



VT RM Alternative Income Fund

Monthly Factsheet – 30th September 2022

Company Overview

Fund Name:	VT RM Alternative Income Fund	
Launch Date:	11 th June 2018	
Regulatory Status:	FCA Authorised	
Fund Size:	£275.25m	
Classification:	Non-Complex	
Sector:	IA Infrastructure	
Share Classes:	Income & Accumulation	
Currencies:	GBP, EUR, USD	
Share Class	ISIN	NAV
GBP Accumulation (I)	GB00BD6SVV68	126.66
GBP Accumulation(R)	GB00BYVZQ252	126.24
GBP Income (I)	GB00BD6SVR23	104.14
GBP Income (R)	GB00BYVZPZ16	102.10
Next Dividend Ex Date:	31/10/2022	
Dividend Pay Dates:	March, June, September, December.	
Annual Management Charges¹:	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 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 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.

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.



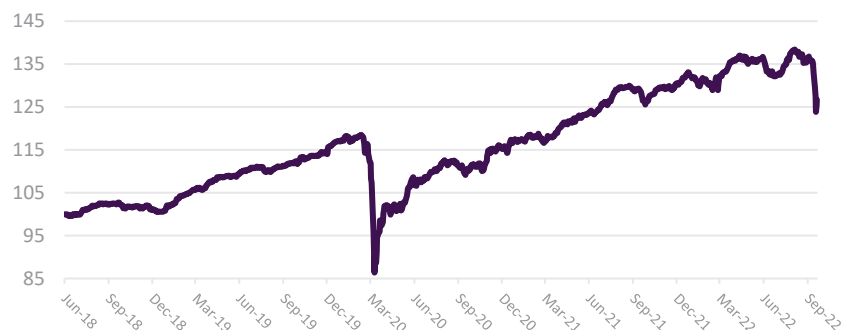
Overview

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 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 September was (7.48%). Since the Fund’s inception on the 11th of June 2018 the return has been 26.66% net of fees.

VT RM Alternative Income - Institutional - Accumulation Units
Unit Price



Period shown from 11th June 2018 to 30th September 2022. Capital is at risk; returns are not guaranteed, and past performance is no guarantee of future performance.

Portfolio Activity

During the period the market saw a material uptick in volatility. The Portfolio Manager and Investment Team continued to adopt a cautious “risk-rotation strategy”, reducing securities sensitive to interest rates, and rotating into higher yielding liquid securities with limited exposure to duration. The Portfolio Manager and the Investment Team adjusted various positions over the period, including exiting **ESP: LN**, and reducing exposure to: **RESI: LN**, **GSF: LN**, **ORIT: LN**, **HEIT: LN**, **HOME: LN**, **DGI9: LN**, and **GRID: LN**. One new position was established noted below.

MPW Senior Secure Bonds 2023

The Portfolio Manager(s) are constructive on short-dated corporate credit, but cautious on duration risk. During the period the Investment Team established a top 10 holding in MPW. The Issuer is one of the largest triple net healthcare REITs listed in the US. The bonds are rated BBB- / Ba1 by S&P and Moody’s respectively. The REIT owns 447 properties (circa 46,000 beds), across 10 countries, with 54 operators. The bonds yield is approximately c.9.00%. and over the next few months, the Investment Team expect will benefit from the “pull to par” effect – whilst contributing to a reduction in overall portfolio volatility. During the period the Arqiva bond was repaid by the Issuer.



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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

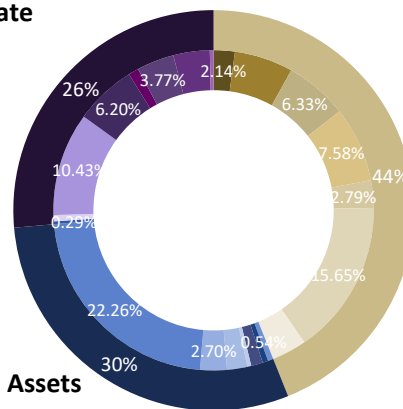
Several headwinds impacted markets during September. Initially the aftershock from the Jackson Hole event, caused markets to reconsider the Fed’s narrative (higher for longer). Whilst domestically, the UK Government introduced a fiscal plan, appearing counter-intuitive to the economic conditions, with the markets reacting adversely and setting-off a run on the long-dated gilt market. The UK events forced a repricing of assets with any form of interest rate sensitivity.

September was a broad risk-off month. US equity markets traded lower, with the S&P 500 ETFs down circa -9.50%, and ETF’s tracking the FTSE250 down c.-7.10%. Turning to fixed income credit spreads moved wider, with the XO +65bps and IG +15bps - resulting in the iShares ETF tracking Core Corporate bonds dropping c.-8.30% on the month. UK Government bonds priced collapsed and yields rocketed (with the UK Gilt started the month yielding c.2.87% and ended the month yielding c.4.08%.

The fund has ample dry powder to capitalise on the opportunities which are opening up across the capital structure within the key thematic areas of focus.

Allocation Split¹

Specialist Real Estate



Secured Real Assets

- Infrastructure - Demand - 2.1%
- Infrastructure - Digital - 5.9%
- Infrastructure - PPP - Core - 6.3%
- Infrastructure - Renewables, Mixed - 7.6%
- Infrastructure - Renewables, Other/Special - 2.8%
- Infrastructure - Renewables, Solar - 15.6%
- Infrastructure - Renewables, Wind - 3.5%
- Debt - Asset Backed - Secured Loans - 0.5%
- Debt - CLOs - 0.6%
- Debt - Direct Lending - 1.2%
- Debt - Diversified - 0.4%
- Debt - Government - 2%
- Debt - Real Estate - 2.7%
- Debt - Specialist - 22.3%
- Property - Europe Commercial - 0.3%
- Property - Europe Regional - 0.6%
- Property - Specialist (Healthcare) - 10.4%
- Property - Specialist (Other) - 6.2%
- Property - Specialist (Residential) - 1%
- Property - Specialist (Retail) - 3.8%
- Property - Specialist (Social) - 3.7%
- Property - UK Commercial - 0.4%

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 categories this segment in the coming factsheets.

