

**VT RM FUNDS ICVC  
(Sub-fund VT RM Alternative Income Fund)**

**Interim Report and Financial Statement (unaudited)  
for the six months ended 31 October 2023**

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## COMPANY OVERVIEW

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<b>Type of Company</b>	<p>VT RM Funds ICVC (the 'Company') is an investment company with variable capital (company number IC001108) incorporated in England and Wales under the OEIC Regulations.</p> <p>The Company was incorporated and authorised by the Financial Conduct Authority on 29 March 2018 (PRN 800855).</p> <p>The Company is a UCITS Scheme and is an umbrella company (as defined in the OEIC Regulations). Each sub-fund would be a UCITS scheme if it had a separate authorisation order.</p> <p>Shareholders are not liable for the debts of the Company.</p>
<b>Changes to the Company:</b>	<p>VT RM Global Real Opportunities Fund commenced termination on the 07 August 2023 and was terminated on 29 September 2023.</p>

## STATEMENT OF THE AUTHORISED FUND MANAGER'S (AFM'S) RESPONSIBILITIES

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The rules of the Financial Conduct Authority's Collective Investment Schemes Sourcebook require the Authorised Fund Manager to prepare financial statements for each accounting period which give a true and fair view of the financial position of the Company at the end of the financial period and its net revenue and net capital losses for the period. In preparing these financial statements the Authorised Fund Manager is required to:

- > comply with the Prospectus, the Statement of Recommended Practice for Authorised Funds issued by the Investment Association in May 2014, the Instrument of Incorporation, generally accepted accounting principles and applicable accounting standards, subject to any material departures which are required to be disclosed and explained in the financial statements.
- > select suitable accounting policies and then apply them consistently.
- > make judgements and estimates that are reasonable and prudent.
- > prepare the financial statements on a going concern basis unless it is inappropriate to presume that the Company will continue in operation for the foreseeable future.

The Authorised Fund Manager is required to keep proper accounting records and to manage the Company in accordance with the COLL regulations, the Instrument of Incorporation, and the Prospectus. The Authorised Fund Manager is responsible for taking reasonable steps for the prevention and detection of fraud and other irregularities.

## DIRECTOR'S STATEMENT

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In accordance with the requirements of the Financial Conduct Authority's Collective Investment Scheme's Sourcebook, we hereby certify the interim report.



David E. Smith CA

Valu-Trac Investment Management Limited  
Authorised Fund Manager

Date 18 December 2023

## SUB-FUND OVERVIEW

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<b>Sub-fund name</b>	VT RM Alternative Income Fund
<b>Size of Sub-fund</b>	£159,880,973
<b>Launch date</b>	11 June 2018
<b>Sub-fund objective and policy</b>	<p>The investment objective of the Sub-fund is to provide income whilst preserving capital over the medium to longer term (3-5 years).</p> <p>The Sub-fund seeks to meet its objectives by investing primarily (70%+) in listed equities, whose primary activity or exposure is within the alternative income sector, which includes REITs and Investment Trusts which operate in areas such as Asset Lending, Direct Lending, Peer to Peer Lending, Infrastructure Debt and Equity, Property, Structured Credit Investments and Renewables.</p> <p>In addition to investing in listed equities the Sub-fund may also invest in other transferable securities, bonds, money market instruments, deposits, cash or near cash.</p> <p>The Sub-fund will have a preference for investments denominated in sterling with issuers which have activities and assets within the UK, Europe, USA, Singapore or another OECD country. Other than as noted above, the Sub-fund has no particular emphasis on any geographical area or industry or economic sector.</p>
<b>Derivatives</b>	<p>The Sub-fund may use derivatives only for efficient portfolio management purposes. It is not intended that the use of derivatives for efficient portfolio management purposes will increase the risk profile of the Sub-fund.</p>
<b>Performance Comparator:</b>	<p>The Sub-fund is not managed to or constrained by a benchmark, and nor does the AFM use a benchmark in order to assess performance.</p> <p>However, many funds sold in the UK are grouped into sectors by the Investment Association (the "IA") (the trade body that represents UK investment managers), to help investors to compare funds with broadly similar characteristics.</p> <p>In order to assess the Sub-fund's performance, investors may find it useful to compare the Sub-fund against the performance of the IA Infrastructure Sector, which serves as a method of comparing the Sub-fund's performance with other funds which have broadly similar characteristics.</p>
<b>CIS:</b>	The Sub-fund will not invest in collective investment schemes
<b>Ex-distribution dates</b>	30 April, 31 July, 31 October and 31 January
<b>Distribution dates</b>	30 June, 30 September, 31 December and 31 March
<b>Individual Savings Account (ISA)</b>	The Sub-fund is a qualifying investment for inclusion in an ISA.
<b>Shares Classes:</b>	Retail Income – (£, € and \$) Retail Accumulation – (£, € and \$) Institutional Income – (£, € and \$) Institutional Accumulation – (£, € and \$) Class F Income – (£, € and \$) Class F Accumulation – (£, € and \$)

## SUB-FUND OVERVIEW (Continued)

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### Minimum investment<sup>^</sup>

Lump sum subscription:	Retail Income and Accumulation (£, € and \$) = £1,000 Institutional Income and Accumulation (£, € and \$) = £10,000 Class F Income and Accumulation (£, € and \$) = £1,000,000
Top-up:	Retail Income and Accumulation (£, € and \$) = £25 Institutional Income and Accumulation (£, € and \$) = £100 Class F Income and Accumulation (£, € and \$) = £10,000
Holding:	Retail Income and Accumulation (£, € and \$) = £1,000 Institutional Income and Accumulation (£, € and \$) = £10,000 Class F Income and Accumulation (£, € and \$) = £1,000,000
Redemption:	N/A (provided minimum holding is maintained) for all classes
Switching:	N/A (provided minimum holding is maintained) for all classes
Initial/redemption charges	Nil

<sup>^</sup>The AFM may waive the minimum levels (and initial charge and redemption charge) at its discretion

### Annual management charges

Annual management charges	Retail = 0.80% per annum Institutional = 0.70% per annum Class F * = 0.45% per annum
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The above percentages being percentages of the net asset value of the Sub-fund attributable to the relevant class (plus VAT if applicable).

