



VT RM Alternative Income Fund

Monthly Factsheet – 31st May 2021

Company Overview		
Fund Name:	VT RM Alternative Income Fund	
Launch Date:	11 th June 2018	
Regulatory Status:	FCA Authorised	
Fund Size:	£89.90mm	
Classification:	Non-Complex	
Sector:	IA Specialist	
Share Classes:	Income & Accumulation	
Currencies:	GBP, EUR, USD	
Share Class	ISIN	NAV
GBP Accumulation (I)	GB00BD6SVV68	123.13
GBP Accumulation(R)	GB00BYVZQ252	122.85
GBP Income (I)	GB00BD6SVR23	107.02
GBP Income (R)	GB00BYVZPZ16	105.79
Next Dividend Ex Date:	31/07/2021	
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) is capped at 0.85% for Class I and R shareholders and 0.45% for Class F shareholders.		
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

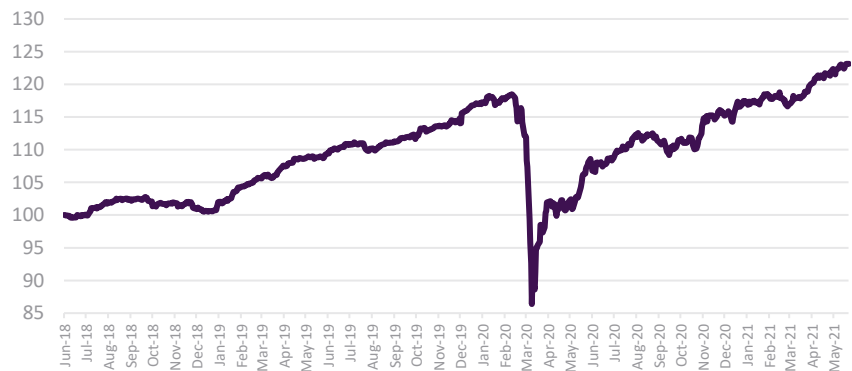
VT RM Alternative Income Fund (the “Fund” or “RMAI”) seeks to provide income whilst preserving capital over the medium to long-term. The focus is real asset investments across three sectors; Secured Real Assets, Infrastructure and Specialist Real Estate. The Fund seeks to meet its objectives by investing 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 May was 1.31%. Since the Fund’s inception on the 11th of June 2018 the return has been 23.13% 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 31st May 2021. Capital is at risk; returns are not guaranteed, and past performance is no guarantee of future performance.

Portfolio Activity

An incredibly busy period for the investment team, with multiple primary and secondary follow-on issuance being announced. The investment team met with circa 13 companies and their respective management teams during the period. On the IPO front, we invested in Taylor Maritime Investments (**TMI: LN**) as part of our third phase recovery investments (also referred to as our “covid-beta” thesis). The Fund Manager also deployed capital (satellite position) into **USF: LN**, following the secondary placing. The investment team also added **SOHO: LN** as another satellite holding. During the period, the Portfolio Managers trimmed the fund’s holdings in **TRIG: LN**, **IHR: LN** and **SUPR: LN**.

Smartcentres Real Estate Investment Trust (SRU-U: CN) The Portfolio Manager and Investment team established a new position in **SRU-U: CN**. Investors familiar with the firm’s investment thesis regarding **SUPR: LN** will recognise the similarities and differences. **SRU-U** owns 157 income producing properties, occupancy of 97.3%, with 73% of properties anchored by Walmart (AA rated counterparty). We believe the c.6.5% dividend yield, underpinned by predominately investment grade counterparties and the potential capital growth make this an attractive reopening investment.

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

Platforms

7IM
AJ Bell
Aegon
AllFunds
Alliance Trust
Ascentric
Aviva
Charles Stanley
Cofunds
Elevate
Fidelity
FNZ
Fusion
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If your platform is not listed, please contact our distribution team or Valu-Trac directly.

Market Commentary

A month of two halves, initially dominated by reflation fears. US CPI and PCE inflation came in higher than expected but were largely offset a week later by the tepid US employment data which did not paint the same economic recovery picture.

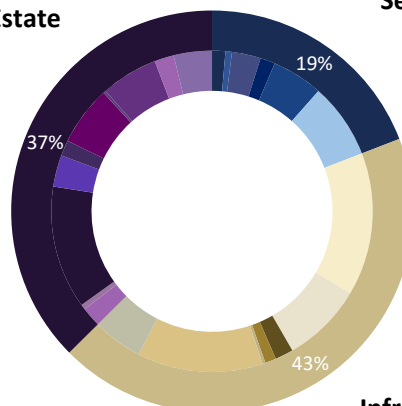
Looking towards Europe, the EU-Bills announcement was expected just post month end. This is much needed given the fragile state of Europe. However, we caution that the mood music between the UK and Europe is becoming more contentious and we could see increased political tensions, a protectionist agenda (from Europe) and political risk priced into certain equities (limited to no exposure from the fund's perspective).

The fund has performed strongly during this period, due to the Investment Team's repositioning of holdings to capture inflation but avoid rate sensitive bond proxy assets.

