

# Fusion Alpha H5 | Sterling

## Key Data

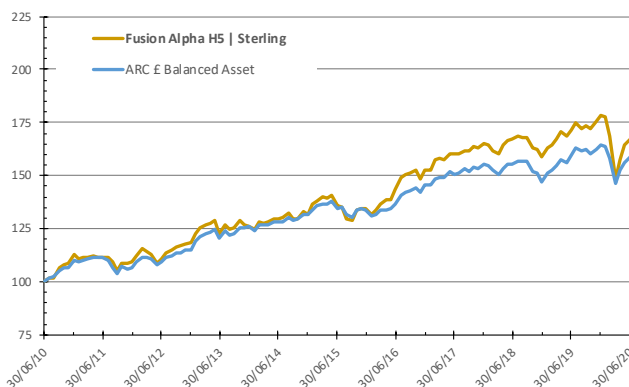
Currency: Sterling | US Dollars | Euro  
 Minimum Initial Investment: £75,000 | \$150,000 | €150,000  
 Dealing Frequency: Daily  
 Initial Charge: Nil  
 Exit Charge: Nil  
 Annual Management Charge: 0.75%  
 Investment Manager: Capital International Limited  
 Custodian: Capital International (Nominees) Limited

## Absolute Return Profile

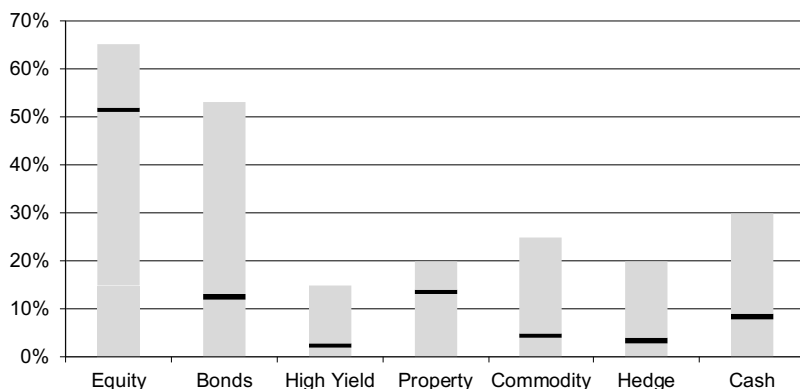
Target Return Range: 7.0% to 9.0%  
 Expected Volatility Range: 8.0% to 10.0%  
 Investment Time Horizon: 5 Years (Rolling)

## Performance

	Fusion Alpha H5 / Sterling	ARC E Balanced Asset
1 mth	1.88%	1.90%
3 mths	12.62%	8.62%
6 mths	-6.34%	-3.34%
1 year	-2.39%	-0.24%
3 years	4.63%	5.54%
5 years	23.10%	18.55%
10 years	67.36%	59.10%

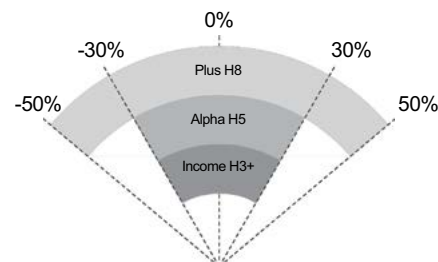


## Asset Allocation



## Swing Factors

Fusion Alpha H5 is actively managed using a 30% swing factor around its strategic targets. This allows us to respond to the investment climate, reducing risk during periods of turbulence and increasing it during periods of growth.



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## Investment Commentary

Global equity markets have overcome their first real test since the March crash, with the S&P 500 steadily recovering from a one day fall of 6% in early June.

The recovery in markets has been spurred by the actions of global central banks and led by the Federal Reserve which has committed to unlimited and open-ended QE with the inclusion of high yield bond purchases for the first time; Reflecting the continued volatility in markets, we have maintained some cash to take advantage of any market setbacks and for select value assets that may present attractive investments should the recovery continue to gain further traction.

In the short term, any signs of economic data topping could dent the sentiment that is driving this market, while the third quarter is likely to see gains being much more muted than the second. On balance, though, we still retain our preferences for risk assets like equities over bonds at this stage, though many risks still remain, not least the danger of a 'second wave' in the virus, and any attendant economic impacts.

## Strategy Overview

In pursuit of attractive targeted returns, Fusion invests in a broad range of asset classes designed to maximise its ability to deliver returns whilst minimising the associated risk.

The Fusion Strategies are constructed around a managed portfolio of collective investment schemes, delivering a unique combination of diversification, flexibility and efficiency.

Fusion Alpha H5 Strategy is designed for investors who are prepared to accept a moderate level of risk to achieve higher potential returns:

The strategy balances a strategic exposure to equities and other higher risk investments, with a lesser weighting to lower risk investment asset classes.

Targets a strategic currency exposure of 80% in the portfolio base currency.

Five year rolling investment horizon, allowing for greater exposure to higher risk assets and the potential to achieve higher returns.

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