wrought by the coronavirus pandemic and the scale of its economic, financial and human damage: an exogenous shock with global reach, not on radar screens a year ago and matched in the past 100 years only by world war. Behind the headline figures is a year of extraordinary volatility, with a sudden and dramatic collapse of markets as the pandemic spread rapidly beyond China (at 33 days, the fastest and shortest bear market in the past century), and an equally sudden recovery triggered by fiscal and monetary support on a scale never before seen.

There was huge volatility between and within markets too; without the phenomenal performance of the digital winners from the pandemic and the behavioural changes triggered, aggregate equity market returns would be very different: value stocks, largely reflecting the pandemic losers such as energy, financials, real estate, hospitality and tourism, were down over the year, despite a rally of 19% in the final 2 months following the news of vaccine success and, to a lesser extent, Biden's election as US President. At a regional level the differing extent of the economic damage from COVID-19 together with the proportion of pandemic winners in stock markets produced substantial differences in performance. The US returned 18% in the year, dominated by the so-called FAANGs and other tech stocks, and east Asian markets also performed well as they were seen to bring the pandemic under control more effectively than elsewhere, whereas Europe struggled with more damaging economic impacts from the pandemic, and a worrying second wave later in the year, as well as higher exposure to value stocks. Europe ex UK managed only a marginal gain in euro terms in the year while the UK market was down 13%, negatively impacted too by the intense uncertainty, at least until Christmas Eve, surrounding the shape of the future trading relationship with the EU. In emerging markets the bulk of returns came from China, up 30%, which recovered from the pandemic more rapidly and successfully than elsewhere; emerging markets in SE Asia, Europe and Latin America suffered double digit falls.

Inflation expectations, having fallen sharply as economies collapsed during the first wave of the pandemic, picked up during the second half of the year as prospects for economic recovery improved while central banks continued to pursue an aggressive monetary easing programme across the world, fuelling concerns among investors that inflation could pick up in the medium term.

A combination of intense uncertainty, zero interest rates, a weak dollar, down 13% on a trade weighted basis from its March peak to the year end, and historically low rates on other defensive assets, led to the gold price moving to all-time highs of over $2000 by August. Growing confidence in recovery and vaccine development saw a period of consolidation in gold, which ended the year at $1900, still one of the best asset class returns in 2020 of 25%, proving its mettle as an excellent portfolio diversifier.

Globally and across asset classes, ESG investing moved into a new phase in 2020 and is now fully mainstream in portfolio construction. While the outperformance of sustainability factors was mostly due to the economic collapse triggered by the pandemic and resultant underperformance of the least 'green' sectors, rather than by ESG factors alone, the shift to ESG investing is an irreversible trend.

2021 Outlook

As we enter the new year the deep uncertainties which beset 2020 have lifted. Back in March, the end of the pandemic was nowhere in sight, few had expectations of a vaccine for several years or indeed ever, many expected a chaotic end to the UK's transition period with the EU, and fears about the outcome of the US Presidential election were surfacing. Although second waves and mutations of coronavirus are ravaging many parts of the world, particularly the developed economies of the northern hemisphere, the extraordinary achievements of scientists in developing effective vaccines in record time have been a game changer. There is now not just light at the end of the tunnel, but the exit is in full sight.

Risks remain, notably around the effectiveness of vaccines against the new emerging strains of the virus and the logistical challenges of mass vaccination programmes, but there is now a clear path to exiting the restrictions which have inflicted immense damage on economies and especially certain sectors, on business and consumer confidence, and on employment. The first quarter of the year will be very tough and could well result in double-dip recessions in parts of Europe and North America, but thereafter the beginnings of a return to near-normality should be underway and the conditions are set for a strong recovery: release of pent-up consumer demand, renewed business investment, refocus of fiscal spending on stimulus and growth rather than support for businesses and people most damaged by the pandemic, and continuing ultra-loose monetary policy.

In classic EU style, the Brexit negotiations came down to the wire, but in the event PM Johnson confounded the doomsayers by delivering a trade deal free of tariffs and quotas while restoring sovereignty and taking the UK out of the jurisdiction of the European Court of Justice. His manifesto commitment of 'getting Brexit done' has been fulfilled and has given the UK much-needed good news and a boost to confidence after four and a half years of post-referendum uncertainty. In the PM's own words 'the old and vexed question of Britain's political relations with Europe' have been resolved; aside from a small minority of hard core 'rejoiners' the country has moved on. There are challenges ahead as the UK adjusts to its new trading arrangements with its biggest partner, and there is much to be resolved around service industries, most importantly the key finance sector, but there is no question that the deal removes intense uncertainty and brings new opportunities globally. Already the UK has agreed trade deals with 62 countries and is in advanced discussions with the biggest prize, the US. Together with the UK's early approval and roll-out of vaccines, the Brexit deal brings much greater optimism, the foundation for a robust recovery, and is likely to herald the end of the long period of underperformance of the UK equity market.

