



VT RM Alternative Income Fund

Monthly Factsheet – 31st August 2021

Company Overview

Fund Name:	VT RM Alternative Income Fund	
Launch Date:	11 th June 2018	
Regulatory Status:	FCA Authorised	
Fund Size:	£120.67m	
Classification:	Non-Complex	
Sector:	IA Specialist	
Share Classes:	Income & Accumulation	
Currencies:	GBP, EUR, USD	
Share Class	ISIN	NAV
GBP Accumulation (I)	GB00BD6SVV68	129.65
GBP Accumulation(R)	GB00BYVZQ252	129.33
GBP Income (I)	GB00BD6SVR23	111.68
GBP Income (R)	GB00BYVZP216	110.37
Next Dividend Ex Date:	31/10/2021	
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	

¹The OCF (Ongoing Charges Figure) is capped at 0.85% for Class I and R shareholders and 0.45% for Class F shareholders.

²The 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

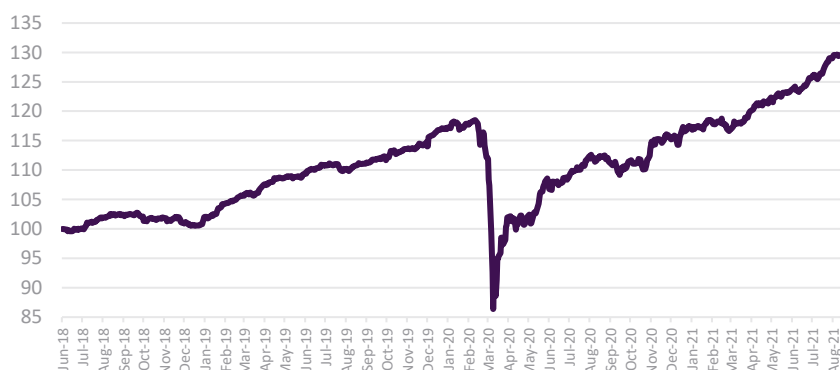
VT RM Alternative Income Fund (the “Fund” or “RMAI”) seeks to provide income whilst preserving capital over the medium to long-term. The focus is real asset investments across three sectors; Secured Real Assets, Infrastructure and Specialist Real Estate. The Fund seeks to meet its objectives by investing 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 August was 1.60%. Since the Fund’s inception on the 11th of June 2018 the return has been 29.65% 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 August 2021. Capital is at risk; returns are not guaranteed, and past performance is no guarantee of future performance.

Portfolio Activity

The summer lull meant primary and secondary market activity was subdued during the month. The fund performed well over the period, whilst the investment team selectively adjusted existing holdings in preparation for the September reopening. In terms of specific activity, the Portfolio Manager and Investment team increased their position in **HICL: LN**, **NESE: LN** and **FSFL: LN**. The latter two will benefit from the rapidly increasing power prices the UK market is facing.

The team also added a senior secured bond issued by telecommunications operator Virgin Media – this is the first time in circa twelve months the investment team have established a new holding within the secured real asset segment of the fund. The fund also reduced its position in **ESP: LN** following the stocks rerating in light of the sector’s M&A activity.

Looking towards September, the investment team expect an extremely busy period in both primary and secondary follow-ons. On the secondary side **AERI: LN**, **THRL: LN**, **SEIT: LN**, **HOME: LN**, **TRIG: LN**, **ASLI: LN** have all announced placings, and on the primary side **BMO**

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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
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Alliance Trust
Ascentric
Aviva
Charles Stanley
Cofunds
Elevate
Fidelity
FNZ
Fusion
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Zurich