The Investment Manager aims to ensure that ongoing charges are maintained at a low level relative to the industry average.

In order to achieve such objective, the Investment Manager has, with the agreement of the AFM, undertaken that if the total OCF of the Sub-fund (as calculated at the end of the relevant accounting period, but excluding underlying collective investment undertaking holding charges) exceeds 0.85%<sup>^</sup>, the Investment Manager shall reimburse the Sub-fund for an amount which, when deducted from the operating costs incurred by the Sub-fund during the relevant accounting period, would result in the Sub-fund having a total OCF (excluding underlying collective investment undertaking holding charges) equal to 0.85%<sup>^</sup> in the relevant accounting period.

<sup>^</sup> For Class F shareholders the cap will be 0.45%

\* Class F shares are only available to certain institutional investors at the discretion of the AFM

## INVESTMENT MANAGER'S REVIEW

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### Market Conditions

During the period 1<sup>st</sup> May 2023 to 31<sup>st</sup> October 2023, the market continued to deal with several headwinds, namely:

- § Macro-economic conditions, namely inflation and interest rate expectations.
- § Geo-political instability caused by the Russia / Ukraine war and the Israel / Palestine war.

The primary challenge confronting the listed real asset sector throughout this period has revolved around the persistent macroeconomic data and the accompanying narrative. Lower inflation has proven to be a stubbornly elusive target for central bankers, while the leading economic indicators have maintained their robustness. Unfortunately, this strength in the economic performance of major economies, particularly in the United States, has been viewed as a deterrent in addressing the inflationary pressures. Consequently, assets that serve as bond proxies, including real assets, have felt the impact as risk-free rates continued to ascend.

Nevertheless, as we progressed into the latter part of the first half of the year, inflation rates in major G8 economies began to recede, prompting central bankers to adopt a more balanced and accommodating stance. Concurrently, the leading economic indicators started to exhibit signs of softening. During recent webinar presentations, the Fund Manager conveyed to investors their belief that the market had already factored in the worst-case scenario, and as a result, they commenced adding to risk positions throughout October. This strategic shift is elaborated further in the Investment Activity section below.

### Fund Performance

VT RM Alternative Income Fund (F Class, Accumulation Units) generated a total return of -9.50% for the period 1<sup>st</sup> May 2023 to 31<sup>st</sup> October 2023.

VT RM Alternative Income Fund (F Class, Income Units) generated a price return of -12.85% and declared distributions of 3.49 pence per unit for the period 1<sup>st</sup> May 2023 to 31<sup>st</sup> October 2023.

The Fund uses the IA Infrastructure sector as a comparator, which can assist in providing comparison to the rest of the infrastructure and real asset category. The return for the sector over the period was -11.10% (data sourced from Refinitiv).

### Investment Activity

During the period, investment activity focused on:

- § Managing the portfolio in a volatile macro-economic environment.
- § Reduce, roll, or rotate risk.
- § Identifying and deploying capital into deep value opportunities.

During the preceding reporting period, the Fund Manager and Investment Team conveyed that the fund had executed significant investments in highly liquid bonds secured by tangible real assets. This strategic move delivered several advantages, including the ability to secure yields, establish a measure of predictable cash flows with fixed maturity dates, and mitigate overall Net Asset Value (NAV) volatility within the fund.

As we progressed through the first half of 2023, the short-term bonds in the portfolio endowed the Fund Manager with valuable flexibility. This flexibility allowed the Fund Manager to make pivotal decisions, such as whether to diminish the fund's exposure to broader market risks, roll over the bonds into other short-term instruments, or transition into deep-value, publicly listed real assets in the equity market.

The Fund Manager and Investment team maintained a keen awareness of the impact of rising interest rates on the fund's holdings, particularly as a significant portion of the holdings were identified as "bond proxies" and thus sensitive to interest rate fluctuations. However, the pressure exerted on asset prices was counterbalanced by the enhanced investment yields achieved and subsequently distributed to unit holders.

In summary, the Fund Manager holds the belief that publicly listed real assets offer exceptional value over the medium term. Investors are poised to benefit from the prevailing higher interest rate environment, thanks to the anticipation of elevated declared distributions. Moreover, in the event that leading economic indicators turn bearish, the fund's holdings, underpinned by robust blue-chip entities and governmental counterparties, are expected to remain resilient due to their mission-critical nature.

**Investment Activity (continued)**

Furthermore, it is worth noting that unlike financial assets, the creation of new housing, power stations, ports, roads and other infrastructure cannot be easily manufactured on demand. Consequently, while discount rates may have tempered short-term demand for these securities, higher interest rates have constrained new development, resulting in a reduction in primary supply. The accompanying inflationary pressures, encompassing elevated material and labour costs, transportation expenses, and storage costs, have further exacerbated this situation. In essence, the replacement costs for these assets have surged significantly. This salient data point has been diligently communicated by the investment team as we transition into the second half of 2023.

