

# VT Tyndall Real Income Fund

Factsheet | January 2022



Manager: **Simon Murphy**

Managed fund since: 31/01/2020

Simon has over 20 years UK equity experience, including 10 years at Merian Global Investors and 10 years at M&G Investments.



## Fund Aims and Objectives

- The Fund aims to generate real income and capital growth
- A high conviction portfolio of 30-40 best ideas
- Genuine active management. Active share targeted at 75%+ and no benchmark constraints
- A diversified income stream focussed on premium yield and dividend growth opportunities

## January Performance Overview

Our fund had an ok start to 2022, coping relatively well with the high levels of volatility and significant rotation that occurred during the month. Despite a generally 'risk off' tone to markets the portfolio lost -0.75% (share class A GBP Net Accumulation), broadly inline with the peer group average loss of -0.40%, although lagging the MSCI UK Index's gain of +1.86%.

Positive attribution came from a wide variety of holdings such as WH Smith, EasyJet, Standard Chartered, NatWest, Imperial Brands and WPP. Having no exposure to index heavyweights Diageo and Unilever also proved beneficial as their share prices came under pressure.

Underperformers were concentrated in the industrial and UK domestic sectors and included holdings such as Keller, Bodycote, Rolls Royce, Wickes, Vistry, Taylor Wimpey and DFS Furniture. By far the biggest drag to performance came from having no exposure to index giants Royal Dutch Shell and HSBC who both performed relatively very strongly during the month.

It was a relatively quiet start to the year in terms of fund activity. We made one new complete addition to the portfolio, namely utility company Centrica. This was funded through the complete disposal of our holding in retailer Next. This is a holding that has performed very well for the fund but where we now feel there is greater upside elsewhere.

We used the elevated levels of volatility in the month to top up a number of holdings including Inchcape, DFS Furniture, Imperial Brands and Taylor Wimpey. These were funded by profit taking in companies such as OSB Group and Burberry.

Turning to our portfolio holdings, we remain extremely enthusiastic over the potential for outstanding returns as the world slowly but surely learns to live with Covid. We also, contrary to some, remain far more upbeat about the prospects for the UK domestic economy. For sure there will be headwinds this year but fundamentally consumer and corporate balance sheets are in great shape, housing and labour markets are robust and financial conditions remain extremely accommodative, even with the modest interest rate increases now forecast by markets.

Visit fund page: <https://www.tyndallim.co.uk/tyndall-funds/vt-tyndall-real-income-fund/>

## Fund Performance

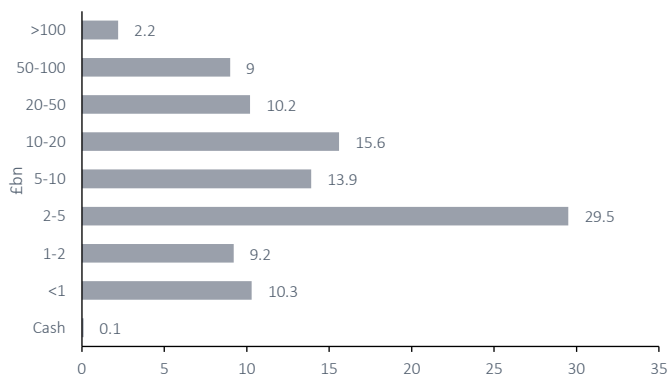
### Performance Information

Fund	1m	3m	6m	YTD	1 yr	2 yr	Current manager 31/01/20
VT Tyndall Real Income A Acc	-0.75%	1.34%	3.31%	-0.75%	14.50%	15.17%	15.17%
Quartile	3	3	3	3	4	1	1
IA UK Equity Income	-0.40%	2.29%	4.23%	-0.40%	18.76%	8.06%	8.06%
MSCI United Kingdom	1.86%	4.68%	9.11%	1.86%	22.66%	9.32%	9.32%

Source: © 2022 FE. Total Return, Bid-Bid in GBP, net income reinvested. Past performance is not necessarily a guide to future performance.

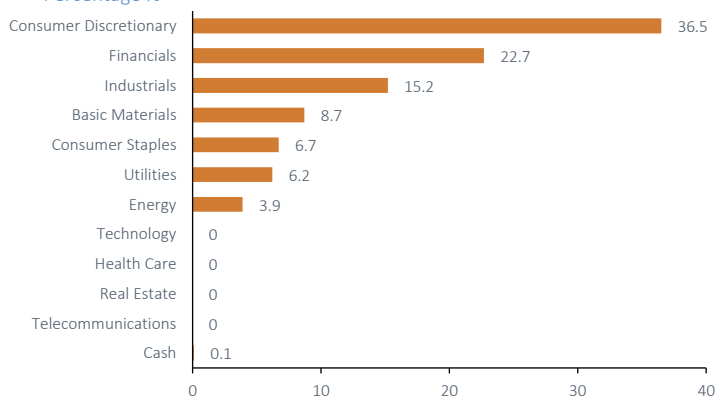
### Market Cap Breakdown

Percentage %



### Sector Breakdown

Percentage %



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## Top 10 Holdings

Stock	31 <sup>st</sup> January 2022	Stock	31 <sup>st</sup> January 2022
WH Smith Plc	4.4%	Drax Group Plc	3.6%
Imperial Brands Plc	3.9%	Standard Chartered Plc	3.6%
BP Plc	3.8%	WPP Plc	3.5%
ITV Plc	3.7%	NatWest Group Plc	3.3%
Prudential Plc	3.6%	EasyJet Plc	3.3%

## Share Class Information

Class	Type	ISIN	SEDOL	BLOOMBERG
A	GBP Income	GB00BYX0D836	BYX0D83	VTORIAI
A	GBP Accumulation	GB00BYX0D612	BYX0D61	VTORIAA

## Annual Dividend Payments

Year	Pence per Share	Y-on-Y Change	UK CPI Inflation**
2015/16*	1.03	n/a	0.5%
2016/17	3.54	244.4%	2.3%
2017/18	3.62	2.3%	2.5%
2018/19	3.97	9.6%	1.9%
2019/20	3.77	-5.0%	1.5%
2020/21	3.00	-20.4%	0.7%

A Inc shares, calculated to end March 2021. \*2015/16 partial year only. \*\* Source: Bloomberg.

## Authorised Corporate Director

Valu-Trac Investment Management Ltd  
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London  
EC2A 2EW  
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## Fund Information

Sector	IA UK Equity Income
Launch Date	28 <sup>th</sup> Sept 2015
Fund size	£10.8m
Fund structure	UK OEIC
Number of holdings	33
Historic Yield*	3.48%
Active share**	83.2%
Launch Price	100p
Valuation Point (UK Business Days)	12 noon (UK)

Initial Charge	0%
Annual Management Charge	Class A: 0.35%
OCF	0.78%
Minimum investment	£10,000
Ex Dividend dates	31 Mar, 30 Jun, 30 Sept, 31 Dec
Distribution dates	31 May, 31 Aug, 30 Nov, end Feb
ISA Eligible	Yes
Dealing Line	+44 (0)1343880344

\* Historic yield reflects distributions paid over the past 12 months as a percentage of the price of the A Inc share class as at 31/01/2022. It does not include any initial charge and investors may be subject to tax on their distributions. \*\* Source: Bloomberg

Please see the Key Investor Information Document for more information on the risks associated with this fund.

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