

# Fusion Plus H8 | Sterling

## Key Data

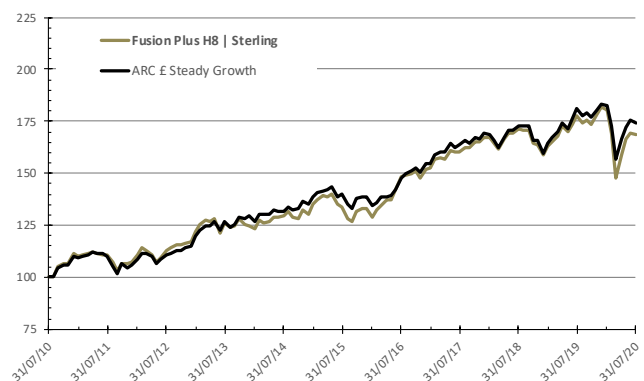
Currency: Sterling | US Dollars | Euro  
 Minimum Initial Investment: £75,000 | \$150,000 | €150,000  
 Dealing Frequency: Daily  
 Initial Charge: Nil  
 Exit Charge: Nil  
 Annual Management Charge: 0.75%  
 Investment Manager: Capital International Limited  
 Custodian: Capital International (Nominees)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

## Absolute Return Profile

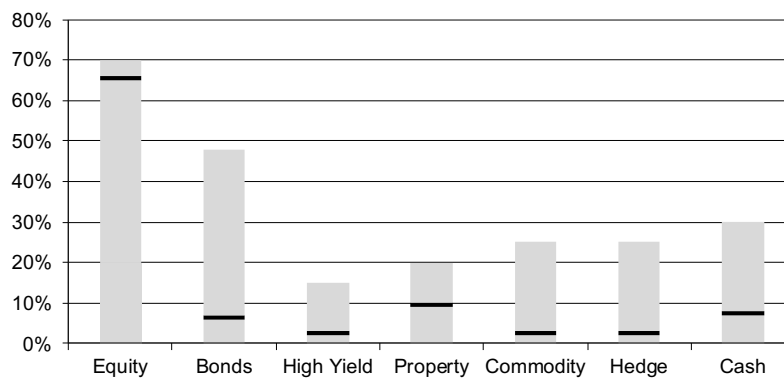
Target Return Range: 9.0% to 11.0%  
 Expected Volatility Range: 10.0% to 13.0%  
 Investment Time Horizon: 8 Years (Rolling)

## Performance

	Fusion Plus H8 / Sterling	ARC Steady Growth Asset
1 mth	-0.63%	-0.90%
3 mths	6.21%	4.50%
6 mths	-6.57%	-4.69%
1 year	-5.09%	-3.81%
3 years	4.91%	6.23%
5 years	25.62%	24.33%
10 years	68.36%	73.98%

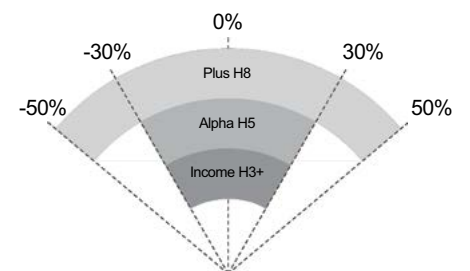


## Asset Allocation



## Swing Factors

Fusion Plus H8 is actively managed using a 50% 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.



# Fusion Plus

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### Investment Commentary

Global equity markets have been dominated by fears of a further resurgence in COVID infections. Q2 company earnings season was also a major feature providing markets with more insight into how well companies had survived the crisis. The S&P 500 was effectively flat for the month of July (-0.04%).

Despite the rise in COVID cases across the globe, death rates did not increase at anywhere near the same rate; this suggests that the virus is having a diminishing impact both on human safety and health care services.

The Q2 earnings season was more positive than expected with 84% of S&P500 companies exceeding their earnings guidance. Markets have been digesting how well companies weathered the crisis but more importantly assessing which companies will have a better chance of surviving a possible protracted negative trading environment if lockdowns persist.

In the short term, markets will be driven by how quickly countries are able to lift restrictions on travel and enable economies to return to full capacity. The third quarter returns are likely to be much more muted than the second. On balance, despite the risks that still remain, we retain our preference for adding to risk assets on any market setbacks.

### 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 Plus H8 is for investors who are prepared to accept a higher level of risk in pursuit of higher returns.

The strategy has significant exposure to equities and other higher risk investments, but retains some exposure to lower risk assets to improve diversification and control volatility.

Targets a strategic currency exposure of 71% in the portfolio base currency.

Eight year investment horizon, enabling the strategy to accept greater short-term risk to enhance returns.

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