Please note transaction costs are currently -0.30%

VT RM Alternative Income Fund

Monthly Factsheet – 30th September 2022

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	126.66				-
NAV monthly return ⁽²⁾	(1.38%)	(0.52%)	3.76%	1.32%	(0.58%)	(2.64%)	2.69%	0.73%	(7.48)				(4.47%)

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
Foresight Solar Fund Ltd	Infrastructure - Renewables, Solar	5.4%
NextEnergy Solar Fund Ltd	Infrastructure - Renewables, Solar	5.2%
MPW 2.55 12/05/23	Property - Healthcare	4.4%
VOYCAR 5 7/8 02/15/27	Debt - Specialist	4.2%
Renewables Infrastructure Grou	Infrastructure - Renewables, Mixed	4.0%
ARQIVA 6 3/4 09/30/23	Debt - Specialist	3.6%
Digital 9 Infrastructure PLC/F	Infrastructure - Digital	3.4%
Bluefield Solar Income Fund Lt	Infrastructure - Renewables, Solar	3.2%
Sienna Senior Living Inc	Property - Specialist (Healthcare)	2.7%
VMED 5 04/15/27	Debt - Specialist	2.7%
Gore Street Energy Storage Fun	Infrastructure - Renewables, Other/Special	2.5%
Civitas Social Housing PLC	Property - Specialist (Social)	2.3%
JLEN Environmental Assets Grou	Infrastructure - Renewables, Mixed	2.1%
Target Healthcare REIT PLC	Property - Specialist (Healthcare)	2.1%
Hicl Infrastructure PLC	Infrastructure - PPP - Core	2.0%
Supermarket Income Reit PLC	Property - Specialist (Retail)	1.9%
Cordiant Digital Infrastructur	Infrastructure - Digital	1.9%
UKT 0 1/8 01/31/23	Debt - Government	1.8%
ASSDLN 4 1/2 02/16/26	Debt - Specialist	1.7%
Greencoat Renewables PLC	Infrastructure - Renewables, Wind	1.7%
Daiwa House Logistics Trust	Property - Specialist (Other)	1.7%
LXI REIT Plc	Property - Specialist (Other)	1.6%
EGBLFN 6 1/4 10/30/25	Debt - Real Estate	1.5%
Greencoat UK Wind PLC/Funds	Infrastructure - Renewables, Wind	1.4%
MRWLN 5 1/2 11/04/27	Property - Specialist (Retail)	1.4%
ASSDLN 3 1/4 02/16/26	Debt - Specialist	1.4%
HTHROW 4 3/4 03/01/24	Debt - Specialist	1.1%
THAMES 2 3/8 05/03/23	Infrastructure - PPP - Core	1.1%
SmartCentres Real Estate Inves	Property - Specialist (Other)	1.1%
UNITEU 3.374 06/30/23	Debt - Specialist	1.1%
Tufton Oceanic Assets Ltd/The	Infrastructure - Demand	1.0%
Taylor Maritime Investments Lt	Infrastructure - Demand	0.9%
Triple Point Social Housing Re	Property - Specialist (Residential)	0.9%
Home Reit PLC	Property - Specialist (Social)	0.9%
PRMHLD Float 03/01/27	Debt - Specialist	0.9%
International Public Partnersh	Infrastructure - PPP - Core	0.9%
GCP Infrastructure Investments	Infrastructure - PPP - Core	0.8%
VMED 4 1/8 08/15/30	Debt - Specialist	0.8%
Dexus Convenience Retail REIT	Property - Specialist (Other)	0.6%
Hipgnosis Songs Fund Ltd/The F	Debt - Specialist	0.6%
Real Estate Credit Investments	Debt - Real Estate	0.6%
NEMEAN 7 3/8 02/01/24	Debt - Specialist	0.6%
Schroder European Real Estate	Property - Europe Regional	0.6%
VMED 4 1/4 01/15/30	Debt - Specialist	0.5%
RM Infrastructure Income Plc	Debt - Direct Lending	0.5%
Fair Oaks Income Ltd	Debt - CLOs	0.5%
GCP Asset Backed Income Fund L	Debt - Asset Backed - Secured Loans	0.5%
HTHROW 5 3/4 03/03/25	Debt - Specialist	0.4%
Global Net Lease Inc	Property - Specialist (Other)	0.4%
BBGI Global Infrastructure SA	Infrastructure - PPP - Core	0.4%
TwentyFour Select Monthly Inco	Debt - Diversified	0.3%
AEW UK REIT PLC	Property - UK Commercial	0.3%
3i Infrastructure PLC	Infrastructure - PPP - Core	0.3%
IPFLN 7 3/4 12/14/23	Debt - Direct Lending	0.3%
Harmony Energy Income Trust PL	Infrastructure - Renewables, Mixed	0.3%
Tritax EuroBox PLC	Property - Europe Commercial	0.3%
IPFLN 9 3/4 11/12/25	Debt - Direct Lending	0.2%
BRUNT 6 02/25/25	Debt - Real Estate	0.2%
Octopus Renewables Infrastruct	Infrastructure - Renewables, Mixed	0.2%
Pantheon Infrastructure PLC	Infrastructure - Renewables, Mixed	0.1%
Charter Hall Social Infrastruc	Property - Specialist (Other)	0.1%
Restricted Cash		0.4%
Unrestricted Cash		11.6%

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