



# VT RM Alternative Income Fund

Monthly Factsheet – 30<sup>th</sup> September 2021

## Company Overview

<b>Fund Name:</b>	VT RM Alternative Income Fund	
<b>Launch Date:</b>	11 <sup>th</sup> June 2018	
<b>Regulatory Status:</b>	FCA Authorised	
<b>Fund Size:</b>	£125.65m	
<b>Classification:</b>	Non-Complex	
<b>Sector:</b>	IA Specialist	
<b>Share Classes:</b>	Income & Accumulation	
<b>Currencies:</b>	GBP, EUR, USD	
<b>Share Class</b>	<b>ISIN</b>	<b>NAV</b>
GBP Accumulation (I)	GB00BD6SVV68	127.03
GBP Accumulation(R)	GB00BYVZQ252	126.71
GBP Income (I)	GB00BD6SVR23	109.42
GBP Income (R)	GB00BYVZPZ16	108.14
<b>Next Dividend Ex Date:</b>	31/10/2021	
<b>Dividend Pay Dates:</b>	March, June, September, December.	
<b>Annual Management Charges<sup>1</sup>:</b>	Institutional (F): 0.45%	
	Institutional (I): 0.70%	
	Retail (R): 0.80%	
<b>Target Fund Objectives<sup>2</sup>:</b>	Capital preservation	
	5.00% Net Dividend on issue price	
	7-8% Total Return on issue price over medium term	
<b>Dealing Frequency:</b>	Daily Liquidity	
<b>Valuation Frequency:</b>	Daily	

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

<sup>2</sup>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.

<sup>3</sup> Fund data is based upon the VT RM Alternative Income Fund Institutional GBP accumulation class.



## Overview

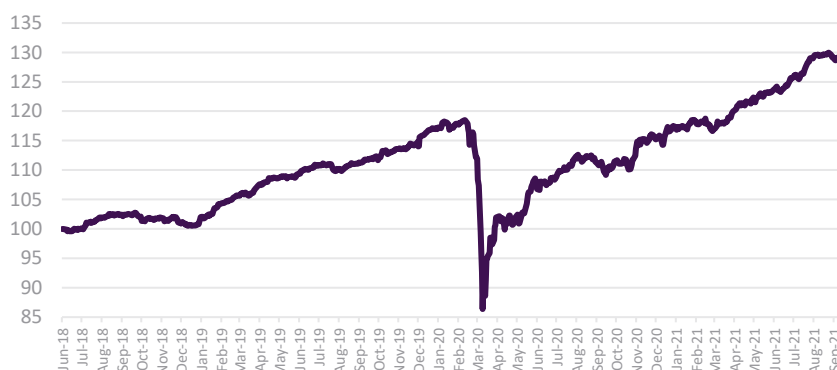
VT RM Alternative Income Fund (the “Fund” or “RMAI”) seeks to provide income whilst preserving capital over the medium to long-term. The focus is real asset investments across three sectors; Secured Real Assets, Infrastructure and Specialist Real Estate. The Fund seeks to meet its objectives by investing 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 return<sup>3</sup> for the month of September was (2.02%). Since the Fund’s inception on the 11th of June 2018 the return has been 27.03% 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 11<sup>th</sup> June 2018 to 30<sup>th</sup> September 2021. Capital is at risk; returns are not guaranteed, and past performance is no guarantee of future performance.

## Portfolio Activity

The market reopened with a tsunami of issuance, both from new and existing issuers. Generally, IPO’s have struggled to launch, with several companies postponing their inaugural raises. The Portfolio Managers declined to participate in most of the IPOs and several secondary placings, due to macro factors (interest rate and inflation outlook) and stock specific considerations including post-IPO liquidity. The fund did participate in a handful of placings including **GSF: LN**, **THRL: LN** and **SEIT: LN**.

During the period the Investment Team also crystallised a percentage of our gains within the fund’s digital infrastructure allocation, including **CORD: LN** and **DGI9: LN**.

Over the period the Portfolio Managers and Investment Team met with: **ASLI: LN**, **DGI9: LN**, **HOME: LN**, **EBOX: LN**, **IHR: LN**, **GSEO: LN**, **TRIG: LN**, **SEIT: LN**, **THRL: LN** and **BRIT: LN** (Pre-IPO), **RHR: LN** (Pre-IPO), **PINT: LN** (Pre-IPO).

