



SVS RM Defensive Capital Fund

Monthly Factsheet – 31st January 2025

Company Overview

Fund Name:	SVS RM Defensive Capital Fund	
Regulatory Status:	FCA Authorised	
Fund Size:	£120m	
Classification:	Non-Complex	
Sector:	IA Targeted Absolute Return Sector	
Share Classes:	Income & Accumulation	
Currencies:	GBP	
Share Class:	ISIN	NAV
GBP Accumulation (A)	GB00BS6WQT61	275.20
GBP Accumulation (C)	GB00BS6WQX08	272.70
GBP Income (A)	GB00BS6WQL85	236.90
GBP Income (C)	GB00BS6WQW90	232.10
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:	<p>Capital preservation</p> <p>Capital growth over the long term (>5 years)</p> <p>Positive absolute returns in any market conditions over rolling three-year periods.</p>	
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

Pietro Nicholls

+44 (0) 203 697 1768

Investment Objective

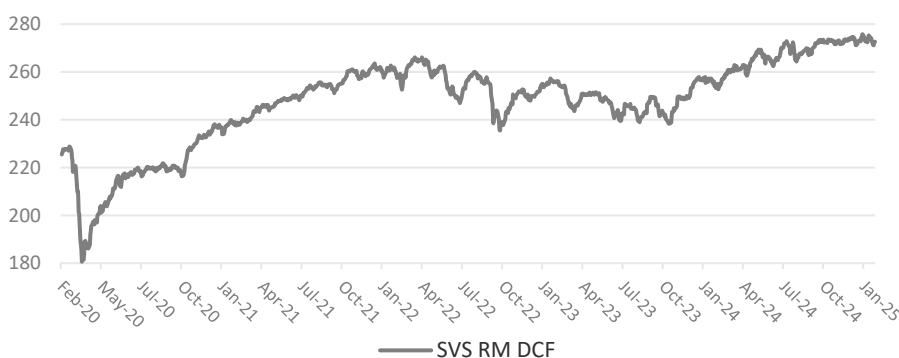
SVS RM Defensive Capital Fund (the "Fund" or "RMDCF") seeks to preserve capital whilst looking for capital growth opportunities over the long term (at least five years) and positive absolute returns in any market conditions over rolling three-year periods.

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 January was -0.58% against quite a negative month for most asset classes. Return over the last 3 years has been +4.88% net of fees.

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



Period shown from 3rd February 2020 to 31st January 2025. 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 some very high yields available with low risk in this segment. Structured Credit was once again a strong performer. Our convertible bonds also performed well, offset slightly by a weaker US Dollar.

Capital Growth: Assets in this segment had a disappointing month, but mainly from widening discounts (many to new records) rather than underlying business issues. E.g. Syncona got to a -51% discount, Chrysalis widened to a -38% discount, and Gresham House Energy Storage widened to a -63% discount, albeit to a somewhat optimistic NAV: we still think this trades at well below replacement cost though..

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. Our aircraft leasing assets continued to perform, offset by (seasonal?) weakness in shipping. Gold miners were strong too.

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

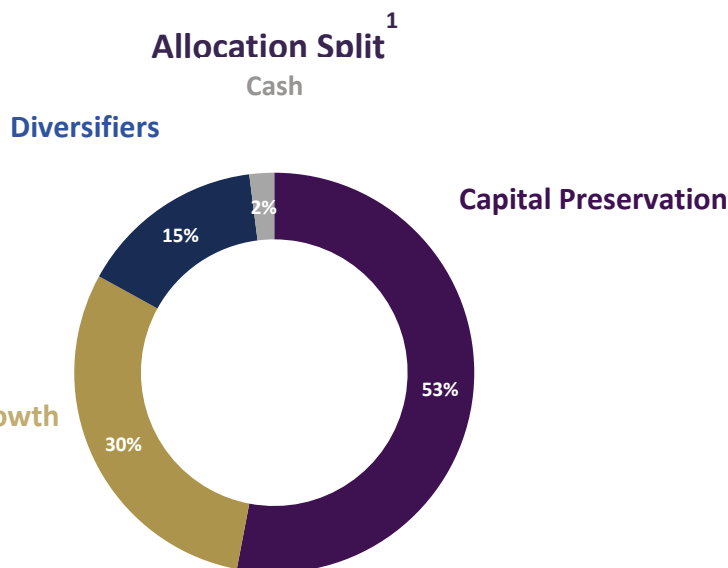
The prospectus, KIID, and Investment Updates can be found on our website. www.rm-funds.co.uk

Platforms

7IM
 Abrdn * live
 AJ Bell
 Aegon * live
 AllFunds *live
 Alliance Trust
 Ascentric (M&G)
 Aviva *live
 Charles Stanley
 Cofunds *live
 Elevate *live
 Fidelity
 FNZ
 Fusion
 Hargreaves Lansdown
 Hubwise

Interactive Investor
 James Hay *live
 Novia *live
 Nucleus *live
 Old Mutual
 Pershing *live
 Parmenion *live
 Praemium
 Quilter *live
 Raymond James *live
 RL360
 Scottish Widows *live
 Standard Life *live
 Stocktrade
 Tillit
 Transact *live
 Wealthtime *live
 Zurich

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



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

Market Commentary

The major news of the month was that of China’s Deepseek claiming to have generated an AI algorithm with substantially lower compute and hence energy requirements than American versions. President Trump’s on-again, off-again threats of tariffs added to the noise. Markets, especially in Growth segments wobbled but somehow recovered to mostly finish up on the month, aided by weak CPI prints in both the UK and the US.