When evaluating the value of these assets across the economic cycle, a return to normalcy in interest rates would leave us in an environment where demand persists, but primary supply has been effectively constrained. This dynamic sets the stage for the next phase of asset price appreciation.

During the period, notable investment activity included:

**Real Estate Credit Investments (RECI: LN):** In the preceding period, the Fund Manager and the investment team made the strategic decision to divest from their position in RECI. This company specialises in public and private debt secured by real estate assets. While the allure of real estate's intrinsic value remains, concerns emerged regarding the capacity of heavily leveraged property borrowers to refinance in a markedly altered economic and interest rate landscape. Collateral values experienced a decline, funding costs surged significantly, and bank lending criteria became more stringent, collectively creating a precarious environment for borrowers.

**Tufton Oceanic Assets (SHIP: LN):** During this period, the fund proactively reduced its exposure to the shipping sector and ultimately exited its position in SHIP. While shipping initially reaped substantial benefits as a result of the global health pandemic's "Covid catalyst," shipping rates have now largely returned to their pre-Covid levels. Consequently, given the cyclical nature of the shipping industry and the anticipated trajectory of major global economies, it was deemed prudent to exit this investment.

**Civitas Social Housing REIT (CSH: LN):** In this period, the fund decided to divest from its holdings in CSH. The company received a takeover bid, prompting the investment team to seize the opportunity and exit the position, particularly as the stock price had risen to approximately the bid price.

**TriplePoint Social Housing REIT (SOHO: LN):** Concurrent with the exit from CSH mentioned earlier, the Fund Manager and Investment team redeployed a portion of the proceeds from the sale to increase the fund's exposure to SOHO. This real estate investment trust offers a comparable exposure to the social housing sector, boasting an investment-grade credit rating, modest leverage, and a mission of providing vital social housing services to local communities. Importantly, it receives indirect funding support from both local and central government sources.

**Target Healthcare REIT PLC (THRL: LN):** During this reporting period, the fund opted to expand its holdings in this real estate investment trust. THRL is focused on owning purpose-built elderly care facilities across the UK. Its performance, along with that of its tenants, has substantially rebounded from the global health pandemic. Tenant rent coverage has improved, the company has prudently managed its funding costs, maintains a modest debt structure, and offers a well-covered dividend. Despite its share price being significantly impacted by fluctuations in interest rates, the Fund Manager and investment team saw an attractive entry point to increase their exposure.

**Supermarket Income REIT PLC (SUPR: LN):** In the same period, the fund chose to augment its position in SUPR. SUPR is an investment-grade rated REIT specializing in the ownership of omni-channel supermarkets leased to leading UK supermarket chains on a full repair and insure basis. Similar to other real estate investment trusts, SUPR's share price experienced softening due to fluctuations in interest rates. Nevertheless, considering the leading economic indicators, the Fund Manager and investment team discerned exceptional value in the REIT, leading them to increase their stake.

RM Capital Markets Limited  
Investment Manager to the Fund  
31<sup>st</sup> October 2023



## PERFORMANCE RECORD

### Financial Highlights

Retail Income (£)	Six month period ended 31 October 2023	Year ended 30 April 2023	Year ended 30 April 2022
Changes in net assets per share	Gbp	Gbp	Gbp
Opening net asset value per share	96.8124	111.5155	104.4289
Return before operating charges	(8.5294)	(7.5840)	14.8114
Operating charges (note 1)	(0.7105)	(1.6875)	(2.0407)
Return after operating charges *	(9.2399)	(9.2715)	12.7708
Distributions on income shares	(3.3704)	(5.4316)	(5.6842)
Closing net asset value per share	84.2021	96.8124	111.5155
*after direct transactions costs of:	0.0362	0.1204	0.1404
Performance			
Return after charges	(9.54%)	(8.31%)	12.23%
Other information			
Closing net asset value	£1,148,356	£1,679,948	£1,429,054
Closing number of shares	1,363,810	1,735,261	1,281,485
Operating charges (note 2)	1.57%	1.62%	1.89%
Direct transaction costs	0.04%	0.12%	0.13%
Prices			
Highest share price	99.8149	111.5829	113.8357
Lowest share price	84.2021	96.0744	104.2352

Retail Accumulation (£)	Six month period ended 31 October 2023	Year ended 30 April 2023	Year ended 30 April 2022
Changes in net assets per share	Gbp	Gbp	Gbp
Opening net asset value per share	124.8095	136.3242	121.2637
Return before operating charges	(11.1451)	(9.3995)	17.4947
Operating charges (note 1)	(0.9324)	(2.1152)	(2.4342)
Return after operating charges *	(12.0775)	(11.5147)	15.0605
Closing net asset value per share	112.7320	124.8095	136.3242
Retained distributions on accumulation shares	4.3843	6.7575	5.8328
*after direct transactions costs of:	0.0475	0.1510	0.1674
Performance			
Return after charges	(9.68%)	(8.45%)	12.42%
Other information			
Closing net asset value	£2,182,526	£3,109,650	£3,280,743
Closing number of shares	1,936,030	2,491,517	2,406,574
Operating charges (note 2)	1.57%	1.62%	1.89%
Direct transaction costs	0.04%	0.12%	0.13%
Prices			
Highest share price	127.4782	137.9579	136.6069
Lowest share price	110.7658	121.2611	121.0388

