

VT Momentum Diversified Income Fund

30 September 2024

For retail investors only

INVESTMENT OBJECTIVE & STRATEGY

To generate a high level of income with the prospect of maintaining the real value of capital over the long term, by investing in a multi-asset portfolio managed with a focus on value. The Fund may include directly invested UK equities with a bias towards mid-cap stocks, and overseas equity, fixed income, specialist assets and managed liquidity held through third party funds.

INVESTMENT TEAM



Richard Parfekt
Lead Oversight
Portfolio Manager



Tom Delic
Second Oversight
Portfolio Manager



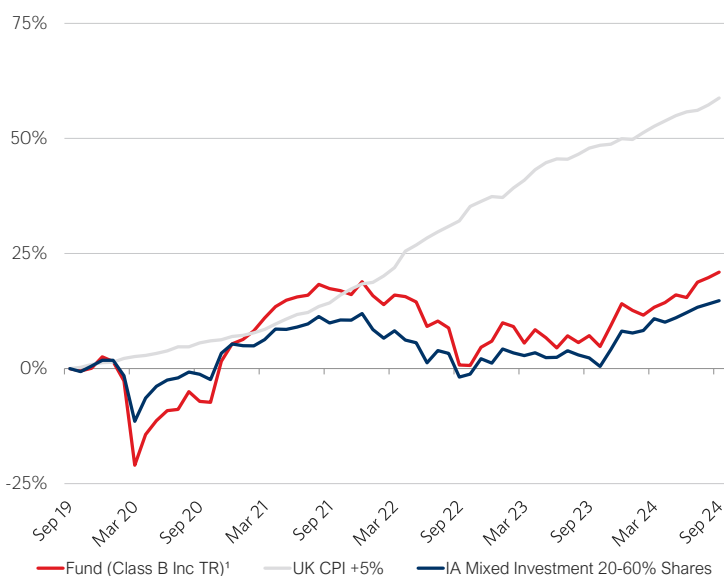
Mark Wright
Portfolio Manager



Gary Moglione
Portfolio Manager

Our investment approach is team based with all portfolio managers having specific areas of research focus and access to and input from the wider Momentum Global Investments team.

FIVE YEAR HISTORICAL CUMULATIVE PERFORMANCE



CUMULATIVE PERFORMANCE (%)	1 month	3 months	6 months	1 year	3 years	5 years	Since inception annualised
Fund return Class B Inc TR ¹	1.0	4.8	6.8	12.9	3.1	21.0	5.1
UK CPI +5%	1.0	1.9	4.0	7.4	39.0	58.8	-
IA Mixed Investment 20-60% Shares	0.6	2.3	3.5	12.1	4.4	14.7	4.2

DISCRETE ANNUAL PERFORMANCE (%)	30 Sep 2024	30 Sep 2023	30 Sep 2022	30 Sep 2021	30 Sep 2020	Historic net yield (%) ¹
Fund return Class B Inc TR ¹	12.9	6.4	(14.2)	26.4	(7.1)	5.2

Sources: Morningstar, MGIM.
Fund performance is calculated on a total return basis (including distributions), net of all fees and in GBP terms. The value of the underlying funds and the income generated from them can go down as well as up, and is not guaranteed. Investors may not get back the original amount invested. The value of investments involving exposure to foreign currencies can be affected by currency exchange rate fluctuations. The CPI +5% target was introduced in 2020. Past performance is not a guide to future performance.

MONTHLY COMMENTARY

- Within Specialist Assets, Chrysalis Investments returned 16.7% in September, boosted by the announcement of a £40m share buyback programme, equivalent to 8% of its market capitalisation. This move aims to narrow the discount and was funded by the sale of Graphcore in July, along with other liquidity sources, bringing total liquidity to around £195m, so the company is well positioned for further buybacks. Chrysalis also announced the sale of another portfolio asset, Featurespace, with the initial consideration expected to be £79m.
- Life Science REIT returned over 14% in September following the release of its HY24 results. The portfolio's estimated rental value (ERV) increased by 8.2% to £27.8m when fully developed, up from the current £15.7m in contracted rent. The REIT expects to secure an additional £3.2m in rent over the next six months and £4.9m by September 2025. Leasing activity has significantly picked up since July, with more property viewings than in the entire first half of the year, even during the summer holidays. All new deals meet or exceed the REIT's ERVs, reinforcing confidence in future value growth. The portfolio is valued at £382m, with lab space now comprising 40% and expected to reach 54% by year-end. The REIT continues to focus on high-demand areas in the Golden Triangle near key academic centres that leverage technology, particularly AI, to drive innovation in the life sciences sector. Although the share price hasn't fully reflected this potential yet, the REIT is confident that the ongoing leasing momentum will continue to unlock further value.
- In early September, PRS REIT faced a challenge from shareholders holding a combined 17.3% stake in the company, who proposed the removal of non-executive Chairman Stephen Smith from the board and nominated Robert Naylor as his replacement. However, later in the month, it was announced that Stephen Smith would voluntarily step down during the annual general meeting expected in early December, with Geeta Nanda, the senior independent director, stepping in as interim chair. This sequence of events is a positive move for shareholders with potential implications for its strategic direction and governance.