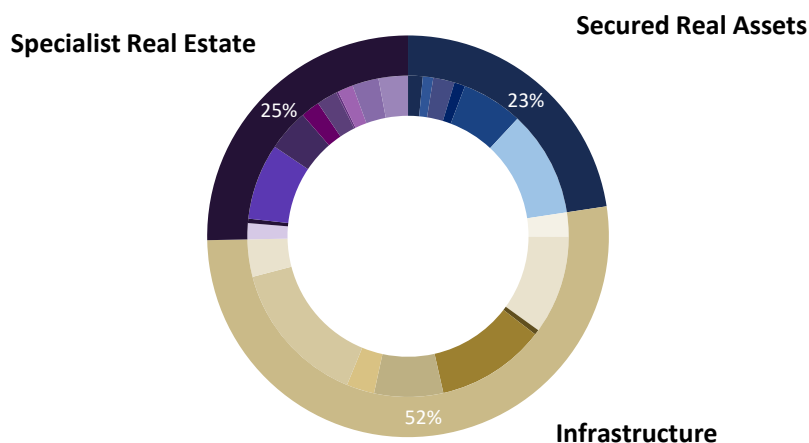
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Social Housing, Blackfinch European Renewables, Aura Renewables, Harmony Renewables, Pantheon Infrastructure and Foresight Forestry Fund all announced their intention to raise capital.

Market Commentary

During the month markets were broadly positive, albeit on thin volumes. Credit spreads were moderately tighter driven by Chairman Powell's comments in late August post the Jackson Hole event. M&A has begun to pick up, driven by low yields, cheap funding costs, and weak valuations. During the period we saw a consortium led by KKR bid for Spark Infrastructure (SKI: AU), and the Investment Management Corp of Ontario bid for the Green Frog battery storage and renewable energy business. We believe several listed real asset segments including UK Renewables look cheap compared with their US peers, and therefore further M&A is likely.

Allocation Split¹



■ Debt - Asset Backed - Secured Loans - 1.5%	■ Debt - CLOs - 1%
■ Debt - Direct Lending - 2.1%	■ Debt - Diversified - 1.1%
■ Debt - Real Estate - 6.2%	■ Debt - Specialist - 10.7%
■ Infrastructure - Demand - 2.4%	■ Infrastructure - Digital - 9.9%
■ Infrastructure - Infrastructure Mixed - 0.5%	■ Infrastructure - PPP - Core - 11%
■ Infrastructure - Renewables, Mixed - 6.9%	■ Infrastructure - Renewables, Other/Special - 2.8%
■ Infrastructure - Renewables, Solar - 14.7%	■ Infrastructure - Renewables, Wind - 3.8%
■ Property - Europe Regional - 1.6%	■ Property - Real Estate - 0.4%
■ Property - Specialist (Healthcare) - 7.7%	■ Property - Specialist (Other) - 4.2%
■ Property - Specialist (Residential) - 1.9%	■ Property - Specialist (Retail) - 2.1%
■ Property - Specialist (Social) - 0.2%	■ Property - Specialist (Student) - 1.6%
■ Property - UK Commercial - 2.7%	■ Property - UK Long Leases - 2.9%

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

Please note digital assets are currently categorised within the infrastructure segment, RM Funds aims to separately categorise this segment in the coming factsheets.

Please note transaction costs are currently -0.31%.

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NAV & Dividend History – 2021													
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
Dividends p ⁽¹⁾	0.7516	-	-	1.8566	-	-	1.0027	-	-	-	-	-	3.61p
NAV ⁽²⁾	117.36	117.90	118.43	121.53	123.13	124.38	127.61	129.65	-	-	-	-	-
NAV monthly return ⁽²⁾	0.67%	0.46%	0.45%	2.62%	1.31%	1.01%	2.60%	1.60%	-	-	-	-	11.22%

