



VT RM Alternative Income Fund

Monthly Factsheet – 31st August 2022

Company Overview		
Fund Name:	VT RM Alternative Income Fund	
Launch Date:	11 th June 2018	
Regulatory Status:	FCA Authorised	
Fund Size:	£295.41m	
Classification:	Non-Complex	
Sector:	IA Infrastructure	
Share Classes:	Income & Accumulation	
Currencies:	GBP, EUR, USD	
Share Class	ISIN	NAV
GBP Accumulation (I)	GB00BD6SVV68	136.90
GBP Accumulation(R)	GB00BYVZQ252	136.45
GBP Income (I)	GB00BD6SVR23	112.56
GBP Income (R)	GB00BYVZPZ16	110.36
Next Dividend Ex Date:	31/10/2022	
Dividend Pay Dates:	March, June, September, December.	
Annual Management Charges ¹ :	Institutional (F): 0.45% / OCF incl. synthetic costs: 1.35%	
	Institutional (I): 0.70% / OCF incl. synthetic costs: 1.64%	
	Retail (R): 0.80% / OCF incl. synthetic costs: 1.74%	
Target Fund Objectives ² :	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 Investment Manager of the Fund has undertaken to absorb any costs that would otherwise cause the class F/I/R shares of the Fund to have ongoing charges (excluding underlying collective investment undertaking holding charges) in excess of 0.45% (F) and 0.85% (I & R) respectively.		
Due to FCA reporting requirements UCITS funds must now report synthetic costs from underlying investments within the OCF calculation (contained in the KIID). For the avoidance of doubt the cash amount charged by the Investment Manager has not changed.		
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.		

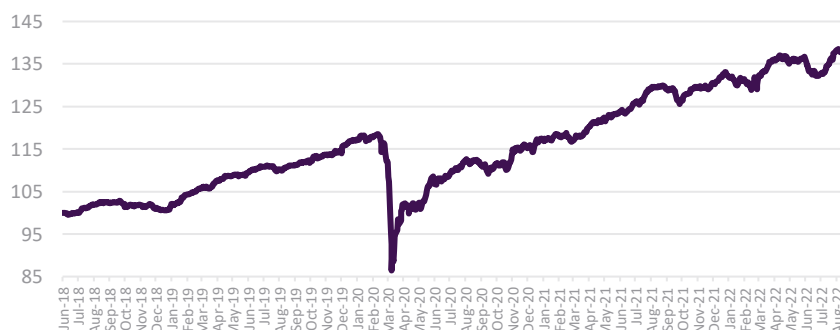
Overview

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 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. The fund’s percentage total return³ for the month of August was 0.73%. Since the Fund’s inception on the 11th of June 2018 the return has been 36.90% net of fees.

VT RM Alternative Income - Institutional - Accumulation Units
Unit Price



Period shown from 11th June 2018 to 31st August 2022. Capital is at risk; returns are not guaranteed, and past performance is no guarantee of future performance.

Portfolio Activity

During the period the Portfolio Manager and Investment Team continued to adopt a “risk-rotation strategy”, reducing securities where it was felt there was limited additional upside whilst rotating into higher yielding liquid securities.

The Portfolio Manager and the Investment Team trimmed the fund’s positions in various holdings including, **ESP: LN**, **RESI: LN**, **CORD: LN**, **HEIT: LN** and exited its holding in **SHED: LN**. The Investment Team added to the fund’s holdings in **UKW: LN**, **CSH: LN** and **THRL: LN**.

Unite Group (Unite USAF II PLC) 3.374% 2023

The Investment Team established a new holding in Unite Group’s senior secured bonds, with an expected maturity in 2023 and rated “A” (S&P) / “A” (Fitch). This investment is a case study example of rotation of risk, rather than increasing the fund’s capital at risk. The Investment team have reduced the fund’s holdings in peers such as **ESP: LN** equity and redeployed into the senior secured public bonds secured over the student accommodation. In doing so, the fund has obtained a higher cash yield, limited duration risk and secures a better position within the capital structure.



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

Platforms

7IM	Interactive Investor
AJ Bell	James Hay
Aegon	Novia
AllFunds	Nucleus
Alliance Trust	Old Mutual
Ascentric (M&G)	Pershing
Aviva	Praemium
Charles Stanley	Raymond James
Cofunds	RL360
Elevate	Standard Life
Fidelity	Stocktrade
FNZ	Tillit
Fusion	Transact
Hargreaves Lansdown	Wealthtime
Hubwise	Zurich

If your platform is not listed, please contact our distribution team or Valu-Trac directly.

