QUARTERLY REPORT

October 2025

The Future Money strategies are run with the aim of providing investors with carefully risk managed investment solutions.

This report is designed to provide an insight into how the four strategies have been managed, along with the thought processes behind the investment decisions made by the fund managers.

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Market Commentary

The past three months has been a strong period for equity markets, while bonds have been broadly flat. Asia excluding Japan and the Emerging Markets have been the strongest regions, with the respective Investment Association sector averages returning 12.2% and 11.7% over the quarter. Next is Japan on 9.5%, then North America with 8.2% and finally the UK and Europe at approximately 3%. The sterling corporate bond sector, meanwhile, grew by 0.85% while the UK gilts sector fell by 0.66%.

A major factor in the success of the Asia ex Japan and Emerging Markets sectors has been the strength in China's economy. This is perhaps surprising given that China has been the primary target of Donald Trump's tariff policies and given the country's economic challenges over recent years. Yet, with increasing signs that the bottom of China's cycle is past and that the loss in trade with the US is being offset by other trading partners, this has propelled these regions, which had been on low valuations, higher.

Performance in the US has been driven by a further surge of enthusiasm for AI, with large technology stocks the primary beneficiaries of this. It is these companies' huge profits that are funding the investment required for the promised AI-revolution, as opposed to the debt finance model that has inflated many previous periods of overexuberance. As such, the bulls feel confident that such enthusiasm for the sector is warranted. Yet, the bears query when the economic benefit of AI will be felt and who the ultimate winners will be. With valuations at very high levels buying the "this time is different" argument carries a large risk.

Bond markets have seen less than spectacular returns. With global economic growth resilient, and so the threat of default low, corporate bonds have been slightly better than government bonds. Yet, with national finances under the microscope, the "bond vigilantes" have been circling. In the UK, the fiscal deficit is expected to widen despite the painful tax rises of last year's budget. In the US, Trump is relying on tariff tax revenue to offset America's ballooning debt. Many question whether the maths add up on this strategy, however, and so bond investor confidence is wavering.

Portfolio Allocation

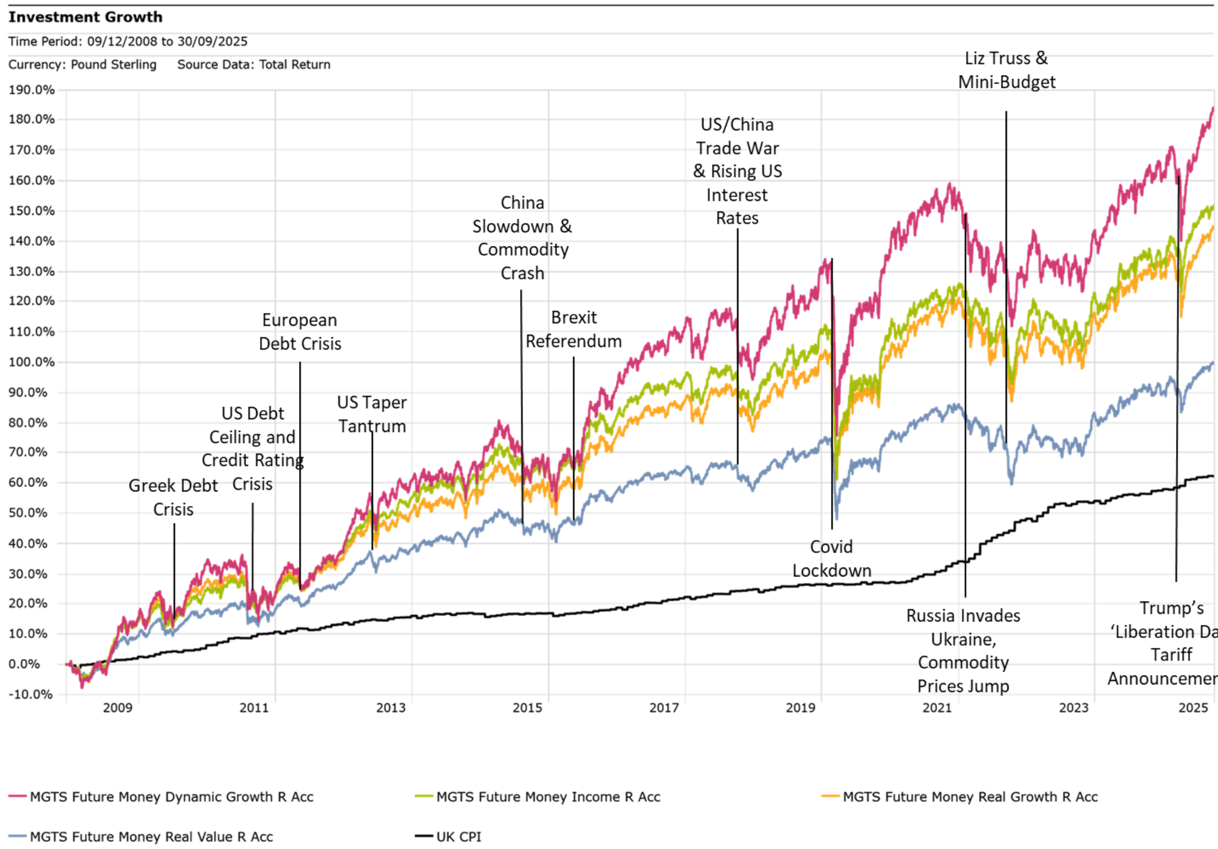
Our overweight allocations to Asia and the Emerging Markets continued to be rewarded during the reporting period. Despite the recent gains, valuations are still moderate and the prospect for further improvements in sentiment is significant given the higher growth rates that are available in these less developed regions. Recent weakness in the US dollar is also a positive for these areas, with the cheaper oil and international borrowing it creates easing conditions.