**PERFORMANCE RECORD (Continued)**

**Financial Highlights (Continued)**

<b>Institutional Income (£)</b>	<b>Six month period ended 31 October 2023</b>	<b>Year ended 30 April 2023</b>	<b>Year ended 30 April 2022</b>
Changes in net assets per share	Gbp	Gbp	Gbp
Opening net asset value per share	98.7831	113.6815	105.6377
Return before operating charges	(8.6946)	(7.7227)	14.9973
Operating charges (note 1)	(0.7020)	(1.6466)	(1.9958)
Return after operating charges *	(9.3966)	(9.3693)	13.0015
Distributions on income shares	(3.4398)	(5.5291)	(4.9577)
Closing net asset value per share	85.9467	98.7831	113.6815
*after direct transactions costs of:	0.0369	0.1228	0.1426
Performance			
Return after charges	(9.51%)	(8.24%)	12.31%
Other information			
Closing net asset value	£4,138,815	£4,065,325	£4,529,452
Closing number of shares	4,815,563	4,115,405	3,984,334
Operating charges (note 2)	1.52%	1.55%	1.82%
Direct transaction costs	0.04%	0.12%	0.13%
Prices			
Highest share price	101.8427	113.7995	115.2649
Lowest share price	85.9467	98.0219	105.4428

<b>Institutional Accumulation (£)</b>	<b>Six month period ended 31 October 2023</b>	<b>Year ended 30 April 2023</b>	<b>Year ended 30 April 2022</b>
Changes in net assets per share	Gbp	Gbp	Gbp
Opening net asset value per share	125.2899	136.7362	121.5342
Return before operating charges	(11.1820)	(9.4156)	17.5523
Operating charges (note 1)	(0.9063)	(2.0307)	(2.3503)
Return after operating charges *	(12.0883)	(11.4463)	15.2020
Closing net asset value per share	113.2016	125.2899	136.7362
Retained distributions on accumulation shares	4.4019	6.7770	5.8084
*after direct transactions costs of:	0.0477	0.1515	0.1679
Performance			
Return after charges	(9.65%)	(8.37%)	12.51%
Other information			
Closing net asset value	£1,371,990	£2,313,202	£6,278,130
Closing number of shares	1,211,988	1,846,280	4,591,416
Operating charges (note 2)	1.52%	1.55%	1.82%
Direct transaction costs	0.04%	0.12%	0.13%
Prices			
Highest share price	127.9759	138.4080	137.0176
Lowest share price	111.2261	121.6706	121.3100

**PERFORMANCE RECORD (Continued)**

**Financial Highlights (Continued)**

<b>Class F Income (£)</b>	<b>Six month period ended 31 October 2023</b>	<b>Year ended 30 April 2023</b>	<b>Year ended 30 April 2022</b>
Changes in net assets per share	GBP	GBP	GBP
Opening net asset value per share	100.0520	114.7998	106.3302
Return before operating charges	(8.8192)	(7.8445)	15.0972
Operating charges (note 1)	(0.5477)	(1.3106)	(1.6474)
Return after operating charges *	(9.3669)	(9.1551)	13.4498
Distributions on income shares	(3.4867)	(5.5927)	(4.9802)
Closing net asset value per share	87.1984	100.0520	114.7998
*after direct transactions costs of:	0.0375	0.1242	0.1437
Performance			
Return after charges	(9.36%)	(7.97%)	12.65%
Other information			
Closing net asset value	£57,455,314	£78,283,979	£58,983,394
Closing number of shares	65,890,295	78,243,277	51,379,345
Operating charges (note 2)	1.17%	1.22%	1.49%
Direct transaction costs	0.04%	0.12%	0.13%
Prices			
Highest share price	103.1403	115.0390	116.3929
Lowest share price	87.1984	99.2599	106.1400

<b>Class F Accumulation (£)</b>	<b>Six month period ended 31 October 2023</b>	<b>Year ended 30 April 2023</b>	<b>Year ended 30 April 2022</b>
Changes in net assets per share	GBP	GBP	GBP
Opening net asset value per share	124.6983	135.6840	120.2390
Return before operating charges	(11.1482)	(9.3974)	17.3516
Operating charges (note 1)	(0.6948)	(1.5883)	(1.9066)
Return after operating charges *	(11.8430)	(10.9857)	15.4450
Closing net asset value per share	112.8553	124.6983	135.6840
Retained distributions on accumulation shares	4.3843	6.7378	5.7453
*after direct transactions costs of:	0.0475	0.1505	0.1663
Performance			
Return after charges	(9.50%)	(8.10%)	12.85%
Other information			
Closing net asset value	£93,015,558	£120,285,843	£142,614,423
Closing number of shares	82,420,217	96,461,515	105,107,765
Operating charges (note 2)	1.17%	1.22%	1.49%
Direct transaction costs	0.04%	0.12%	0.13%
Prices			
Highest share price	127.3866	137.4721	135.9534
Lowest share price	110.8808	120.9098	120.0239

**PERFORMANCE RECORD (Continued)**

	<b>Six month period ended 31 October 2023</b>	<b>Period 17 August 2022 to 30 April 2023<sup>^</sup></b>
<b>Class F Accumulation (€)</b>		
Changes in net assets per share	EURc	EURc
Opening net asset value per share	87.5422	100.0000
Return before operating charges	(7.2447)	(11.6554)
Operating charges (note 1)	(0.4895)	(0.8024)
Return after operating charges *	(7.7342)	(12.4578)
Closing net asset value per share	79.8080	87.5422
Retained distributions on accumulation shares	1.4248	3.6595
*after direct transactions costs of:	0.0335	0.1084
Performance		
Return after charges	(8.83%)	(12.46%)
Other information		
Closing net asset value	€ 353,456	€ 300,167
Closing number of shares	442,883	342,883
Operating charges (note 2)	1.17%	1.22%
Direct transaction costs	0.04%	0.12%
Prices		
Highest share price	90.6643	100.7648
Lowest share price	78.6184	84.8411
<sup>^</sup> Share class launched 17 August 2022		