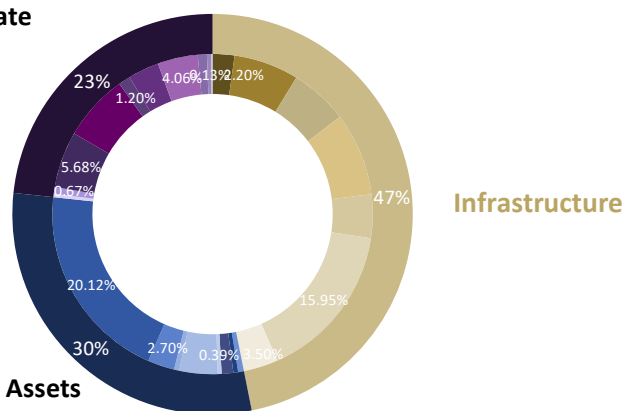
Market Commentary

The markets are only one data point away from a sell-off at the moment. The main event during the month of August was Jackson Hole, with investors reducing risk ahead of the event. Overall, August was characterised as another risk-off month. Global equity markets drifted lower, as concerns the Federal Reserve would need to keep interest rates higher for longer resurfaced. Yields on government bonds continued tracking higher, with UK gilts 60-100bps higher across the curve, and US Treasuries circa 30-55bps higher. Turning to global credit, a key global bonds index continued to trade lower (circa 4.64% over the period), with credit spreads materially wider: XO +77bps and IG +18bps.

The view of the Portfolio Manager and Investment Team is that the Fund's holdings remain ideally positioned to weather the macro-economic volatility, with holdings continuing to outperform at the asset level, whilst benefiting from the higher inflationary environment.

Allocation Split¹

Specialist Real Estate



Secured Real Assets

- Infrastructure - Demand - 2.2%
- Infrastructure - PPP - Core - 5.9%
- Infrastructure - Renewables, Other/Special - 4.4%
- Infrastructure - Renewables, Wind - 3.5%
- Infrastructure - Renewables, Solar - 15.9%
- Infrastructure - Digital - 6.6%
- Infrastructure - Renewables, Mixed - 8.4%
- Debt - Asset Backed - Secured Loans - 0.6%
- Debt - CLOs - 0.5%
- Debt - Direct Lending - 1.2%
- Debt - Diversified - 0.4%
- Debt - Government - 3.9%
- Debt - Infrastructure - 0.5%
- Debt - Real Estate - 2.7%
- Debt - Specialist - 20.1%
- Property - Europe Commercial - 0.4%
- Property - Specialist (Healthcare) - 5.7%
- Property - Specialist (Retail) - 3.1%
- Property - Specialist (Social) - 4.1%
- Property - Specialist (Residential) - 1.2%
- Property - Specialist (Other) - 6.7%
- Property - Specialist (Student) - 0.9%
- Property - UK Commercial - 0.4%
- Property - UK Long Leases - 0.1%

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 -0.30%

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NAV & Dividend History – 2022													
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
Dividends p ⁽¹⁾	1.2500	-	-	1.3467	-	-	1.2500	-	-	-	-	-	3.85p
NAV ⁽²⁾	130.75	130.07	134.96	136.74	135.94	132.35	135.91	136.90	-	-	-	-	-
NAV monthly return ⁽²⁾	(1.38%)	(0.52%)	3.76%	1.32%	(0.58%)	(2.64%)	2.69%	0.73%	-	-	-	-	3.25%

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	-	-	1.3583	-	-	4.97p
NAV ⁽²⁾	117.36	117.90	118.43	121.53	123.13	124.38	127.61	129.65	127.03	129.03	129.01	132.58	-
NAV monthly return ⁽²⁾	0.67%	0.46%	0.45%	2.62%	1.31%	1.01%	2.60%	1.60%	(2.02%)	1.57%	(0.02%)	2.77%	13.73%