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	-	-	1.4560	-	-	1.75p
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>
Digital 9 Infrastructure PLC/Fund	Infrastructure - Digital	6.8%
NextEnergy Solar Fund Ltd	Infrastructure - Renewables, Solar	6.5%
Foresight Solar Fund Ltd	Infrastructure - Renewables, Solar	5.3%
VOYCAR 5 7/8 05/01/23	Debt - Specialist	5.0%
Hicl Infrastructure PLC	Infrastructure - PPP - Core	3.8%
Sienna Senior Living Inc	Property - Specialist (Healthcare)	3.5%
JLEN Environmental Assets Group Ltd	Infrastructure - Renewables, Mixed	3.0%
Tritax Big Box REIT PLC	Property - UK Long Leases	2.8%
Renewables Infrastructure Group Ltd/The	Infrastructure - Renewables, Mixed	2.7%
Impact Healthcare Reit PLC	Property - Specialist (Healthcare)	2.4%
Taylor Maritime Investments Ltd	Infrastructure - Demand	2.3%
Greencoat Renewables PLC	Infrastructure - Renewables, Wind	2.1%
Supermarket Income Reit PLC	Property - Specialist (Retail)	2.0%
LXI REIT Plc	Property - Specialist (Other)	1.9%
International Public Partnerships Ltd	Infrastructure - PPP - Core	1.9%
EGBLFN 6 1/4 10/30/25	Debt - Real Estate	1.8%
Triple Point Social Housing Reit PLC	Property - Specialist (Residential)	1.8%
Bluefield Solar Income Fund Ltd	Infrastructure - Renewables, Solar	1.7%
Real Estate Credit Investments Ltd/Fund	Debt - Real Estate	1.7%
EGBLFN 6 1/4 03/30/26	Debt - Real Estate	1.7%
BBGI Global Infrastructure S.A.	Infrastructure - PPP - Core	1.7%
GCP Infrastructure Investments Ltd	Infrastructure - PPP - Core	1.6%
Hipgnosis Songs Fund Ltd/The Fund	Debt - Specialist	1.5%
Schroder European Real Estate Investment Trust PLC	Property - Europe Regional	1.5%
Cordiant Digital Infrastructure Ltd/Fund	Infrastructure - Digital	1.5%
Empiric Student Property PLC	Property - Specialist (Student)	1.5%
Greencoat UK Wind PLC/Funds	Infrastructure - Renewables, Wind	1.4%
NEMEAN 7 3/8 02/01/24	Debt - Specialist	1.4%
GCP Asset Backed Income Fund Ltd	Debt - Asset Backed - Secured Loans	1.4%
3i Infrastructure PLC	Infrastructure - PPP - Core	1.3%
Gresham House Energy Storage Fund PLC/The Fund	Infrastructure - Renewables, Other/Special	1.3%
AEW UK REIT PLC	Property - UK Commercial	1.3%
Gore Street Energy Storage Fund PLC/The Fund	Infrastructure - Renewables, Other/Special	1.3%
Target Healthcare REIT PLC	Property - Specialist (Healthcare)	1.2%
SmartCentres Real Estate Investment Trust	Property - Specialist (Other)	1.2%
Urban Logistics REIT PLC	Property - UK Commercial	1.2%
TwentyFour Select Monthly Income Fund Ltd	Debt - Diversified	1.0%
Fair Oaks Income Ltd	Debt - CLOs	1.0%
Cordiant Digital Infrastructure Ltd/Fund	Infrastructure - Digital	1.0%
VMED 4 1/4 01/15/30	Debt - Specialist	0.8%
IPFLN 9 3/4 11/12/25	Debt - Direct Lending	0.8%
IPFLN 7 3/4 12/14/23	Debt - Direct Lending	0.7%
Octopus Renewables Infrastructure Trust PLC	Infrastructure - Renewables, Mixed	0.7%
Round Hill Music Royalty Fund Ltd/Fund	Debt - Specialist	0.7%
APN Convenience Retail REIT	Property - Specialist (Other)	0.6%
BRUNT 6 02/25/25	Debt - Real Estate	0.5%
Tufton Oceanic Assets Ltd/The Fund	Infrastructure - Infrastructure Mixed	0.5%
RM Infrastructure Income Plc	Debt - Direct Lending	0.5%
Round Hill Music Royalty Fund Ltd/Fund	Debt - Specialist	0.5%
Global Net Lease Inc	Property - Real Estate	0.4%
Charter Hall Social Infrastructure REIT	Property - Specialist (Other)	0.2%
US Solar Fund PLC/Fund	Infrastructure - Renewables, Solar	0.2%
Home Reit PLC	Property - Specialist (Social)	0.2%
Atlantica Sustainable Infrastructure PLC	Infrastructure - Renewables, Mixed	0.1%
TransAlta Renewables Inc	Infrastructure - Renewables, Mixed	0.1%
<i>Restricted Cash</i>		<i>0.2%</i>
<i>Unrestricted Cash</i>		<i>6.6%</i>

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