



SVS RM Defensive Capital Fund

Monthly Factsheet – 31st December 2024

Company Overview

Fund Name:	SVS RM Defensive Capital Fund	
Strategy Launch Date:	31 st October 2024	
Regulatory Status:	FCA Authorised	
Fund Size:	£124m	
Classification:	Non-Complex	
Sector:	IA Targeted Absolute Return Sector	
Share Classes:	Income & Accumulation	
Currencies:	GBP	
Share Class:	ISIN	NAV
GBP Accumulation (A)	GB00BS6WQT61	276.90
GBP Accumulation (C)	GB00BS6WQX08	274.30
GBP Income (A)	GB00BS6WQL85	238.30
GBP Income (C)	GB00BS6WQW90	233.50
Next Dividend Ex Date:	31 st January 2025	
Dividend Pay Dates:	March, June, September, December.	
Annual Management Charges:	Class A: 0.73% / OCF: 0.87%	
	Class C: 0.53% / OCF: 0.67%	
Target Fund Objectives¹:	Capital preservation	
	Capital growth over the long term (>5 years) Positive absolute returns in any market conditions over rolling three-year periods.	
Dealing Frequency:	Daily Liquidity	
Valuation Frequency:	Daily	
Transactions Costs:	0.01%	

Fund data is based upon the SVS RM Defensive Capital Fund C Accumulation Class (GBP).

Advisory & Administration

ACD

Evelyn Partners Fund Solutions Limited "EPFL"

Investment Manager

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

Investment Team

Niall O'Connor

Lead Portfolio Manager

+44 (0) 203 540 4618

Niall.Oconnor@rm-funds.co.uk

June Tran

Senior Analyst

+44 (0) 203 540 4617

June.Tran@rm-funds.co.uk

Investment Objective

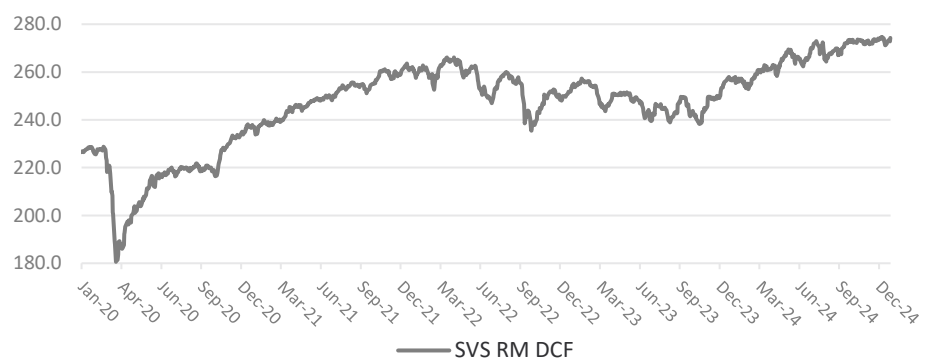
SVS RM Defensive Capital Fund (the "Fund" or "RMDCF") seeks to preserve capital whilst looking for capital growth opportunities over the long term (at least five years) and positive absolute returns in any market conditions over rolling three-year periods.

RM Funds seeks to achieve the investment objective by investing in transferable securities including investment trusts, structured notes, government securities, corporate and convertible bonds, preference shares and other collective investment schemes and exchange traded funds.

Monthly NAV Performance & Dividend

The fund's total return for the month of December was +0.44% against quite a negative month for most asset classes. Return over the last 3 years has been +4.57% net of fees.

SVS RM Defensive Capital Fund - Accumulation "C" Class
Share Price



Period shown from 2nd January 2020 to 31st December 2024. Past performance figures are based on extended past performance data only, as defined under COBS 4.6.6R. Capital is at risk; returns are not guaranteed, and past performance is no guarantee of future performance.

SVS RM Defensive Capital Fund was launched on 31 October 2024. Consequently, there is no past performance data available. The SVS RM Defensive Capital Fund was launched solely for the purposes of receiving the assets of the SVS Brooks Macdonald Defensive Capital Fund by way of a scheme of arrangement that became effective on 31 October 2024. We have therefore set out the past performance of the SVS Brooks Macdonald Defensive Capital Fund as "simulated past performance" for the SVS RM Defensive Capital Fund.

Portfolio positioning

The portfolio seeks to meet the investment objective by allocating across investments within three segments: Capital Preservation & Income, Capital Growth and Diversifiers.

Capital Preservation & Income: We are still seeing high yields available with low risk in this segment. abrdn Property Income returned almost all its market capitalisation in cash post the recent sale of most of its assets. The acquisition of Tritax Eurobox also completed. A possible hostile bid for Ground Rents Income Fund saw its shares rally +40%. We added to some renewables exposure right at the end of the month as many assets got close to all-time high dividend yields.