Conclusion

Despite the human and economic distress being inflicted by the pandemic on large parts of the world, we enter 2021 with considerable optimism. The vaccines will facilitate a gradual lifting of social mobility and other economically damaging restrictions, and in time will restore near-normality. The first quarter of the year will be challenging but beyond that there are grounds for expecting a very strong rebound in activity. Much of 2021 and into 2022 should be an unusually strong period for global growth, underpinning a huge recovery in corporate earnings. Beyond the pandemic, the biggest of the immediate worries, Brexit and the US Presidency, have been removed and political issues should feature much less among investor concerns.

Finally, we believe it is important to retain protection against the risks and uncertainties that inevitably lie ahead. Gold continues to play a role and while it is unlikely to repeat its performance of 2020 it is a proven store of value during both deflationary and inflationary periods - risks which might presently seem remote, but which would have substantial impact.

Our optimism should be tempered by those risks and uncertainties. The roll-out and efficacy of the vaccines, the duration of protection and their impact on transmission; the risk of policy errors, which could be particularly damaging given the extent to which economies and markets have come to rely on central banks and governments for support during the pandemic; the huge public debt overhang which could be disruptive in funding markets; the risks of long term scarring from the pandemic; longer term inflationary concerns; the uncertain evolution of the key US-China relationship; all point to the likelihood of bumps along the way as we navigate through what we hope and expect to be the final stages of the pandemic. As ever, true portfolio diversification, including defensive assets and a range of equity styles, will be the best way to mitigate these risks and enhance returns, and most importantly it will be vital to stay invested; the highly promising prospects for 2021 should reward investors and we see any setbacks in the weeks ahead as a good opportunity to add to portfolio risk.

Source: Bloomberg, December 2020.
Returns in US dollars unless otherwise stated.
Past performance is not indicative of future returns.

9. Market performance

Asset class/region	Index	To 31 December 2020			
		Local currency	Quarter	Year-to-date	12 months
Developed markets equities					
United States	S&P 500 NR	USD	12.0%	17.8%	17.8%
United Kingdom	MSCI UK NR	GBP	10.6%	-13.0%	-13.0%
Continental Europe	MSCI Europe ex UK NR	EUR	10.5%	1.7%	1.7%
Japan	Topix TR	JPY	11.2%	7.4%	7.4%
Asia Pacific (ex Japan)	MSCI AC Asia Pacific ex Japan NR	USD	19.1%	22.4%	22.4%
Global	MSCI World NR	USD	14.0%	15.9%	15.9%
Emerging markets equities					
Emerging Europe	MSCI EM Europe NR	USD	22.5%	-12.5%	-12.5%
Emerging Asia	MSCI EM Asia NR	USD	18.9%	28.4%	28.4%
Emerging Latin America	MSCI EM Latin America NR	USD	34.8%	-13.8%	-13.8%
BRICs	MSCI BRIC NR	USD	15.3%	17.6%	17.6%
China	MSCI China NR	USD	11.2%	29.5%	29.5%
Global emerging markets	MSCI Emerging Markets NR	USD	19.7%	18.3%	18.3%
Bonds					
US Treasuries	JP Morgan United States Government Bond TR	USD	-0.9%	8.4%	8.4%
US Treasuries (inflation protected)	BBgBarc US Government Inflation Linked TR	USD	1.6%	11.5%	11.5%
US Corporate (investment grade)	BBgBarc US Corporate Investment Grade TR	USD	3.0%	9.9%	9.9%
US High Yield	BBgBarc US High Yield 2% Issuer Cap TR	USD	6.4%	7.0%	7.0%
UK Gilts	JP Morgan UK Government Bond TR	GBP	0.6%	9.0%	9.0%
UK Corporate (investment grade)	ICE BofAML Sterling Non-Gilt TR	GBP	3.2%	8.0%	8.0%
Euro Government Bonds	ICE BofAML Euro Government TR	EUR	1.2%	4.9%	4.9%
Euro Corporate (investment grade)	BBgBarc Euro Aggregate Corporate TR	EUR	2.0%	2.8%	2.8%
Euro High Yield	BBgBarc European High Yield 3% Constrained TR	EUR	5.2%	2.3%	2.3%
Japanese Government	JP Morgan Japan Government Bond TR	JPY	0.0%	-1.0%	-1.0%
Australian Government	JP Morgan Australia GBI TR	AUD	-0.6%	4.4%	4.4%
Global Government Bonds	JP Morgan Global GBI	USD	2.3%	9.7%	9.7%
Global Bonds	ICE BofAML Global Broad Market	USD	2.7%	8.9%	8.9%
Global Convertible Bonds	ICE BofAML Global Convertibles	USD	18.9%	39.2%	39.2%
Emerging Market Bonds	JP Morgan EMBI+ (Hard currency)	USD	5.6%	7.1%	7.1%