Our preference for European and UK equity exposure over the US was a drag on performance over the period. However, with the former's lower valuations and reduced exposure to the frothy AI market, we believe these positions are prudent and we remain comfortable with them.

The Benefits of Staying Invested

From time to time investment markets can go through difficult periods due to poor economic news or political crises. It can be difficult to keep a cool head at times of major turmoil and it may be tempting to consider selling when this occurs. Yet, history shows the benefits of remaining invested when markets fall, with recoveries often following the most disruptive periods.

The following chart shows the performance of the Future Money portfolios since inception, with the major news stories of the time highlighted. This shows that for long term investors, while the downs may be less comfortable than the ups, remaining invested provides a strong chance of growing the value of your money over the long term.



Past performance is no guarantee of future performance. The value of investments can fall as well as rise and investors may not get back their original investment.

Source: Morningstar Direct

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
MGTS Future Money Real Value R Acc	9.0	7.8	-0.5	8.4	8.6	4.9	1.1	7.3	4.6	-3.9	9.9	1.1	5.7	-8.2	7.4	3.6
MGTS Future Money Real Growth R Acc	14.4	11.0	-3.9	10.3	11.4	4.6	1.8	9.6	6.7	-4.8	13.2	0.7	8.4	-8.7	7.4	5.7
MGTS Future Money Dynamic Growth R Acc	15.0	15.9	-8.7	12.8	16.9	3.1	1.5	13.9	10.4	-7.4	17.8	2.8	7.3	-10.7	7.2	7.2
MGTS Future Money Income R Acc	2.6	9.2	7.3	-5.8	14.6	0.0	2.6	9.2	7.3	-5.8	14.6	0.0	6.8	-7.0	6.6	4.4
CPI	2.9	3.7	4.2	2.7	2.0	0.5	0.2	1.6	3.0	2.1	1.3	0.6	5.4	10.5	4.0	2.5

Data Source: Morningstar Direct. Currency: Pound Sterling. Total return.

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Important Information

Please note that the contents are based on the author's opinion and are not intended as investment advice. This information is aimed at professional advisers and should not be relied upon by any other persons.

Any research is for information only, does not constitute financial advice or necessarily reflect the views of the author and is subject to change.

It remains the responsibility of the financial adviser to verify the accuracy of the information and assess whether the fund is suitable and appropriate for their customer.

Past performance is not a reliable indicator of future performance. The value of investments and the income derived from them can fall as well as rise and investors may get back less than they invested.

Important information about the funds can be found in the Supplementary Information Document and NURS-KII Document which are available on our website or on request.

For any information about the Future Money funds please contact the authorised corporate director, Margetts Fund Management Ltd, on 0121 236 2380, admin@margetts.com or at 1 Sovereign Court, Graham Street, Birmingham B1 3JR. A copy of their Terms of Business which relates to investments into the funds can also be obtained using these contact details.

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