	<b>Six month period ended 31 October 2023</b>	<b>Period 17 August 2022 to 30 April 2023<sup>^</sup></b>
<b>Class F Accumulation (\$)</b>		
Changes in net assets per share	USDc	USDc
Opening net asset value per share	94.3338	100.0000
Return before operating charges	(10.3835)	(4.8348)
Operating charges (note 1)	(0.5200)	(0.8314)
Return after operating charges *	(10.9035)	(5.6662)
Closing net asset value per share	83.4303	94.3338
Retained distributions on accumulation shares	1.4434	3.8251
*after direct transactions costs of:	0.0356	0.1124
Performance		
Return after charges	(11.56%)	(5.67%)
Other information		
Closing net asset value	\$1,115,489	\$1,270,517
Closing number of shares	1,337,031	1,346,831
Operating charges (note 2)	1.17%	1.22%
Direct transaction costs	0.04%	0.12%
Prices		
Highest share price	96.9586	100.5885
Lowest share price	81.2728	79.6891
<sup>^</sup> Share class launched 17 August 2022		

## PERFORMANCE RECORD (Continued)

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1. The operating charges per share figure is calculated by applying the operating charges percentage to the average net asset valuation per share throughout the period.
2. The operating charges percentage is based on the expenses incurred during the period annualised, as a proportion of the average net asset value of the Sub-fund plus the costs of the underlying holdings.

### **Risk Profile**

Based on past data, the Sub-fund is ranked a '5' on the synthetic risk and reward indicator scale (of 1 to 7) as described fully in the Key Investor Information Document (30 April 2023: ranked 4). The Sub-fund is ranked '5' because monthly historical performance data indicates that relatively high rises and falls in market prices would have occurred historically.

## PORTFOLIO SUMMARY

As at 31 October 2023

Holding		Value £	% of net assets
<b>Corporate Bonds (30.04.2023: 28.41%)</b>			
5,000,000	Bellis Acquisition Company Plc 4.50% 16-02-2026	4,422,350	2.77
1,877,000	Heathrow Airport 5.75% 03-03-2025	1,825,176	1.14
3,275,000	Heathrow Finance PLC 4.75% 01-03-2024	3,228,004	2.02
450,000	International Personal Finance 7.75% 14-12-2023	446,625	0.28
1,012,000	International Personal Finance PLC 9.75% 12-11-2025	825,997	0.52
3,000,000	Market Bidco Finco PLC 5.50% 04-11-2027	2,461,080	1.54
5,000,000	Virgin Media Secured Finance 4.25% 15-01-2030	4,011,850	2.51
8,500,000	Virgin Media Secured Finance PLC 5.00% 15-04-2027	7,871,765	4.92
9,000,000	VOYCAR 5 7/8 02/15/27 Corp	6,729,750	4.21
3,136,000	Western Power Distribution PLC 3.625% 06-11-2023	3,134,934	1.96
3,500,000	EG Global Finance PLC 6.25% 30-10-2025	2,763,434	1.73
		<u>37,720,965</u>	<u>23.59</u>
<b>Government Bonds (30.04.2023: 0.00%)</b>			
		-	-
<b>Structured Bonds (30.04.2023: 0.00%)</b>			
6,000,000	Gatwick Airport Finance PLC 4.375% 07-04-26	5,525,400	3.46
4,000,000	Iron Mountain (UK) PLC 3.875% 15-11-2025	3,760,320	2.35
		<u>9,285,720</u>	<u>5.81</u>
<b>Investment Trusts (30.04.2023: 45.59%)</b>			
6,600,000	Bluefield Solar Income Fund Ltd	7,444,800	4.66
5,712,500	Cordiant Digital Infrastructure Ltd	3,610,300	2.26
14,445,000	Digital 9 Infrastructure	6,586,920	4.12
2,901,144	Fair Oaks Income Ltd	1,298,181	0.81
10,775,857	Foresight Solar Fund Ltd	9,418,099	5.89
1,585,542	GCP Asset Backed Income Fund Ltd	859,364	0.54
2,355,002	GCP Infrastructure Investments Ltd	1,429,486	0.89
3,100,000	Greencoat UK Wind PLC	4,216,000	2.64
4,602,342	Greencoat Renewables PLC	3,462,867	2.17
8,005,000	Gore Street Energy Storage Fund PLC	5,099,185	3.19
4,100,000	HICL Infrastructure Company Ltd	4,936,400	3.09
1,620,000	International Public Partnerships Ltd	1,911,600	1.20
1,640,000	JLEN Environmental Assets Group Limited	1,425,160	0.89
12,704,000	NextEnergy Solar Fund Ltd	10,010,752	6.26
6,100,000	Renewables Infrastructure Group Ltd	6,222,000	3.89
800,000	RM Infrastructure Income PLC	540,000	0.34
1,125,000	Tritax EuroBox PLC	511,313	0.32
2,095,610	Taylor Maritime Investments Ltd	1,445,304	0.90
1,265,002	TwentyFour Select Monthly Income Fund Ltd	925,981	0.58
		<u>71,353,712</u>	<u>44.63</u>
<b>Equities (30.04.2023: 2.90%)</b>			
700,000	Sienna Senior Living Inc	4,147,701	2.59
		<u>4,147,701</u>	<u>2.59</u>