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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Position	Sector Classification	% of the Portfolio
NextEnergy Solar Fund Ltd	Infrastructure - Renewables, Solar	5.5%
Foresight Solar Fund Ltd	Infrastructure - Renewables, Solar	5.3%
Renewables Infrastructure Group	Infrastructure - Renewables, Mixed	4.2%
Digital 9 Infrastructure PLC/F	Infrastructure - Digital	3.7%
Gore Street Energy Storage Fun	Infrastructure - Renewables, Other/Special	3.5%
VOYCAR 5 7/8 02/15/27	Debt - Specialist	3.4%
ARQIVA 6 3/4 09/30/23	Debt - Specialist	3.4%
Bluefield Solar Income Fund Lt	Infrastructure - Renewables, Solar	3.1%
Sienna Senior Living Inc	Property - Specialist (Healthcare)	2.9%
VMED 5 04/15/27	Debt - Specialist	2.4%
JLEN Environmental Assets Group	Infrastructure - Renewables, Mixed	2.2%
Target Healthcare REIT PLC	Property - Specialist (Healthcare)	2.1%
Cordiant Digital Infrastructure	Infrastructure - Digital	2.1%
Supermarket Income Reit PLC	Property - Specialist (Retail)	2.0%
Civitas Social Housing PLC	Property - Specialist (Social)	2.0%
Hicl Infrastructure PLC	Infrastructure - PPP - Core	2.0%
LXI REIT Plc	Property - Specialist (Other)	1.7%
Daiwa House Logistics Trust	Property - Specialist (Other)	1.7%
UKT 1 3/4 09/07/22	Debt - Government	1.7%
UKT 0 1/8 01/31/23	Debt - Government	1.7%
Greencoat Renewables PLC	Infrastructure - Renewables, Wind	1.6%
ASSDLN 4 1/2 02/16/26	Debt - Specialist	1.6%
Home Reit PLC	Property - Specialist (Social)	1.5%
EGBLFN 6 1/4 10/30/25	Debt - Real Estate	1.5%
Greencoat UK Wind PLC/Funds	Infrastructure - Renewables, Wind	1.4%
ASSDLN 3 1/4 02/16/26	Debt - Specialist	1.3%
SmartCentres Real Estate Investment	Property - Specialist (Other)	1.1%
UNITEU 3.374 06/30/23	Debt - Specialist	1.0%
THAMES 2 3/8 05/03/23	Infrastructure - PPP - Core	1.0%
Taylor Maritime Investments Lt	Infrastructure - Demand	1.0%
Triple Point Social Housing Re	Property - Specialist (Residential)	1.0%
Tufton Oceanic Assets Ltd/The	Infrastructure - Demand	1.0%
International Public Partnership	Infrastructure - PPP - Core	0.9%
GCP Infrastructure Investments	Infrastructure - PPP - Core	0.9%
VMED 4 1/8 08/15/30	Debt - Specialist	0.9%
Empiric Student Property PLC	Property - Specialist (Student)	0.8%
PRMHLD Float 03/01/27	Debt - Specialist	0.8%
Hipgnosis Songs Fund Ltd/The F	Debt - Specialist	0.8%
MRWLN 5 1/2 11/04/27	Property - Specialist (Retail)	0.7%
Dexus Convenience Retail REIT	Property - Specialist (Other)	0.7%
HTHROW 4 3/4 03/01/24	Debt - Specialist	0.7%
Real Estate Credit Investments	Debt - Real Estate	0.6%
Schroder European Real Estate	Property - Europe Regional	0.6%
VMED 4 1/4 01/15/30	Debt - Specialist	0.6%
NEMEAN 7 3/8 02/01/24	Debt - Specialist	0.5%
Global Net Lease Inc	Property - Specialist (Other)	0.5%
GCP Asset Backed Income Fund L	Debt - Asset Backed - Secured Loans	0.5%
RM Infrastructure Income PLC	Debt - Direct Lending	0.5%
Sequoia Economic Infrastructure	Debt - Infrastructure	0.5%
Fair Oaks Income Ltd	Debt - CLOs	0.4%
Harmony Energy Income Trust PL	Infrastructure - Renewables, Mixed	0.4%
Octopus Renewables Infrastructure	Infrastructure - Renewables, Mixed	0.4%
AEW UK REIT PLC	Property - UK Commercial	0.4%
3i Infrastructure PLC	Infrastructure - PPP - Core	0.3%
TwentyFour Select Monthly Inco	Debt - Diversified	0.3%
HTHROW 6 1/4 03/03/25	Debt - Specialist	0.3%
Tritax EuroBox PLC	Property - Europe Commercial	0.3%
Gresham House Energy Storage F	Infrastructure - Renewables, Other/Special	0.3%
IPFLN 7 3/4 12/14/23	Debt - Direct Lending	0.3%
IPFLN 9 3/4 11/12/25	Debt - Direct Lending	0.3%
BRUNT 6 02/25/25	Debt - Real Estate	0.2%
Pantheon Infrastructure PLC	Infrastructure - Renewables, Mixed	0.1%
Tritax Big Box REIT PLC	Property - UK Long Leases	0.1%
Charter Hall Social Infrastructure	Property - Specialist (Other)	0.1%
Residential Secure Income PLC	Property - Specialist (Residential)	0.1%
<i>Restricted Cash</i>		<i>0.3%</i>
<i>Unrestricted Cash</i>		<i>12.5%</i>

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