

# Fusion Income H3+ | Euro

## 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

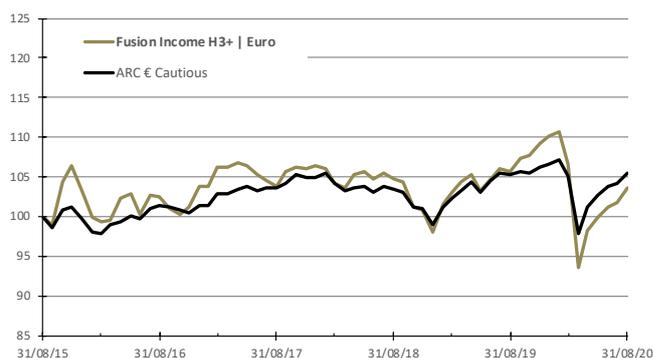
**Target Return Range:** 6.0% to 7.0%

**Expected Volatility Range:** 5.0% to 7.0%

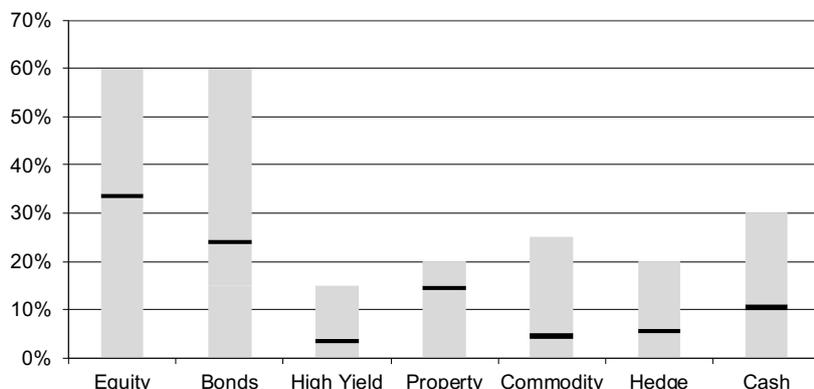
**Investment Time Horizon:** 3.5 Years (Rolling)

## Performance

	Fusion Income H3+ / Euro	ARC Cautious Asset
1 mth	1.96%	1.20%
3 mths	3.71%	2.71%
6 mths	-2.71%	0.34%
1 year	-1.95%	0.14%
3 years	-0.12%	1.68%
5 years	3.70%	5.45%
10 years	-	-

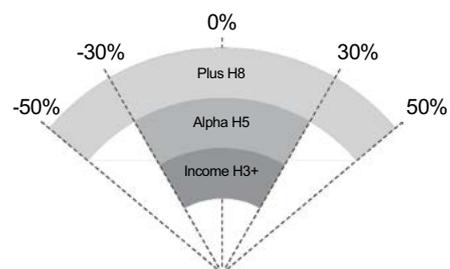


## Asset Allocation



## Swing Factors

Fusion Income H3+ 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.



# Fusion Income

## H3+ | Euro

### Investment Commentary

Global equity markets rose despite a further resurgence in COVID infections. After better than expected company earnings season during July, most markets were up for the month of August with the S&P 500 returning 4.76% for the month.

Europe lead the increase in number of COVID cases and Spain was back to its previous highs. Death rates however remain low, as they did in July, supporting the view that the virus continues to have a diminishing impact both on human safety and health care services. Global boarder closures however continue to restrict overall trade, preventing markets from returning to full capacity.

The month of August was all about the 'K shaped recovery' rather than the 'V-recovery'. Certain companies continue to remain weak while others have been very strong. Developed markets saw inflation figures rising, suggesting that consumer demand is intact and recovering. However, this was to be expected from the wall of record money printing and stimulus from central banks and governments. Gold responded during the month making a new all-time high of \$2,072 an ounce.

In the short term, markets have the tail wind of money printing and fiscal stimulus but are facing the headwinds of US elections, UK Brexit deal or no deal, global trade tensions and boarder closures. 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 Income H3+ Strategy focuses on lower risk asset classes in order to achieve its return targets.

Investment exposure is weighted to lower risk asset classes such as fixed interest, arbitrage strategies and commercial property; the strategy includes some exposure to equities and other higher risk investments.

Targets a strategic currency exposure of 89% in the portfolio base currency.

Three and a half year rolling investment horizon and as a result focuses on lower risk asset classes whilst accepting lower returns.

[capital-iom.com](http://capital-iom.com)

t +44 (0) 1624 654200 e [info@capital-iom.com](mailto:info@capital-iom.com)

The information contained herein is believed to be correct, but its accuracy cannot be guaranteed. Performance is calculated based on the average actual performance of Fusion portfolios. Individual Fusion portfolios can vary from the average. Any reference to past performance is not necessarily a guide to the future. The information contained in this document is provided solely to enable the customer to make their own investment decisions. A composite benchmark has been used from inception until December 2011 and from that point a more representative private client index, based on real performance numbers provided by participating investment managers, has been used. This document has been prepared for information purposes only and does not constitute an offer or an invitation, by or on behalf of any company within the Capital International Group of companies or any associated company, to buy or sell any security. Nor does it form a constituent part of any contract that may be entered into between us. The price of a security may go down as well as up and its value may be adversely affected by currency fluctuations. Full terms and conditions of Fusion are contained in the Brochure, Terms of Business and associated literature which is available upon request. Regulated activities are carried out on behalf of Capital International Group by its licensed member companies. Capital International Limited, Capital Treasury Services Limited, CIB Limited and Capital Financial Markets Limited are all licensed by the Isle of Man Financial Services Authority. Capital International Limited is a member of the London Stock Exchange. Registered Address: Capital House, Circular Road, Douglas, Isle of Man, IM1 1AG. CILSA Investments (PTY) Ltd (FSP No. 44894) and CILSA Solutions (PTY) Ltd (FSP No. 6650), t/a Capital International SA are licenced by the Financial Sector Conduct Authority in South Africa as Financial Service Providers. Registered Address: Office NG101A, Great Westford, 240 Main Road, Rondebosch 7700, South Africa. All subsidiary companies across both jurisdictions are represented under the Capital International Group brand.