**PORTFOLIO SUMMARY (Continued)**

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<b>Real Estate Investment Trusts (30.04.2023: 19.84%)</b>		
186,226	AEW UK REIT PLC	174,121 0.11
25,000	Charter Hall Social Infrastructure REIT	31,090 0.02
800,000	Dexus Convenience Retail REIT	923,809 0.58
10,200,000	Daiwa House Logistics Trust	3,126,607 1.96
4,642,000	Home REIT plc	1,413,953 0.88
1,828,942	Impact Healthcare REIT PLC	1,530,824 0.96
10,350,000	Primary Health Properties PLC	9,320,175 5.83
1,673,110	Schroder European Real Estate Investment Trust PLC	1,077,483 0.67
9,550,000	Supermarket Income REIT PLC	7,105,200 4.44
7,600,000	Target Healthcare REIT Ltd	5,540,400 3.47
7,758,052	Triple Point Social Housing REIT PLC	4,305,719 2.69
		<hr/>
		34,549,381 21.61
		<hr/>
<b>Currency Hedge (30.04.2023: 0.38%)</b>		
	Forward FX - Buy GBP vs EUR	(133,875) (0.08)
	Forward FX - Buy GBP vs USD	(138,374) (0.09)
	Forward FX - Buy GBP vs CAD	(85,842) (0.05)
	Forward FX - Buy GBP vs AUD	(32,932) (0.02)
	Forward FX - Buy GBP vs SGD	(93,922) (0.06)
		<hr/>
		(484,945) (0.30)
		<hr/>
	<b>Portfolio of investments (30.04.2023: 97.12%)</b>	<b>156,572,534 97.93</b>
		<hr/>
	<b>Net other assets (30.04.2023: 2.88%)</b>	<b>3,308,439 2.07</b>
		<hr/>
		<b>159,880,973 100.00</b>

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## SUMMARY OF MATERIAL PORTFOLIO CHANGES

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	£
<b>Total purchases for the period</b>	<b>20,323,693</b>
Gatwick Airport Finance PLC 4.375% 07-04-26	5,592,792
Iron Mountain (UK) PLC 3.875% 15-11-2025	3,830,000
Triple Point Social Housing REIT PLC	2,321,964
Supermarket Income REIT PLC	2,308,239
Greencoat UK Wind PLC	1,477,901
Target Healthcare REIT Ltd	1,025,669
HICL Infrastructure Company Ltd	814,768
Digital 9 Infrastructure	741,538
Primary Health Properties PLC	689,297
Heathrow Airport 5.75% 03-03-2025	573,983
Other various purchase	947,542

	£
<b>Total sales for the period</b>	<b>43,418,600</b>
Civitas Social Housing PLC	9,590,519
Thames Water Utilities Finance PLC 2.375% 03-05-2023	9,523,000
VOYCAR 5 7/8 02/15/27 Corp	3,293,876
UNITE USAF II PLC UNITEU 3.374% 30-06-2023	3,033,000
Western Power Distribution PLC 3.625% 06-11-2023	2,034,248
Sienna Senior Living Inc	1,719,468
Real Estate Credit Investments Ltd	1,707,450
Bellis Acquisition Company Plc 3.25% 16-02-2026	1,662,365
EG Global Finance PLC 6.25% 30-10-2025	1,605,004
Tufton Oceanic Assets Ltd	1,360,463
Other various sales	7,889,207

The above represents the top 10 purchases and sales in the period.



## STATEMENT OF TOTAL RETURN

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For the six months ended 31 October (Unaudited)	2023		2022	
	£	£	£	£
Income				
Net capital (losses)		(22,962,208)		(26,057,835)
Revenue	6,539,205		6,642,985	
Expenses	(545,819)		(717,658)	
Interest payable and similar charges	<u>-</u>		<u>(213)</u>	
Net revenue before taxation	5,993,386		5,925,114	
Taxation	<u>(525,068)</u>		<u>(366,937)</u>	
Net revenue after taxation		<u>5,468,318</u>		<u>5,558,177</u>
Total return before distributions		(17,493,890)		(20,499,658)
Finance costs: distributions		<u>(6,783,840)</u>		<u>(6,048,848)</u>
<b>Changes in net assets attributable to shareholders from investment activities</b>		<u>(24,277,730)</u>		<u>(26,548,506)</u>

## STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the six months ended 31 October (Unaudited)	2023	2022
	£	£
<b>Opening net assets attributable to shareholders</b>	209,978,208	216,348,778
Amounts receivable on creation of shares	38,225,025	113,989,478
Amounts payable on cancellation of shares	(67,929,398)	(66,400,292)
Accumulation dividends retained	3,884,868	3,572,907
Dilution levies	-	33,530
Changes in net assets attributable to shareholders from investment activities (see above)	<u>(24,277,730)</u>	<u>(26,548,506)</u>
<b>Closing net assets attributable to shareholders</b>	<u>159,880,973</u>	<u>240,995,895</u>

The Investment Association SORP requires that comparatives are shown for the above report. As comparatives are shown for the comparable interim period the net asset value at the end of the period will not agree to the net asset value at the start of the period. The Company net asset value as at 30 April 2023 was £209,978,208.