Capital Growth: Our assets in this segment substantially outperformed, driven again by stock-specific issues: a narrowing of discounts in private equity, the strong equity market in Japan, and battery storage assets as revenues continued to strengthen, especially during the "Dunkelflaute" (dark, still period) in the middle of the month, and as Harmony Energy firmed up a bid for its assets. Our China upside-only note matured with a +6% gain over the year.

Diversifiers: we continue to look for and are able to find, idiosyncratic assets which can aid performance but due to diversification effects can reduce portfolio volatility. Once again, our

Pietro Nicholls
+44 (0) 203 697 1768
Pietro.Nicholls@rm-funds.co.uk

James Robson
+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
EPFL Dealing Team
Dealing
+44 (0) 141 222 1150

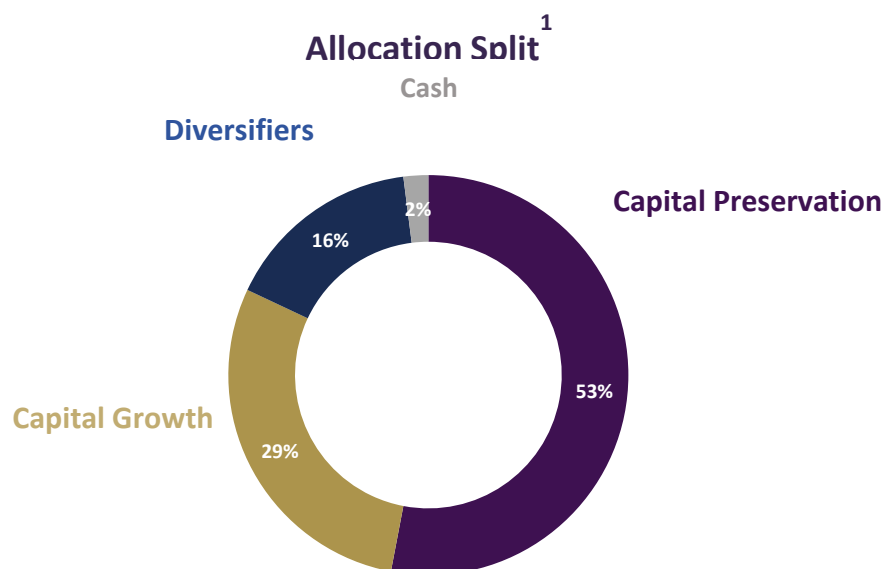
The prospectus, KIID, and Investment Updates can be found on our website: www.rm-funds.co.uk

Platforms

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

If your platform is not listed, please contact our distribution team or Evelyn Partners directly.

aircraft leasing assets were the best performers here, with continuing supply chain bottlenecks and engine reliability issues raising the value of our assets.



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

Market Commentary

The ebullience of markets post Trump’s victory faded in the second half of the month, not helped by the Fed’s “hawkish cut”. Equity markets were all down (with the exception of Japan) and fixed income also had a difficult month, particularly longer duration assets and government bonds. The Dollar rallied off the back of the Fed meeting and also with Trump’s continuing talks of harsh trade sanctions.

We note that valuation discrepancies remain extreme, with Value extremely cheap compared to Growth. For instance Nasdaq vs S&P500 price to sales is in the 96th percentile and S&P500 Growth P/E vs Value P/E is in the 98th percentile (both since 2001). This isn’t to say valuations can’t get more extreme, but it does imply that it wouldn’t take much to see a very big reversal.

Top ten holdings – December 2024

Position	Sector	% of Fund
Topix call-spread (402%) (GS)	Capital Growth	5.5%
Pacira 0.75% Conv Bond 2025 (USD)	Capital Preservation	3.8%
Jet2 1.625% 2026 Conv Bond	Capital Preservation	2.8%
Innoviva 2.5% 2025 Conv Bond (USD)	Capital Growth	2.6%
Riverstone Energy	Diversifier	2.6%
Trainline 1% 2026 Conv Bond (GBP)	Capital Preservation	2.4%
Glencore 0% 2025 Conv Bond (USD)	Diversifier	2.3%
Taylor Maritime Investments	Diversifier	2.3%
VH Global Sustainable Energy	Capital Growth	2.2%
Care REIT	Capital Preservation	2.2%
Total		28.9%

Performance – December 2024

	1-month	3-months	6-months	1year	3 years	5 years	10 years
SVS RM Defensive Capital ¹	0.4%	0.5%	3.2%	6.6%	4.6%	21.4%	52.8%
IA Targeted Absolute Return ^{2, 3}	-0.2%	0.5%	2.2%	5.9%	8.3%	15.0%	24.9%
Relative Performance	0.6%	0.0%	1.0%	0.7%	-3.4%	5.5%	22.4%