## Advisory & Administration

**ACD**  
Valu-Trac Investment Management LTD

### Investment Manager

RM Capital Markets Limited, 7 Castle Street, Edinburgh  
EH2 3AH

### Portfolio Managers

**Pietro Nicholls**  
Investment Management  
+44 (0) 20 3697 1768  
Pietro.Nicholls@rm-funds.co.uk

### James Robson

Investment Management  
+44 (0) 131 603 7069  
James.Robson@rm-funds.co.uk

### Sales & Distribution

**James Satterthwaite**  
Sales & Distribution  
+44 (0) 131 603 7068  
James.Satterthwaite@rm-funds.co.uk

### David Watts

Sales & Distribution  
+44 (0) 131 603 7064  
David.Watts@rm-funds.co.uk

### Dealing

**Valu-Trac**  
Dealing  
+44 (0) 1343 880 344  
rmfunds@valu-trac.com

The prospectus, KIID, and Investment Updates can be found on our website. [www.rm-funds.co.uk](http://www.rm-funds.co.uk)

### Platforms

7IM  
AJ Bell  
Aegon  
AllFunds  
Alliance Trust  
Ascentric  
Aviva  
Charles Stanley  
Cofunds  
Elevate  
Fidelity  
FNZ  
Fusion  
Hargreaves Lansdown  
Hubwise  
Interactive Investor  
James Hay  
Novia  
Nucleus  
Old Mutual  
Pershing  
Raymond James  
RL360  
Standard Life  
Stocktrade  
Transact  
Wealthtime  
Zurich  
If your platform is not listed, please contact our distribution team or Valu-Trac directly.

## Market Commentary

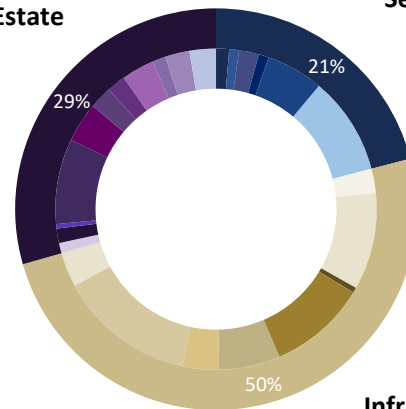
Equity markets sold off during the period, with the S&P 500, FTSE 100, CAC, DAX and ASX200 all entering the red. Credit markets also saw spreads widen with investment credit spreads moving wider by c.6bps and sub-investment grade spreads widening out by c.25bps. Markets became concerned about the US debt ceiling negotiations, supply chain concerns, inflationary pressures, and the potential for interest rate hikes.

The commodities markets also saw price increases. Power markets across several developed and emerging markets (including the US, UK, and China) were grappling with rocketing energy prices. Fossil fuels saw their prices increase significantly with Brent Crude, Natural Gas and Coal all pushing higher on the month. The reasons for the shift higher vary, ranging from Storm IDA, UK/European connector fire, US extra-territorial sanctions against Nord Stream 2, lower seasonal wind yields and the movement towards intermittent clean energy resulting in an under-investment in traditional baseload power. Completing the picture UK baseload power year to date is currently up 165%. There is a read across here for renewables, energy storage, transmission assets and utility companies.

## Allocation Split<sup>1</sup>

### Specialist Real Estate

### Secured Real Assets



- Debt - Asset Backed - Secured Loans - 1.3%
- Debt - CLOs - 1%
- Debt - Direct Lending - 2%
- Debt - Diversified - 1%
- Debt - Real Estate - 5.8%
- Debt - Specialist - 9.9%
- Infrastructure - Demand - 2.4%
- Infrastructure - Digital - 9.8%
- Infrastructure - Infrastructure Mixed - 0.5%
- Infrastructure - PPP - Core - 9.9%
- Infrastructure - Renewables, Mixed - 6.1%
- Infrastructure - Renewables, Other/Special - 3.7%
- Infrastructure - Renewables, Wind - 3.5%
- Property - Europe Commercial - 1%
- Property - Europe Regional - 1.5%
- Property - Real Estate - 0.5%
- Property - Specialist (Healthcare) - 8.6%
- Property - Specialist (Other) - 4%
- Property - Specialist (Residential) - 2.3%
- Property - Specialist (Retail) - 1.9%
- Property - Specialist (Social) - 3.3%
- Property - Specialist (Student) - 1.3%
- Property - UK Commercial - 2.5%
- Property - UK Long Leases - 2.7%

<sup>1</sup>Percentages 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%.

## NAV & Dividend History – 2021

Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
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Dividends p <sup>(1)</sup>	0.7516	-	-	1.8566	-	-	1.0027	-	-	-	-	-	3.61p
NAV <sup>(2)</sup>	117.36	117.90	118.43	121.53	123.13	124.38	127.61	129.65	127.03	-	-	-	-
NAV monthly return <sup>(2)</sup>	0.67%	0.46%	0.45%	2.62%	1.31%	1.01%	2.60%	1.60%	(2.02%)	-	-	-	8.97%

NAV & Dividend History – 2020													
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
Dividends p <sup>(1)</sup>	1.2500	-	-	1.3842	-	-	1.2313	-	-	1.1795	-	-	5.05p
NAV <sup>(2)</sup>	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 <sup>(2)</sup>	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 <sup>(1)</sup>	1.2472	-	-	1.2218	-	-	1.2500	-	-	1.2500	-	-	4.97p
NAV <sup>(2)</sup>	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 <sup>(2)</sup>	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 <sup>(1)</sup>	-	-	-	-	-	-	0.2977	-	-	1.4560	-	-	1.75p
NAV <sup>(2)</sup>	-	-	-	-	-	100.02	101.23	102.35	102.51	101.62	101.80	100.59	-
NAV monthly return <sup>(2)</sup>	-	-	-	-	-	0.02%	1.22%	1.10%	0.16%	(0.87%)	0.18%	(1.19%)	0.59%

