



VT RM Alternative Income Fund

Monthly Factsheet – 26th February 2021

Company Overview		
Fund Name:	VT RM Alternative Income Fund	
Launch Date:	11 th June 2018	
Regulatory Status:	FCA Authorised	
Fund Size:	£85.93mm	
Classification:	Non-Complex	
Sector:	IA Specialist	
Share Classes:	Income & Accumulation	
Currencies:	GBP, EUR, USD	
Share Class	ISIN	NAV
GBP Accumulation (I)	GB00BD6SVV68	117.90
GBP Accumulation (R)	GB00BYVZQ252	117.66
GBP Income (I)	GB00BD6SVR23	104.28
GBP Income (R)	GB00BYVZPZ16	103.10
Next Dividend Ex Date:	30/04/2021	
Dividend Pay Dates:	March, June, September, December.	
Annual Management Charges¹:	Institutional (F): 0.45%	
	Institutional (I): 0.70%	
	Retail (R): 0.80%	
Target Fund Objectives²:	Capital preservation 5.00% Net Dividend on issue price 7-8% Total Return on issue price over medium term	
Dealing Frequency:	Daily Liquidity	
Valuation Frequency:	Daily	
¹ The OCF (Ongoing Charges Figure) for all share classes is capped at 0.85%		
² The figures are targets only and there is no guarantee they will be achieved. Per annum by reference to launch price of £1.00 per unit, payable quarterly, one month in arrears.		
³ Fund data is based upon the VT RM Alternative Income Fund Institutional GBP accumulation class.		

Overview

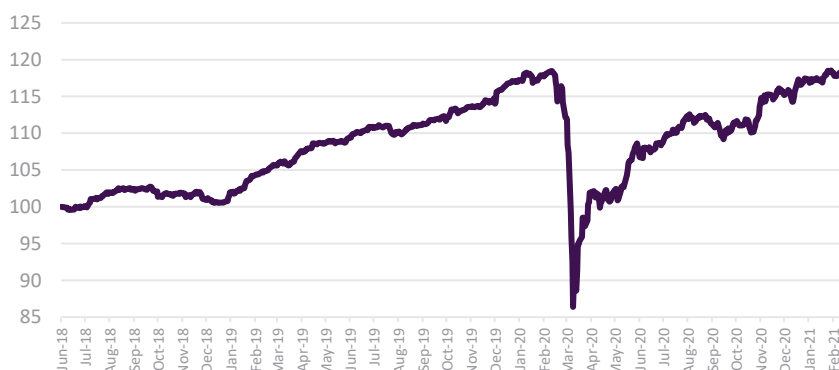
VT RM Alternative Income Fund (the “Fund” or “RMAI”) seeks to provide income whilst preserving capital over the medium to long-term. The focus is real asset investments across three sectors; Secured Real Assets, Infrastructure and Specialist Real Estate. The Fund seeks to meet its objectives by investing in listed equities and other transferable securities (including, REITs and Investment Trusts) whose primary activity or exposure is within the alternative income sectors. In addition to investing in equities the fund may also invest in other transferable securities, including bonds, money market instruments or cash. The Fund will have a preference for investments denominated in sterling, with issuers which have activities and assets within the U.K., Europe, USA, Singapore or another OECD Country.

Monthly NAV Performance & Dividend

The Fund’s percentage total return³ for the month of February was 0.46%. Since the Fund’s inception on the 11th June 2018 the return has been 17.90% net of fees.

The portfolio is comprised of liquid investments across developed markets, primarily in the UK, but also including modest holdings in the US, Canada, Australasia and Europe. Currency exposures are largely hedged back into GBP.

VT RM Alternative Income - Institutional - Accumulation Units
Unit Price



Period shown from 11th June 2018 to 26th February 2021. Capital is at risk; returns are not guaranteed and past performance is no guarantee of future performance.

Portfolio Activity

A very active month for the Investment Team and the Fund, over eight primary and secondary offerings were announced during the period. Key changes during the month include the significant reduction in Civitas Social Housing (**CSH: LN**) - we have taken profits in the holding as our investment thesis was validated and realised. **SEIT: LN, THRL: LN, UKW: LN** all announced follow-on offerings, we added to our **SEIT: LN** and **THRL: LN** positions. We passed on **UKW: LN** as fatigue appears to be setting in with UK Renewables. **SEQI: LN** and **SUPR: LN** both indicated active pipelines and are likely to raise capital in March.