Discrete yearly performance – December 2024

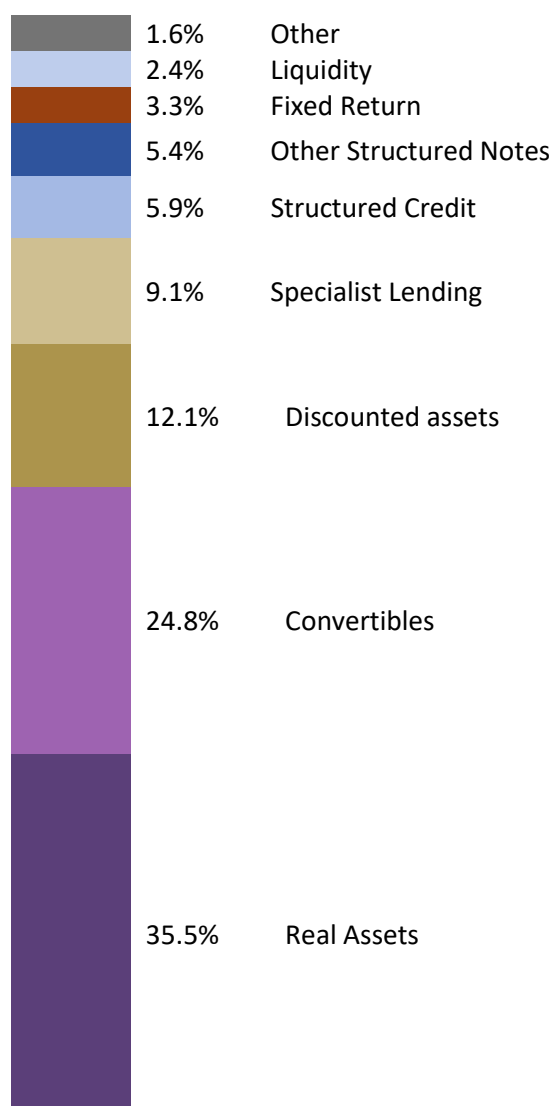
	2020	2021	2022	2023	2024
SVS RM Defensive Capital ¹	3.5%	12.2%	-4.6%	2.8%	6.6%
IA Targeted Absolute Return ^{2, 3}	2.6%	3.5%	-2.4%	4.8%	5.9%
Relative Performance	0.8%	8.4%	-2.2%	-1.9%	0.7%

¹ Past performance figures are based on extended past performance data only, as defined under COBS 4.6.6R. Capital is at risk; returns are not guaranteed, and past performance is no guarantee of future performance.

² Source: FE FundInfo

³ Shareholders may compare the performance of the Sub-fund against the IA Targeted Absolute Return Sector. The ACD has selected this benchmark as it aligns with the Sub-fund's objective of achieving an absolute return, providing shareholders with a meaningful comparison to portfolios with a similar strategy. It is important to note that this benchmark is not a target for the Sub-fund, nor is the Sub-fund constrained by it.

Sector breakdown – December 2024



Disclaimer - This Report is intended solely for the information of the person to whom it is provided by the Company, the Investment Manager or the Administrator. This Report does not constitute an offer or solicitation for the purchase or sale of any investment or financial instrument in the Company and should not be relied on by any person for the purpose of accounting, legal or tax advice or for making an investment decision. The payment of dividends and the repayment of capital are not guaranteed by the Company. Any forecast, projection or target is indicative only and not guaranteed in any way, and any opinions or views expressed in this Report are those of the Investment Manager, and do not constitute investment advice and are subject to change without notice, and neither the Company nor the Investment Manager is under any obligation to update such opinions. Whether the Company proceeds with any investment is dependent on multiple factors including, but not limited to the completion of satisfactory due diligence. Past performance is not a reliable indicator of future performance, and investors may not get back the original amount invested. Unless otherwise stated, the sources for all information contained in this report are the Investment Manager and the Administrator. Information contained in this Report is believed to be accurate at the date of publication, but none of the Company, the Investment Manager and the Administrator gives any representation or warranty as to the Report's accuracy or completeness. This report does not contain and is not to be taken as containing any financial product advice or financial product recommendation. None of the Company, the Investment Manager and the Administrator accepts any liability whatsoever for any loss (whether direct or indirect) arising from any use of this Report or its contents. RM Capital Markets Limited is authorised and regulated by the Financial Conduct Authority (registration number 562209), registered in Scotland (Registered Number: SC380707).