**BALANCE SHEET**

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As at	31.10.2023		30.04.2023	
	£	£	£	£
<b>Assets</b>				
Investment assets		157,057,479		203,923,680
<b>Current assets</b>				
Debtors	2,908,970		2,325,775	
Cash and bank balances	<u>6,385,694</u>		<u>7,452,399</u>	
<b>Total current assets</b>		<u>9,294,664</u>		<u>9,778,174</u>
<b>Total assets</b>		166,352,143		213,701,854
<b>INVESTMENT LIABILITIES</b>		(484,945)		-
<b>Current liabilities</b>				
Bank overdraft	-		(1,126)	
Creditors	(4,841,785)		(2,355,502)	
Distribution payable on income shares	<u>(1,144,440)</u>		<u>(1,367,018)</u>	
<b>Total current liabilities</b>		<u>(5,986,225)</u>		<u>(3,723,646)</u>
<b>Net assets attributable to shareholders</b>		<u>159,880,973</u>		<u>209,978,208</u>

**Accounting Policies**

The accounting policies applied are consistent with those of the financial statements for the year ended 30 April 2023 and are described in those financial statements.

The financial statements have been prepared in accordance with the Statement of Recommended Practice ('SORP') Authorised Funds issued by the Investment Association in May 2014 and the amendments to the SORP issued by the IA in June 2017. The functional currency of the Sub-fund is Sterling.

## DISTRIBUTION TABLES

### First Interim distribution in pence per share

Group 1: Shares purchased prior to 01 May 2023

Group 2 : Shares purchased on or after 01 May 2023 and on or before 31 July 2023

<b>Retail Income (£)</b>	<b>Net revenue 30.09.2023</b>	<b>Equalisation</b>	<b>Distribution 30.09.2023</b>	<b>Distribution 30.09.2022</b>
Group 1	1.8337p	-	1.8337p	1.2500p
Group 2	0.8470p	0.9867p	1.8337p	1.2500p

<b>Retail Accumulation (£)</b>	<b>Net revenue 30.09.2023</b>	<b>Equalisation</b>	<b>Distribution 30.09.2023</b>	<b>Distribution 30.09.2022</b>
Group 1	2.3638p	-	2.3638p	1.2500p
Group 2	1.5174p	0.8464p	2.3638p	1.2500p

<b>Institutional Income (£)</b>	<b>Net revenue 30.09.2023</b>	<b>Equalisation</b>	<b>Distribution 30.09.2023</b>	<b>Distribution 30.09.2022</b>
Group 1	1.8714p	-	1.8714p	1.2500p
Group 2	1.2183p	0.6531p	1.8714p	1.2500p

<b>Institutional Accumulation (£)</b>	<b>Net revenue 30.09.2023</b>	<b>Equalisation</b>	<b>Distribution 30.09.2023</b>	<b>Distribution 30.09.2022</b>
Group 1	2.3731p	-	2.3731p	1.2500p
Group 2	2.0348p	0.3383p	2.3731p	1.2500p

<b>Class F Income (£)</b>	<b>Net revenue 30.09.2023</b>	<b>Equalisation</b>	<b>Distribution 30.09.2023</b>	<b>Distribution 30.09.2022</b>
Group 1	1.8962p	-	1.8962p	1.2500p
Group 2	1.1544p	0.7418p	1.8962p	1.2500p

<b>Class F Accumulation (£)</b>	<b>Net revenue 30.09.2023</b>	<b>Equalisation</b>	<b>Distribution 30.09.2023</b>	<b>Distribution 30.09.2022</b>
Group 1	2.3628p	-	2.3628p	1.2500p
Group 2	0.7609p	1.6019p	2.3628p	1.2500p

<b>Class F Accumulation (\$)</b>	<b>Net revenue 30.09.2023</b>	<b>Equalisation</b>	<b>Distribution 30.09.2023</b>	<b>Distribution 30.09.2022</b>
Group 1	1.4346p	-	1.4346p	N/A
Group 2	1.4346p	-	1.4346p	N/A

<b>Class F Accumulation (€)</b>	<b>Net revenue 30.09.2023</b>	<b>Equalisation</b>	<b>Distribution 30.09.2023</b>	<b>Distribution 30.09.2022</b>
Group 1	1.4608p	-	1.4608p	N/A
Group 2	1.4239p	0.0369p	1.4608p	N/A

**DISTRIBUTION TABLES (Continued)**

**Second Interim distribution in pence per share**

Group 1: Shares purchased prior to 01 August 2023

Group 2 : Shares purchased on or after 01 August 2023 and on or before 31 October 2023

<b>Retail Income (£)</b>	<b>Net revenue 29.12.2023</b>	<b>Equalisation</b>	<b>Distribution 29.12.2023</b>	<b>Distribution 30.12.2022</b>
Group 1	1.5367p	-	1.5367p	1.3351p
Group 2	0.1793p	1.3574p	1.5367p	1.3351p

<b>Retail Accumulation (£)</b>	<b>Net revenue 29.12.2023</b>	<b>Equalisation</b>	<b>Distribution 29.12.2023</b>	<b>Distribution 30.12.2022</b>
Group 1	2.0205p	-	2.0205p	1.9169p
Group 2	0.3173p	1.7032p	2.0205p	1.9169p

<b>Institutional Income (£)</b>	<b>Net revenue 29.12.2023</b>	<b>Equalisation</b>	<b>Distribution 29.12.2023</b>	<b>Distribution 30.12.2022</b>
Group 1	1.5684p	-	1.5684p	1.3753p
Group 2	1.5138p	0.0546p	1.5684p	1.3753p

<b>Institutional Accumulation (£)</b>	<b>Net revenue 29.12.2023</b>	<b>Equalisation</b>	<b>Distribution 29.12.2023</b>	<b>Distribution 30.12.2022</b>
Group 1	2.0288p	-	2.0288p	1.9234p
Group 2	1.2596p	0.7692p	2.0288p	1.9234p