Cordiant Digital Infrastructure (CORD: LN + CSRD: LN)

The first mover with direct exposure to UK digital infrastructure assets. The Company is focused on three key segments which includes Telecommunication Towers, Fibreoptic Networks and Data Centres. We rate the management team and their backgrounds both in industry (including **AMT: US**) and alternative assets. We believe that the business is well positioned to capture the growth in both ecommerce and movement towards 5G telecommunications - which in turn brings additional network capacity and the ability for content providers (and the requirement to store via data centres said content) to deliver

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The prospectus, KIID, and Investment Updates can be found on our website. www.rm-funds.co.uk

Platforms

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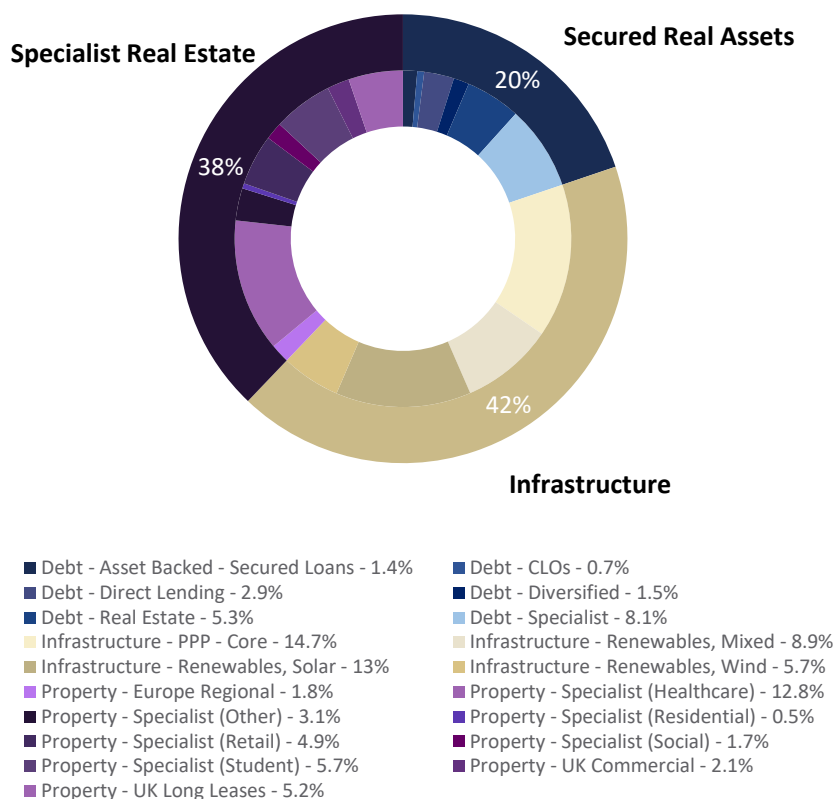
high-resolution content. As part of the IPO the fund also received an allocation of warrants which are separately traded.

Market Commentary

Reflation emerged as the key theme during the month, which is likely to persist during H1 2021. The markets are concerned that the continued monetary and fiscal support governments around the world have injected to support their respective home countries' economies will result in a material increase in inflation – commodity price increases and better than expected macro-economic data have supported this initial concern. In turn we have seen long duration assets (such as government bonds) sell-off, in addition growth centric assets such as blue-chip tech with concerns over valuations.

From the Investment Team's perspective, we view this pause as sensible. Certain equity markets raced ahead during 2020, whilst economic conditions were the worst in a century. The size of the stimulus globally has been significant, but with various vaccines now in circulation a return to normal will be welcomed by governments and their citizens. In terms of positioning we are focused on investing in inflation-linked income, where we have duration risk we keep this very short, finally we see pockets of value which we will capitalise on in order to generate attractive total returns for shareholders.

Allocation Split¹



¹Percentages may not add up to 100% due to rounding. Excludes cash and cash equivalents.

NAV & Dividend History – 2021													
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
Dividends p ⁽¹⁾	0.7516	-	-	-	-	-	-	-	-	-	-	-	0.75p
NAV ⁽²⁾	117.36	117.90	-	-	-	-	-	-	-	-	-	-	-
NAV monthly return ⁽²⁾	0.67%	0.46%	-	-	-	-	-	-	-	-	-	-	1.14%

NAV & Dividend History – 2020													
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
Dividends p ⁽¹⁾	1.2500	-	-	1.3842	-	-	1.2313	-	-	1.1795	-	-	5.05p
NAV ⁽²⁾	117.22	114.31	98.52	102.28	106.21	107.87	110.90	112.28	110.10	110.08	115.05	116.57	-
NAV monthly return ⁽²⁾	0.30%	(2.48%)	(13.82%)	3.82%	3.84%	1.57%	2.80%	1.25%	(1.94%)	(0.03%)	4.52%	1.33%	(0.26%)

NAV & Dividend History – 2019													
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
Dividends p ⁽¹⁾	1.2472	-	-	1.2218	-	-	1.2500	-	-	1.2500	-	-	4.97p
NAV ⁽²⁾	103.54	105.14	106.03	108.51	108.98	110.33	110.65	111.16	111.99	113.14	114.50	116.88	-
NAV monthly return ⁽²⁾	2.93%	1.55%	0.84%	2.34%	0.44%	1.24%	0.29%	0.46%	0.74%	1.03%	1.20%	2.07%	16.20%