Allocation Split¹

Specialist Real Estate

Secured Real Assets



- | | |
|--|--|
| ■ Debt - Asset Backed - Secured Loans - 1.3% | ■ Debt - CLOs - 0.7% |
| ■ Debt - Direct Lending - 2.9% | ■ Debt - Diversified - 1.5% |
| ■ Debt - Real Estate - 5.1% | ■ Debt - Specialist - 7.6% |
| ■ Infrastructure - PPP - Core - 14.4% | ■ Infrastructure - Renewables, Mixed - 8.2% |
| ■ Infrastructure - Renewable Energy Storage - % | ■ Infrastructure - Services Assets - % |
| ■ Infrastructure - Specialist (Residential) - 0.3% | ■ Infrastructure - Renewables, Solar - 12.6% |
| ■ Infrastructure - Renewables, Wind - 5% | ■ Property - Europe Regional - 2% |
| ■ Property - Real Estate - % | ■ Property - Specialist (Healthcare) - 12.4% |
| ■ Property - Specialist (Other) - 3.2% | ■ Property - Specialist (Residential) - 1.6% |
| ■ Property - Specialist (Retail) - 6% | ■ Property - Specialist (Social) - 0.3% |
| ■ Property - Specialist (Student) - 5.7% | ■ Property - UK Commercial - 1.9% |
| ■ Property - UK Long Leases - 3.8% | |

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	-	-	1.8550	-	-	-	-	-	-	-	-	2.61p
NAV ⁽²⁾	117.36	117.90	118.43	121.53	123.13	-	-	-	-	-	-	-	-
NAV monthly return ⁽²⁾	0.67%	0.46%	0.45%	2.62%	1.31%	-	-	-	-	-	-	-	5.62%

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
Capital is at risk; returns are not guaranteed, and past performance is no guarantee of future performance.

<i>Position</i>	<i>Sector Classification</i>	<i>% of the Portfolio</i>
Supermarket Income Reit PLC	Property - Specialist (Retail)	5.5%
NextEnergy Solar Fund Ltd	Infrastructure - Renewables, Solar	5.4%
Empiric Student Property PLC	Property - Specialist (Student)	5.2%
Impact Healthcare Reit PLC	Property - Specialist (Healthcare)	4.8%
Renewables Infrastructure Group Ltd/The	Infrastructure - Renewables, Mixed	4.5%
HiCl Infrastructure PLC	Infrastructure - PPP - Core	4.3%
Foresight Solar Fund Ltd	Infrastructure - Renewables, Solar	4.2%
Voyage Care BondCo PLC	Debt - Specialist	3.9%
Sienna Senior Living Inc	Property - Specialist (Healthcare)	3.7%
Tritax Big Box REIT PLC	Property - UK Long Leases	3.5%
Target Healthcare REIT PLC	Property - Specialist (Healthcare)	2.8%
JLEN Environmental Assets Group Ltd	Infrastructure - Renewables, Mixed	2.8%
Greencoat Renewables PLC	Infrastructure - Renewables, Wind	2.7%
eG Global Finance PLC	Debt - Real Estate	2.4%
GCP Infrastructure Investments Ltd	Infrastructure - PPP - Core	2.0%
Greencoat UK Wind PLC/Funds	Infrastructure - Renewables, Wind	1.9%
Newday Bondco Plc	Debt - Specialist	1.9%
LXI REIT Plc	Property - Specialist (Other)	1.9%
Schroder European Real Estate Investment Trust PLC	Property - Europe Regional	1.8%
International Public Partnerships Ltd	Infrastructure - PPP - Core	1.7%
3i Infrastructure PLC	Infrastructure - PPP - Core	1.7%
Gore Street Energy Storage Fund PLC/The Fund	Infrastructure - Renewable Energy Storage	1.7%
Bluefield Solar Income Fund Ltd	Infrastructure - Renewables, Solar	1.6%
AEW UK REIT PLC	Property - UK Commercial	1.6%
Real Estate Credit Investments Ltd/Fund	Debt - Real Estate	1.6%
TwentyFour Select Monthly Income Fund Ltd	Debt - Diversified	1.4%
Digital 9 Infrastructure PLC/Jersey	Infrastructure - PPP - Core	1.2%
GCP Asset Backed Income Fund Ltd	Debt - Asset Backed - Secured Loans	1.2%
Cordiant Digital Infrastructure Ltd	Infrastructure - PPP - Core	1.2%
International Personal Finance PLC	Debt - Direct Lending	1.0%
Taylor Maritime Investments Ltd	Infrastructure - Services Assets	1.0%
International Personal Finance PLC	Debt - Direct Lending	1.0%
BBGI Global Infrastructure S.A.	Infrastructure - PPP - Core	1.0%
Triple Point Social Housing Reit PLC	Property - Specialist (Residential)	1.0%
Round Hill Music Royalty Fund Ltd	Debt - Specialist	0.9%
APN Convenience Retail REIT	Property - Specialist (Other)	0.8%
Bruntwood Investments PLC	Debt - Real Estate	0.7%
RM Secured Direct Lending plc	Debt - Direct Lending	0.6%
Fair Oaks Income Ltd	Debt - CLOs	0.6%
PRS REIT Plc/The	Property - Specialist (Residential)	0.5%
SmartCentres Real Estate Investment Trust	Property - Real Estate	0.5%
Charter Hall Social Infrastructure REIT	Property - Specialist (Other)	0.3%
US Solar Fund PLC/Fund	Infrastructure - Renewables, Solar	0.3%
Residential Secure Income PLC	Infrastructure - Specialist (Residential)	0.3%
Home Reit PLC	Property - Specialist (Social)	0.2%
Newday Bondco Plc	Debt - Specialist	0.2%
Urban Logistics REIT PLC	Property - UK Commercial	0.2%
Atlantica Sustainable Infrastructure PLC	Infrastructure - Renewables, Mixed	0.1%
TransAlta Renewables Inc	Infrastructure - Renewables, Mixed	0.1%
Restricted Cash		5.8%
Unrestricted Cash		2.8%

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