<sup>(1)</sup> Institutional GBP Income Class      <sup>(2)</sup> 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	7.8%
NextEnergy Solar Fund Ltd	Infrastructure - Renewables, Solar	6.3%
Foresight Solar Fund Ltd	Infrastructure - Renewables, Solar	5.1%
VOYCAR 5 7/8 05/01/23	Debt - Specialist	4.8%
Hicl Infrastructure PLC	Infrastructure - PPP - Core	3.5%
Sienna Senior Living Inc	Property - Specialist (Healthcare)	3.2%
Target Healthcare REIT PLC	Property - Specialist (Healthcare)	2.8%
JLEN Environmental Assets Group Ltd	Infrastructure - Renewables, Mixed	2.8%
Renewables Infrastructure Group Ltd/The	Infrastructure - Renewables, Mixed	2.8%
Tritax Big Box REIT PLC	Property - UK Long Leases	2.6%
Taylor Maritime Investments Ltd	Infrastructure - Demand	2.4%
Gore Street Energy Storage Fund PLC/The Fund	Infrastructure - Renewables, Other/Special	2.2%
Impact Healthcare Reit PLC	Property - Specialist (Healthcare)	2.2%
Triple Point Social Housing Reit PLC	Property - Specialist (Residential)	2.2%
Greencoat Renewables PLC	Infrastructure - Renewables, Wind	2.0%
Home Reit PLC	Property - Specialist (Social)	2.0%
Supermarket Income Reit PLC	Property - Specialist (Retail)	1.8%
EGBLFN 6 1/4 10/30/25	Debt - Real Estate	1.8%
LXI REIT Plc	Property - Specialist (Other)	1.7%
International Public Partnerships Ltd	Infrastructure - PPP - Core	1.7%
EGBLFN 6 1/4 03/30/26	Debt - Real Estate	1.7%
Bluefield Solar Income Fund Ltd	Infrastructure - Renewables, Solar	1.6%
Real Estate Credit Investments Ltd/Fund	Debt - Real Estate	1.6%
GCP Infrastructure Investments Ltd	Infrastructure - PPP - Core	1.5%
Hipgnosis Songs Fund Ltd/The Fund	Debt - Specialist	1.5%
Schroder European Real Estate Investment Trust PLC	Property - Europe Regional	1.4%
SmartCentres Real Estate Investment Trust	Property - Specialist (Other)	1.4%
Cordiant Digital Infrastructure Ltd/Fund	Infrastructure - Digital	1.4%
Greencoat UK Wind PLC/Funds	Infrastructure - Renewables, Wind	1.4%
NEMEAN 7 3/8 02/01/24	Debt - Specialist	1.3%
Gresham House Energy Storage Fund PLC/The Fund	Infrastructure - Renewables, Other/Special	1.3%
Empiric Student Property PLC	Property - Specialist (Student)	1.3%
AEW UK REIT PLC	Property - UK Commercial	1.3%
GCP Asset Backed Income Fund Ltd	Debt - Asset Backed - Secured Loans	1.3%
3i Infrastructure PLC	Infrastructure - PPP - Core	1.2%
Civitas Social Housing PLC	Property - Specialist (Social)	1.2%
Sdcl Energy Efficiency Income Trust PLC	Infrastructure - PPP - Core	1.2%
Urban Logistics REIT PLC	Property - UK Commercial	1.1%
Tritax EuroBox PLC	Property - Europe Commercial	1.0%
TwentyFour Select Monthly Income Fund Ltd	Debt - Diversified	1.0%
Fair Oaks Income Ltd	Debt - CLOs	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%
Round Hill Music Royalty Fund Ltd/Fund	Debt - Specialist	0.6%
APN Convenience Retail REIT	Property - Specialist (Other)	0.5%
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%
BBGI Global Infrastructure SA	Infrastructure - PPP - Core	0.4%
Octopus Renewables Infrastructure Trust PLC	Infrastructure - Renewables, Mixed	0.3%
Cordiant Digital Infrastructure Ltd/Fund	Infrastructure - Digital	0.2%
Charter Hall Social Infrastructure REIT	Property - Specialist (Other)	0.2%
US Solar Fund PLC/Fund	Infrastructure - Renewables, Solar	0.2%
Atlantica Sustainable Infrastructure PLC	Infrastructure - Renewables, Mixed	0.1%
TransAlta Renewables Inc	Infrastructure - Renewables, Mixed	0.1%
<i>Restricted Cash</i>		0.3%
<i>Unrestricted Cash</i>		3.4%

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