<b>Class F Income (£)</b>	<b>Net revenue 29.12.2023</b>	<b>Equalisation</b>	<b>Distribution 29.12.2023</b>	<b>Distribution 30.12.2022</b>
Group 1	1.5905p	-	1.5905p	1.4036p
Group 2	0.7266p	0.8639p	1.5905p	1.4036p

<b>Class F Accumulation (£)</b>	<b>Net revenue 29.12.2023</b>	<b>Equalisation</b>	<b>Distribution 29.12.2023</b>	<b>Distribution 30.12.2022</b>
Group 1	2.0215p	-	2.0215p	1.9036p
Group 2	0.7316p	1.2899p	2.0215p	1.9036p

<b>Class F Accumulation (€)</b>	<b>Net revenue 29.12.2023</b>	<b>Equalisation</b>	<b>Distribution 29.12.2023</b>	<b>Distribution 30.12.2022<sup>^</sup></b>
Group 1	1.2270p	-	1.2270p	0.9429p
Group 2	1.2270p	-	1.2270p	0.9429p

<b>Class F Accumulation (\$)</b>	<b>Net revenue 29.12.2023</b>	<b>Equalisation</b>	<b>Distribution 29.12.2023</b>	<b>Distribution 30.12.2022<sup>^</sup></b>
Group 1	1.2507p	-	1.2507p	0.9130p
Group 2	1.2507p	-	1.2507p	0.9130p

<sup>^</sup> Distribution Period 17 August 2022 to 31 October 2022

## INFORMATION FOR INVESTORS

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### Taxation

The company will pay no corporation tax on its profits for the period ended 31 October 2023. Capital gains within the Company will not be taxed.

### Individual shareholders

**Income tax:** Tax-free annual dividend allowance now standing at £1,000 (2023/24). UK resident shareholders are now subject to new, higher rates of tax on dividend income in excess of the annual allowance. UK resident shareholders are subject to tax on dividend income in excess of the annual allowance.

**Capital gains tax:** Individual shareholders resident in the UK for tax purposes may be liable to capital gains tax on realisation of their shares as with other chargeable assets. The first £6,000 (2023/24) of gains each year are presently tax free for individuals. Gains in excess of that amount are charged at the rate of tax applicable to the individual tax payer.

### Debts of the ICVC fund

Unit holders of the ICVC are not liable for the debts of the ICVC.

### Corporate shareholders

Companies resident for tax purposes in the UK which hold shares should note that OEIC distributions are streamed into both franked and unfranked income. The unfranked income element will be treated as an annual payment which has been subject to income tax at a rate of 20% and will be liable to tax accordingly. On realisation of their shares, UK resident companies may be liable to pay corporation tax on any capital gains.

The above information on taxation is only a general summary, and shareholders should consult their own tax advisors in relation to their own circumstances. Shareholders should also note that the position as outlined may change to reflect future changes in tax legislation.

### Issue and redemption of shares

Valu-Trac Investment Management Limited is the AFM and Registrar. Valu-Trac Investment Management Limited will receive requests for the purchase or sale of shares at any time during normal business hours (8.30am to 5.30pm). Instructions may be given by email to (rmfunds@valu-trac.com) or by sending an application form to the Registrar. Application forms are available from the Registrar.

The scheme property of the Company and each sub-Fund will normally be valued at 12:00 mid day on each dealing day for the purpose of calculating the price at which shares in the Company may be issued, sold, repurchased or redeemed.

The AFM has the right to reject, on reasonable grounds relating to the circumstances of the applicant, any application for shares in whole or part, and in this event the AFM will return any money sent, or the balance of such monies, at the risk of the applicant. In addition the AFM may reject any application previously accepted in circumstances where the applicant has paid by cheque and that cheque subsequently fails to be cleared.

Any subscription monies remaining after a whole number of shares has been issued will not be returned to the applicant. Instead, smaller denomination shares will be issued in such circumstances.

A contract note giving details of the shares purchased and the price used will be issued by the Registrar by the end of the business day following the valuation point by reference to which the purchase price is determined. Settlement is due by the purchaser T+4 days from the date of the contract note and should be made to the AFM's dealing account.

Ownership of shares will be evidenced by an entry on the Company's Register of Shareholders. Certificates will not be issued. Statements in respect of periodic distributions of revenue will show the number of shares held by the recipient in respect of which the distribution is made. Individual statements of a shareholder's shares will also be issued at any time on request by the registered holder.

Where shares are redeemed, payment will be made no later than the close of business on the fourth business day following the next valuation point after receipt by the AFM of a request for redemption. The AFM may at its discretion accept subscriptions lower than the minimum amount.

The most recent issue and redemption prices are available from the AFM.

**CORPORATE DIRECTORY**

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<b>Authorised Fund Manager &amp; Registrar</b>	<p>Valu-Trac Investment Management Limited Mains of Orton Fochabers Moray IV32 7QE</p> <p>Telephone: 01343 880344 Fax: 01343 880267 Email: rmfunds@valu-trac.com</p> <p>Authorised and regulated by the Financial Conduct Authority Registered in England No 2428648</p>
<b>Investment Manager</b>	<p>RM Capital Markets Limited 4th Floor 7 Castle Street Edinburgh EH2 3AH</p> <p>Authorised and regulated by the Financial Conduct Authority</p>
<b>Depository</b>	<p>NatWest Trustee and Depository Services Limited House A Floor 0, 175 Glasgow Road Gogarburn Edinburgh EH12 1HQ</p> <p>Authorised and regulated by the Financial Conduct Authority</p>
<b>Auditor</b>	<p>Johnston Carmichael LLP Commerce House South Street Elgin IV30 1JE</p>