We had mentioned last month valuation extremes of Value vs Growth. Aside from some wild AI-induced gyrations, the relative valuations remained unchanged on the month.

Discounts on alternative assets widened further however, making the vehicles cheaper than ever.

Private markets continue to take note: there was a proposed hostile bid for Ground Rents Income Fund.

Amedeo Air Four Plus announced a return of capital of around 15% as aircraft residual values continue to rise. Triple Point Energy Efficiency sold the remainder of its assets, bringing to an end another successful wind-up. After this and e.g. Blackstone Lending Fund and abrdn Property Income we’re still perplexed why so many people are still so negative on wind-ups, both on level of capital return and on length of time to execute: they’ve been very kind to the fund!

Top ten holdings – January 2025

Position	Sector	% of Fund
Topix call-spread (402%) (GS)	Capital Growth	5.6%
Pacira 0.75% Conv Bond 2025 (USD)	Capital Preservation	3.9%
Jet2 1.625% 2026 Conv Bond	Capital Preservation	2.9%
Innoviva 2.5% 2025 Conv Bond (USD)	Capital Growth	2.8%
Trainline 1% 2026 Conv Bond (GBP)	Capital Preservation	2.5%
Riverstone Energy	Diversifier	2.4%
Glencore 0% 2025 Conv Bond (USD)	Diversifier	2.4%
Care REIT	Capital Preservation	2.4%
CT Private Equity	Capital Growth	2.2%
Yellow Cake	Diversifier	2.2%
Total		29%

Performance – January 2025

	1-month	3-months	6-months	1year	3 years	5 years	10 years
SVS RM Defensive Capital ¹	(0.58%)	0.0%	0.1%	6.2%	4.9%	20.8%	49.0%
IA Targeted Absolute Return ^{2,3}	1.3%	2.0%	2.7%	6.7%	10.8%	16.1%	25.0%
Relative Performance	(1.8%)	(1.9%)	(2.5%)	(0.6%)	(5.3%)	4.0%	19.3%

Discrete yearly performance – January 2025

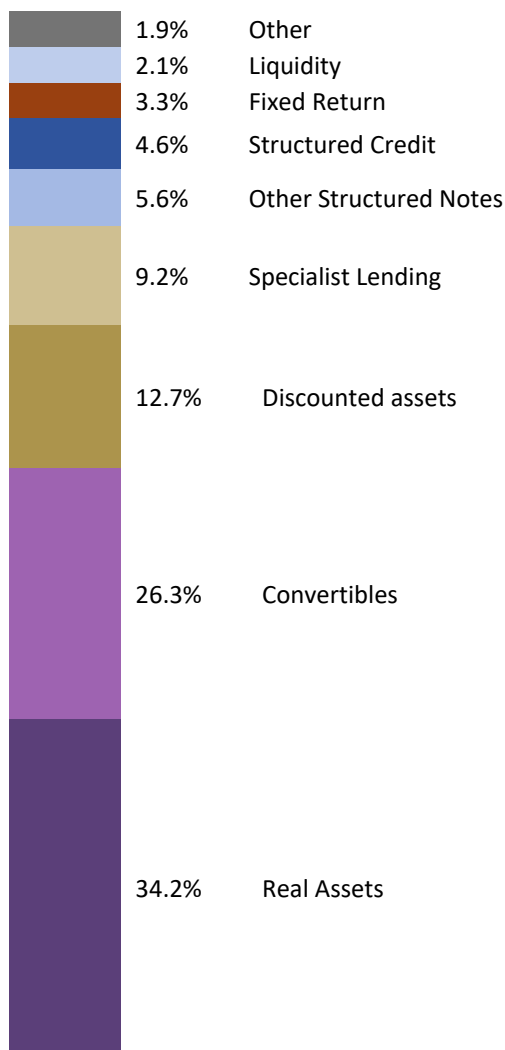
	2020	2021	2022	2023	2024
SVS RM Defensive Capital ¹	3.6%	11.1%	(1.9%)	0.7%	6.2%
IA Targeted Absolute Return ^{2,3}	1.9%	2.9%	(0.3%)	4.1%	6.7%
Relative Performance	1.7%	8.0%	(1.6%)	(3.3%)	(0.6%)

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 – January 2025



on our watchlist: FundCalibre.com

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).