NAV & Dividend History – 2018													
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
Dividends p ⁽¹⁾	-	-	-	-	-	-	0.2977	-	-	1.4591	-	-	1.76p
NAV ⁽²⁾	-	-	-	-	-	100.02	101.23	102.35	102.51	101.62	101.80	100.59	-
NAV monthly return ⁽²⁾	-	-	-	-	-	0.02%	1.22%	1.10%	0.16%	(0.87%)	0.18%	(1.19%)	0.59%

⁽¹⁾ Institutional GBP Income Class ⁽²⁾ Institutional GBP Accumulation

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<i>Position</i>	<i>Sector Classification</i>	<i>% of the Portfolio</i>
NextEnergy Solar Fund Ltd	Infrastructure - Renewables, Solar	5.7%
Empiric Student Property PLC	Property - Specialist (Student)	5.3%
Impact Healthcare Reit PLC	Property - Specialist (Healthcare)	5.3%
Tritax Big Box REIT PLC	Property - UK Long Leases	4.8%
Renewables Infrastructure Group Ltd	Infrastructure - Renewables, Mixed	4.5%
Supermarket Income Reit PLC	Property - Specialist (Retail)	4.5%
Foresight Solar Fund Ltd	Infrastructure - Renewables, Solar	4.5%
Hicl Infrastructure PLC	Infrastructure - PPP - Core	4.3%
VOYCAR 5 7/8 05/01/23	Debt - Specialist	4.1%
Target Healthcare REIT PLC	Property - Specialist (Healthcare)	4.1%
JLEN Environmental Assets Group Ltd	Infrastructure - Renewables, Mixed	3.0%
Greencoat Renewables PLC	Infrastructure - Renewables, Wind	3.0%
BBGI Global Infrastructure S.A.	Infrastructure - PPP - Core	2.7%
EGBLFN 6 1/4 10/30/25	Debt - Real Estate	2.6%
Sienna Senior Living Inc	Property - Specialist (Healthcare)	2.4%
Greencoat UK Wind PLC/Funds	Infrastructure - Renewables, Wind	2.2%
3i Infrastructure PLC	Infrastructure - PPP - Core	2.2%
NEMEAN 7 3/8 02/01/24	Debt - Specialist	1.9%
Bluefield Solar Income Fund Ltd	Infrastructure - Renewables, Solar	1.8%
LXI REIT Plc	Property - Specialist (Other)	1.8%
International Public Partnership Ltd	Infrastructure - PPP - Core	1.8%
Schroder European Real Estate Investment Trust PLC	Property - Europe Regional	1.7%
GCP Infrastructure Investments Ltd	Infrastructure - PPP - Core	1.6%
Real Estate Credit Investments Ltd/Fund	Debt - Real Estate	1.6%
AEW UK REIT PLC	Property - UK Commercial	1.5%
Home Reit PLC	Property - Specialist (Social)	1.4%
TwentyFour Select Monthly Income Fund Ltd	Debt - Diversified	1.4%
GCP Asset Backed Income Fund Ltd	Debt - Asset Backed - Secured Loans	1.2%
Round Hill Music Royalty Fund Ltd	Debt - Specialist	1.1%
IPFLN 9 3/4 11/12/25	Debt - Direct Lending	1.0%
IPFLN 7 3/4 12/14/23	Debt - Direct Lending	1.0%
Sdcl Energy Efficiency Income Trust PLC	Infrastructure - PPP - Core	0.9%
Cordiant Digital Infrastructure Ltd	Infrastructure - Digital Assets Mixed	0.8%
APN Convenience Retail REIT	Property - Specialist (Other)	0.8%
BRUNT 6 02/25/25	Debt - Real Estate	0.7%
RM Secured Direct Lending plc	Debt - Direct Lending	0.6%
Fair Oaks Income Ltd	Debt - CLOs	0.6%
Gresham House Energy Storage Fund PLC/ The Fund	Infrastructure - Renewables, Mixed	0.5%
PRS REIT Plc	Property - Specialist (Residential)	0.5%
Urban Logistics REIT PLC	Property - UK Commercial	0.4%
Charter Hall Social Infrastructure REIT	Property - Specialist (Other)	0.3%
NEMEAN Float 02/01/23	Debt - Specialist	0.2%
Hipgnosis Songs Fund Ltd/The Fund	Debt - Specialist	0.2%
Infratil Ltd	Infrastructure - PPP - Core	0.2%
Civitas Social Housing PLC	Property - Specialist (Social)	0.1%
Atlantica Sustainable Infrastructure PLC	Infrastructure - Renewables, Mixed	0.1%
TransAlta Renewables Inc	Infrastructure - Renewables, Mixed	0.1%
Alcentra European Floating Rate Income Fund Ltd	Debt - Asset Backed - Secured Loans	0.1%
<i>Restricted Cash</i>		<i>0.39%</i>
<i>Unrestricted Cash</i>		<i>6.16%</i>

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