Source: Bloomberg. December 2020.
Past performance is not indicative of future returns.

		To 31 December 2020			
Asset class/region	Index	Local currency	Quarter	Year-to-date	12 months
Property					
US Property Securities	MSCI US REIT NR	USD	11.2%	-8.7%	-8.7%
Australian Property Securities	S&P/ASX 200 A-REIT Index TR	AUD	11.8%	-8.0%	-8.0%
Asia Property Securities	S&P Asia Property 40 Index NR	USD	7.7%	-11.6%	-11.6%
Global Property Securities	S&P Global Property USD TR	USD	12.5%	-7.2%	-7.2%
Currencies					
Euro		USD	4.2%	8.9%	8.9%
UK Pound Sterling		USD	5.8%	3.1%	3.1%
Japanese Yen		USD	2.1%	5.1%	5.1%
Australian Dollar		USD	7.4%	9.6%	9.6%
South African Rand		USD	14.0%	-4.7%	-4.7%
Commodities & Alternatives					
Commodities	RICI TR	USD	14.5%	-7.7%	-7.7%
Agricultural Commodities	RICI Agriculture TR	USD	17.2%	16.8%	16.8%
Oil	Brent Crude Oil	USD	26.5%	-21.5%	-21.5%
Gold	Gold Spot	USD	0.7%	25.1%	25.1%
Hedge funds	HFRX Global Hedge Fund	USD	5.1%	6.8%	6.8%

Source: Bloomberg. December 2020.
Past performance is not indicative of future returns.

10. Directory

Registered Office:
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Channel Islands

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Custodian: Northern Trust (Guernsey) Limited
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Channel Islands

Administrator, Secretary & Registrar:
Northern Trust International Fund Administration
Services (Guernsey) Limited
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Auditor:
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Julian's Avenue, St Peter Port, Guernsey, GY1 4AF

Important notes

Collective investments are generally medium to long-term investments. The value of units may go down as well as up and past performance is not necessarily a guide to the future.

Collective investments are traded at ruling prices. Commission and incentives may be paid and, if so, would be included in the overall costs. All performance is calculated on a total return basis, after deduction of all fees and commissions and in US dollar terms. Forward pricing is used.

The Fund invests in other collective investments, which levy their own charges. This could result in a higher fee structure for the Fund.

Fluctuations in the value of the underlying funds, 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.

Higher risk investments may be subject to sudden and larger falls in value in comparison to other investments. Higher risk investments include, but are not limited to, investments in smaller companies, even in developed markets, investments in emerging markets or single country debt or equity funds and investments in high yield or non-investment grade debt.

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 will contain shares or units in underlying funds that invest internationally. The value of an investor's investment and the income arising from it will therefore be subject to exchange rate fluctuations.

Foreign securities may have additional material risks, depending on the specific risks affecting that country, such as: potential constraints on liquidity and the repatriation of funds; macroeconomic risks; political risks; foreign exchange risks; tax risks; settlement risks; and potential limitations on the availability of market information.

The Fund may contain shares or units in underlying funds that do not permit dealing every day. Investments in such funds will only be realisable on their dealing days. It is not possible to assess the proper market price of these investments other than on the fund's dealing days.

No borrowing will be undertaken by the Fund except for the purpose of meeting short term liquidity requirements. Borrowings will not exceed 10% of the net asset value of the Fund. For such purpose, the securities of the Fund may be pledged. No scrip borrowing will be allowed.

While derivative instruments may be used for hedging purposes, the risk remains that the relevant instrument may not necessarily fully correlate to the investments in the Fund and accordingly not fully reflect changes in the value of the investment, giving rise to potential net losses.

Forward contracts are neither traded on exchanges nor standardised. Principals dealing in these markets are also not required to make markets in the currencies they trade, with the result that these markets may experience periods of illiquidity. Banks and dealers will normally act as principals and usually each transaction is negotiated on an individual basis.