Source: Bloomberg Finance LP, MGIM

PLATFORM AVAILABILITY

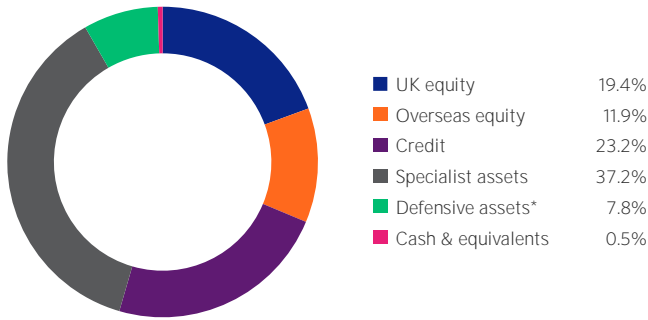


FUND RATINGS

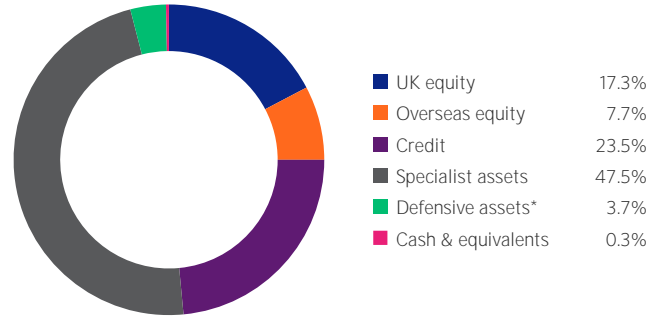


Sources: Bloomberg Finance LP, Morningstar, MGIM, unless otherwise stated.
¹The Fund performance refers to the 'B' Inc share class with the exception of performance prior to 26.03.2012 which is calculated using the 'A' Inc share class, unadjusted for the lower fees of the 'B' Inc share class. ²The Historic Net Yield reflects distributions declared over the past twelve months as a percentage of the unit price, as at the date shown. It does not include any preliminary charge and investors may be subject to tax on their distributions. A portion of the Fund's expenses are charged to Capital. This has the effect of increasing the distribution(s) for the year and constraining the Fund's capital performance to an equivalent extent.

ASSET ALLOCATION



INCOME GENERATION



As at 30.09.2024, allocations subject to change. Source: MGIM

*Defensive assets have reduced/negative correlation to equity markets to provide a more defensive element during times of stress. Defensive assets consists of a variety of investments such as gold**, government bonds, short ETFs, alternative/uncorrelated strategies and managed futures strategies. **Exposure to physical gold is achieved through investments in exchange traded certificates (ETC) which aim to provide the performance of gold, as measured by the LBMA Gold Price (PM), which is a recognised benchmark for gold. A Gold ETC is a certificate which is secured by gold bullion, held within the vaults of a nominated custodian.

TOP FIVE HOLDINGS BY ASSET CLASS

UK EQUITIES		
1. Phoenix Group Holdings		1.2%
2. BT Group		1.1%
3. Legal & General Group		1.0%
4. OSB Group		0.9%
5. M&G		0.9%

OVERSEAS EQUITIES		
1. Robeco QI Emerging Conservative Equities		2.1%
2. VT Downing European Unconstrained Income		2.0%
3. Morant Wright Fuji Yield		1.6%
4. Samarang Asian Prosperity		1.3%
5. Prusik Asian Equity Income		1.1%

CREDIT		
1. Royal London Sterling Extra Yield Bond		7.9%
2. Royal London Short Duration Global High Yield		7.6%
3. MI TwentyFour AM Dynamic Bond		2.8%
4. Jupiter Global Emerging Markets Short Duration Bond		2.7%
5. Impax EM Corporate Bond		2.2%

SPECIALIST ASSETS		
1. Doric Nimrod Air Three		2.7%
2. Doric Nimrod Air Two		2.5%
3. Fair Oaks Income		2.5%
4. Chrysalis Investments		2.1%
5. AEW UK REIT		1.7%

DEFENSIVE ASSETS		
1. Ninety One Global Gold		1.7%
2. UK Gilt 4.25% 06/07/32		1.4%
3. Invesco Physical Gold ETC		1.3%
4. UK Gilt 4.75% 07/12/38		1.2%
5. UK Gilt 4.25% 12/07/2049		0.6%

As at 30.09.2024. Source: MGIM

FUND & SHARE CLASS DETAILS

FUND DETAILS	
Investment manager	Momentum Global Investment Management Limited (MGIM)
Fund inception	8 April 2002
Currency	GBP
Target return	UK CPI +5% (net)
IA sector	Mixed Investment 20-60% Shares
Structure	UCITS
Dealing	Daily
Income distribution	Monthly

SHARE CLASS DETAILS	A	B (Inc)	B (Acc)	N
Minimum investment	GBP 3,000	GBP 100,000	GBP 100,000	GBP 1,000
Minimum regular saver	GBP 50	n/a	n/a	GBP 50
ISIN	GB0031467961	GB00B7JTF560	GB00BKV4HY34	GB00B61Y0911
SEDOL	3146796	B7JTF56	BKV4HY3	B61Y091
Citicode	OM45	0WRF	QOPS	OWRE
Month-end price (NAV)	84.37p	105.57p	121.56p	102.43p

ANNUAL CHARGES ²	A	B (Inc)	B (Acc)	N
AMC	1.40%	0.75%	0.75%	1.00%
OCF ²	1.69%	1.04%	1.04%	1.29%

FUND WRAPPERS	
ISAs	Onshore bonds
SIPPs	Offshore bonds
Personal pensions	

²As at 30.09.2024. The OCF (Ongoing Charges Figure) is the total expenses paid by the Fund, annualised, against its average net asset value. The OCF will fluctuate as the average net assets and costs change.

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IMPORTANT INFORMATION

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