The Manager has the right to close the Fund to new investors, in order to manage it more efficiently, in accordance with its mandate.

Investment in the Fund may not be suitable for all investors. Investors should obtain advice from their financial adviser before proceeding with an investment.

Investors are reminded that any forecasts and/or commentary included in this MDD are not guaranteed to occur, and merely reflect the interpretation of the public information and propriety research available to the Investment Manager at a particular point in time.

This report should be read in conjunction with the prospectus of Momentum Mutual Fund ICC Limited and the supplement, in which all the current fees and fund facts are disclosed.

Copies of these scheme particulars, including the Prospectus, Fund Supplement, and the annual accounts of the Scheme, which provide additional information, are available, free of charge, upon request from Momentum Wealth International Limited, La Plaiderie House, La Plaiderie, St Peter Port, Guernsey, GY1 1WF, Telephone 0044 1481 735480, or from our website www.momentum.co.gg.

This report should not be construed as an investment advertisement, or investment advice or guidance or 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.

While all care has been taken by the Investment Manager in the preparation of the information contained in this report, neither the Manager nor Investment Manager make any representations or give any warranties as to the correctness, accuracy or completeness of the information, nor does either the Manager or Investment Manager assume liability or responsibility for any losses arising from errors or omissions in the information.

Momentum Mutual Fund ICC Limited is an incorporated cell company governed by the provisions of the Companies (Guernsey) Law 2008 as amended. Prior to its incorporation as an incorporated cell company on 19 January 2007, it was registered as a protected cell company on 20 February 2006. It is authorised, as an open-ended collective investment scheme of Class B by the Guernsey Financial Services Commission under the Protection of Investors (Bailiwick of Guernsey) Law, 1987 as amended. In giving this authorisation the Guernsey Financial Services Commission do not vouch for the financial soundness of Momentum Mutual Fund ICC Limited or for the correctness of any of the statements made or opinions expressed with regard to it.

FGAM Global Cautious Fund IC Limited is a registered incorporated cell of Momentum Mutual Fund ICC Limited, with registered number 46258.

FGAM Global Cautious Fund IC Limited is approved under the South African Collective investment Schemes Control Act (No. 45 of 2002).

Momentum Wealth International Limited is the Fund Manager, licensed by the Guernsey Financial Services Commission, with its registered office at La Plaiderie House, La Plaiderie, St Peter Port, Guernsey, GY1 1WF. Momentum Wealth International Limited is an authorised financial services provider in terms of the Financial Advisory and Intermediary Services Act No. 37 of 2002 in South Africa. Momentum Wealth International Limited is a full member of the Association for Savings and Investments SA (ASISA).

Momentum Collective Investments (RF) (Pty) Ltd a South African company Registration No. 1987/004287/07, with its registered office at 268 West Avenue, Centurion, 0157, South Africa, has been appointed by the Manager as the Representative Office for the fund. Share call number 0860 111 899 Telephone +27 (0) 12 675 3002 Facsimile +27 (0) 12 675 3889.

Momentum Collective Investments (RF) (Pty) Ltd is an authorised manager of collective investment schemes in terms of the Collective Investment Schemes Control Act, No 45 of 2002.

Northern Trust International Fund Administration Services (Guernsey) Limited is the Fund Administrator, licensed by the Guernsey Financial Services Commission, with its registered office at PO Box 255, Trafalgar Court, Les Banques, St Peter Port, Guernsey, GY1 3QL.

Momentum Global Investment Management Limited is the appointed Investment Manager of the fund and is authorised and regulated by the UK Financial Conduct Authority, with its registered address at The Rex Building, 62 Queen Street, London EC4R 1EB. Momentum Global Investment Management Limited is an authorised financial services provider in terms of the Financial Advisory and Intermediary Services Act No. 37 of 2002 in South Africa.

FGAM (Pty) Limited, a South African registered company, is the appointed Sub-Investment Manager of the fund, with its registered office at 299 Dey Street, New Muckleneuk, Pretoria, 0181, South Africa.

Northern Trust (Guernsey) Limited is the Custodian, licensed by the Guernsey Financial Services Commission, with its registered office at PO Box 71, Trafalgar Court, Les Banques, St Peter Port, Guernsey, GY1 3DA.

Momentum Wealth International Limited retains full legal responsibility for the Fund.

Momentum Wealth International Limited does not provide any guarantee, either with respect to the capital or the return of the Fund.

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